



RGT BERHAD

(Incorporated in Malaysia)

Registration No: 198101004909 (71024-T)

**CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

for the financial period ended 31 December 2022

RGT BERHAD

(Incorporated in Malaysia)

Registration No: 198101004909 (71024-T)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

(THE FIGURES HAVE NOT BEEN AUDITED)

	Note	3 months Individual quarter		6 months Cumulative period	
		31.12.2022 RM'000	31.12.2021 RM'000	31.12.2022 RM'000	31.12.2021 RM'000
Revenue		26,687	26,192	59,720	45,545
Cost of goods sold		(19,289)	(19,070)	(44,845)	(33,705)
Gross profit		7,398	7,122	14,875	11,840
Interest income		56	32	100	215
Other income		235	127	1,106	308
Administrative and general expenses		(4,965)	(3,994)	(9,626)	(6,795)
Finance costs		(578)	(203)	(1,090)	(390)
Profit before tax ("PBT")	23	2,146	3,084	5,365	5,178
Tax expense	17	(546)	(631)	(1,153)	(943)
Profit for the financial period ("PAT")		1,600	2,453	4,212	4,235
Other comprehensive income for the financial period		-	-	-	-
Comprehensive income for the financial period		1,600	2,453	4,212	4,235
Profit for the financial period attributable to :-					
- Owners of the Company ("PATMI")		1,589	1,501	3,923	2,634
- Non-controlling interests		11	952	289	1,601
		1,600	2,453	4,212	4,235
Comprehensive income for the financial period attributable to:-					
- Owners of the Company		1,589	1,501	3,923	2,634
- Non-controlling interests		11	952	289	1,601
		1,600	2,453	4,212	4,235
Earnings per share:-	22				
- Basic (sen)		0.17	0.23	0.41	0.40
- Diluted (sen)		0.15	0.19	0.38	0.34

The Condensed Consolidated Financial Statements should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the year ended 30 June 2022.

RGT BERHAD

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Registration No: 198101004909 (71024-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Note	As at 31.12.2022 (Unaudited) RM'000	As at 30.06.2022 (Audited) RM'000
NON-CURRENT ASSETS			
Property, plant and equipment		103,864	99,941
Right-of-use assets		23,199	23,464
Goodwill		34,378	34,378
Investment		-	108
Deferred tax assets		765	765
		<u>162,206</u>	<u>158,656</u>
CURRENT ASSETS			
Inventories		15,968	19,242
Receivables		24,658	23,288
Derivatives	13	73	-
Prepayments		3,469	2,202
Current tax assets		2,249	2,452
Cash and cash equivalents		36,038	30,256
		<u>82,455</u>	<u>77,440</u>
CURRENT LIABILITIES			
Payables		14,928	17,191
Loans and borrowings	19	15,467	14,806
Lease liabilities	19	1,616	1,438
Derivatives	13	-	155
Contract liabilities		2,860	2,810
Current tax liabilities		340	1,027
		<u>35,211</u>	<u>37,427</u>
NET CURRENT ASSETS		47,244	40,013
NON-CURRENT LIABILITIES			
Payables		2,967	2,873
Loans and borrowings	19	41,707	39,182
Lease liabilities	19	2,024	2,334
Deferred tax liabilities		7,832	7,850
Deferred income on government grants		836	-
		<u>55,366</u>	<u>52,239</u>
NET ASSETS		154,084	146,430
EQUITY			
Share capital	5	237,011	231,830
Warrant reserve	5	3,963	5,702
Accumulated losses		(94,481)	(98,404)
Equity attributable to owners of the Company		<u>146,493</u>	<u>139,128</u>
Non-controlling interests		7,591	7,302
TOTAL EQUITY		154,084	146,430
Net assets per ordinary share attributable to owners of the Company (sen)		<u>14.94</u>	<u>14.71</u>

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

		<u>Non-distributable</u>	<u>Distributable</u>			
	Share capital	Warrant reserve	(Accumulated losses)/ Retained profits	Equity attributable to owners of the Company	Non-controlling interests ("NCI")	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 July 2022	231,830	5,702	(98,404)	139,128	7,302	146,430
Issue of shares pursuant to exercise of warrants (representing total transactions with owners)	5,181	(1,739)	-	3,442	-	3,442
Profit (representing comprehensive income) for the financial period	-	-	3,923	3,923	289	4,212
Balance at 31 December 2022	<u>237,011</u>	<u>3,963</u>	<u>(94,481)</u>	<u>146,493</u>	<u>7,591</u>	<u>154,084</u>
Balance at 1 July 2021	78,148	7,006	17,124	102,278	35,587	137,865
Acquisition of subsidiary	-	-	-	-	1,085	1,085
Issue of shares pursuant to exercise of warrants	3,315	(1,113)	-	2,202	-	2,202
Issue of shares to NCI	-	-	-	-	3,000	3,000
Interim single tier dividend of 0.6 sen per share	-	-	(3,918)	(3,918)	-	(3,918)
Dividends to NCI	-	-	-	-	(4,000)	(4,000)
Total transactions with owners	3,315	(1,113)	(3,918)	(1,716)	(1,000)	(2,716)
Profit (representing comprehensive income) for the financial period	-	-	2,634	2,634	1,601	4,235
Balance at 31 December 2021	<u>81,463</u>	<u>5,893</u>	<u>15,840</u>	<u>103,196</u>	<u>37,273</u>	<u>140,469</u>

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

(THE FIGURES HAVE NOT BEEN AUDITED)

	31.12.2022 RM'000	31.12.2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	5,365	5,178
Adjustments for:-		
Depreciation of property, plant and equipment	3,648	1,952
Depreciation of right-of-use assets	965	868
Fair value gain on financial instruments	(16)	(75)
Interest expense	1,090	390
Interest income	(100)	(215)
Loss on disposal of subsidiary	5	-
Property, plant and equipment written off	1	61
Reversal of inventories written down	-	(77)
Unrealised loss on foreign exchange	288	50
Operating profit before working capital changes	11,246	8,132
Changes in:-		
Inventories	3,274	257
Receivables and prepayments	(3,079)	(17,856)
Payables and contract liabilities	(1,965)	1,461
Derivatives	(339)	(60)
Cash generated from/(absorbed by) operations	9,137	(8,066)
Tax paid	(1,655)	(1,090)
Net cash from/(used in) operating activities	7,482	(9,156)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(7,566)	(11,412)
Acquisition of right-of-use assets	(63)	(10)
Acquisition of subsidiary, net of cash acquired	-	(12,841)
Interest and fund distributions received	245	283
Disposal of subsidiary, net of cash disposed of	(6)	-
Government grant received	836	-
Proceeds from disposal of other investment	117	-
Net cash used in investing activities	(6,437)	(23,980)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to owners of the Company	-	(3,918)
Dividends paid to NCI	-	(4,000)
Drawdown of term loans	5,869	21,602
Increase in short-term loans and borrowings (net)	417	-
Interest paid	(1,090)	(390)
Issue of shares to NCI	-	3,000
Issue of shares pursuant to exercise of warrants	3,442	2,202
Payment of lease liabilities	(775)	(657)
Placement of cash and cash equivalents pledged as security (net)	(46)	(39)
Repayment of loans and borrowings	(2,711)	(2,373)
Net cash from financing activities	5,106	15,427

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (CONT'D)

(THE FIGURES HAVE NOT BEEN AUDITED)

	31.12.2022 RM'000	31.12.2021 RM'000
Currency translation differences	(26)	(40)
Net increase/(decrease) in cash and cash equivalents	6,125	(17,749)
Cash and cash equivalents brought forward	25,746	52,868
Cash and cash equivalents carried forward	<u>31,871</u>	<u>35,119</u>
Analysis of cash and cash equivalents:-		
- Highly liquid investments	20,903	9,455
- Term deposits	4,167	4,098
- Cash and bank balances	<u>10,968</u>	<u>25,835</u>
	36,038	39,388
Less:		
- Cash and cash equivalents pledged	(4,167)	(4,098)
- Bank overdraft	-	(171)
	<u>31,871</u>	<u>35,119</u>

Note A :-

Cash and cash equivalents	46	-
Payable	<u>(1)</u>	-
Net assets disposed of	45	-
Loss on disposal	<u>(5)</u>	-
Cash consideration received	40	-
Cash and cash equivalents disposed of	<u>(46)</u>	-
Disposal of subsidiary, net of cash disposed of	<u>(6)</u>	-

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

1. BASIS OF PREPARATION

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

This interim financial report should be read in conjunction with the audited financial statements of RGT Berhad ("the Company or "RGTBHD") and its subsidiaries ("the Group") for the financial year ended 30 June 2022.

The Group has not applied the following MFRSs which have been issued as at the end of reporting period but are not yet effective: -

MFRS (Issued as at the end of the reporting period)	Effective for annual periods beginning on or after
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendment to MFRS 17 <i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i>	1 January 2023
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022

Management foresees that the initial application of the above MFRSs will not result in any significant changes in the accounting policies of the Group.

2. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of the Group were not materially affected by any seasonal or cyclical factor.

3. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

During the current interim period, there were no unusual items affecting assets, liabilities, equity, net income or cash flows.

4. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in prior interim period of the current financial period or changes in estimates of amounts reported in prior financial period.

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

5. DEBT AND EQUITY SECURITIES

As at the quarter ended 31 December 2022, a total of 34,407,626 new ordinary shares ("Shares") were issued and allotted pursuant to exercise of the warrants 2018/2023 ("Warrants"). Details of the changes to the issued and paid-up capital of the Company are as follows:-

Share Capital

	<u>No. of Shares</u>	<u>RM'000</u>
As at 1 July 2022	946,054,156	231,830
Issue of shares pursuant to exercise of warrants	34,407,626	5,181
As at 31 December 2022	<u>980,461,782</u>	<u>237,011</u>

Warrant

	<u>No. of Warrants</u>	<u>RM'000</u>
As at 1 July 2021	112,774,924	5,702
Exercised	(34,407,626)	(1,739)
As at 31 December 2022	<u>78,367,298</u>	<u>3,963</u>

Other than the above, there were no other issuances, cancellations, repurchases, resale or repayments of debt and equity securities during the current interim period.

6. DIVIDEND PAID

No dividend was paid during the current interim period.

7. SEGMENTAL INFORMATION

Operating Segments

The Group has two reportable segments which comprised its major business segments. These segments and the nature of their activities are as tabulated:

- i. Engineered Polymer Products ("EPP") - Design, manufacture and sale of high precision engineered polymer products including full assembly and related accessories
- ii. Factory Automation and Precision Engineering ("FAPE") - Design, manufacture and sale of automated machinery, high precision metal parts, components and related accessories

6 months ended 31 December 2022

	<u>EPP RM'000</u>	<u>FAPE RM'000</u>	<u>Adjustment RM'000</u>	<u>Total RM'000</u>
External revenue	<u>47,398</u>	<u>12,322</u>	<u>-</u>	<u>59,720</u>
PBT	<u>4,070</u>	<u>1,527</u>	<u>(232)*</u>	<u>5,365</u>
Segment assets	<u>162,314</u>	<u>44,246</u>	<u>38,101</u>	<u>244,661</u>
Segment liabilities	<u>70,498</u>	<u>21,388</u>	<u>(1,309)</u>	<u>90,577</u>

* Comprises net foreign exchange differences, interest income, dividend income, eliminations and adjustments.

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

7. SEGMENTAL INFORMATION (CONT'D)

Operating Segments (Cont'd)

6 months ended 31 December 2021

	EPP RM'000	FAPE RM'000	Adjustment RM'000	Total RM'000
External revenue	38,648	6,897	-	45,545
PBT	4,495	936	(253)*	5,178
Segment assets	144,461	24,382	41,513	210,356
Segment liabilities	59,021	10,454	412	69,887

* Comprises net foreign exchange differences, interest income, dividend income, eliminations and adjustments.

No other operating segments have been aggregated to form the above reportable segments. Investment holding and other activities are not considered as reporting segment and the related financial information has been included under "Adjustment".

Geographical Information

The Group operates in Malaysia and generates revenue from the following geographical locations of customers: -

	3 months Individual quarter		6 months Cumulative period	
	31.12.2022 RM'000	31.12.2021 RM'000	31.12.2022 RM'000	31.12.2021 RM'000
North America	10,977	12,485	23,507	24,014
Malaysia	7,851	8,241	16,888	10,564
Europe	5,448	3,525	12,433	8,636
Others ¹	2,411	1,941	6,892	2,331
	<u>26,687</u>	<u>26,192</u>	<u>59,720</u>	<u>45,545</u>

¹Comprise countries such as Australia, China, Philippines, Singapore and Thailand

8. CONTRACTUAL COMMITMENT

The Group has no other material contractual commitment in respect of property, plant and equipment as at the end of current quarter under review except for the followings: -

	31.12.2022 RM'000
Acquisition of property, plant and equipment	<u>6,219</u>

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

9. CHANGES IN COMPOSITION

There were no changes in the composition of the Group during the current quarter under review.

10. CONTINGENCIES

There were no significant changes in contingent assets or liabilities since 31 December 2022.

11. SUBSEQUENT EVENT

There were no material event subsequent to 31 December 2022 that have not been reflected in this interim financial report.

12. SIGNIFICANT RELATED PARTY TRANSACTIONS

There were no significant related party transactions during the current interim period.

13. DERIVATIVES

31.12.2022
RM'000

Forward exchange contracts – at fair value

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Forward exchange contracts are used to hedge the exposure to currency risk. The Group does not apply hedge accounting. As at 31 December 2022, the Group had contracts with financial institutions due within 1 year to deal with following currencies at contractual forward rates.

	To buy	To sell
Contract I	RM8,412,000	USD1,900,000
Contract II	<u>JPY16,000,000</u>	<u>RM523,000</u>

The fair values of forward exchange contracts were directly measured using their unadjusted market values quoted by the financial institutions (i.e. Level 1).

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

14. REVIEW OF PERFORMANCE

Current Quarter (Q2'23) vs Preceding Year Corresponding Quarter (Q2'22) / Current Cumulative Period (6M YTD'23) vs Preceding Year Cumulative Period (6M YTD'22)

	3 months Individual Quarter				6 months Cumulative Period			
	31.12.2022 RM'000	31.12.2021 RM'000	Variance RM'000	%	31.12.2022 RM'000	31.12.2021 RM'000	Variance RM'000	%
Revenue	26,687	26,192	495	2%	59,720	45,545	14,175	31%
PBT	2,146	3,084	(938)	-30%	5,365	5,178	187	4%
PAT	1,600	2,453	(853)	-35%	4,212	4,235	(23)	-1%
PATMI	1,589	1,501	88	6%	3,923	2,634	1,289	49%

The Group achieved a total revenue of RM26.7 million for Q2'23, a slight growth of 2% as compared to Q2'22. The increase of 2% in revenue was mainly due to slight increase in demand for hygiene care products. However, the PBT fell by 30% from RM3.1 million to RM2.1 million as compared to Q2'22. This was mainly due to an increase in loss on foreign exchange by RM1.0 million. Gross profit margin remains healthy despite being tighter in Q2'23 when compared to a year ago.

For the half financial year ended 30 June 2023, the Group reported a cumulative revenue of RM59.7 million, an increase of RM14.2 million or 31% compared to the revenue for the 6M YTD'22 of RM45.5 million. The increase in revenue was mainly due to an increase in demand for EPP segment and the inclusion of the revenue from Keenness Precision Engineering Sdn Bhd which was acquired in January, 2022. Despite a 31% growth in revenue for 6M YTD'23, the cumulative PBT increased marginally by 4% only to RM5.4 million over the same comparative period due to higher losses on foreign exchange reported in this period.

Overall, the Group's PATMI rose to RM3.9 million in 6M YTD'23 from RM2.6 million in 6M YTD'22.

Current Quarter (Q2'23) vs Immediate Preceding Quarter (Q1'23)

	31.12.2022	30.09.2022	Variance	
	RM'000	RM'000	RM'000	%
Revenue	26,687	33,033	(6,346)	(19%)
PBT	2,146	3,219	(1,073)	(33%)
PAT	1,600	2,612	(1,012)	(39%)
PATMI	1,589	2,334	(745)	(32%)

The Group recorded a revenue of RM26.7 million which was lower by RM6.3 million compared to Q1'23. The lower revenue was mainly due to lower demand from customers in both the EPP and FAPE segments. In tandem with the lower revenue, the Group reported a lower PBT of RM2.1 million compared to RM3.2 million. As a result, PATMI was also lower at RM1.6 million for this quarter.

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

15. COMMENTARY ON PROSPECT

The global economy remains vulnerable to challenges such as ongoing global interest rate hikes, US-China trade tensions, selective semiconductor component shortages, the ongoing Ukraine-Russia conflict, and recessionary and inflationary pressures.

Nevertheless, the Group is well positioned for future sales growth and expects to secure more business as a result of the trade war and the opportunity from multinationals diversifying into South East Asia.

As a part of our initiative to offer one-stop solution, the Group will continue to invest in research, product development as well as improving its manufacturing capability further in order to be even more competitive, agile and resilient.

Engineering Polymer Products (“EPP”)

The uncertainties in the global environment are affecting our current Hygiene customers in North America and the EU. Despite the challenges and drastic weakening of the US Dollar against Ringgit Malaysia, the Group continues to receive numerous requests for quotations from other potential customers.

Factory Automation and Precision Engineering (“FAPE”)

The orders and progress of the FAPE segment remain robust as we continue to secure new projects from new customers within this region. We have enhanced our design capabilities and further invested in expanding our production capacity in new high precision machineries in order to supply advanced customised automated machineries with software integration and supply precision parts and components to our customers.

16. PROFIT FORECAST

The Group did not issue any profit forecast in any form of public documentation and announcement.

17. TAX EXPENSE

	3 months Individual quarter		6 months Cumulative period	
	31.12.2022 RM'000	31.12.2021 RM'000	31.12.2022 RM'000	31.12.2021 RM'000
Tax based on results for the financial period: -				
- Current tax	546	632	1,171	944
- Deferred tax	-	(1)	(18)	(1)
	<u>546</u>	<u>631</u>	<u>1,153</u>	<u>943</u>

The effective tax rates are lower than the statutory tax rate mainly due to tax incentives enjoyed by the subsidiaries.

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

18. STATUS OF CORPORATE PROPOSALS

There are no corporate proposals announced or completed as at the date of the report.

19. BORROWINGS

The Group's loans and borrowings as at end of the reporting period were as follows: -

	Short-term RM'000	Long-term RM'000	Total RM'000
Secured			
- Lease liabilities	1,616	2,024	3,640
- Term loans	6,473	41,707	48,180
- Banker acceptance	802	-	802
Unsecured			
- Banker acceptance	2,192	-	2,192
- Revolving credit	6,000	-	6,000
	<u>17,083</u>	<u>43,731</u>	<u>60,814</u>

20. DIVIDEND

The Board did not propose any dividend during the current quarter.

21. CHANGES IN MATERIAL LITIGATION

As at the latest practicable date, neither the Company nor any of its subsidiary companies is involved in any material litigation which has a material effect on the financial position of the Group.

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EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

22. EARNINGS PER SHARE

	3 months		6 months	
	Individual quarter		Cumulative period	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	('000)	('000)	('000)	('000)
Profit attributable to owners of the Company (RM)	<u>1,589</u>	<u>1,501</u>	<u>3,923</u>	<u>2,634</u>
Weighted average number of ordinary shares in issue	956,098	664,436	956,098	664,436
Number of shares under warrant deemed to have been issued for no consideration	76,928	105,944	75,053	100,667
Weighted average number of shares for computing diluted earnings per share	<u>1,033,026</u>	<u>770,380</u>	<u>1,031,151</u>	<u>765,103</u>
Earnings per share: -				
- Basic (sen)	<u>0.17</u>	<u>0.23</u>	<u>0.41</u>	<u>0.40</u>
- Diluted (sen)	<u>0.15</u>	<u>0.19</u>	<u>0.38</u>	<u>0.34</u>

RGT BERHAD

(Incorporated in Malaysia)

Registration No: 198101004909 (71024-T)

EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

23. PROFIT BEFORE TAX

	3 months		6 months	
	Individual quarter		Cumulative period	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging/(crediting): -				
Depreciation of property, plant and equipment	1,826	997	3,648	1,952
Depreciation of right-of-use assets	497	435	965	868
Fair value gain on financial instruments mandatorily measured at fair value through profit or loss	72	(51)	(16)	(67)
(Gain)/loss on foreign exchange: -				
- Realised	(236)	(120)	(297)	(164)
- Unrealised	1,202	164	288	50
Interest expense	578	203	1,090	390
Interest income	(56)	(32)	(100)	(215)
Property, plant and equipment written off	-	61	1	61
Reversal of inventories written down	-	(77)	-	(77)

Save for the above, the other items as required under Paragraph 16 of Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.