



**INTERIM FINANCIAL STATEMENT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 OCTOBER 2021 <sup>(1)</sup>**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 Months Ended		6 Months Ended	
		31.10.2021	31.10.2020	31.10.2021	31.10.2020
		RM'000	RM'000	RM'000	RM'000
Revenue	A8	75,779	76,281	134,224	149,903
Other operating income		1,096	853	1,492	2,313
Changes in inventories		(59,164)	(59,902)	(104,227)	(117,696)
Employee benefits		(8,491)	(6,451)	(16,307)	(13,806)
Depreciation of property, plant and equipment, investment properties and right-of-use assets		(1,218)	(683)	(2,444)	(2,125)
Finance cost		(539)	(660)	(796)	(1,458)
Operating expenses		(5,727)	(6,873)	(8,839)	(11,880)
Net allowance of impairment losses on financial assets		(339)	(153)	(436)	(152)
<b>Profit before tax</b>	B5	1,397	2,412	2,667	5,099
Tax expense	B6	(64)	(295)	(327)	(390)
<b>Profit after tax</b>		1,333	2,117	2,340	4,709
<b>Other comprehensive income</b>					
<u>Items that may be reclassified subsequently to profit or loss</u>					
Translation differences on foreign operation		(166)	(143)	(47)	(25)
<b>Total other comprehensive income</b>		(166)	(143)	(47)	(25)
<b>Total comprehensive income</b>		1,167	1,974	2,293	4,684
Profit after tax attributable to:					
- Owners of the Company		1,336	2,111	2,355	4,701
- Non-controlling interests		(3)	6	(15)	8
		1,333	2,117	2,340	4,709
Total comprehensive income attributable to:					
- Owners of the Company		1,170	1,968	2,308	4,676
- Non-controlling interests		(3)	6	(15)	8
		1,167	1,974	2,293	4,684



Incorporated in Malaysia

**INTERIM FINANCIAL STATEMENT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 OCTOBER 2021 <sup>(1)</sup> (CONT'D)**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 Months Ended		6 Months Ended	
		31.10.2021	31.10.2020	31.10.2021	31.10.2020
Earnings per share (sen) attributable to owners of the Company	B13				
- Basic <sup>(2)</sup>		0.26	0.52	0.45	1.16
- Diluted		0.26	0.52	0.45	1.14

*Notes:*

- (1) *The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2021 and the accompanying explanatory notes attached to these interim financial statements.*
- (2) *Based on the weighted average number of ordinary shares in issue as detailed in Note B13.*



岩石汽车工业集团

**SOLID AUTOMOTIVE BERHAD** (1016725-P)

Incorporated in Malaysia

**INTERIM FINANCIAL STATEMENT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2021 <sup>(1)</sup>**

	<b>Unaudited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>31.10.2021</b>	<b>30.04.2021</b>
<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment properties	10,320	10,635
Property, plant and equipment	33,382	33,956
Right-of-use assets	25,115	26,087
Other investments	239	239
Deferred tax assets	169	168
	69,225	71,085
<b>Current assets</b>		
Inventories	77,320	67,197
Trade receivables	61,247	63,377
Other receivables, deposits and prepayments	8,946	5,154
Current tax asset	2,076	1,796
Short-term investments	10,153	10,051
Fixed deposits with licensed banks	9,776	5,125
Cash and bank balances	40,938	27,104
	210,456	179,804
<b>TOTAL ASSETS</b>	<b>279,681</b>	<b>250,889</b>



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2021 <sup>(1)</sup> (CONT'D)**

	Note	Unaudited As at 31.10.2021 RM'000	Audited As at 30.04.2021 RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	B8	135,762	135,762
Merger deficit		(43,361)	(43,361)
Translation reserve		2,722	2,769
Retained earnings		87,474	86,677
<b>Equity attributable to equity holders of the Company</b>		<b>182,597</b>	<b>181,847</b>
Non-controlling interests		-	19
<b>Total equity</b>		<b>182,597</b>	<b>181,866</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities		4,236	4,948
Long-term borrowings	B9	19,740	5,678
		<b>23,976</b>	<b>10,626</b>
<b>Current liabilities</b>			
Trade payables		23,667	22,639
Other payables and accruals		3,921	3,559
Lease liabilities		1,829	2,197
Short-term borrowings	B9	29,960	16,587
Derivative liabilities	B12	64	47
Provision		13,667	13,368
		<b>73,108</b>	<b>58,397</b>
<b>TOTAL LIABILITIES</b>		<b>97,084</b>	<b>69,023</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>279,681</b>	<b>250,889</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)		0.35	0.35

*Note:*

- (1) *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2021 and the accompanying explanatory notes attached to these interim financial statements.*
- (2) *Based on the weighted average number of ordinary shares in issue as detailed in Note B13.*

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 OCTOBER 2021 <sup>(1)</sup>**

	----- Attributable to equity holders of the Company -----								
	----- Non-distributable -----					-----Distributable-----		Non-	Total
	Share Capital RM'000	Merger Deficit RM'000	Translation Reserve RM'000	Warrant Reserve RM'000	Retained Earnings RM'000	Total RM'000	Controlling Interest RM'000	Equity RM'000	
Note									
Balance at 1 May 2021		135,762	(43,361)	2,769	-	86,677	181,847	19	181,866
Total comprehensive income for the period		-	-	(47)	-	2,355	2,308	(15)	2,293
Disposal of subsidiary	A14	-	-	-	-	-	-	(4)	(4)
Dividend paid	A7	-	-	-	-	(1,558)	(1,558)	-	(1,558)
Balance at 31 October 2021		<u>135,762</u>	<u>(43,361)</u>	<u>2,722</u>	<u>-</u>	<u>87,474</u>	<u>182,597</u>	<u>-</u>	<u>182,597</u>
Balance at 1 May 2020		99,637	(43,361)	2,614	15,134	66,371	140,395	74	140,469
Total comprehensive income for the year		-	-	155	-	15,481	15,636	(37)	15,599
Accretion in equity interest in a subsidiary		-	-	-	-	(32)	(32)	(18)	(50)
Issuance of shares									
- Exercise of Warrants	B8	36,125	-	-	(10,277)	-	25,848	-	25,848
Transfer of reserve upon expiry of warrants		-	-	-	(4,857)	4,857	-	-	-
Balance at 30 April 2021		<u>135,762</u>	<u>(43,361)</u>	<u>2,769</u>	<u>-</u>	<u>86,677</u>	<u>181,847</u>	<u>19</u>	<u>181,866</u>

Note:

(1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2021 and the accompanying explanatory notes attached to these interim financial statements.

**INTERIM FINANCIAL STATEMENT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 OCTOBER 2021 <sup>(1)</sup>**

	<b>6 Months Ended</b>	
	<b>31.10.2021</b>	<b>31.10.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows (for)/from Operating Activities</b>		
Profit before tax	2,667	5,099
Adjustments for:		
Bad debts (recovered)/written off	(6)	25
Net allowance for impairment losses on trade receivables	436	152
Depreciation of property, plant and equipment, investment properties and right-of-use assets	2,444	2,125
Interest expense	386	1,342
Interest expenses on lease liabilities	128	52
Interest income	(262)	(107)
Inventories written down	167	1,129
Fair value loss on derivative	17	12
Gain on lease modification	(5)	-
Gain on disposal :-		
- property, plant and equipment	(234)	(608)
- subsidiary	(42)	-
Net provision of warranty, rebate, commission, advertisement and promotion and others	7,801	1,270
Property, plant and equipment written off	3	-
Net unrealised loss on foreign exchange	(141)	(34)
Operating profit before working capital changes	13,359	10,457
(Increase)/Decrease in inventories	(10,594)	4,811
Decrease/(Increase) in trade and other receivables	1,590	(9,897)
(Decrease)/Increase in trade and other payables	(1,939)	5,926
Provision claimed	(7,503)	(679)
Cash (for)/from operations	(5,087)	10,618
Interest received	170	107
Net income tax (paid)/refund	(625)	320
Net cash (for)/from operating activities	(5,542)	11,045



## INTERIM FINANCIAL STATEMENT

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 OCTOBER 2021 <sup>(1)</sup> (CONT'D)

	6 Months Ended	
	31.10.2021 RM'000	31.10.2020 RM'000
<b>Cash Flows (for)/from Investing Activities</b>		
Interest income received	92	-
Acquisition of: -		
- property, plant and equipment	(388)	(124)
- Right-of-use assets	(109)	-
Subsequent expenditure on investment properties	(48)	-
Disposal of subsidiary, net cash of cash and cash equivalents disposed off	(5)	-
Proceeds from disposal:-		
- property, plant and equipment	238	638
Net cash (for)/from investing activities	(220)	514
<b>Cash Flows from/(for) Financing Activities</b>		
Proceeds from exercise of warrants	-	1,965
Interest paid	(514)	(1,394)
Dividend paid	(1,558)	-
Drawdown of term loan	20,000	-
Repayment of term loans	(1,033)	(287)
Repayment of lease liabilities	(1,159)	(922)
Net drawdown /(repayment) of short-term bank borrowings	8,246	(2,511)
Net cash from/(for) financing activities	23,982	(3,149)
<b>Net increase in cash and cash equivalents</b>	18,220	8,410
Effects of foreign exchange rates changes	368	(24)
<b>Cash and cash equivalents at beginning of the period</b>	42,279	16,180
<b>Cash and cash equivalents at end of the period</b>	60,867	24,566
<b>Cash and cash equivalents at end of the period comprise:</b>		
Short-term investments	10,153	-
Fixed deposits with licensed banks	9,776	-
Cash and bank balances	40,938	24,566
	60,867	24,566

Note:

- (1) *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2021 and the accompanying explanatory notes attached to these interim financial statements.*

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**A EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A1. Accounting Policies and Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), International Accounting Standard (“IAS”) 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”) and paragraphs 9.22 and 9.40 (Appendix 9B Part A) of the Main Market Listing Requirement (“Listing Requirements”) of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2021 and the accompanying notes attached to the interim financial statements.

The interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries (“the Group”) since the financial year ended 30 April 2021.

The Group has adopted merger accounting method for the preparation of this interim financial statements. The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted as disclosed in the Audited Financial Statements for the financial year ended 30 April 2021.

During the current financial period, the Group has adopted the following new applicable accounting standards (including the consequential amendments, if any):-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2  
Amendment to MFRS 16: Covid-19-Related Rent Concessions beyond 30 June 2021

The adoption of the above accounting standards (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

The Group has not applied in advance the following applicable accounting standards (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are NOT yet effective for the current financial year:-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023

**INTERIM FINANCIAL STATEMENT****A1. Accounting Policies and Basis of Preparation (Cont'd)**

The Group has not applied in advance the following applicable accounting standards (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are NOT yet effective for the current financial year (Cont'd):-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising Single Transaction	1 January 2023
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The adoption of the above applicable standards and interpretations is expected to have no material impact on the financial position and performance of the Group.

**A2. Auditors' Report on Preceding Annual Financial Statements**

The Auditors' Reports on the financial statements of the Company and its subsidiaries for the financial year ended 30 April 2021 were not qualified.

**A3. Seasonality or Cyclicity of Operations**

The Group's operations and financial results were not significantly affected by any seasonal or cyclical factors during the current financial quarter under review.

**A4. Unusual Items**

There were no significant items affecting the assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size and incidence during the current financial quarter under review.

**A5. Changes in Estimates**

There were no changes in the estimates that have a material effect on the financial results during the current financial quarter under review.

**A6. Debt and Equity Securities**

There were no issuance, cancellation, repurchase, resales or repayment of debt and equity securities during the current financial quarter under review.

**A7. Dividend Paid**

At the Annual General Meeting held on 28 September 2021, the shareholders approved a single tier final dividend of RM0.0030 per ordinary share, amounting RM1,558,108 for the financial year ended 30 April 2021. The dividend had been paid on 29 October 2021 to shareholders whose name appeared in the Record of Depositors at the close of business on 15 October 2021.



**INTERIM FINANCIAL STATEMENT**

**A8. Segment Information**

The Group is organised into 3 main reportable segments as follows: -

- Automotive electrical and related parts – involved in the trading and distribution of automotive batteries, lubricants, industrial supplies, electrical parts and components;
- Automotive engine and mechanical parts – involved in the trading and distribution of automotive engine and mechanical parts and components; and
- Others – involved in the investment and property holding and provision of management services.

Segmental information of the Group for the financial period ended 31 October 2021 is as follows:

	<b>Automotive electrical and related parts RM'000</b>	<b>Automotive engine and mechanical parts RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
External revenue	118,836	15,144	244	134,224
Segment results	3,233	(175)	362	3,420
Finance costs				(796)
Unallocated expenses				(294)
Consolidation adjustments				337
Profit before tax				2,667

Segmental information of the Group for the financial period ended 31 October 2020 is as follows:

	<b>Automotive electrical and related parts RM'000</b>	<b>Automotive engine and mechanical parts RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
External revenue	133,146	16,548	209	149,903
Segment results	7,323	136	(228)	7,231
Finance costs				(1,458)
Unallocated expenses				(251)
Consolidation adjustments				(423)
Profit before tax				5,099



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**A8. Segment Information (Cont'd)**

On the basis of geographical segment, segmental information is presented based on the geographical location of customers:

	<b>6 Months Ended</b> <b>31.10.2021</b> <b>RM'000</b>	<b>6 Months Ended</b> <b>31.10.2020</b> <b>RM'000</b>
<b>Revenue</b>		
Domestic	115,725	127,303
Export	18,499	22,600
	134,224	149,903

No other segmental information such as segment assets, liabilities and results are presented as the Group is principally engaged in one industry, which involves the trading and distribution of automotive parts and components for the passenger and commercial vehicles in the automotive aftermarket segment in Malaysia and overseas.

**A9. Subsequent Material Events**

There were no material events subsequent to the end of the current financial quarter under review.

**A10. Material Capital Commitments**

There are no material capital commitments as at the end of the current financial quarter under review

**A11. Contingent Liabilities and Contingent Assets**

There are no contingent liabilities or contingent assets as at the end of the current financial quarter under review.

**A12. Property, Plant and Equipment ("PPE")**

There were no material additions and disposals of PPE during the current financial quarter under review.

**A13. Impairment Losses**

There were no significant impairment losses or reversal of impairment losses arising from property, plant and equipment, financial assets or other assets during the current financial quarter under review.

**A14. Changes in the composition of the Group**

There were no changes in the composition of the Group in the current financial quarter under review except for the following:

On 25 August 2021, Solid Corporation Sdn. Bhd. (a wholly owned subsidiary of Solid Automotive Berhad) disposed of its entire 70% equity interest in a subsidiary company, Autoworld Parts Services Sdn. Bhd. ("AWP") representing 350,000 ordinary shares for a consideration of RM50,000. With the said disposal, AWP has ceased to be a subsidiary of the Group.

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**A15. Fair Value Information**

The fair values of the financial assets and financial liabilities of the Group which are maturing within the next 12 months approximated their carrying amounts due to the relatively short-term maturity of the financial instruments.

The following table sets out the fair value profile of financial instruments that are carried at fair value and those not carried at fair value at the end of the reporting period:-

	Fair Value Of Financial Instruments Carried At Fair Value			Fair Value Of Financial Instruments Not Carried At Fair Value			<b>Total Fair Value</b>	<b>Carrying Amount</b>
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
<b>31.10.2021</b>								
<u>Financial Liabilities</u>								
Derivative liability:								
- forward currency contracts	-	64	-	-	-	-	64	64
Term loans	-	-	-	-	25,044	-	25,044	25,044
<b>30.04.2021</b>								
<u>Financial Liabilities</u>								
Derivative liability:								
- forward currency contracts	-	47	-	-	-	-	47	47
Term loans	-	-	-	-	6,083	-	6,083	6,083

**INTERIM FINANCIAL STATEMENT****B ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES MALAYSIA BERHAD****B1. Review of Performance**

Comparison of current financial quarter against corresponding quarter.

The revenue for the current financial quarter slightly decreased to RM75.779 million from RM76.281 million in the corresponding quarter in the preceding year. This was due to the Total Lockdown (“TL”) and National Recovery Plan (“NRP”) imposed by the Government of Malaysia on 1<sup>st</sup> and 15<sup>th</sup> June 2021 respectively and the ability to resume full operation from October 2021 as compared to the corresponding quarter in the preceding year which fall under the Recovery Movement Control Order (RMCO) and was imposed on 10 June 2020.

The profit after tax for the current financial quarter decreased to RM1.333 million as compared to the RM2.117 million in the corresponding quarter in the preceding year.

The revenue derived from our automotive electrical and related parts accounted for approximately 88.5% of total revenue while automotive engine and mechanical parts and others accounted for approximately 11.3% of total revenue for the current financial quarter as compared to 88.8% and 11.0% respectively in the corresponding quarter in the preceding year.

**B2. Comparison with the immediate preceding quarter**

The revenue for the current financial quarter increased from RM58.445 million in the immediate preceding quarter to RM75.779 million. The increase in revenue was mainly because the Group is allowed to resume full operations from October 2021 which fall in the current financial quarter under review.

As a result, the profit after tax for the current financial quarter is RM1.333 million which is higher as compared to the profit after tax of RM1.007 million for the immediate preceding quarter.

**B3. Prospects for the Group for the Financial Year ending 30 April 2022**

It would be a challenging year for the Group for the financial year 2022. Intermittence closure of businesses in Malaysia due to the Movement Control Order (“MCO”) and National Recovery Plan (“NRP”) imposed by the government remains as one of the hurdles. With Global economic issues faced by businesses including unstable and fluctuating foreign exchange rates, the increase in prices of raw materials and freight costs will further affect business performance.

On 23 December 2021, the Group has made an announcement regarding one of its subsidiaries which was affected by the flood due to continuous heavy rain on 18 and 19 December 2021. The subsidiary has yet to ascertain the full financial and operational impacts although all the assets are adequately insured.

Nevertheless, the Group will continue to take prudent countermeasures. Without compromising its existing business strategies, the Group will focus on promoting the fast-moving products, exploring new products, reducing operating expenses, expanding its customer and supplier bases to cushion the abovementioned impacts.

Additionally, the Group will focus on continuous improvement, including but not limited to corporate governance, branding and automation, to boost its intangible values.

The Group will endeavor to achieve reasonable financial performance.



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**B4. Profit Forecast**

No profit forecast has been issued by the Group previously in any public document

**B5. Notes to the Statement of Profit or Loss**

The profit before tax is arrived at after charging / (crediting):-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		6 Months Ended	
	31.10.2021	31.10.2020	31.10.2021	31.10.2020
	RM'000	RM'000	RM'000	RM'000
Bad debts (recovered)/written off	(3)	25	(6)	25
Depreciation of property, plant and equipment, investment properties and right-of-use assets	1,218	683	2,444	2,125
Fair value loss/(gain) on derivative	79	(11)	17	12
Gain on disposal of :-				
- property, plant and equipment	(168)	(271)	(234)	(608)
- subsidiary	(42)	-	(42)	-
Loss/(Gain) on lease modification	9	-	(5)	-
Net allowance for impairment losses on trade receivables	339	153	436	152
Net unrealised gain on foreign exchange	(298)	(41)	(141)	(34)
Net realised gain on foreign exchange	(132)	(143)	(219)	(266)
Interest on lease liabilities	61	(33)	128	52
Interest expenses	259	665	386	1,342
Interest income	(162)	(33)	(262)	(107)
Net provision of warranty, rebate, commission, advertisement and promotion and others	4,838	484	7,801	1,270
(Reversal)/Inventories written down	(99)	719	167	1,129
Property, plant and equipment written off	3	-	3	-

*Save as disclosed above, the other items as required under Appendix 9B Part A (16) of the Main Market Listing Requirements of Bursa Securities are not applicable.*



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**B6. Tax Expense**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		6 Months Ended	
	31.10.2021	31.10.2020	31.10.2021	31.10.2020
	RM'000	RM'000	RM'000	RM'000
<u>Tax expense</u>				
Current tax	95	311	328	406
Deferred tax	(31)	(16)	(1)	(16)
Tax expense	64	295	327	390

The Group's effective tax rate for the current financial quarter and financial period under review is lower than the statutory tax rate of 24% mainly due to the utilisation of brought forward capital allowances and tax losses.

**B7. Status of Corporate Proposals**

There were no corporate proposals announced but yet to be completed as at the date of this report.

**B8. Share Capital**

	As at	As at	As at	As at
	31.10.2021	30.04.2021	31.10.2021	30.04.2021
	Number of shares			
	'000	'000	RM'000	RM'000
<b>Issue And Fully Paid-Up</b>				
Ordinary shares with no Par Value				
At 1 May 2021/2020	519,372	396,289	135,762	99,637
Issued for cash in respect of warrant exercised	-	123,083	-	25,848
Transfer from warrant reserve	-	-	-	10,277
At 31 October 2021/ 30 April 2021	519,372	519,372	135,762	135,762

**INTERIM FINANCIAL STATEMENT****B9. Group Borrowings**

Total Group borrowings as at 31 October 2021/ 30 April 2021 were as follows:-

	<b>As at 31.10.2021 RM'000</b>	<b>As at 30.04.2021 RM'000</b>
<b><u>Current (Secured)</u></b>		
<b>Denominated in Malaysian Ringgit</b>		
Bankers' acceptances	8,300	7,755
Term loans	5,152	253
<b>Denominated in US Dollars</b>		
Foreign currency loans	15,609	7,920
<b>Denominated in Singapore Dollars</b>		
Term loans	152	152
Trust receipts	747	507
	29,960	16,587
<b><u>Non-current (Secured)</u></b>		
<b>Denominated in Malaysian Ringgit</b>		
Term loans	18,261	4,117
<b>Denominated in Singapore Dollars</b>		
Term loans	1,479	1,561
	19,740	5,678
<b>Total Borrowings</b>	49,700	22,265

The subsidiary of the Group applied RM20 million of Danajamin term loan with 4-years-term for working capital purposes and this term loan has been fully drawdown during the current financial quarter under review.

**B10. Material Litigation**

The Group is not engaged in any material litigation neither as plaintiff nor defendant. The Directors are not aware of any proceedings pending against the Group as at the date of this report.

**B11. Dividends**

At the Annual General Meeting held on 28 September 2021, the shareholders approved a single tier final dividend of RM0.0030 per ordinary share, amounting RM1,558,108 for the financial year ended 30 April 2021. The dividend had been paid on 29 October 2021 to shareholders whose name appeared in the Record of Depositors at the close of business on 15 October 2021.



**INTERIM FINANCIAL STATEMENT**

**B12. Derivative Liabilities**

	Contract/Notional Amount		Fair Value	
	31.10.2021	31.10.2020	31.10.2021	31.10.2020
	RM'000	RM'000	RM'000	RM'000
Forward currency contracts				
- Less than 1 year	6,638	7,362	64	47

The Group does not apply hedge accounting.

The forward currency contract is used to hedge a subsidiary's purchase denominated in United States Dollar for which firm commitments existed at the end of the current financial quarter under review. The settlement dates on forward currency contracts range between 1 to 3 months after end of the current financial quarter under review.

**B13. Earnings Per Share**

The earnings per share for the current financial quarter and financial period under review are computed as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		6 Months Ended	
	31.10.2021	31.10.2020	31.10.2021	31.10.2020
	RM'000	RM'000	RM'000	RM'000
Profit after tax attributable to owners of the Company	1,336	2,111	2,355	4,701
Weighted average number of ordinary share in issue ('000) (basic)	519,372	405,645	519,372	405,632
Effect of conversion of warrants	-	-	-	5,672
Weighted average number of ordinary shares in issue ('000) (diluted)	519,372	405,645	519,372	411,304
Basic Earnings Per Share (sen)	0.26	0.52	0.45	1.16
Diluted Earnings Per Share (sen)	0.26	0.52	0.45	1.14