



RADIANT GLOBALTECH BERHAD

(Registration No.: 200301018877 (621297-A))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

CONTENTS

	Page
Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income	1 - 2
Unaudited Consolidated Statements of Financial Position	3 - 4
Unaudited Consolidated Statements of Changes in Equity	5 - 6
Unaudited Consolidated Statements of Cash Flows	7 - 8
Explanatory notes to the Interim Financial Report	9 - 12
Additional Information Required by the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad	13 - 17

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))
UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023⁽¹⁾**

	UNAUDITED CURRENT YEAR QUARTER 31.03.23 RM'000	UNAUDITED PRECEDING YEAR QUARTER 31.03.22 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.03.23 RM'000	UNAUDITED PRECEDING YEAR TO DATE 31.03.22 RM'000
Revenue	33,914	29,644	33,914	29,644
Cost of sales	<u>(19,915)</u>	<u>(19,539)</u>	<u>(19,915)</u>	<u>(19,539)</u>
Gross profit	13,999	10,105	13,999	10,105
Other income	<u>177</u>	<u>377</u>	<u>177</u>	<u>377</u>
	14,176	10,482	14,176	10,482
Selling and distribution expenses	(405)	(324)	(405)	(324)
Administrative expenses	(9,613)	(7,108)	(9,613)	(7,108)
Other expenses	(1,048)	(372)	(1,048)	(372)
Finance costs	(15)	(20)	(15)	(20)
Net (impairment) / reversal on financial assets	<u>(8)</u>	<u>99</u>	<u>(8)</u>	<u>99</u>
Profit before taxation	3,087	2,757	3,087	2,757
Income tax expense	<u>(1,086)</u>	<u>(923)</u>	<u>(1,086)</u>	<u>(923)</u>
Profit after taxation	2,001	1,834	2,001	1,834
Other comprehensive income, net of tax <i>Item that may be reclassified subsequently to profit or loss</i>				
Foreign currency translation differences	<u>(29)</u>	<u>(11)</u>	<u>(29)</u>	<u>(11)</u>
Total comprehensive income for the financial period	<u>1,972</u>	<u>1,823</u>	<u>1,972</u>	<u>1,823</u>
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	2,043	1,699	2,043	1,699
Non-controlling interests	<u>(42)</u>	<u>135</u>	<u>(42)</u>	<u>135</u>
	<u>2,001</u>	<u>1,834</u>	<u>2,001</u>	<u>1,834</u>

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))
UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023⁽¹⁾
(CONT'D)**

	UNAUDITED CURRENT YEAR QUARTER 31.03.23 RM'000	UNAUDITED PRECEDING YEAR QUARTER 31.03.22 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.03.23 RM'000	UNAUDITED PRECEDING YEAR TO DATE 31.03.22 RM'000
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	2,026	1,697	2,026	1,697
Non-controlling interests	(54)	126	(54)	126
	1,972	1,823	1,972	1,823
Earnings per share attributable to owners of the Company:-				
- Basic (Sen)	0.4 ⁽²⁾	0.3	0.4 ⁽²⁾	0.3
- Diluted (Sen)	0.4 ⁽²⁾	0.3	0.4 ⁽²⁾	0.3

Notes:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 March 2023. The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have any convertible securities outstanding.

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))
UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2023⁽¹⁾**

	Unaudited 31.03.23 RM'000	Audited 31.12.22 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	7,126	6,109
Intangible assets	487	602
Right of use assets	10,540	10,661
Deferred tax assets	688	684
Goodwill on acquisition	11,447	11,447
	<u>30,288</u>	<u>29,503</u>
CURRENT ASSETS		
Inventories	14,060	16,290
Trade receivables	26,279	31,347
Other receivables, deposits and prepayments	3,580	3,798
Amount owing by related parties	804	565
Current tax assets	3,206	3,495
Short-term investments	17,250	14,418
Fixed deposits with licensed banks	1,192	1,192
Cash and bank balances	21,137	26,893
	<u>87,508</u>	<u>97,998</u>
TOTAL ASSETS	<u>117,796</u>	<u>127,501</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	48,153	48,153
Merger deficit	(13,681)	(13,681)
Foreign exchange translation reserve	(172)	(155)
Retained profits	42,651	43,234
Shareholders' fund	76,951	77,551
Non-controlling interests	3,424	3,478
TOTAL EQUITY	<u>80,375</u>	<u>81,029</u>
NON-CURRENT LIABILITIES		
Provision	148	428
Lease liabilities	202	262
Hire purchase payables	191	129
Deferred revenue	88	105
Deferred tax liabilities	27	27
	<u>656</u>	<u>951</u>
CURRENT LIABILITIES		
Trade payables	8,060	13,070
Other payables and accruals	25,212	28,753
Amount owing to a related party	2,372	2,338
Amount owing to directors	636	606
Lease liabilities	341	339
Hire purchase payables	38	34
Current tax liabilities	106	381
	<u>36,765</u>	<u>45,521</u>
TOTAL LIABILITIES	<u>37,421</u>	<u>46,472</u>
TOTAL EQUITY AND LIABILITIES	<u>117,796</u>	<u>127,501</u>

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))
UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2023⁽¹⁾
(CONT'D)**

	Unaudited 31.03.23	Audited 31.12.22
Number of issued shares ('000)	525,200	525,200
Net assets per ordinary share attributable to owners of the Company (Sen)	<u>14.7</u>	<u>14.8</u>

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

	<---- Non-Distributable ---->			Distributable	Attributable	Non-	Total
	Share	Merger	Foreign	Retained	to	controlling	Equity
	Capital	Deficit	Exchange	Profits	Owners of	interests	
			Translation		the		
			Reserve		Company		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1.1.22	48,153	(13,681)	(193)	38,392	72,671	1,891	74,562
Profit after taxation	-	-	-	7,468	7,468	1,601	9,069
Other comprehensive income for the financial year:							
- Foreign currency translation differences	-	-	38	-	38	(14)	24
Total comprehensive income for the financial year	-	-	38	7,468	7,506	1,587	9,093
Dividend paid	-	-	-	(2,626)	(2,626)	-	(2,626)
Balance as at 31.12.22 (Audited)	48,153	(13,681)	(155)	43,234	77,551	3,478	81,029
Balance as at 1.1.23	48,153	(13,681)	(155)	43,234	77,551	3,478	81,029
Profit after taxation	-	-	-	2,043	2,043	(42)	2,001
Other comprehensive income for the financial period:							
- Foreign currency translation differences	-	-	(17)	-	(17)	(12)	(29)
Total comprehensive income for the financial period	-	-	(17)	2,043	2,026	(54)	1,972
Dividend paid	-	-	-	(2,626)	(2,626)	-	(2,626)
Balance as at 31.03.23 (Unaudited)	48,153	(13,681)	(172)	42,651	76,951	3,424	80,375

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended (“FYE”) 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-
TO-DATE ENDED 31 MARCH 2023⁽¹⁾**

	CURRENT YEAR TO DATE 31.03.23 RM'000	PRECEDING YEAR TO DATE 31.03.22 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,087	2,757
Adjustments for:		
Amortisation of intangible assets	115	145
Bad debt written off	27	-
Depreciation of property, plant and equipment	272	127
Depreciation of right-of-use assets	121	160
Gain on disposal of property, plant and equipment	(31)	-
Interest income	(91)	(30)
Interest expenses	15	20
Inventories written (back) / down	(32)	243
Impairment losses on trade receivables	121	84
Unrealised loss / (gain) on foreign exchange	11	(53)
Reversal of impairment losses on trade receivables	(113)	(183)
Operating profit before working capital changes	<u>3,502</u>	<u>3,270</u>
Decrease / (Increase) in inventories	2,262	(568)
Decrease in trade and other receivables	5,194	3,600
Decrease in trade and other payables	(8,782)	(2,379)
Increase in amount owing by related parties	(238)	(285)
Increase in amount owing to a related party	35	33
CASH FROM OPERATIONS	<u>1,973</u>	<u>3,671</u>
Income tax paid	<u>(1,075)</u>	<u>(876)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>898</u>	<u>2,795</u>
CASH FLOWS (FOR) / FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,177)	(28)
Interest received	91	30
NET CASH (FOR) / FROM INVESTING ACTIVITIES	<u>(1,086)</u>	<u>2</u>
CASH FLOWS FOR FINANCING ACTIVITIES		
Advances to directors	-	51
Dividend paid	(2,626)	-
Interest paid	(15)	(20)
Proceed from hire purchase payables	80	-
Repayment of lease liabilities	(57)	(98)
Repayment of hire purchase payables	(14)	(53)
NET CASH FOR FINANCING ACTIVITIES	<u>(2,632)</u>	<u>(120)</u>

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-
TO-DATE ENDED 31 MARCH 2023⁽¹⁾ (CONT'D)**

	CURRENT YEAR TO DATE 31.03.23 RM'000	PRECEDING YEAR TO DATE 31.03.22 RM'000
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(2,820)	2,677
EFFECT OF FOREIGN EXCHANGE TRANSLATION	(103)	(31)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	41,311	35,034
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>38,388</u>	<u>37,680</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISES:		
Short-term investments	17,250	22,545
Cash and bank balances	21,137	15,135
Fixed deposits with licensed banks	1,192	1,162
	<u>39,579</u>	<u>38,842</u>
Less: Fixed deposits pledged to licensed banks	(492)	(485)
Fixed deposits with tenure of more than 3 months	(699)	(677)
	<u>38,388</u>	<u>37,680</u>

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023

A1. Basis of Preparation

The interim financial report of the Group is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting, International Financial Reporting Standards (“IFRS”) 34, Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended (“FYE”) 31 December 2022. These explanatory notes attached to the interim financial report provide explanations of events and transactions that are significant for the understanding of the changes in the financial position and performance of the Group since the FYE 31 December 2022.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report is consistent with those adopted in the audited financial statements for FYE 31 December 2022 except for the adoption of the following MFRS and Amendments to MFRS which came into effect for annual periods beginning on or after 1 January 2023 and are applicable for the Group’s interim financial report for the quarter and year-to-date ended 31 March 2023, as disclosed below:

MFRSs and/or IC Interpretations (including the Consequential Amendments)

MFRS 17 Insurance Contracts

Amendments to MFRS 17: Insurance Contracts

Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101: Classification of Liabilities as Current or Non-Current

Amendments to MFRS 101: Disclosure of Accounting Policies

Amendments to MFRS 108: Definition of Accounting Policies

Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) do not have any material impact on the financial performance and position of the Group upon their initial application.

The Group has not applied in advance the following accounting standards and interpretations (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 period ended 31 March 2022:-

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

Effective for annual periods on or after

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 16: Lease Liability in a Sale and Leaseback

1 January 2024

Amendments to MFRS 101: Classification of Liabilities as Current or Non-current

1 January 2024

Amendments to MFRS 101: Non-current Liabilities with Covenants

1 January 2024

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023 (CONT'D)

A2. Changes in Accounting Policies (Cont'd)

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) is not expected to have a material impact on the financial statements of the Group upon their initial application.

A3. Auditors' Report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2022.

A4. Seasonal or Cyclical Factors

The business operations of the Group during the current financial quarter under review were not materially affected by any seasonal or cyclical factors.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items for the current financial quarter under review.

A6. Changes in Estimates

There were no material changes in estimates for the current financial quarter under review.

A7. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter under review.

A8. Dividends Paid

The following dividends were paid during the current financial periods ended:

	31.03.2023
<u>Interim dividend</u>	
Dividend per share (single-tier)	0.5 sen
For the financial year ended	31 December 2023
Approved and declared on	1 March 2023
Date paid	30 March 2023
Number of ordinary shares on which dividend was paid ('000)	525,200
Net dividend paid (RM'000)	2,626

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2023 (CONT'D)
A9. Segmental Reporting

The Group's operating segments information are as follows:-

	Hardware and Maintenance RM'000	Software RM'000	Group RM'000
Current year quarter ended 31 March 2023			
Revenue			
External revenue	25,999	7,915	33,914
Inter-segment revenue	9,666	509	10,175
	<u>35,665</u>	<u>8,424</u>	<u>44,089</u>
Consolidation adjustments			(10,175)
Consolidated revenue			<u>33,914</u>
Results			
Segmental profit before interest and taxation	1,835	1,176	3,011
Interest income			91
Finance costs			(15)
Consolidated profit before taxation			<u>3,087</u>
Income tax expense			(1,086)
Consolidated profit after taxation			<u>2,001</u>
Preceding year quarter ended 31 March 2022			
Revenue			
External revenue	25,470	4,174	29,644
Inter-segment revenue	67	191	258
	<u>25,537</u>	<u>4,365</u>	<u>29,902</u>
Consolidation adjustments			(258)
Consolidated revenue			<u>29,644</u>
Results			
Segmental profit before interest and taxation	2,581	166	2,747
Interest income			30
Finance costs			(20)
Consolidated profit before taxation			<u>2,757</u>
Income tax expense			(923)
Consolidated profit after taxation			<u>1,834</u>

A10. Significant Events Subsequent to the End of the Interim Financial Period

There were no significant events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A11. Changes in the Composition of the Group

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

A12. Fair Value of Financial Instruments

There were no gain or losses arising from fair value changes for all financial assets and liabilities for the current financial quarter under review.

A13. Capital Commitments

There were no capital commitments for the current financial quarter under review.

A14. Contingent Liabilities

The Group has no contingent liabilities as at the date of this report.

A15. Related Party Transactions

The Group had the following transactions during the financial period under review with related parties in which certain directors and major shareholders of the Company have substantial financial interests:

	Unaudited Current Year Quarter 31.03.23 RM'000	Unaudited Current Year to Date 31.03.23 RM'000
Related parties by virtue of common directors - Rental expenses	<u>26</u>	<u>26</u>
Related parties by virtue of major shareholders - Sales of Hardware and Software	<u>1,068</u>	<u>1,068</u>

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

For the quarter ended 31 March 2023 (1Q23)

For the first quarter ended 31 March 2023 (1Q23), the Group reported 14.5% higher revenue of RM33.9 million from RM29.6 million in the preceding year corresponding quarter ended 31 March 2022 (1Q22).

RM26.0 million or 76.7% of the revenue in 1Q23 was contributed by the Hardware and Maintenance segment, while the remaining RM7.9 million or 23.3% was derived from the Software segment.

As a comparison, RM25.5 million or 86.1% of the Group's revenue in 1Q22 was derived from the Hardware and Maintenance segment, while the remaining RM4.1 million or 13.9% was from the Software segment.

The Group recorded 38.6% higher gross profit to RM14.0 million in 1Q23 from RM10.1 million in 1Q22. Overall gross profit margin increased to 41.3% in 1Q23 from 34.1% in 1Q22. The increase in gross profit mainly due to deployment of projects in Hardware and Maintenance segment and completion of projects in Software segment.

The Group recorded profit before taxation of RM3.1 million in 1Q23 as compared to a profit before taxation of RM2.8 million in 1Q22. The increased in probit before taxation was mainly due to higher gross profit contributed from its business segments.

B2. Comparison with Immediate Preceding Quarter Results

	Quarter Ended		<---- Changes ---->	
	31.03.2023 RM'000	31.12.2022 RM'000	RM'000	%
Revenue	33,914	41,045	(7,131)	(17.4)
Profit before taxation	<u>3,087</u>	<u>4,022</u>	<u>(935)</u>	<u>(23.2)</u>

The Group's revenue of RM33.9 million for the current quarter under review was 17.4% lower than the RM41.0 million recorded in the previous quarter due to less deployment of Hardware and Maintenance segment in current quarter. The said impact was partially compensated by increased revenue in Software segment in current quarter.

The Group recorded profit before taxation of RM3.1 million in the current quarter as compared to RM4.0 million in the previous quarter. The decreased was mainly due less deployment of Hardware and Maintenance segment, resulted lesser gross profit contributed to the Group.

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. Prospects

The Group aims to expand our customer base to various other industries, leveraging our strong track record with prominent retailers and industrial companies. The Group plans to integrate our hardware and software solutions for both industrial and retail markets into more robust and customizable offerings that will fulfil enterprises' increasingly demanding technology needs.

With the reopening of international borders, the Group will focus our efforts on securing and implementing business enhancement solutions for our existing customers in the region, as well as capturing new market share.

Nonetheless, backed by its strong healthy balance sheet and robustness of its various solutions to capitalize on software, maintenance and support services segments to create a long-term sustainable revenue stream. The Group is cautiously optimistic about our business outlook for 2023 and expects that demand for retail and industrial automation solutions will remain strong, driven by businesses' desire to increase digitalisation and automation to increase our overall revenue and business value.

B4. Profit Forecast

The Group did not issue any profit forecast or guarantee during the current financial quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B5. Income Tax Expense

The breakdown of income tax expense are as follows:-

	Quarter Ended		Year-To-Date Ended	
	31.03.23 RM'000	31.03.22 RM'000	31.03.23 RM'000	31.03.22 RM'000
Income tax expense	1,086	1,111	1,086	1,111
Deferred tax	-	(188)	-	(188)
	<u>1,086</u>	<u>923</u>	<u>1,086</u>	<u>923</u>
Effective tax rate (%) ⁽¹⁾	<u>35.2</u>	<u>33.5</u>	<u>35.2</u>	<u>33.5</u>

Notes:

- (1) The Group's effective tax rate for the first quarter ended 31 March 2023 of 35.2% is higher than the statutory tax rate of 24.00% mainly due to unrecognised deferred tax assets arising from business losses of the subsidiaries.
- (2) Income tax expense is recognised based on management's best estimate.

B6. Status of Corporate Proposals

On 2 May 2023, Radiant Globaltech Berhad ("RGTECH") entered into a conditional share purchase agreement ("SPA") with Jejaka 7 Capital Sdn Bhd to acquire the remaining 200,000 ordinary shares in Grand-Flo Spritvest Sdn Bhd ("GFS") not already owned by RGTECH, representing 20% equity interest in GFS for a total purchase consideration of RM12,605,000 which will be satisfied entirely by cash, subject to the terms and conditions contained in the SPA ("Proposed Acquisition").

B7. Group Borrowings and Debt Securities

The Group's borrowings are as follows:

	Unaudited 31.03.23 RM'000	Audited 31.12.22 RM'000
Current:		
Lease liabilities	341	339
Hire purchase payables	<u>38</u>	<u>34</u>
	<u>379</u>	<u>373</u>
Non-current:		
Lease liabilities	202	262
Hire purchase payables	<u>191</u>	<u>129</u>
	<u>393</u>	<u>391</u>

All the borrowings are secured and denominated in Ringgit Malaysia.

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B8. Material Litigation

As at the date of this report, the Group is not engaged in any material litigation.

B9. Dividend

The Board of Directors had on 1 March 2023 declared a first interim single-tier dividend of 0.5 sen per ordinary share in respect of the financial year ended 31 December 2023 which has paid on 30 March 2023 to shareholders whose names appeared on the Record of Depositors on 16 March 2023.

B10. Earnings Per Share

The basic and diluted earnings per share for the current financial quarter and year-to-date are computed as follows:

	Quarter Ended		Year-To-Date Ended	
	31.03.23	31.03.22	31.03.23	31.03.22
	RM'000	RM'000	RM'000	RM'000
Profit after taxation attributable to owners of the Company	2,043	1,699	2,043	1,699
	<u>2,043</u>	<u>1,699</u>	<u>2,043</u>	<u>1,699</u>
	Quarter Ended		Year-To-Date Ended	
	31.03.23	31.03.22	31.03.23	31.03.22
Weighted average number of ordinary shares ('000)	525,200	525,200	525,200	525,200
	<u>525,200</u>	<u>525,200</u>	<u>525,200</u>	<u>525,200</u>
Earnings per share attributable to owners of the Company				
- Basic ⁽¹⁾ (Sen)	0.4	0.3	0.4	0.3
- Diluted ⁽²⁾ (Sen)	0.4	0.3	0.4	0.3
	<u>0.4</u>	<u>0.3</u>	<u>0.4</u>	<u>0.3</u>

Notes:

- (1) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 March 2023.
- (2) The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have any convertible securities.

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Profit before taxation is arrived at after charging / (crediting):-

	Quarter Ended		Year-To-Date Ended	
	31.03.23 RM'000	31.03.22 RM'000	31.03.23 RM'000	31.03.22 RM'000
Amortisation of intangible assets	115	145	115	145
Depreciation of property, plant and equipment	272	127	272	127
Depreciation of right-of-use assets	121	160	121	160
Gain on disposal of property, plant and equipment	(31)	-	(31)	-
Interest income	(91)	(30)	(91)	(30)
Interest expenses	15	20	15	20
Realised loss foreign exchange	586	5	586	5
Unrealised loss/(gain) on foreign exchange	11	(53)	11	(53)
Inventories written (back)/down	(32)	243	(32)	243
Net impairment/(reversal) on impairment losses on trade receivables	8	(99)	8	(99)

BY ORDER OF THE BOARD