

PRG HOLDINGS BERHAD
(Registration No: 200101005950 (541706-V))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER OF 2022

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2022 - UNAUDITED

	Quarter ended 31 March		Period ended 31 March	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Revenue	59,528	58,075	59,528	58,075
Cost of sales	(40,933)	(29,464)	(40,933)	(29,464)
Gross profit	18,595	28,611	18,595	28,611
Other income	436	950	436	950
Selling and marketing expenses	(1,502)	(3,967)	(1,502)	(3,967)
Administrative expenses	(7,456)	(9,588)	(7,456)	(9,588)
Other expenses	(234)	(5,359)	(234)	(5,359)
Interest income	736	1,118	736	1,118
Finance costs	(433)	(1,045)	(433)	(1,045)
Share of profits of associates, net of tax	1,290	-	1,290	-
Share of profit of a joint venture, net of tax	46	81	46	81
Profit before tax	11,478	10,801	11,478	10,801
Tax expense	(2,818)	(814)	(2,818)	(814)
Profit for the financial period	8,660	9,987	8,660	9,987
Other comprehensive income/(loss)				
Item that will not be reclassified subsequently to profit or loss				
Change in the fair value of equity instruments at fair value through other comprehensive income	-	61	-	61
Items that will be reclassified subsequently to profit or loss				
Foreign currency translations	320	2,250	320	2,250
Realisation of reserves from disposal of a subsidiary	-	(7,479)	-	(7,479)
Share of other comprehensive income of associates	24	-	24	-
Share of other comprehensive income of a joint venture	5	45	5	45
Total comprehensive income for the financial period	9,009	4,864	9,009	4,864

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (continued)
FOR THE PERIOD ENDED 31 MARCH 2022 - UNAUDITED

	Quarter ended 31 March		Period ended 31 March	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Profit attributable to:				
Owners of the parent	4,094	937	4,094	937
Non-controlling interests	4,566	9,050	4,566	9,050
	<u>8,660</u>	<u>9,987</u>	<u>8,660</u>	<u>9,987</u>
Total comprehensive income attributable to:				
Owners of the parent	4,267	2,174	4,267	2,174
Non-controlling interests	4,742	2,690	4,742	2,690
	<u>9,009</u>	<u>4,864</u>	<u>9,009</u>	<u>4,864</u>
Basic/Diluted earnings per ordinary share attributable to owners of the parent (sen):	0.95	0.22	0.95	0.22

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

PRG HOLDINGS BERHAD
(Registration No: 200101005950 (541706-V))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER OF 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022 - UNAUDITED

	Notes	As at 31 March 2022 RM'000	(Audited) As at 31 December 2021 RM'000
Non-current assets			
Property, plant and equipment		25,942	25,191
Right-of-use assets		18,177	18,248
Intangible assets		1,246	1,240
Investments in associates		7,711	6,383
Investment in a joint venture		982	931
Trade and other receivables		61,781	61,156
Contract assets		4,082	4,082
Deferred tax assets		224	224
Total non-current assets		<u>120,145</u>	<u>117,455</u>
Current assets			
Inventories		56,237	61,919
Biological assets		81,048	81,048
Trade and other receivables		55,168	48,525
Contract assets		23,973	17,946
Current tax assets		1,714	596
Cash and bank balances		35,897	37,741
Total current assets		<u>254,037</u>	<u>247,775</u>
Total assets		<u>374,182</u>	<u>365,230</u>
Equity			
Share capital		144,530	144,530
Treasury shares		(87)	(87)
Exchange translation differences		(1,152)	(1,325)
Fair value reserve		(28,327)	(28,327)
Retained earnings		39,863	35,769
Total attributable to owners of the parent		<u>154,827</u>	150,560
Non-controlling interests		55,887	51,145
Total equity		<u>210,714</u>	<u>201,705</u>
Non-current liabilities			
Borrowings	B7	48,456	48,067
Trade and other payables		50	49
Lease liabilities		1,875	1,875
Deferred tax liabilities		1,260	1,260
Total non-current liabilities		<u>51,641</u>	<u>51,251</u>

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER OF 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
AS AT 31 MARCH 2022 - UNAUDITED

		As at 31 March 2022 RM'000	(Audited) As at 31 December 2021 RM'000
Current liabilities			
Borrowings	B7	5,805	9,301
Trade and other payables		94,999	94,526
Contract liabilities		2,948	2,270
Lease liabilities		1,568	1,653
Current tax liabilities		6,507	4,524
Total current liabilities		<u>111,827</u>	<u>112,274</u>
Total liabilities		<u>163,468</u>	<u>163,525</u>
Total equity and liabilities		<u>374,182</u>	<u>365,230</u>
Net assets per share attributable to owners of the parent (RM)	B12	<u>0.3605</u>	<u>0.3506</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER OF 2022

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2022 - UNAUDITED

	<----- Attributable to owners of the parent ----->					Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Exchange translation differences RM'000	Fair value reserve RM'000	Retained earnings RM'000			
<u>3 months ended 31 March 2021</u>								
Balance as at 1 January 2021	144,530	(87)	(2,778)	(24,297)	36,601	153,969	46,688	200,657
Profit for the financial period	-	-	-	-	937	937	9,050	9,987
Change in the fair value of equity investments at fair value through other comprehensive income	-	-	-	61	-	61	-	61
Foreign currency translations	-	-	1,206	-	-	1,206	1,044	2,250
Realisation of reserves from disposal of a subsidiary	-	-	(75)	-	-	(75)	(7,404)	(7,479)
Share of other comprehensive income of a joint venture, net of tax	-	-	45	-	-	45	-	45
Total comprehensive income	-	-	1,176	61	937	2,174	2,690	4,864
Balance as at 31 March 2021	<u>144,530</u>	<u>(87)</u>	<u>(1,602)</u>	<u>(24,236)</u>	<u>37,538</u>	<u>156,143</u>	<u>49,378</u>	<u>205,521</u>
<u>3 months ended 31 March 2022</u>								
Balance as at 1 January 2022	144,530	(87)	(1,325)	(28,327)	35,769	150,560	51,145	201,705
Profit for the financial period	-	-	-	-	4,094	4,094	4,566	8,660
Foreign currency translations	-	-	144	-	-	144	176	320
Share of other comprehensive income of associates, net of tax	-	-	24	-	-	24	-	24
Share of other comprehensive income of a joint venture, net of tax	-	-	5	-	-	5	-	5
Total comprehensive income	-	-	173	-	4,094	4,267	4,742	9,009
Balance as at 31 March 2022	<u>144,530</u>	<u>(87)</u>	<u>(1,152)</u>	<u>(28,327)</u>	<u>39,863</u>	<u>154,827</u>	<u>55,887</u>	<u>210,714</u>

Note 1

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

PRG HOLDINGS BERHAD
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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER OF 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2022 - UNAUDITED

	Period ended 31 March	
	2022 RM'000	2021 RM'000
Cash flows from operating activities		
Profit before tax	11,478	10,801
Adjustments for:		
Non-cash items	1,653	5,946
Finance costs	433	1,045
Interest income	(736)	(1,118)
Share of profits of associates	(1,290)	-
Share of profit of a joint venture	(46)	(81)
Operating profit before changes in working capital	11,492	16,593
Change in inventories	5,835	1,169
Change in bank balances held on behalf of clients	-	16,429
Change in trade and other receivables	(9,037)	(14,812)
Change in contract assets	(6,847)	(45)
Change in trade and other payables	2,192	(5,094)
Change in contract liabilities	656	(451)
Cash generated from operations	4,291	13,789
Tax paid (net)	(1,971)	(268)
Net cash generated from operating activities	2,320	13,521
Cash flows from investing activities		
Acquisition of property, plant and equipment and intangible assets	(1,390)	(1,970)
Repayments from joint ventures	6	8
Repayment from associates	-	145
Dividends received from a joint venture	-	202
Interest received	107	117
Proceeds from disposals of property, plant and equipment	9	82
Net cash flows from disposal of a subsidiary	-	(8,318)
Deposits (placed with)/uplift from financial institutions with original maturity of more than three (3) months	(2,064)	117
Withdrawal of restricted cash	527	-
Net cash used in investing activities	(2,805)	(9,617)
Cash flows from financing activities		
Interest paid	(289)	(790)
Drawdown of borrowings	-	4,800
Repayments of borrowings	(3,151)	(6,457)
Repayments of lease liabilities	(102)	(1,128)
Advances from shareholders	623	1,290
Net cash used in financing activities	(2,919)	(2,285)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
FOR THE PERIOD ENDED 31 MARCH 2022 - UNAUDITED

	Period ended 31 March	
	2022 RM'000	2021 RM'000
Net (decrease)/increase in cash and cash equivalents	(3,404)	1,619
Effects of exchange rate changes	(13)	2,460
Cash and cash equivalents at beginning of financial period	30,487	21,021
Cash and cash equivalents at end of financial period	27,070	25,100
Cash and cash equivalents comprise:		
Cash and bank balances	35,897	39,738
Less: Bank overdraft	(439)	(761)
Deposits placed with financial institutions with original maturity of more than three (3) months	(8,188)	(13,150)
Restricted cash	(200)	(727)
	27,070	25,100

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

A1 BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements of MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB"), IAS 34 *Interim Financial Reporting* and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021. The explanatory notes attached to 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 Group since the financial year ended 31 December 2021.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2021 except for the new Malaysian Financial Reporting Standards ("MFRS"), interpretation and amendments to standards to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2022:

Title	Effective Date
Annual Improvement to MFRS Standards 2018-2020	1 January 2022
Reference to the Conceptual Framework (Amendments to MFRS 3 <i>Business Combinations</i>)	1 January 2022
Property, Plant and Equipment - Proceeds before Intended Use (Amendments to MFRS 116 <i>Property, Plant and Equipment</i>)	1 January 2022
Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137 <i>Provisions, Contingent Liabilities and Contingent Assets</i>)	1 January 2022

The adoption of the above did not have any significant effects on the interim financial statements upon their initial application.

A2 AUDITORS' REPORT ON PRECEDING YEAR'S FINANCIAL STATEMENTS

The report of the auditors to members of the Company dated 23 March 2022 on the audited financial statements for the financial year ended 31 December 2021 did not contain any qualification.

A3 SEASONALITY OF OPERATIONS

The Group's results were not materially affected by any major seasonal or cyclical factors.

A4 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOW

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter and financial period under review.

A5 CHANGES IN ACCOUNTING ESTIMATES

There were no changes in accounting estimates that have had a material effect in the results of the current quarter and financial period under review.

A6 DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during current financial period under review.

A7 DIVIDENDS PAID

No dividend was paid in current financial period under review.

A8 OPERATING SEGMENTS

Information on reportable segments is presented as follows:

	Manufacturing RM'000	Property development & construction RM'000	Agriculture RM'000	Retail RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<u>For the period ended 31 March 2021 (restated)</u>							
Revenue							
Revenue from external customers	32,626	8,512	430	460	16,047	-	58,075
Inter-segment revenue	55	634	-	222	-	(911)	-
Total revenue	<u>32,681</u>	<u>9,146</u>	<u>430</u>	<u>682</u>	<u>16,047</u>	<u>(911)</u>	<u>58,075</u>
Segment results	5,527	938	(674)	(2,023)	6,952	-	10,720
Share of profit of a joint venture, net of tax	81	-	-	-	-	-	81
Profit/(Loss) before tax	<u>5,608</u>	<u>938</u>	<u>(674)</u>	<u>(2,023)</u>	<u>6,952</u>	<u>-</u>	<u>10,801</u>
Tax expense							(814)
Profit for the financial period							<u><u>9,987</u></u>
 <u>For the period ended 31 March 2022</u>							
Revenue							
Revenue from external customers	30,019	29,445	-	-	64	-	59,528
Inter-segment revenue	16	353	-	-	-	(369)	-
Total revenue	<u>30,035</u>	<u>29,798</u>	<u>-</u>	<u>-</u>	<u>64</u>	<u>(369)</u>	<u>59,528</u>
Segment results	3,225	8,147	(526)	-	(704)	-	10,142
Share of profit of a joint venture, net of tax	46	-	-	-	-	-	46
Share of profits of associates, net of tax	-	-	-	-	1,290	-	1,290
Profit/(Loss) before tax	<u>3,271</u>	<u>8,147</u>	<u>(526)</u>	<u>-</u>	<u>586</u>	<u>-</u>	<u>11,478</u>
Tax expense							(2,818)
Profit for the financial period							<u><u>8,660</u></u>

A9 EVENTS AFTER BALANCE SHEET DATE

There were no material events subsequent to the end of the financial period.

A10 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period.

A11 CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities and contingent assets since the last annual balance sheet as at 31 December 2021.

A12 CAPITAL COMMITMENTS

Contracted but not provided for:
 - Acquisition of property, plant and equipment

**As at
 31/3/2022
 RM'000**

3,296

A13 MATERIAL RELATED PARTY TRANSACTIONS

	Quarter ended		Period ended	
	31 March		31 March	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
<u>Transaction with joint venture partner</u>				
Sale of goods	288	455	288	455
<u>Transaction with corporation in which Director of an associate has interest</u>				
Sale of goods	-	783	-	783

Apart from the above, there were no other material related party transactions entered into during the current quarter and financial period under review.

B1 ANALYSIS OF PERFORMANCE

The Group's revenue of RM59.5 million for current quarter and period ended 31 March 2022 was RM1.4 million higher than the RM58.1 million revenue reported in the corresponding quarter and period of 2021. The Group recorded a profit before tax of RM11.5 million for current quarter and period ended 31 March 2022 was RM0.7 million higher than the RM10.8 million profit before tax reported in the corresponding quarter and period of 2021.

Increase in the Group's revenue and profit before tax during the current quarter and period ended 31 March 2022 as compared to the corresponding period and quarter of 2021 was mainly due to increase in revenue from property development project, Embayu @ Damansara West ("Embayu project").

The increase in the Group's profit before tax for the current quarter and period ended 31 March 2021 was mainly due to lesser distribution and administration expenses incurred after disposal of security brokerage business and closure of retail store in the second quarter of 2021.

a) Manufacturing

The revenue of RM30.0 million from manufacturing segment for current quarter and period ended 31 March 2022 was RM2.6 million lower than RM32.6 million recorded in the corresponding quarter and period of 2021. The profit before tax of RM3.3 million from manufacturing segment for current quarter and period ended 31 March 2022 was RM2.3 million lower than RM5.6 million recorded in the corresponding quarter and period of 2021.

The decrease in revenue and profit before tax for manufacturing segment for the current quarter and period ended 31 March 2022 was mainly due to lower sales order for webbing products during current quarter and period ended 31 March 2022.

b) Property development & construction

The property development & construction segment recorded RM29.4 million revenue for the current quarter and period ended 31 March 2022, which was RM20.9 million higher than RM8.5 million recorded in the corresponding quarter and period of 2021. Profit before tax of RM8.1 million from property development & construction segment for the current quarter and period ended 31 March 2022 was RM7.2 million higher than profit before tax of RM0.9 million recorded in the corresponding quarter and period of 2021.

The increase in revenue and profit before tax for the current quarter and period ended 31 March 2022 for property development & construction segment was mainly due to recognition of higher percentage of sales and construction progress from Embayu project.

c) Agriculture

There is no revenue recognised in the quarter and period ended 31 March 2022 as the logging activities were temporary stopped while waiting for renewal of logging licence which subsequently obtained in April 2022. Further, the site operations also were affected by raining season in the beginning of year 2022. Loss before tax of RM0.5 million from agriculture segment for the current quarter and period ended 31 March 2022 was RM0.2 million lower than loss before tax of RM0.7 million recorded in the corresponding quarter and period of 2021. Lower loss before tax for the current quarter and period ended 31 March 2022 was mainly due to lesser administrative expenses incurred.

d) Retail

No revenue and profit generated from retail segment for current quarter and period ended 31 March 2022 was mainly due to closure of retail store in the second quarter of 2021.

B1 ANALYSIS OF PERFORMANCE (continued)

e) Others

The revenue from others segment for current quarter and period ended 31 March 2022 was RM16.0 million lower than the corresponding quarter and period of 2021 mainly due to the revenue of RM16.0 million for the corresponding quarter and period of 2021 was contributed by the security brokerage business disposed by the Group in March 2021 (2022: RM Nil).

The others segment recorded profit before tax of RM0.6 million for current quarter and period ended 31 March 2022, which was RM6.4 million lower than profit before tax of RM7.0 million recorded in corresponding quarter and period of 2021, mainly due to profit before tax of RM12.2 million generated by the security brokerage subsidiaries disposed by the Group in March 2021 (2022: RM Nil), partially offset by the loss on disposal of the security brokerage subsidiaries of RM5.0 million was recognised for the corresponding quarter and period of 2021 (2022: RM Nil). By excluding the one off impact, the profit before tax in current quarter and period was higher than in corresponding quarter and period of 2021 by RM0.9 million, which was mainly contributed by share of profits of newly acquired associates in December 2021 recorded in current quarter and period amounted to RM1.3 million (2021: RM Nil).

B2 COMPARISON WITH IMMEDIATE PRECEDING QUARTER

The Group recorded revenue of RM59.5 million and profit before tax of RM11.5 million for the current quarter ended 31 March 2022 as compared to revenue of RM61.4 million and loss before tax of RM15.5 million for the immediate preceding quarter. The decrease in revenue was due lower sales order from manufacturing segment in current quarter ended 31 March 2022 as compared to immediate preceding quarter. Higher profit before tax for current quarter ended 31 March 2022 was also due to the one-off impairment losses on goodwill and other assets recognised in immediate preceding quarter.

B3 PROSPECTS FOR CURRENT FINANCIAL YEAR

With the re-opening of businesses and transition to endemic phase of COVID-19, the global economy was expected to recover in year 2022. However, the recent geopolitical risks and lockdown in major cities in China have further disrupted the global supply-chain and pressured the global price inflation.

The property market in Malaysia remains challenging. The recent increase in overnight policy rate by 25 basis points will have a significant impact on property market. Further, the shortage of skilled manpower, rising raw material prices and increase in labour cost will affect the progress and performance of property development division. The Group will continue monitor and implement appropriate business strategies and cost rationalisation strategies in order to address the challenges and risks.

The supply chain disruption coupled with the rising costs of material remain the major challenges that affect manufacturing operations. Material and labour shortages, lingering shipping issues also have made our manufacturing operating environment extremely challenging. In view of the uncertainty of global economy, the Group will continue to operate within the constraints, revisit the market demand, pricing strategies as well as rationalise the cost structure in order to stay competitive in the market.

Amid the labour shortages and operating costs escalation, the Group believes agriculture division will contribute positively to the Group with the anticipation of increasing demand and teak wood prices.

The Board takes cognisance that the unpredictable global environment and geopolitical conflicts, the Group will remain resilient and vigilant to manage the associated risks in order to maintain the sustainability of the businesses.

B4 PROFIT FORECAST

Not applicable as the Group did not publish any profit forecast.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES
BERHAD (continued)

B5 TAX EXPENSE

	Quarter ended 31 March		Period ended 31 March	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Current tax expense				
- Malaysia	2,510	568	2,510	568
- Overseas	308	301	308	301
	2,818	869	2,818	869
Deferred tax	-	(55)	-	(55)
	2,818	814	2,818	814

The effective tax rates of the Group for the current quarter and period ended 31 March 2022 were higher than the statutory tax rate as certain expenses was not tax deductible.

B6 STATUS OF CORPORATE PROPOSALS

a) Proposed disposal and joint venture in relation to a piece of land located in Taman Gading, Batu Gajah, Perak ("Batu Gajah Land")

On 26 August 2020, PRG announced that Premier Construction Sdn Bhd ("PCSB"), a wholly-owned subsidiary of PRG Property which in turn is a wholly-owned subsidiary of PRG, had on even date entered into a sale & purchase agreement ("SPA") with Semangat Hikmat Sdn Bhd ("SHSB") for the disposal of Batu Gajah Land for a total consideration of RM7,200,000. ("Proposed Disposal")

On 30 March 2021, PRG announced that PCSB has on 30 March 2021 entered into a Deed of Termination with SHSB whereby PCSB and SHSB have mutually agreed to terminate the SPA and the Proposed Disposal. On 30 March 2021, PCSB has entered into a Joint Venture Agreement with SHSB for the proposed development of Batu Gajah Land for residential developments scheme together with all the necessary infrastructure and public utilities.

Up to the date of this announcement, the first further sum of RM3.2 million was received from SHSB.

Save for the above, there were no corporate proposals announced but not completed as at the date of this report.

B7 BORROWINGS

The Group's borrowings are as follows:

	As at	
	31/03/2022 RM'000	31/12/2021 RM'000
Current liabilities	5,805	9,301
Non-current liabilities	48,456	48,067
	54,261	57,368

The borrowings are denominated in Ringgit Malaysia.

The bank borrowings are secured by way of debentures on the fixed and floating assets of the Group and corporate guarantees of the Company.

B8 DIVIDENDS

No dividend has been proposed by the Board of Directors for the financial year ending 31 December 2022.

B9 NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 31 March		Period ended 31 March	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Operating income is arrived at after charging/(crediting):				
Depreciation and amortisation	741	2,489	741	2,489
Interest expense	433	1,045	433	1,045
Inventories written down	67	-	67	-
Net loss on foreign exchange	117	117	117	117
Interest income	(736)	(1,118)	(736)	(1,118)
Gain on disposals of property, plant and equipment	(5)	(12)	(5)	(12)
Loss on disposal of subsidiaries	-	4,975	-	4,975
Reversal of inventories written down	(101)	(1,615)	(101)	(1,615)

- Apart from the above, there were no impairment of other assets during the current quarter and financial period under review.
- There were no gain or loss on derivatives during the current quarter and financial period under review.
- There were no exceptional items during the current quarter and financial period under review.

B10 MATERIAL LITIGATION

The Group is not involved in any claim or legal action that will have a material effect on the Group's financial position, results of operations or liquidity as at the date of this report.

B11 EARNINGS PER ORDINARY SHARE

- Basic earnings per ordinary share

Basic earnings per ordinary share is calculated by dividing the profit attributable to owners of the parent for the period by the weighted average number of ordinary shares in issue during the period (excluding treasury shares).

	Quarter ended 31 March		Period ended 31 March	
	2022	2021	2022	2021
Profit attributable to owners of the parent (RM'000)	4,094	937	4,094	937
Weighted average number of ordinary shares in issue ('000)	429,439	429,439	429,439	429,439
Basic earnings per ordinary share (sen)	0.95	0.22	0.95	0.22

- Diluted earnings per ordinary share

Diluted earnings per ordinary share is calculated by dividing the profit attributable to owners of the parent for the period by the weighted average number of ordinary shares in issue adjusted for the effects of dilutive potential ordinary shares.

The diluted earnings per share is same as the basic earnings per share because there were no dilutive potential ordinary shares outstanding as at the end of the financial periods ended 31 March 2022 and 31 March 2021.

B12 NET ASSETS PER SHARE

Net assets per share attributable to owners of the parent is arrived at by dividing the total equity attributable to owners of the parent at the end of the period by the number of ordinary shares in issue at the end of the period (excluding treasury shares).

	As at	
	31/3/2022	31/12/2021 (Audited)
Total equity attributable to owners of the parent (RM'000)	154,827	150,560
Number of ordinary shares in issue ('000)	429,857	429,857
Number of shares repurchased ('000)	(418)	(418)
Number of ordinary shares in issue (excluding treasury shares) ('000)	429,439	429,439
Net assets per share attributable to owners of the parent (RM)	0.3605	0.3506

B13 AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 26 May 2022.