

PERAK TRANSIT BERHAD
Registration No: 200801030547 (831878-V)

The Board of Directors (“**Board**”) of Perak Transit Berhad (“**Perak Transit**” or the “**Company**” or the “**Group**”) is pleased to announce the following unaudited consolidated results for the quarter and financial period ended (“**FPE**”) 30 June 2021.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND FPE 30 JUNE 2021 ⁽¹⁾**

		Current period 3 months ended		Cumulative period 6 months ended	
	Note	30.06.2021 RM'000	30.06.2020 RM'000	30.06.2021 RM'000	30.06.2020 RM'000
Revenue	A9	34,946	19,389	70,398	49,118
Cost of sales and services		(13,818)	(8,787)	(28,173)	(23,900)
Gross profit		21,128	10,602	42,225	25,218
Other operating income		1,662	1,749	3,372	3,130
General and administrative expenses		(2,563)	(2,673)	(5,235)	(5,430)
Finance costs		(2,206)	(3,435)	(4,436)	(7,418)
Profit before tax	B12	18,021	6,243	35,926	15,500
Tax (expenses)/income	B5	(4,557)	1,876	(9,056)	1,255
Profit and total comprehensive income for the period		13,464	8,119	26,870	16,755
Profit and total comprehensive income attributable to:					
Owners of the Company		13,458	8,053	26,859	16,663
Non-controlling interests		6	66	11	92
		13,464	8,119	26,870	16,755
Earnings per share	B11				
- Basic (Sen)		2.12	1.70	4.23	3.52
- Diluted (Sen)		2.12	1.67	4.23	3.45

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Comprehensive Income are detailed in note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended (“**FYE**”) 31 December 2020 as well as the accompanying explanatory notes attached to the interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF
FINANCIAL POSITION AS AT 30 JUNE 2021 ⁽¹⁾**

	Note	Unaudited as at 30.06.2021 RM'000	Audited as at 31.12.2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		582,191	567,717
Investment properties		83,834	84,693
Contract cost		3,384	535
Goodwill on consolidation		1,623	1,623
Deferred tax assets		-	1,515
Total non-current assets		671,032	656,083
Current assets			
Inventories		730	871
Trade and other receivables		39,687	45,579
Contract assets		1,922	304
Current tax assets		717	1,100
Other assets		2,660	3,042
Fixed deposits, cash and bank balances		21,025	22,116
Total current assets		66,741	73,012
Total assets		737,773	729,095
EQUITY AND LABILITIES			
Capital and reserves			
Share capital		287,557	287,557
Treasury shares		(7,944)	(7,944)
Revaluation reserve		33,964	33,964
Retained earnings		172,493	155,789
Equity attributable to owners of the Company		486,070	469,366
Non-controlling interests		136	130
Total equity		486,206	469,496
Non-current liabilities			
Obligations under hire-purchase arrangements	B8	289	219
Borrowings	B8	171,000	192,000
Lease liabilities	B8	2,160	2,608
Deferred capital grant		8,083	8,183
Deferred tax liabilities		8,046	2,572
Total non-current liabilities		189,578	205,582

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FINANCIAL POSITION AS AT 30 JUNE 2021 ⁽¹⁾**

		Unaudited as at 30.06.2021 RM'000	Audited as at 31.12.2020 RM'000
	Note		
Current liabilities			
Trade and other payables		10,342	9,068
Obligations under hire-purchase arrangements	B8	273	200
Borrowings	B8	36,000	30,000
Lease liabilities	B8	876	849
Current tax liabilities		180	138
Deferred capital grant		200	200
Other liabilities		14,118	13,562
Total current liabilities		61,989	54,017
Total liabilities		251,567	259,599
Total equity and liabilities		737,773	729,095
Net assets per ordinary share attributable to ordinary equity holders of the Company (RM)		0.7658 ⁽²⁾	0.2959 ⁽²⁾

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are detailed in note A1 and should be read in conjunction with the audited financial statements of the Company for the FYE 31 December 2020 as well as the accompanying explanatory notes attached to the interim financial report.
- (2) Net assets per ordinary share attributable to ordinary equity holders of the Company is calculated based on the Company's weighted average share capital of 634,733,573 and 1,586,008,980 ordinary shares as at 30 June 2021 and 31 December 2020 respectively.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FPE 30 JUNE 2021 ⁽¹⁾								
		← - - - - Attributable to Owners of the Company - - - - →						
	Note	Share Capital RM'000	Treasury Shares RM'000	Non-Distributable Property Revaluation Reserve RM'000	Distributable Retained Earnings RM'000	Subtotal RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance as of January 1, 2020		167,093	(230)	33,964	129,915	330,742	1,562	332,304
Profit net of tax, representing total comprehensive income for the period		-	-	-	16,663	16,663	92	16,755
Dividends to non-controlling interests		-	-	-	-	-	(2)	(2)
Own shares acquired		-	(319)	-	-	(319)	-	(319)
Dividends to owners of the company	B10	-	-	-	(3,549)	(3,549)	-	(3,549)
Total transactions with owners of the Company		-	(319)	-	(3,549)	(3,868)	-	(3,868)
Balance as of June 30, 2020		167,093	(549)	33,964	143,029	343,537	1,652	345,189

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		← ----- Attributable to Owners of the Company ----- →						
	Note	Share Capital RM'000	Treasury Shares RM'000	Non- Distributable Property Revaluation Reserve RM'000	Distributable Retained Earnings RM'000	Subtotal RM'000	Non- controlling Interests RM'000	Total Equity RM'000
Balance as of January 1, 2021		287,557	(7,944)	33,964	155,789	469,366	130	469,496
Profit net of tax, representing total comprehensive income for the period		-	-	-	26,859	26,859	11	26,870
Dividends to non- controlling interests		-	-	-	-	-	(4)	(4)
Effect of increase in stake in subsidiaries		-	-	-	1	1	(1)	-
Dividends to owners of the Company	B10	-	-	-	(10,156)	(10,156)	-	(10,156)
Total transactions with owners of the Company		-	-	-	(10,156)	(10,156)	-	(10,156)
Balance as of June 30, 2021		287,557	(7,944)	33,964	172,493	486,070	136	486,206

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are detailed in note A1 and should be read in conjunction with the audited financial statements of the Company for the FYE 31 December 2020 as well as the accompanying explanatory notes attached to the interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS
STATEMENT FOR THE FPE 30 JUNE 2021 ⁽¹⁾**

	Current 6 months ended 30.06.2021 RM'000	Preceding 6 months ended 30.06.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	26,870	16,755
Adjustments for:		
Finance costs	4,436	7,418
Depreciation of property, plant and equipment and investment properties	10,138	6,585
Property, plant and equipment written off	-	- ⁽²⁾
Tax expenses/(income)	9,056	(1,255)
Amortisation of deferred capital grant	(100)	(100)
Amortisation of contract cost	201	-
Interest income	(92)	(304)
	<u>50,509</u>	<u>29,099</u>
Movements in working capital:		
Inventories	141	223
Trade and other receivables	5,892	4,180
Contract assets	(1,618)	(1,370)
Other assets	4,776	(1,029)
Trade and other payables	(1,476)	(496)
Other liabilities	(4,155)	(144)
Cash Generated From Operations	<u>54,069</u>	<u>30,463</u>
Interest received on current accounts	3	117
Income tax paid	(1,642)	(1,487)
Net Cash From Operating Activities	<u>52,430</u>	<u>29,093</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on fixed deposits	88	185
Interest received on other investment	1	2
Proceeds from disposal of property, plant and equipment	- ⁽³⁾	-
Purchase of property, plant and equipment and investment properties	(23,472)	(57,239)
Investment in subsidiaries	- ⁽⁴⁾	-
Additions of contract cost	(300)	-
Net Cash Used In Investing Activities	<u>(23,683)</u>	<u>(57,052)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Sukuk Murabahah Programme	(15,000)	(9,000)
Finance costs paid	(4,436)	(7,418)
Dividends paid	(9,839)	(3,549)
Net placement of fixed deposits pledged to banks	(84)	(82)
Repayment of obligations under hire-purchase arrangements	(138)	(98)
Repayment of lease liabilities	(421)	(529)
Dividends paid to non-controlling interests	(4)	(2)
Repurchase of treasury shares	-	(319)
Net Cash Used In Financing Activities	<u>(29,922)</u>	<u>(20,997)</u>

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	Current 6 months ended 30.06.2021 RM'000	Preceding 6 months ended 30.06.2020 RM'000
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,175)	(48,956)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD, 1ST JANUARY	12,357	65,938
CASH AND CASH EQUIVALENTS AT END OF PERIOD, 30TH JUNE	11,182	16,982
Cash and cash equivalents comprise the following:		
Fixed deposits with licensed banks	10,188	11,540
Cash and bank balances	10,837	15,363
	21,025	26,903
Less: Fixed deposits pledged to licensed banks	(9,843)	(9,921)
	11,182	16,982

Notes:

- (1) *The basis of preparation of the Unaudited Condensed Consolidated Cash Flows Statement are detailed in note A1 and should be read in conjunction with the audited financial statements of the Company for the FYE 31 December 2020 as well as the accompanying explanatory notes attached to the interim financial report.*
- (2) *Represents RM22.*
- (3) *Represents RM1.*
- (4) *Represents RM(2).*

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PERAK TRANSIT BERHAD**Registration No: 200801030547 (831878-V)****NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021****A COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134: INTERIM FINANCIAL REPORTING****A1 Basis of preparation**

This condensed consolidated interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Rule 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The accounting policies and methods of computation adopted by the Group in this unaudited condensed consolidated interim financial report are consistent with those adopted in the annual financial statements of the Group. This unaudited condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Company for the FYE 31 December 2020 and the accompanying explanatory notes therein.

The accompanying explanatory notes attached to this unaudited condensed consolidated interim financial report provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of the Group since FYE 31 December 2020.

A2 Significant Accounting PoliciesAdoption of Amendments to MFRS

The significant accounting policies adopted are consistent with those of the audited financial statements for the FYE 31 December 2020, except for the adoption of the following MFRSs and Amendments:

Amendment to MFRS 16	Covid-19 Related Rent Concessions
Amendment to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform - Phase 2

Initial application of the above standards did not have any significant effect on the financial statements of the Group.

Standards issued but not yet effective and have not been early adopted

The Group has not adopted the following standards that have been issued by the MASB but are not yet effective for the Group:

Amendments to MFRS 16	Covid-19 Related Rent Concessions beyond 30 June 2021 ¹
Amendments to MFRS 3	Reference to the Conceptual Framework ²
Amendments to MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use ²
Amendments to MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract ²
Annual improvement to MFRS Standards 2018 – 2020 ²	
MFRS 17 and Amendments to MFRS 17	Insurance Contracts ³
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current ³
Amendments to MFRS 101 and MFRS Practice Statement 2	Disclosure of Accounting Policies ³
Amendments to MFRS 108	Definition of Accounting Estimates ³
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction ³
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ⁴

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- 1 Effective for financial periods beginning on or after 1 April 2021.
- 2 Effective for financial periods beginning on or after 1 January 2022.
- 3 Effective for financial periods beginning on or after 1 January 2023.
- 4 Effective date to be announced.

The Group will adopt the above standards when they become effective in the respective financial periods. These standards are not expected to have any effect to the financial statements of the Group upon initial applications.

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements of the Group for the FYE 31 December 2020 was not subject to any qualification.

A4 Seasonal or Cyclical Factors

During the current quarter and period under review, the Group witnessed lower passenger movement for its integrated public transportation terminal operations and bus operations and reduced domestic fuel demand for its petrol station operations due to the Movement Control Order ("MCO") imposed by the Malaysian Government to curb the Covid-19 outbreak.

A5 Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

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

A6 Changes in Estimates

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

A7 Changes in Debt and Equity Securities

Save as disclosed below, there were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter and period under review:

Share Consolidation

On 18 January 2021, the proposed share consolidation which involves the consolidation of every three (3) existing PTRANS shares into one (1) PTRANS share was completed following the listing of and quotation for 645,133,572 consolidated shares (inclusive of 10,399,999 consolidated treasury shares).

A8 Dividends Paid

The Company has paid the following single tier dividends during the current and previous corresponding period:

<u>Current period</u>	<u>RM'000</u>
<u>FYE 31 December 2020</u>	
A third interim dividend of RM0.0025 per share, paid on 12 January 2021	4,761
<u>FYE 31 December 2021</u>	
A first interim dividend of RM0.008 per share, paid on 21 May 2021	5,078
	<u>9,839</u>

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<u>Previous corresponding period</u>	<u>RM'000</u>
<u>FYE 31 December 2020</u>	
A first interim dividend of RM0.0025 per share, paid on 20 May 2020	<u>3,549</u>

A9 Segmental Information

Analysis of revenue by core activities:

	Current period		Cumulative period	
	3 months ended		6 months ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
	RM'000	RM'000	RM'000	RM'000
Integrated public transportation terminal operations	23,670	10,759	46,998	25,817
Petrol station operations	5,256	3,667	11,184	10,762
Bus operations	6,004	4,962	12,174	12,538
Mining management operations	16	1	42	1
	<u>34,946</u>	<u>19,389</u>	<u>70,398</u>	<u>49,118</u>

Presently, the Group's operations are based in Perak and Kuantan, Pahang with services provided within Malaysia. No analysis of geographical segmentation is necessary since the Group's business activities are confined in Malaysia.

A10 Valuation of Property and Investment Property

There were no valuations of property and investment property during the current quarter and period under review.

A11 Material Events Subsequent to the end of the current quarter

Save for the completion of the Proposed Bonus Issue of Free Warrants (defined hereafter) in Note B6 – Status of Corporate Proposals, there were no other material events subsequent to the end of the current quarter.

A12 Changes in the Composition of the Group

Save as disclosed below, there were no changes in the composition of the Group for the current period under review:

On 23 April 2021, the Company acquired one (1) ordinary share in Star Kensington Sdn Bhd ("SKSB"), a subsidiary of the Company, representing 0.01% equity interest in SKSB from a non-controlling interest for a total consideration of RM1 for cash. The effective equity interest in SKSB has increased from 99.99% to 100%.

On 23 April 2021, the Company acquired one (1) ordinary share in CKS Bumi Sdn Bhd ("CKSB"), a subsidiary of the Company, representing 0.01% equity interest in CKSB from a non-controlling interest for a total consideration of RM1 for cash. The effective equity interest in CKSB has increased from 99.99% to 100%.

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the date of this interim financial report.

A14 Capital Commitments

There were no capital commitments as at the date of this interim financial report.

A15 Significant related party transactions

There were no significant related party transactions during the current quarter and period under review.

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B COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of Performance

The Group's revenue was mainly derived from:

- (a) Integrated public transportation terminal operations:
 - i. Rental of advertising and promotional ("A&P") spaces;
 - ii. Rental of shops and kiosks;
 - iii. Project facilitation fee;
 - iv. Management fee; and
 - v. Others such as profit sharing from terminal management, car park fee and taxi entrance fee;
- (b) Providing public stage bus and express bus services as well as bus charter and advertising services;
- (c) Petrol station operations; and
- (d) Mining management operations.

	Current period		Changes		Cumulative period		Changes	
	3 months ended				6 months ended			
	30.06.2021	30.06.2020			30.06.2021	30.06.2020		
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	34,946	19,389	15,557	80.24	70,398	49,118	21,280	43.32
Profit before tax	18,021	6,243	11,778	188.66	35,926	15,500	20,426	131.78

The Group recorded revenue of RM34.95 million and profit before tax of RM18.02 million for the current quarter as compared to RM19.39 million and RM6.24 million respectively in the corresponding 3-months FPE 30 June 2020. The Group recorded revenue of RM70.40 million and profit before tax of RM35.93 million for the current FPE 30 June 2021 as compared to RM49.12 million and RM15.50 million respectively in the corresponding 6-months FPE 30 June 2020. The revenue and profit before tax in the current quarter and current FPE 30 June 2021 were higher mainly due to higher contribution from the integrated public transportation terminal operations.

The integrated public transportation terminal operations segment reported revenue of RM23.67 million in the current quarter as compared to revenue of RM10.76 million in the corresponding 3-months FPE 30 June 2020. Revenue in the current quarter was higher mainly due to rental from leasing of A&P spaces at Kampar Putra Sentral which commenced in September 2020 and higher recognition of project facilitation fee from two (2) projects. The revenue recorded for the current FPE 30 June 2021 of RM47.00 million as compared to RM25.82 million in the corresponding 6-months FPE 30 June 2020. The increase was mainly due to an increase in A&P rental and higher project facilitation fee recorded in the current FPE 30 June 2021 of RM27.25 million as compared to RM12.00 million in the corresponding 6-months FPE 30 June 2020.

The bus operations segment reported revenue of RM6.00 million in the current quarter as compared to revenue of RM4.96 million in the corresponding 3-months FPE 30 June 2020. Revenue in the current quarter was higher mainly due to higher contribution from Stage Bus Service Transformation programme. The revenue recorded for the current FPE 30 June 2021 of RM12.17 million as compared to RM12.54 million in the corresponding 6-months FPE 30 June 2020. The slight decrease was mainly attributable to lower revenue recorded from bus fares in the current FPE 30 June 2021 due to MCO 1.0 was enforced on 18 March 2020 whilst MCO 2.0 and full MCO ("FMCO") were enforced on 13 January 2021 and 1 June 2021 respectively in the current FPE 30 June 2021.

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The petrol station operations segment reported revenue of RM5.26 million in the current quarter as compared to the revenue of RM3.67 million in the corresponding 3-months FPE 30 June 2020. The revenue recorded for the current FPE 30 June 2021 of RM11.18 million as compared to RM10.76 million in the corresponding 6-months FPE 30 June 2020. The increase in revenue was mainly due to higher fuel price recorded in the current quarter and current FPE 30 June 2021.

B2 Comparison with preceding quarter's results

	Current period	Immediate preceding period	Changes	
	3 months ended			
	30.06.2021	31.03.2021		
	RM'000	RM'000	RM'000	%
Revenue	34,946	35,452	(506)	(1.43)
Profit before tax	18,021	17,905	116	0.65

The Group's revenue of RM34.95 million for the current quarter was lower as compared to the immediate preceding quarter's revenue of RM35.45 million while the profit before tax of RM18.02 million for the current quarter was higher as compared to the immediate preceding quarter's profit before tax of RM17.91 million. The slight decrease in revenue was mainly attributable to lower sales volume from petrol station operations in the current quarter. The profit before tax was consistent for both periods.

B3 Prospects

The Group is principally involved in the operations of Terminal Meru Raya and Kampar Putra Sentral, integrated public transportation terminals ("IPTTs") and the provision of public bus services. The Group is also involved in the petrol station operations in Ipoh, Lahat and Kuala Kangsar, Perak. During the FYE 31 December 2020, it has also commenced the mining management operations whereby the Group, through a joint venture agreement with a third party, provides project management services which include identifying, negotiating, and securing limestone and silica sand resources purchase contracts with buyers. The mining site is approximately 73.88 acres located in Mukim Teja, Daerah Kampar in the state of Perak.

Despite the reimposition of MCO 2.0 and imposition of FMCO on 13 January 2021 and 1 June 2021 respectively, the Group's stage bus operations are operating as usual. As for the Group's petrol station operations, the retail fuel prices had increased gradually since May 2020 in tandem with the recovery in global oil prices.

The full certificate of completion and compliance of Kampar Putra Sentral was obtained on 7 August 2020. Subsequently, Kampar Putra Sentral has commenced its operations in September 2020. Kampar Putra Sentral offers a one-stop convenience public bus terminal together with retail outlets, eateries, cinema, bowling, badminton courts, hotel and ballroom to both local residences and students from the Universiti Tunku Abdul Rahman, Tunku Abdul Rahman University College and other education centres in and around Kampar.

In line with the Group's business objective to develop, own and operate IPTTs in underserved locations, the development of Bidor Sentral and Terminal Tronoh, Perak are within the long-term expansion plan of the Group. Bidor is an important turn off from the North South Expressway to reach the coastal districts of southern and central Perak while Tronoh is a university town where the Universiti Teknologi Petronas and Universiti Teknologi MARA are located.

The Group is also expanding into new third party terminal management services to grow this new asset light business. The collaboration to operate Terminal Sentral Kuantan and Terminal Bas Shahab Perdana marks the Group's venture into third party terminal management services and the operation of IPTTs outside of Perak. The provision of terminal management services together with the ongoing expansion of the Group's develop, own and operate IPTTs will help the Group to expand further.

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Moving forward, the Group is also planning to transform some commercial area in the IPTTs into logistics hubs, to participate in the growing trend of e-commerce in the new normal. The Group is optimistic that the proactive business transformations will continue to drive the growth in the near future.

B4 Variance between Actual Profit and Forecast Profit

The Group has not provided any revenue or profit forecast in any public documents and announcements.

B5 Tax (Expenses)/Income

	Current period 3 months ended		Cumulative period 6 months ended	
	30.06.2021 RM'000	30.06.2020 RM'000	30.06.2021 RM'000	30.06.2020 RM'000
Income tax				
Current period	(1,003)	(580)	(2,067)	(1,442)
	(1,003)	(580)	(2,067)	(1,442)
Deferred tax				
Current period	(3,554)	2,456	(6,989)	2,697
	(4,557)	1,876	(9,056)	1,255

Note:

The effective tax rate for the current quarter and current FPE 30 June 2021 under review was 25.29% (3-months FPE 30 June 2020: NIL) and 25.21% (6-months FPE 30 June 2020: NIL) respectively. The effective tax rate was slightly higher than the statutory tax rate of 24% mainly attributed to increase in deferred tax liabilities in the current quarter and current FPE 30 June 2021 under review.

B6 Status of Corporate Proposals

Save as disclosed below, there were no other corporate proposals announced but not completed as at the date of this interim financial report:

On 3 June 2021, the Company had proposed to undertake a bonus issue of free warrants in the Company (“**Warrant(s)**”) on the basis of 1 Warrant for every 4 existing ordinary shares in the Company held on an entitlement date to be determined and announced later (“**Proposed Bonus Issue of Free Warrants**”).

Following the announcement, Bursa Securities had vide its letter dated 18 June 2021, approved the following:

- admission of the Warrants to the Official List of Bursa Securities and the listing and quotation of up to 158,683,393 Warrants to be issued pursuant to the Proposed Bonus Issue of Free Warrants; and
- listing and quotation of up to 158,683,393 new ordinary shares in the Company to be issued arising from the exercise of Warrants.

on the Main Market of Bursa Securities, subject to the conditions as set out in Section 7 of the circular dated 25 June 2021.

The Company has obtained the approval of the shareholders pertaining to the Proposed Bonus Issue of Free Warrants at the extraordinary general meeting held on 12 July 2021. The exercise price of the Warrants was fixed at RM0.75 each, which represents a premium of RM1.007 or 15.51% over the 5-day volume-weighted average market price up to and including 12 July 2021 (being the last trading date immediately preceding the price-fixing date) of RM0.6493 on 13 July 2021.

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On 11 August 2021, 158,683,393 Warrants issued pursuant to the Proposed Bonus Issue of Free Warrants were listed and quoted on the Main Market of Bursa Securities, marking the completion of the Proposed Bonus Issue of Free Warrants.

B7 Utilisation of proceeds

There were no unutilised proceeds raised from corporate proposal during the current quarter under review.

B8 Borrowings and Debt Securities

The Group's total debts as at 30 June 2021 which are all denominated in Ringgit Malaysia are as follows:

	Unaudited As At 30.06.2021 RM'000	Unaudited As At 30.06.2020 RM'000
Short-term indebtedness:		
<u>Secured and guaranteed</u>		
Obligations under hire-purchase arrangements	273	218
Sukuk Murabahah Programme	36,000	24,000
Lease liabilities	876	741
Long-term indebtedness:		
<u>Secured and guaranteed</u>		
Obligations under hire-purchase arrangements	289	301
Sukuk Murabahah Programme	171,000	267,000
Lease liabilities	2,160	2,572
Total indebtedness	210,598	294,832

B9 Material Litigation

As at the date of this interim financial report, there is no litigation against the Group which has a material effect on the financial position of the Group and the Board is not aware of any material litigation or any proceedings pending or threatened or of any fact likely to give rise to any proceedings.

B10 Dividends

The Board has declared the following single tier dividends in respect of FYE 31 December 2021:

Interim dividend*

A first interim dividend of RM0.008 per share declared on 23 February 2021, paid on 21 May 2021 (2020: RM0.0025 per share, paid on 20 May 2020)

A second interim dividend of RM0.008 per share declared on 25 May 2021, payable on 23 August 2021 (2020: RM0.0025 per share, paid on 9 November 2020)

A third interim dividend of RM0.008 per share declared on 19 August 2021, payable on 18 November 2021 (2020: RM0.0025 per share, paid on 12 January 2021)

*After the share consolidation of every three (3) existing PTRANS shares into one (1) PTRANS share.

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B11 Earnings Per Share (“EPS”)

Basic EPS:

	Current period 3 months ended		Cumulative period 6 months ended	
	Unaudited As At 30.06.2021	Unaudited As At 30.06.2020	Unaudited As At 30.06.2021	Unaudited As At 30.06.2020
Profit net of tax for the period attributable to owners of the Company (RM'000)	13,458	8,053	26,859	16,663
Weighted Average Number of Ordinary Shares at period end ('000)^	634,734	473,927	634,734	473,523
Basic EPS (Sen)	2.12	1.70	4.23	3.52

Diluted EPS:

	Current period 3 months ended		Cumulative period 6 months ended	
	Unaudited As At 30.06.2021	Unaudited As At 30.06.2020	Unaudited As At 30.06.2021	Unaudited As At 30.06.2020
Profit net of tax for the period attributable to owners of the Company (RM'000)	13,458	8,053	26,859	16,663
Weighted Average Number of Ordinary Shares as above ('000)^	634,734	473,927	634,734	473,523
Effect of dilution: Conversion/exercise of warrants	-*	9,465	-*	9,465
Diluted Weighted Average Number of Ordinary Shares at 30 June ('000)	634,734	483,392	634,734	482,988
Diluted EPS (Sen)	2.12	1.67	4.23	3.45

^Weighted average number of ordinary shares in issue has been adjusted to reflect the adjustments arising from the shares consolidation, which was completed on 18 January 2021.

*The unexercised Warrants 19/09/2020 have expired on 18 September 2020.

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B12 Notes to the Condensed Consolidated Statements of Comprehensive Income

Profit before tax has been arrived at after crediting/(charging):

	Current period Unaudited 3 months ended 30.06.2021 RM'000	Cumulative period Unaudited 6 months ended 30.06.2021 RM'000
Interest income*	47	92
Rental income*	1,136	2,272
Amortisation of deferred capital grant	50	100
Interest expenses	(2,204)	(4,432)
Amortisation of contract cost	(114)	(201)
Depreciation of property, plant and equipment and investment properties	(5,103)	(10,138)

There is no provision for and write-off of receivables and inventories, gain or loss on disposal of quoted or unquoted investments, impairment of assets, foreign exchange gain or loss, gain or loss on derivatives and other exceptional items recorded in the current quarter and period under review.

*The other operating income consisted mainly of interest income and rental income. The rental income derived mainly from the rental of construction equipment.