



## **RADIANT GLOBALTECH BERHAD**

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

*(Incorporated in Malaysia)*

### **INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2022**

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**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 2022<sup>(1)</sup>**

	UNAUDITED CURRENT YEAR QUARTER 31.03.22 RM'000	UNAUDITED PRECEDING YEAR QUARTER 31.03.21 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.03.22 RM'000	UNAUDITED PRECEDING YEAR TO DATE 31.03.21 RM'000
Revenue	29,644	29,238	29,644	29,238
Cost of sales	(19,539)	(18,186)	(19,539)	(18,186)
Gross profit	10,105	11,052	10,105	11,052
Other income	377	331	377	331
	10,482	11,383	10,482	11,383
Selling and distribution expenses	(324)	(243)	(324)	(243)
Administrative expenses	(7,108)	(7,815)	(7,108)	(7,815)
Other expenses	(372)	(516)	(372)	(516)
Finance costs	(20)	(37)	(20)	(37)
Net reversal on financial assets	99	219	99	219
Profit before taxation	2,757	2,991	2,757	2,991
Income tax expense	(923)	(900)	(923)	(900)
<b>Profit after taxation</b>	1,834	2,091	1,834	2,091
Other comprehensive (loss) / income, net of tax <i>Item that may be reclassified subsequently to profit or loss</i>				
Foreign currency translation differences	(11)	56	(11)	56
<b>Total comprehensive income for the financial period</b>	1,823	2,147	1,823	2,147
<b>PROFIT AFTER TAXATION ATTRIBUTABLE TO:-</b>				
Owners of the Company	1,699	2,058	1,699	2,058
Non-controlling interests	135	33	135	33
	1,834	2,091	1,834	2,091

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 2022<sup>(1)</sup> (CONT'D)**

	UNAUDITED CURRENT YEAR QUARTER 31.03.22 RM'000	UNAUDITED PRECEDING YEAR QUARTER 31.03.21 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.03.22 RM'000	UNAUDITED PRECEDING YEAR TO DATE 31.03.21 RM'000
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-</b>				
Owners of the Company	1,697	2,104	1,697	2,104
Non-controlling interests	126	43	126	43
	<u>1,823</u>	<u>2,147</u>	<u>1,823</u>	<u>2,147</u>
<b>Earnings per share attributable to owners of the Company:-</b>				
- Basic (Sen)	0.323 <sup>(2)</sup>	0.392	0.323 <sup>(2)</sup>	0.392
- Diluted (Sen)	<u>0.323<sup>(2)</sup></u>	<u>0.392</u>	<u>0.323<sup>(2)</sup></u>	<u>0.392</u>

**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 2021 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 2022. 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 2022<sup>(1)</sup>**

	Unaudited 31.03.22 RM'000	Audited 31.12.21 RM'000
<b>ASSETS</b>		
NON-CURRENT ASSETS		
Property, plant and equipment	1,351	1,452
Intangible assets	11,187	1,182
Right of use assets	1,037	11,256
Deferred tax assets	925	718
Goodwill on acquisition	11,447	11,447
	<u>25,947</u>	<u>26,055</u>
CURRENT ASSETS		
Inventories	7,937	7,575
Trade receivables	29,571	31,281
Other receivables, deposits and prepayments	3,199	3,871
Amount owing by related parties	285	1,110
Current tax assets	2,326	2,597
Short-term investments	22,545	21,955
Fixed deposits with licensed banks	1,162	1,162
Cash and bank balances	15,135	13,079
	<u>82,160</u>	<u>82,630</u>
<b>TOTAL ASSETS</b>	<u>108,107</u>	<u>108,685</u>
<b>EQUITY AND LIABILITIES</b>		
EQUITY		
Share capital	48,153	48,153
Merger deficit	(195)	(13,681)
Foreign exchange translation reserve	(13,681)	(193)
Retained profits	40,091	38,392
Shareholders' fund	74,368	72,671
Non-controlling interests	2,017	1,891
<b>TOTAL EQUITY</b>	<u>76,385</u>	<u>74,562</u>
NON-CURRENT LIABILITIES		
Provision	399	375
Lease liabilities	605	565
Deferred revenue	136	258
Deferred tax liabilities	31	14
	<u>1,171</u>	<u>1,212</u>
CURRENT LIABILITIES		
Trade payables	14,567	12,732
Other payables and accruals	12,637	16,755
Amount owing to a related party	2,314	2,281
Amount owing to directors	558	512
Lease liabilities	429	550
Current tax liabilities	46	81
	<u>30,551</u>	<u>32,911</u>
<b>TOTAL LIABILITIES</b>	<u>31,722</u>	<u>34,123</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>108,107</u>	<u>108,685</u>

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2022<sup>(1)</sup>  
(CONT'D)**

	<b>Unaudited 31.03.22</b>	<b>Audited 31.12.21</b>
Number of issued shares ('000)	525,200	525,200
Net assets per ordinary share attributable to owners of the Company (Sen)	<u>14.16</u>	<u>13.84</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 2021 and the accompanying explanatory notes attached to this interim financial report.

RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))

 UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2022<sup>(1)</sup>

	<---- Non-Distributable ---->			Distributable	Attributable to Owners of the Company	Non-controlling interests	Total Equity
	Share Capital	Merger Deficit	Foreign Exchange Translation Reserve	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1.1.21	48,153	(13,681)	(283)	31,054	65,243	1,220	66,463
Profit after taxation	-	-	-	7,338	7,338	738	8,076
Other comprehensive income for the financial year:							
- Foreign currency translation differences	-	-	90	-	90	50	140
Total comprehensive income for the financial year	-	-	90	7,338	7,428	788	8,216
Non-controlling interests on incorporation of subsidiary companies	-	-	-	-	-	(117)	(117)
<b>Balance as at 31.12.21 (Audited)</b>	<b>48,153</b>	<b>(13,681)</b>	<b>(193)</b>	<b>38,392</b>	<b>72,671</b>	<b>1,891</b>	<b>74,562</b>
Balance as at 1.1.22	48,153	(13,681)	(193)	38,392	72,671	1,891	74,562
Profit after taxation	-	-	-	1,699	1,699	135	1,834
Other comprehensive income for the financial period:							
- Foreign currency translation differences	-	-	(2)	-	(2)	(9)	(11)
Total comprehensive income for the financial period	-	-	(2)	1,699	1,697	126	1,823
<b>Balance as at 31.03.22 (Unaudited)</b>	<b>48,153</b>	<b>(13,681)</b>	<b>(195)</b>	<b>40,091</b>	<b>74,368</b>	<b>2,017</b>	<b>76,385</b>

**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 2021 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 2022<sup>(1)</sup>**

	<b>CURRENT YEAR TO DATE 31.03.22 RM'000</b>	<b>PRECEDING YEAR TO DATE 31.03.21 RM'000</b>
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>		
Profit before taxation	2,757	2,991
Adjustments for:		
Amortisation of intangible assets	145	145
Depreciation of property, plant and equipment	127	113
Depreciation of right-of-use assets	160	218
Gain on disposal of property, plant and equipment	-	(5)
Interest income	(30)	(79)
Interest expenses	20	37
Inventories written down	243	254
Impairment losses on trade receivables	84	117
Unrealised (gain) / loss on foreign exchange	(53)	1
Reversal of impairment losses on trade receivables	(183)	(336)
Operating profit before working capital changes	3,270	3,456
Increase in inventories	(568)	(4,933)
Decrease in trade and other receivables	3,600	197
Decrease in trade and other payables	(2,379)	(9,884)
Increase in amount owing by a related party	(285)	-
Increase in amount owing to a related party	33	78
<b>CASH FROM OPERATIONS</b>	3,671	(11,086)
Income tax paid	(876)	(628)
Income tax refund	-	1,006
<b>NET CASH FROM/(FOR) OPERATING ACTIVITIES</b>	2,795	(10,708)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(28)	-
Proceed from disposal of property, plant and equipment	-	5
Interest received	30	79
<b>NET CASH FROM INVESTING ACTIVITIES</b>	2	84
<b>CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES</b>		
Advances/(Repayment) to directors	51	(61)
Net changes of banker's acceptance	-	1,506
Interest paid	(20)	(37)
Repayment of term loans	-	(178)
Repayment of lease liabilities	(151)	(165)
<b>NET CASH (FOR)/FROM FINANCING ACTIVITIES</b>	(120)	1,065



**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
 UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-  
 TO-DATE ENDED 31 MARCH 2022<sup>(1)</sup> (CONT'D)**

	<b>CURRENT YEAR TO DATE 31.03.22 RM'000</b>	<b>PRECEDING YEAR TO DATE 31.03.21 RM'000</b>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,677	(9,559)
EFFECT OF FOREIGN EXCHANGE TRANSLATION	(31)	8
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	35,034	40,031
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>37,680</u>	<u>30,480</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISES:		
Short-term investments	22,545	14,861
Cash and bank balances	15,135	12,618
Fixed deposits with licensed banks	1,162	4,042
	<u>38,842</u>	<u>31,521</u>
Less: Fixed deposits pledged to licensed banks	(485)	(474)
Fixed deposits with tenure of more than 3 months	(677)	(567)
	<u>37,680</u>	<u>30,480</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 2021 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 2022**

**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 2021. 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 2021.

**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 2021 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 2022 and are applicable for the Group’s interim financial report for the quarter and year-to-date ended 31 March 2022, as disclosed below:

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

Amendment to MFRS 3: Reference to the Conceptual Framework  
 Amendments to MFRS 116: Property, Plant and Equipment – Proceeds Before Intended Use  
 Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract  
 Amendment Improvements to MFRS Standards 2018 - 2020

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:-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective for annual periods on or after</b>
MFRS 17 Insurance Contracts	1 January 2023
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 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	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
Amendments to MFRS 108: Definition of Accounting Policies	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2022 (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 2021.

**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**

There was no payment of dividend during the current financial quarter under review.

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2022 (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
<b>Current year quarter ended 31 March 2022</b>			
<b>Revenue</b>			
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>
<b>Results</b>			
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>
	Hardware and Maintenance RM'000	Software RM'000	Group RM'000
<b>Preceding year quarter ended 31 March 2021</b>			
<b>Revenue</b>			
External revenue	26,835	2,403	29,238
Inter-segment revenue	4,550	45	4,595
	<u>31,385</u>	<u>2,448</u>	<u>33,833</u>
Consolidation adjustments			(4,595)
Consolidated revenue			<u>29,238</u>
<b>Results</b>			
Segmental profit / (loss) before interest and taxation	3,621	(672)	2,949
Interest income			79
Finance costs			(37)
Consolidated profit before taxation			<u>2,991</u>
Income tax expense			(900)
Consolidated profit after taxation			<u>2,091</u>

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2022 (CONT'D)**

**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:

	<b>Unaudited Current Year Quarter 31.03.22 RM'000</b>	<b>Unaudited Current Year to Date 31.03.22 RM'000</b>
Related parties by virtue of common directors		
- Rental expenses	<u>8</u>	<u>8</u>
Related parties by virtue of major shareholders		
- Sales of Hardware and Software	<u>340</u>	<u>340</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 2022 (1Q22)

For the first quarter ended 31 March 2022 (1Q22), the Group reported 1.37% higher revenue of RM29.64 million from RM29.24 million in the preceding year corresponding quarter ended 31 March 2021 (1Q21).

RM25.47 million or 85.93% of the revenue in 1Q22 was contributed by the Hardware and Maintenance segment, while the remaining RM4.17 million or 14.07% was derived from the Software segment.

As a comparison, RM26.84 million or 91.79% of the Group's revenue in 1Q21 was derived from the Hardware and Maintenance segment, while the remaining RM2.40 million or 8.21% was from the Software segment.

The Group recorded 8.51% lower gross profit to RM10.11 million in 1Q22 from RM11.05 million in 1Q21. Overall gross profit margin reduced to 34.11% in 1Q22 from 37.79% in 1Q21. The decrease was mainly due to lower gross profit in some projects in Hardware and Maintenance segment and increase in costs of sales on direct staff costs from newly acquired subsidiaries in Software segment.

The Group recorded profit before taxation of RM2.76 million in 1Q22 as compared to profit before taxation of RM2.99 million in 1Q21. It was mainly due to lower gross profit contribute during the quarter and reduced in the reversal on impairment losses on trade receivables.

**B2. Comparison with Immediate Preceding Quarter Results**

	Quarter Ended		<---- Changes ---->	
	31.03.2022 RM'000	31.12.2021 RM'000	RM'000	%
Revenue	29,644	39,434	(9,790)	(24.83)
Profit before taxation	<u>2,757</u>	<u>4,529</u>	<u>(1,772)</u>	<u>(39.13)</u>

The Group's revenue of RM29.64 million for the current quarter under review was 24.83% lower than the RM39.43 million recorded in the previous quarter due to lower revenue contribution from Software segment, as well as lesser completion of goods delivered from Hardware and Maintenance segment in current quarter.

The Group recorded profit before taxation of RM2.76 million in the current quarter as compared to RM4.53 million in the previous quarter. The decrease was mainly due to the decrease in revenue and gross profit during the current quarter.

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

**B3. Prospects**

The prospects of the global and domestic economies remain uncertain, as macro-level factors such as the course of the COVID-19 disease and potential new variants, global supply chain disruptions, and geopolitical tensions continue to weigh in.

Demand for the retail and industrial digitalisation segment is expected to remain robust, as businesses are required to digitalise and adopt more technology solutions to enhance competitiveness and resilience in a post-pandemic environment.

The Group aims to enlarge its customer base and at the same time cover a more diverse range of sectors by leveraging its technological knowhow and capabilities to create synergies and be a one-stop solutions provider for businesses to automate their operations.

Our Group plans to expand our integrated range of technologies solutions to Vietnam, Cambodia and Thailand to cater to the rising demand for digital technologies with the reopening of economies and international borders.

With the current uncertainty in the global and local economies, the business outlook of the Group will remain challenging. However, the Board is aware of the potential impact of the COVID-19, as it moves towards endemic stage, and will continue to manage the business of our Group with vigilance during this period of uncertainty.

Nonetheless, backed by its strong and healthy statement of financial position 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 optimistic of its long-term prospects and will continue to strengthen its customer base.

**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:-

	<b>Quarter Ended</b>		<b>Year-To-Date Ended</b>	
	<b>31.03.22</b>	<b>31.03.21</b>	<b>31.03.22</b>	<b>31.03.21</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Income tax expense	1,111	1,298	1,111	1,298
Deferred tax	(188)	(398)	(188)	(398)
	<u>923</u>	<u>900</u>	<u>923</u>	<u>900</u>
Effective tax rate (%) <sup>(1)</sup>	<u>33.48</u>	<u>30.09</u>	<u>33.48</u>	<u>30.09</u>

**Notes:**

- (1) The Group's effective tax rate for the first quarter ended 31 March 2022 of 34.48% 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**

There were no corporate proposals announced but not completed as at the date of this report.

**B7. Group Borrowings and Debt Securities**

The Group's borrowings are as follows:

	<b>Unaudited</b>	<b>Audited</b>
	<b>31.03.22</b>	<b>31.12.21</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Current:</b>		
Lease liabilities	<u>429</u>	<u>550</u>
<b>Non-current:</b>		
Lease liabilities	<u>605</u>	<u>565</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 22 April 2022 declared a first interim single-tier dividend of 0.5 sen per ordinary share in respect of the financial year ended 31 December 2022 which will be paid on 7 June 2022 to shareholders whose names appeared on the Record of Depositors on 12 May 2022.

**B10. Earnings Per Share**

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

	<b>Quarter Ended</b>		<b>Year-To-Date Ended</b>	
	<b>31.03.22</b>	<b>31.03.21</b>	<b>31.03.22</b>	<b>31.03.21</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit after taxation attributable to owners of the Company	1,699	2,058	1,699	2,058
	<b>Quarter Ended</b>		<b>Year-To-Date Ended</b>	
	<b>31.03.22</b>	<b>31.03.21</b>	<b>31.03.22</b>	<b>31.03.21</b>
Weighted average number of ordinary shares ('000)	525,200	525,200	525,200	525,200
Earnings per share attributable to owners of the Company				
- Basic <sup>(1)</sup> (Sen)	0.323	0.392	0.323	0.392
- Diluted <sup>(2)</sup> (Sen)	0.323	0.392	0.323	0.392

**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 2022.
- (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):-

	<b>Quarter Ended</b>		<b>Year-To-Date Ended</b>	
	<b>31.03.22</b>	<b>31.03.21</b>	<b>31.03.22</b>	<b>31.03.21</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Amortisation of intangible assets	145	145	145	145
Depreciation of property, plant and equipment	127	113	127	113
Depreciation of right-of-use assets	160	218	160	218
Gain on disposal of property, plant and equipment	-	(5)	-	(5)
Interest income	(30)	(79)	(30)	(79)
Interest expenses	20	37	20	37
Realised loss foreign exchange	5	39	5	39
Unrealised (gain) / loss on foreign exchange	(53)	1	(53)	1
Inventories written down	243	254	243	254
Net reversal on impairment losses on trade receivables	(99)	(219)	(99)	(219)

**BY ORDER OF THE BOARD**