



WIDAD GROUP BERHAD
Registration No.:200901014295 (857363 - U)

**INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1 OCTOBER TO 31 DECEMBER 2021**

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WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 4th quarter ended 31 December 2021. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	QUARTER ENDED		YEAR-TO-DATE	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Revenue	5,183	23,944	87,743	85,851
Cost of sales	(44,569)	(17,185)	(85,751)	(52,840)
Gross Profit	(39,386)	6,759	1,992	33,011
Other income	115,935	113	116,513	723
Administrative expenses	(22,063)	(6,324)	(45,998)	(21,545)
Operating Profit	54,486	548	72,507	12,189
Finance income	15,381	1,122	15,703	3,086
Finance costs	(13,152)	(3,577)	(20,159)	(10,349)
Profit before tax	56,715	(1,907)	68,051	4,926
Tax expense	7,910	1,419	2,743	(914)
Profit after tax	64,625	(488)	70,794	4,012
Profit after tax attributable to:				
Owners of the Company	64,625	(488)	70,794	4,012
Earnings per share (sen)				
- Basic	2.39	(0.02)	2.62	0.16
- Diluted	2.09	(0.02)	2.29	0.14

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 4th quarter ended 31 December 2021. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	QUARTER ENDED		YEAR TO DATE	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) for the period	64,625	(488)	70,794	4,012
Other comprehensive gain net of tax, that will be reclassified subsequently to profit or loss				
Fair value gain on cash flow hedge	<u>180</u>	<u>(2,287)</u>	<u>2,700</u>	<u>(2,287)</u>
Other comprehensive gain for the financial year, net of tax	<u>180</u>	<u>(2,287)</u>	<u>2,700</u>	<u>(2,287)</u>
Total comprehensive profit /(loss) for the financial year	<u>64,805</u>	<u>(2,775)</u>	<u>73,494</u>	<u>1,725</u>

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 4th quarter ended 31 December 2021. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31.12.2021	Audited 31.12.2020
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSET		
Property, plant & equipment	19,429	18,093
Right-of-use of assets	42,548	42,920
Contract assets	411,795	-
Deferred tax assets	8,721	-
Fixed deposits with licensed banks	22,551	39,962
Total Non-Current Asset	<u>505,044</u>	<u>100,975</u>
CURRENT ASSETS		
Contract assets	168,088	164,647
Trade receivables	42,489	35,253
Other receivables	7,364	26,116
Derivative financial asset	413	-
Fixed deposits with licensed banks	8,245	20,033
Cash and bank balances	134,006	63,608
Total Current Assets	<u>360,605</u>	<u>309,657</u>
TOTAL ASSETS	<u>865,649</u>	<u>410,632</u>
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company:		
Share capital	182,033	78,300
Cash flow hedge reserve	413	(2,287)
Retained earnings	175,473	104,679
Total Equity	<u>357,919</u>	<u>180,692</u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term borrowings	126,529	77,485
Finance lease liabilities	591	325
Deferred tax liability	72,377	-
Derivatives liabilities	-	1,352
Total Non-Current Liabilities	<u>199,497</u>	<u>79,162</u>
CURRENT LIABILITIES		
Contract liabilities	20,085	495
Trade payables	17,653	24,447
Other payables	12,627	8,987
Short term borrowings	237,564	100,024
Derivative short term liabilities		934
Finance lease liabilities	392	166
Tax payable	19,912	15,725
Total Current Liabilities	<u>308,233</u>	<u>150,778</u>
Total Liabilities	<u>507,730</u>	<u>229,940</u>
TOTAL EQUITY AND LIABILITIES	<u>865,649</u>	<u>410,632</u>
Net assets per share attributable to equity holders of parent (RM)	<u>0.13</u>	<u>0.07</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 4th quarter ended 31 December 2021. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	SHARE CAPITAL	CASH FLOW HEDGE	DISTRIBUTABLE RETAINED EARNINGS	TOTAL EQUITY
	RM'000	RM'000	RM'000	RM'000
As at 1 January 2021	78,300	(2,287)	104,679	180,692
Net proceed from Issuance of ordinary shares pursuant to private placement	72,161	-	-	72,161
Issuance of ordinary shares upon exercise of warrants	23,900	-	-	23,900
Issuance of ordinary shares pursuant to proposed acquisition	11,462			11,462
Total profit or loss and other comprehensive income for the period	-	2,700	70,794	73,494
Share issuance expenses	(3,790)	-	-	(3,790)
As at 31 December 2021	182,033	413	175,473	357,919

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

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WIDAD GROUP BERHAD

Registration No.:200901014295 (857363 - U)

Interim financial statements for the 4th quarter ended 31 December 2021. The figures have not been audited.**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	31.12.2021	Audited
	RM'000	31.12.2020
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before tax	68,051	4,925
Adjustments for non-cash movements:		
Depreciation of property, plant and equipment	4,204	3,062
Impairment loss on contract assets	15,973	-
Deposit forfeited	440	-
Debt waived/written off	(614)	-
Gain on disposal of right-of-use assets	(699)	-
Bargain purchase on acquisition	(115,032)	-
Interest income arising from contract with customer	(14,862)	-
Interest expense	20,159	10,349
Interest income	1,235	(3,086)
Operating profit before working capital changes	(21,145)	15,250
Change in working capital:		
Amount due from contract customer	48,618	(6,624)
Receivables	11,615	(17,025)
Payables	(6,898)	1,797
Cash from operations	32,191	(6,602)
Interest paid	(6,720)	(896)
Interest received	43	19
Income tax paid, net of refund	(13,832)	(6,979)
Net cash from operating activities	11,682	(14,459)
INVESTING ACTIVITIES		
Net cashflow from acquisition of a subsidiary	(85,581)	-
Purchase of property, plant and equipment	(3,893)	(2,380)
Deposit for acquisition concession	6,100	(18,860)
Proceed from disposal of property plant and equipment	177	-
Withdrawal of fixed deposits	17,411	40,352
Interest received	826	3,067
Net cash from investing activities	(64,960)	22,180
FINANCING ACTIVITIES		
Repayment Sukuk	-	(70,000)
Repayment of borrowing	(203,509)	(75,858)
Drawdown of borrowing	226,571	191,349
Proceed from issuance of shares pursuant to exercise of warrants	23,900	-
Proceed from issuance of shares pursuant to private placement	68,371	13,029
Designated Bank Accounts	(11,487)	878
Advance from/(Repayment to) Ultimate Holding Company	1	(18)
Repayment of finance lease liabilities	(251)	(346)
Interest paid	(13,439)	(9,453)
Net cash used in financing activities	90,157	49,582

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)
(Incorporated in Malaysia)

Interim financial statements for the 3rd quarter ended 31 December 2021. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)

	31.12.2021	Audited 31.12.2020
	<u>RM'000</u>	<u>RM'000</u>
CASH AND CASH EQUIVALENTS		
Net changes	36,879	57,302
Brought forward	69,056	11,754
Carried forward	<u>105,935</u>	<u>69,056</u>
Cash and cash equivalents comprise the followings:		
Cash and bank balances	134,006	63,608
Fixed deposits with licensed banks	30,796	20,033
Bank overdraft	(22,053)	(9,585)
	<u>142,749</u>	<u>74,056</u>
Designated Bank Accounts	(11,487)	-
Fixed deposits pledged with licensed banks	(25,327)	(44,962)
	<u>105,935</u>	<u>29,095</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

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WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation

These interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 ("FYE 2020") and the accompanying explanatory notes attached to the interim financial report.

The accompanying explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since FYE 2020.

A2 Significant Accounting Policies

A2.1 Adoption of Amendments/Improvements to MFRS

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the FYE 2020 except for the adoption of the followings.

Amendments to MFRS 4, MFRS 7, MFRS 9, MFRS 16, MFRS 139	Interest Rate Benchmark Reform
IC Interpretations 12	Service Concession Arrangements

The adoption of the above amendments to MFRSs does not have significant financial impact to the Group's result position.

A3 Audit Report of Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2020 was not subject to any qualification.

A4 Seasonal or Cyclical Factors

The business operations of the Group during the financial period under review have not been materially affected by any significant seasonal or cyclical factors.

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

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

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A6 Material Changes in Estimates**

There were no material changes in estimates in the current quarter and period under review.

A7 Debts and Equity Securities

There is no issuance, cancellation, repurchase, resale and repayment of debt and equity securities in the current quarter and period under review.

A8 Dividend

There were no dividends declared or paid in the current quarter and period under review.

A9 Segmental Reporting

Primary reporting basis by business segments:

	CURRENT QUARTER				FINANCIAL PERIOD TO DATE			
	RM'000				RM'000			
	IFM	CONSTRUCTION	CONCESSION	TOTAL	IFM	CONSTRUCTION	CONCESSION	TOTAL
Revenue	22,781	4,018	(21,616)	5,183	74,210	5,875	7,658	87,743
Segment results								
Other income				115,935				116,513
Depreciation				(1,637)				(4,204)
Finance Cost				(13,152)				(20,159)
Finance Income				15,381				15,703
Taxation				7,910				2,743
Profit after tax				<u>64,638</u>				<u>70,794</u>

Notes:

IFM – Integrated facilities management

Concession – Construction and maintenance of facilities and infrastructure

A10 Carrying Amount of Revalued Asset

The Group does not perform any valuation of property, plant and equipment during the quarter and financial year-to-date.

A11 Material Events Subsequent to the End of the Interim Period

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

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A12 Effect of changes in the Group Composition, Long Term Investments, Restructuring and Discontinued Operations**

The acquisition of Serendah Heights Sdn Bhd ("SHSB") was completed on 18 March 2021 and 5,000,000 SHSB shares was transferred to Widad on 31 March 2021.

The following summarized the major classes of consideration transferred and the recognized amount of assets and liabilities assumed for the acquisition of SHSB;

	RM
Property, plant and equipment	15,775
Contract assets	463,557,750
Trade receivables	6,091,957
Other receivables	236,364
Cash and bank balances	31,777,063
Deferred tax liabilities	(74,459,662)
Borrowings	(151,054,910)
Trade payables	(1,513,303)
Other payables	(2,654,751)
Contract liability	(18,182,028)
Tax liabilities	(9,961,925)
	<hr/>
Total identifiable net assets	243,852,330
Less: cash and cash equivalent acquired	(31,777,063)
Net cash inflow/(outflow) from acquisition of MTL	<hr/> <u>(85,580,622)</u>
Calculation of Bargain Purchase Gain	
Fair value of net identifiable assets	243,852,330
Fair value of consideration transferred	<u>(128,820,000)</u>
Bargain purchase gain	<hr/> <u>115,032,330</u>

During the quarter, the Group adopted IC Interpretation 12 ("IC12") – Service Concession Arrangements retrospectively. As a result, total identifiable net assets increased to RM243.8 million as compared to RM53.1 million reported in 3Q2021. Hence, bargain purchase gain of RM115.0 million arise. As per MFRS 3 – Business Combination, the gain shall be recognised in profit and loss account on acquisition date.

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**A13 Contingent Liabilities/Assets**

There were no contingent liabilities/assets as at the end of the current quarter under review.

A14 Capital Commitment

There were no capital commitments as at 31 December 2021.

A15 Significant Related Party Transactions

	QUARTER ENDED		PERIOD-TO-DATE	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Group				
Rental income of office space	147	289	441	868
Company				
Management fee charged to subsidiaries	750	750	3,000	3,000

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1 Review of Performance****(a) Comparison with preceding year corresponding period**

	Quarter Ended			Period-To-Date		
	31.12.2021	31.12.2020	%	31.12.2021	31.12.2020	%
	RM'000	RM'000		RM'000	RM'000	
Revenue						
- Construction	4,018	4,811	-16%	5,875	28,211	-79%
- IFM	22,781	19,133	19%	74,210	57,640	29%
- Concession	2,553	-	100%	7,658	-	100%
	29,352	23,944	23%	87,743	85,851	2%
(-) Reclassification to finance income, pursuant to adoption of IC12	(24,169)	-	-	-	-	-
Total Revenue	5,183	23,944	-78%	87,743	85,851	2%
Profit/(Loss) before tax ("PBT")	56,715	(1,908)	>100%	68,051	4,925	>100%

The reversal of concession revenue during the quarter is due to adoption of IC 12 – Service concession arrangements, which requires reclassification of availability charge to finance income. Apart from the reclassification, the Group's revenue for the quarter and year-to-date improved as compared to preceding year.

Higher profit before tax during the quarter and year-to-date are largely attributable to the followings;

- (1) bargain purchase gain – RM115 million, mentioned in Note A12
- (2) the emergent of new covid-19 variants and rising daily cases lately will delay economic recovery process. Supply chain disruption and sharp rise of goods has eaten up our margin. Taking into account this scenario, the Group decided to review projects profitability and recoverability of assets. This exercise resulted in RM39 million of project expenses charged out and RM16 million of impairment.

(b) Comparison with Preceding Quarter's Results

	31.12.2021	30.9.2021	Variance	
	RM'000	RM'000	RM'000	%
Revenue:				
- Construction	4,018	-	4,018	-100%
- IFM	22,781	19,304	3,477	18%
- Concession	2,553	14,950	(630)	-20%
	29,352	34,254	6,865	30%
(-) Reclassification to finance income, pursuant to adoption of IC12	(24,169)	(11,767)	-	-
Total Revenue	5,183	22,487	-	-
Profit Before Tax ("PBT")	56,715	6,404		

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B2 Prospects

The Malaysian economy registered a positive growth of 3.6% in the fourth quarter of 2021 (3Q 2021 : -4.5%), whereby all economic sectors recorded improvement. In particular, the construction sector improved with smaller contraction of 12.2% against 20.6% in 3Q2021. This was supported by higher construction activity, especially in the non-residential and special trade subsectors, following the reopening of the economy.

For 2022, the domestic economy is expected to remain on its recovery path, supported by the continued expansion in global demand and higher private sector expenditure given improving labour market conditions and on-going policy support. The continuation of major investment projects in both private and public sectors will also support growth.

Moving forward to financial year 2022, Widad resilience is underpinned by its order book amounting RM1.57 billion. On the back of its track record, the Group will continue to enhance its book order through tenders, submission of private initiative proposals and business collaboration or acquisition.

B3 Variance of Actual Profit from Forecast Profit

There were no profit forecast or profit guarantees released to the public.

B4 Taxation

Tax expenses comprise the following:

	YEAR ENDED	
	31.12.2021	31.12.2020
	RM'000	RM'000
Profit before tax	68,051	4,926
Tax at applicable tax rate of 24%	16,332	1,182
Expenses not deductible for tax purpose	8,533	3,071
Income not subject to tax	(27,608)	(3,339)
Tax (income)/expense	(2,743)	914

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial year. The effective tax rate for the current year to date was lower than the statutory tax rate mainly due to adjustment of income not subject to tax.

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Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B5 Status of Corporate Proposals Announced But Not Completed

Save as disclosed below, there were no corporate proposals announced but not completed as at the date of this announcement.

1. Proposed Acquisition of Palm Shore Holdings Sdn Bhd (PSHSB)

On 14 April 2021, M&A Securities Sdn Bhd ("M&A Securities"), on behalf of the Board announced that Widad Capital Sdn Bhd ("WCSB"), a subsidiary of Widad Group Berhad ("WGB") entered into a Head of Agreement ("HOA") with PSHSB and the shareholders of PSHSB (Vendors) to acquire 100% equity interest in PSHSB.

Subsequently, M&A Securities, on behalf of the Board, announced that WCSB and the Vendors have mutually agreed to extend the HOA by a further 2 months from 15 October 2021 to 14 November 2021, further 1 month from 15 November 2021 to 14 December 2021 and further 1 month from 15 December 2021 to 14 January 2022.

On 14 January 2021, M&A Securities, on behalf of the Board, announced that WCSB and the Vendors have mutually agreed to extend the HOA by a further 3 months from 15 January 2022 to 14 April 2022.

2. Proposed Private Placement Exercise

On 5 January 2022, M&A Securities, on behalf of the Board of Widad announced that the Private Placement is deemed completed with the listing of 30,490,000, 121,800,00 and 16,000,000 Placement Shares on 10 February 2021, 19 March 2021 and 13 December 2021, respectively, on the ACE Market of Bursa Securities.

B6 Group Borrowings

	31.12.2021
	RM'000
Secured Short Term Borrowings	
- Bank overdraft	11,022
- Term financing	226,542
- Lease liabilities	392
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Secured Long Term Borrowings	
- Term financing	126,529
- Lease liabilities	591
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Total Group Borrowings	365,076
	<hr/>
Total Assets	865,649
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Percentage of Borrowings over Total Assets	42%
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Out of the total borrowings, RM40 million is denominated in foreign currency borrowings.

WIDAD GROUP BERHAD

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Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B7 Derivative Financial Instrument**

	Notional Amount RM'000	Asset RM'000	Liability RM'000	Net RM'000
Cross-currency interest rate swap contract				
- less than 1 year	40,269	41,143	40,730	413
Total derivative	40,269	41,143	40,730	413

Simultaneously upon entering a foreign currency borrowing, the Group entered into a cross currency swap with credit-worthy Islamic financial institution in Malaysia to manage the exposure in foreign currency and profit rate risk arising from the said borrowing. The swap contract was entered to reap the benefit of lower profit rate regime and it is expected to minimise the Group's financial cost in future.

The Group uses cash flow hedge to mitigate the risk of variability of future cash flows attributable to foreign currency and profit rate fluctuations over the hedging period of the foreign currency borrowing. Where a cash flow hedge qualifies for hedge accounting, the effective portion of gains or losses on re-measuring the fair value of the hedging instrument are recognised directly in Other Comprehensive Income ("OCI") until such time as the hedged item affects profit or loss, then the gains or losses are transferred to the profit or loss. Gains or losses on any portion of the hedge determined to be ineffective are recognised immediately in the profit or loss.

The cash flow hedge of the borrowing was assessed to be highly effective and a net unrealised gain of RM413,076 (2020: RM2,286,545) relating to the hedging instrument is included in OCI. The unrealised profit recognised in OCI is equal to the change in fair value used for measuring effectiveness. There is no ineffectiveness recognised in profit or loss.

B8 Material Litigations

There was no pending material litigation as at the date of this report.

B9 Dividends

There were no dividends declared or paid during the quarter under review.

WIDAD GROUP BERHAD

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Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B10 Earnings per Share****(i) Basic earnings per share**

The basic earnings per share is calculated by dividing the profit attributable to the owners of the Company by the weighted average number of shares in issue during the period.

	Quarter Ended		Year-to-date	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Profit/(loss) attributable to owners of the Company (RM'000)	64,625	(488)	70,794	4,012
Weighted average number of ordinary shares in issue ('000)	2,700,993	2,463,948	2,700,993	2,463,948
Basic earnings/(loss) per share (sen)	2.39	(0.02)	2.62	0.16

(ii) Diluted earnings per share

The diluted earnings per share is calculated by dividing the profit attributable to the owners of the Company by the weighted average number of shares to be issued pursuant to the exercise of the warrant.

	Quarter Ended		Year-to-date	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Profit/(loss) attributable to owners of the Company (RM'000)	64,625	(488)	70,794	4,012
Weighted average number of ordinary shares in issue ('000)	2,700,993	2,463,948	2,700,993	2,463,948
Effects of warrants outstanding	385,415	453,702	385,415	453,702
Weighted average number of ordinary shares assumed to be in issue ('000)	3,086,408	2,917,650	3,086,408	2,917,650
Basic earnings/(loss) per share (sen)	2.09	(0.02)	2.29	0.14

WIDAD GROUP BERHAD

Registration No.:200901014295 (857363-U)

Explanatory notes to the Interim Financial Statements for 4th quarter ended 31st December 2021

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**B11 Notes to the statement of comprehensive income**

Profit for the current quarter and current year-to-date were arrived at after crediting / (charging) the following:

	QUARTER ENDED		YEAR-TO-DATE	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Finance income	15,381	1,122	15,703	3,086
Depreciation	(1,637)	(784)	(4,204)	(3,062)
Finance costs	(13,152)	(3,577)	(20,159)	(10,349)

Finance income includes availability charge income from concession, in compliance to IC 12. Refer Note B1(a).

Save for as disclosed above, the Group does not have any other material items to be included in the results for the current financial quarter ended 31 December 2021.