

**KOMARKCORP BERHAD
AND ITS SUBSIDIARIES**

Company No.: 199601001919 (374265 - A)

Incorporated in Malaysia

INTERIM FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 31 January 2021

(The figures have not been audited)

	Current Qtr Ended 31/01/2021 RM'000	Comparative Qtr Ended 31/01/2020 RM'000	9 months Cumulative 31/01/2021 RM'000	9 months Cumulative 31/01/2020 RM'000
Revenue	9,737	9,805	26,674	29,862
Cost of sales	(9,529)	(9,470)	(25,463)	(27,756)
Gross Profit	<u>208</u>	<u>335</u>	<u>1,211</u>	<u>2,106</u>
Other income	155	55	833	909
Employee benefits expenses	(1,661)	(2,076)	(4,423)	(5,968)
Other operating expenses	(1,520)	(1,001)	(3,817)	(3,124)
Finance costs	(236)	(318)	(720)	(1,079)
Loss before tax	<u>(3,055)</u>	<u>(3,005)</u>	<u>(6,917)</u>	<u>(7,156)</u>
Income tax expense	(33)	(182)	(267)	(687)
Loss after tax	<u>(3,088)</u>	<u>(3,187)</u>	<u>(7,184)</u>	<u>(7,843)</u>
Other Comprehensive Income				
Transfer from warrant reserve upon expiry of warrants	-	1,119	-	1,119
Exchange difference on translating foreign operations	518	(110)	31	186
	<u>518</u>	<u>(110)</u>	<u>31</u>	<u>1,305</u>
Total Comprehensive Loss for the period	<u>(2,570)</u>	<u>(3,297)</u>	<u>(7,153)</u>	<u>(6,538)</u>
Loss attributable to:				
Equity holders of the parent	(2,928)	(3,187)	(6,802)	(7,843)
Non-controlling interests	(160)	-	(382)	-
	<u>(3,088)</u>	<u>(3,187)</u>	<u>(7,184)</u>	<u>(7,843)</u>
Total Comprehensive Loss attributable to:				
Equity holders of the parent	(2,410)	(3,297)	(6,771)	(6,538)
Non-controlling interests	(160)	-	(382)	-
	<u>(2,570)</u>	<u>(3,297)</u>	<u>(7,153)</u>	<u>(6,538)</u>
Basic Losses per Ordinary Share (sen)	(1.10)	(0.87)	(1.41)	(4.29)
Diluted Losses per Ordinary Share (sen)	(0.59)	(0.66)	(1.37)	(4.29)

This statement should be read in conjunction with the notes to interim financial report and the Company's Annual Audited Financial Statements for the year ended 30 April 2020.

KOMARKCORP BERHAD
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Company No. : 199601001919 (374265 - A)
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 January 2021

(The figures have not been audited)

	AS AT 31/01/2021	AS AT 30/04/2020 (Audited)
	RM'000	RM'000
ASSETS		
Non-current Assets		
Property, Plant and Equipment	65,007	65,942
Right of Use Assets	828	1,207
Deferred Tax Assets	55	55
Goodwill on Consolidation	1,750	1,750
	<u>67,640</u>	<u>68,954</u>
Current Assets		
Inventories	4,571	3,624
Trade and Other Receivables	9,563	8,935
Tax Recoverable	-	174
Cash and Bank Balances	55,260	2,846
	<u>69,394</u>	<u>15,579</u>
Total Assets	<u>137,034</u>	<u>84,533</u>
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent		
Share Capital	120,131	62,789
Preference Shares	2,000	-
Treasury Shares, at cost	(4)	(4)
Reserves	(12,626)	(5,855)
	<u>109,501</u>	<u>56,930</u>
Non Controlling Interest	(211)	-
Total Equity	<u>109,290</u>	<u>56,930</u>
Non-current liabilities		
Bank Borrowings	9,661	10,441
Leases Obligation	133	718
Post Employment Benefits	-	1,033
Deferred tax liabilities	892	767
	<u>10,686</u>	<u>12,959</u>
Current Liabilities		
Trade and Other Payables	9,957	8,781
Leases Obligation	854	501
Bank Borrowings	5,404	5,357
Taxation	843	5
	<u>17,058</u>	<u>14,644</u>
Total Liabilities	<u>27,744</u>	<u>27,603</u>
Total Equity And Liabilities	<u>137,034</u>	<u>84,533</u>
 Net Assets per Share (RM)	 0.23	 0.28

This statement should be read in conjunction with the notes to interim financial report and the Company's Annual Audited Financial Statements for the year ended 30 April 2020.

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**Condensed Consolidated Statements of Changes in Equity
For the period ended 31 January 2021**

	Attributable to Equity Holders of the Parent									Non Controlling Interest	Total Equity	
	Share Capital RM'000	Preference Shares RM'000	Treasury Shares RM'000	Non- distributable					Distributable	Total RM'000	RM'000	RM'000
				General Reserve RM'000	Translation Reserve RM'000	Revaluation Surplus on PPE RM'000	Capital Reserve RM'000	Warrant Reserve RM'000	Accumulated Losses RM'000			
At 1st May 2020	62,789	-	(4)	361	659	15,274	33,882	-	(56,031)	56,930		56,930
Acquisition of shares in Komark Mask SB	-	-	-	-	-	-	-	-	-	-	171	171
Issuance of ordinary shares pursuant to:												
- private placement	59,208	-	-	-	-	-	-	-	-	59,208	-	59,208
Issuance of redeemable convertible preference shares	-	2,000	-	-	-	-	-	-	-	2,000	-	2,000
Share issue expenses	(1,866)	-	-	-	-	-	-	-	-	(1,866)	-	(1,866)
Total comprehensive income/(loss) for the period	-	-	-	-	31	-	-	-	(6,802)	(6,771)	(382)	(7,153)
As at 31st January 2021	120,131	2,000	(4)	361	690	15,274	33,882	-	(62,833)	109,501	(210)	109,290
At 1st May 2019	48,425	-	(2,027)	361	28	11,287	33,882	6,017	(36,037)	61,936		
Total comprehensive income/(loss) for the period	-	-	-	-	191	(26)	-	-	(5,206)	(5,041)		
Purchases of treasury shares	-	-	(384)	-	-	-	-	-	-	(384)		
As at 31st January 2020	48,425	-	(2,411)	361	219	11,261	33,882	6,017	(41,243)	56,511		

This statement should be read in conjunction with the notes to interim financial report and the Company's Annual Audited Financial Statements for the year ended 30 April 2020.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 January 2021

(The figures have not been audited)

	9 months ended	
	31/01/2021	31/01/2020
	RM'000	RM'000
Cash Flows from Operating Activities		
Loss Before Taxation	(6,917)	(7,156)
Adjustments for:		
Allowance/(reversal) for slow moving inventories	79	(130)
Provision for long term employee benefits	-	240
Depreciation of property, plant and equipment	3,481	3,214
Unrealised loss/ (gain) on foreign exchange, net	52	(479)
Interest expense	538	1,079
Interest income	(23)	(35)
Expected credit losses	15	-
Property, plant and equipment written off	(8)	-
Reversal allowance for expected credit loss	-	(106)
Allowance for impairment losses on amount due from associated company	-	20
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Operating loss before working capital changes	(2,783)	(3,353)
Decrease in inventories	(947)	(398)
Increase in receivables	387	740
(Decrease)/increase in payables	(110)	697
	<hr/>	<hr/>
Cash Used in Operations	(3,453)	(2,314)
Income Taxes Paid	(183)	(129)
Interest Paid	(538)	(1,079)
	<hr/>	<hr/>
Cash Used in Operating Activities	(4,174)	(3,522)
	<hr/>	<hr/>
Cash Flows from Investing Activities		
Acquisition of Property, Plant and Equipment	(2,159)	(1,815)
Interest Income	23	35
Share buy back	-	(4)
	<hr/>	<hr/>
Net Cash Used in Investing Activities	(2,136)	(1,784)
	<hr/>	<hr/>
Cash Flows from Financing Activities		
Issuance of convertible and redeemable preference shares	2,000	-
Proceeds from private placement	57,342	-
Proceeds from warrant shares conversion	-	9,465
Proceeds from lease obligations	(232)	1,302
Drawdown of Term Loans and other Borrowings	-	3,339
Repayment of Term Loans and other Borrowings	(713)	(6,704)
	<hr/>	<hr/>
Net Cash Generated from Financing Activities	58,397	7,402
	<hr/>	<hr/>
Net (Decrease)/Increase in Cash and Cash Equivalents	52,087	2,096
Effect of exchange rate changes	(39)	(346)
Cash and Cash Equivalents at Beginning of Period	417	1,278
	<hr/>	<hr/>
Cash and Cash Equivalents at End of Period	(i) 52,465	3,028

(i) Cash and Cash Equivalents

Cash and cash equivalents included in the cash flow statements comprise the following:-

	RM' 000	RM' 000
<u>Continuing Operations</u>		
Cash and Bank Balances	55,260	5,274
Less : Deposits pledged with licensed institutions	(845)	(816)
Bank Overdrafts	(1,950)	(1,430)
	<hr/>	<hr/>
	52,465	3,028

This statement should be read in conjunction with the notes to interim financial report and the Company's Annual Audited Financial Statements for the year ended 30 April 2020.

**KOMARKCORP BERHAD
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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 and Appendix 9B of Bursa Malaysia Securities Berhad Main Market Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2020 which were prepared under Malaysian Financial Reporting Standards ("MFRS"). These 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 30 April 2020.

A2. Changes in Accounting Policies

The accounting policies adopted in the preparation of the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 30 April 2020, except for the adoption of the following new MFRS, amendments to MFRSs and IC Interpretation that are effective for the financial statements effective from 1 May 2020, as disclosed below:

The accounting policies adopted are consistent with those of the previous financial year, except in the current period, the Group adopted the following new and amended MFRSs mandatory for annual financial periods beginning on or after 1 May 2020.

Description	Effective for annual periods beginning on or after
<i>Amendments to References to the Conceptual Framework in MFRS Standards</i>	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Amendments to MFRS 3 Business Combinations - Definition of a Business	1 January 2020
Amendments to MFRS 16 Leases: Covid-19 Related Rent Concessions	1 June 2020

Adoption of the above standards and interpretations did not have any significant impact on the financial performance or position of the Group.

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A2. Changes in Accounting Policies (contd.)

Standards Issued but not yet effective

The standards and interpretations that have been issued but not yet effective are disclosed below. The Group intends to adopt these standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
Amendments to MFRS 116 Property, Plant & Equipment : Proceeds Before Intended Use	1 January 2022
Amendments to MFRS 137 Provision, Contingent Liabilities and Contingent Assets : Onerous Contracts-Cost of Fulfilling a Contract	1 January 2022
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101 Presentation of Financial Statements : Classification of Liabilities as Current or Non-current	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

A3. Audit Report

The audit report for the financial statements of the Group for the financial year ended 30 April 2020 was not qualified.

A4. Seasonal or Cyclical of Interim Operations

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

A5. Exceptional / Extraordinary Items

There were no exceptional or extraordinary items for the current quarter except as disclosed in the notes to this report.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

A6. Changes in Estimates

There were no significant changes in estimates of the amounts reported in the prior financial years that have a material effect in the current quarter.

A7. Debts and Equity Securities

During the current quarter, the Company increased its issued and paid-up ordinary share capital by way of issuance of 61,675,000 ordinary shares of RM0.96 each pursuant to the Private Placement.

As at 31 January 2021, the issued and paid up ordinary share capital of the Company was RM121,997,075. The details were as follows:-

Issued and Paid up Share Capital	Unit of Ordinary Share	RM'000
As at 1 May 2020	205,586,593	62,790
Issuance of share pursuant to private placement	61,675,000	59,208
Share issue expenses	-	(1,866)
As at 31 January 2021	267,261,593	121,997

The number of treasury shares held were 10,000 ordinary shares at a total cost of RM3,547. There was no share buy-back during the current quarter.

Save for the above, there was no other issuance, cancellations, resale and repayments of debt and equity securities for the current quarter.

A8. Dividend Paid

No dividend was proposed or paid during the current quarter.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

A9. Segmental Information

Business segment

Followed by the incorporation of a new subsidiary, Komark Mask Sdn. Bhd. on 15 June 2020, the Group's new reportable segments were identified as follows:

- (i) Label and Packaging – manufacturing of self-adhesive stickers and trading of related products
- (ii) Mask – manufacturing of disposable surgical face mask and protective apparels

<u>9 months Cumulative</u> <u>31 January 2021</u>	Label and	Mask	Elimination	Consolidation
	RM'000	RM'000	RM'000	RM'000
Revenue	29,502	628	(3,456)	26,674
Loss				(5,305)
Unallocated Expenses				(915)
Interest Income				23
Finance Costs				(720)
Share of loss of associate				-
Loss before taxation				(6,917)
Income Tax Expenses				(267)
Loss for the period				(7,184)

- * There are no comparative figures for business segment reporting as Mask Division was established during the period.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

A9. Segmental Information (contd.)

Geographical segment

The Group's business is conducted in Malaysia, Singapore, Thailand and Others. The reportable segments were identified as below:-

<u>9 months Cumulative 31 January 2021</u>	Malaysia	Singapore	Thailand	Others	Elimination	Consolidation
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	12,587	5,258	11,575	710	(3,456)	26,674
Loss						(5,305)
Unallocated Expenses						(915)
Interest Income						23
Finance Costs						(720)
Share of loss of associate						-
Loss before taxation						(6,917)
Income Tax Expenses						(267)
Loss for the period						(7,184)

<u>9 months Cumulative 31 January 2020</u>	Malaysia	Singapore	Thailand	Others	Elimination	Consolidation
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	13,161	7,266	12,776	1,452	(4,793)	29,862
Loss						(5,229)
Unallocated Expenses						(883)
Interest Income						35
Finance Costs						(1,079)
Share of loss of associate						-
Loss before taxation						(7,156)
Income Tax Expenses						(687)
Loss for the period						(7,843)

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
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A10. Property, Plant and Equipment

The revaluation of land and buildings have been brought forward, without any amendment to the previous annual financial statement.

A11. Material Events Subsequent to the Interim Period

There were no material events subsequent to the quarter ended 31 January 2021 except as disclosed in this report.

A12. Changes in the Composition of the Group

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

A13. Change in Contingent Liabilities or Contingent Assets

As at 31 January 2021, the Company has given corporate guarantee of RM15.065 million to banks and financial institutions for banking facilities extended to its subsidiaries.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING
REQUIREMENTS**

B1. Review of Performance

The Group's principal activities are involved in manufacturing self-adhesive labels and OPP roll-fed and shrink sleeves and other related products for large global and small-medium customers in Malaysia, Thailand, Singapore and Indonesia. The Group commenced manufacturing of face mask since October 2020.

Analysis of Current Quarter and Financial Year To Date Performance

	Individual Period (3 rd quarter)		Changes (%)	Cumulative Year		Changes (%)
	Current Year Quarter	Preceding Year Corresponding Quarter		Current Year To- date	Preceding Year Corresponding Quarter	
	31/01/2021 RM'000	31/01/2020 RM'000		31/01/2021 RM'000	31/01/2020 RM'000	
Revenue	9,737	9,805	(0.7)	26,674	29,862	(10.7)
Loss Before Interest and Tax	(2,819)	(2,687)	4.9	(6,197)	(6,077)	2.0
Loss Before Tax	(3,055)	(3,005)	1.7	(6,917)	(7,156)	(3.3)
Loss After Tax	(3,088)	(3,187)	(3.1)	(7,184)	(7,843)	(8.4)
Loss Attributable to Holders of the Parent	(2,928)	(3,187)	(8.1)	(6,802)	(7,843)	(13.3)

I) Analysis of Quarters Performance

For the current quarter ended 31 January 2021, the Group recorded a revenue of RM9.737 million compared to preceding year corresponding quarter of RM9.805million; a decrease of RM0.068 million or 0.7%. The decrease in revenue was mainly due to the loss of customers, shrinkage of business regionally and outbreak of Coronavirus ("Covid 19") pandemic.

For the current quarter under review, the Group recorded a higher loss before tax of RM3.055 million compared to a loss before tax of RM3.005 million for the preceding year corresponding quarter.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

B1. Review of Performance (contd.)

II) Analysis of 9 months Performance

For the current quarter ended 31 January 2021, the Group recorded a revenue of RM26.674 million compared to preceding year corresponding quarter of RM29.862 million; a decrease of RM3.188 million or 10.7%. The decrease in revenue was mainly due to the loss of customers, shrinkage of business regionally and outbreak of Coronavirus ("Covid 19") pandemic.

For the current period under review, the Group recorded a loss before tax of RM6.917 million compared to a loss before tax of RM7.156 million for the preceding year corresponding period. The decrease in loss was mainly due to Malaysia and Singapore government's aids of RM0.764 million and reversal of the gratuity payment provision that amounting to RM0.638 million despitess of lower recorded revenue.

B2. Comparison with the Preceding Quarter's Results

	Current Quarter 31/01/2021	Immediate Preceding Quarter 31/10/2020	Changes (%)
	RM'000	RM'000	
Revenue	9,737	8,257	17.92
Loss Before Interest and Tax	(2,819)	(2,109)	(33.67)
Loss Before Tax	(3,055)	(2,372)	(28.79)
Loss After Tax	(3,088)	(2,528)	(22.15)
Loss Attributable to Ordinary Equity Holders	(2,928)	(2,306)	(26.97)

The Group recorded a revenue of RM9.737 million as compared to RM8.257 million for the preceding quarter, representing an increase of RM1.480 million or 17.92%. The increase in revenue was mainly attributed to the sales of face mask during the quarter.

The Group recorded loss before tax of RM2.287 million compared to the loss before tax of RM2.528 million for the preceding quarter. A higher loss before tax was mainly due to the mobilization cost incurred for the expansion of face mask division.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
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B3. Commentary of Prospects

The trade war between USA and China and the outbreak of Coronavirus Covid-19 pandemic and restrictive measures taken by respective governments have caused uncertainties and anxieties in the global market; as a result, the customers have taken a more cautious and selective view in placing their orders.

The Group has taken steps to improve sales, through adopting more aggressive marketing strategies and engaging with the previous customers. The Group has also taken positive all necessary measures to reduce other operating expenses. The Group is also optimistic to improve sales with the newly invested machineries with more flexible packaging features during the current and ensuing financial years.

The Covid-19 pandemic has an adverse impact on the performance and the cash flows of the Group.

The Group had diversified into face masks manufacturing since October 2020 and secured a contract worth USD3.6 million for the supply of 3 ply Disposable Medical Grade Face Mask to Poland over the period of 36 months.

Barring the unforeseen circumstance, the performance of the Group in the forthcoming financial year is challenging.

B4. Profit Forecast or Profit Guarantee

The Group did not announce or disclose any profit forecast or profit guarantee in a public document.

B5. Board of Directors Statement on Internal Targets

The Group did not announce or disclose any profit estimates, forecast, projections or internal management targets in a public document.

B6. Taxation

	Current Quarter (RM'000)	Year to date (RM'000)
Income Tax		
- Current tax expenses	(59)	142
- Deferred tax	92	125
Total	33	267

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021**

B7. Status of Corporate Proposal

Private Placement

On 16 June 2020, the Company announced that it proposed to undertake the following:-

- (i) proposed diversification of the business of Komarkcorp Berhad (“**Komarkcorp**” or the “**Company**”) and its subsidiaries to include the manufacturing and sale of face masks (“**Proposed Diversification**”); and
- (ii) proposed private placement of new ordinary shares in Komarkcorp of up to 30% of the total number of issued shares (excluding treasury shares) of the Company to independent third party investor(s) to be identified later and at an issue price to be determined later (“**Placement Shares**”) (“**Proposed Private Placement**”).

The Proposed Diversification and Proposed Private Placement were completed on 28 December 2020.

Establishment of Employee Share Option Scheme

On 3 July 2020, the Company proposed to undertake the establishment of an employees’ share options scheme (“ESOS”) involving up to 15% of the total number of issued shares of Komarkcorp (excluding treasury shares, if any) for eligible directors and employees of Komarkcorp and its subsidiaries.

The effective date for the implementation of the ESOS is 14 January 2021.

Bonus Issue of Warrant

On 8 October 2020, the Company proposed to undertake a bonus issue of free warrants in the Company (“Warrants C”) on the basis of 1 Warrant C for every 2 existing ordinary shares in the Company.

The bonus issue of Warrants has been completed following the listing and quotation of 133,625,329 Warrants C on the Main Market of Bursa Securities on 15 January 2021.

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
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B7. Status of Corporate Proposal (contd.)

Proposed Share Split

On 6 January 2021, the Company proposes to undertake a share split involving the subdivision of every 10 existing Shares into 18 Shares.

The Share Split has been completed following the listing and quotation of 481,133,548 Split Shares and 106,870,761 Additional Warrants C on the Main Market of Bursa Securities on 11 February 2021.

Save as above, the Company did not announce any other corporate proposals from the date of last quarterly report to the date of this announcement.

B8. Status of Utilisation of Private Placement Proceeds

Pursuant to the Private Placement Exercise which was duly completed upon the subscription and listing of the 61,675,000 Placement Shares at RM0.96 each on the Main Market of Bursa Malaysia Securities Berhad with effect from 28 December 2020, the gross proceeds raised from the Private Placement Exercise was RM59,208,000 and the utilisation status as at 22 March 2021 is as set out below:-

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Intended timeframe for utilisation	Deviation amount	
				Amount RM'000	%
(i) Investment in the New Business	17,900	5,541	By 27 December 2022	-	-
(ii) Repayment of borrowings	1,423	1,423	By 27 March 2022	-	-
(iii) Working Capital	38,725	6,508	By 27 December 2022	-	-
(iv) Estimated expenses for the Proposals	1,160	1,160	Immediate	-	-

KOMARKCORP BERHAD**AND ITS SUBSIDIARIES**

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**NOTES TO THE INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2021****B9. Group's Bank Borrowings and Debt Securities**

Group's bank borrowings and debt securities as at the end of the reporting period are as follows:

	As at 31 January 2021					
	Long Term		Short Term		Total borrowings	
	Foreign denomination	RM'000 denomination	Foreign denomination	RM'000 denomination	Foreign denomination	RM'000 denomination
Secured	-					
Bank Overdraft			THB 12,523,230 Exc Rate 0.135	1,691	THB 12,523,230 Exc Rate 0.135	1,691
Bank Overdraft				259		259
Term Loan		6,516		410		6,926
Finance Lease and Hire Purchase Liabilities	THB 6,244,220 Exc Rate 0.135	843	THB 5,707,256 Exc Rate 0.135	771	THB 11,951,476 Exc Rate 0.135	1,614
Finance Lease and Hire Purchase Liabilities		2,302		2,273		4,575
Total		9,661		5,404		15,065

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B9. Group's Bank Borrowings and Debt Securities (contd.)

	As at 31 January 2020					
	Long Term		Short Term		Total borrowings	
	Foreign denomination	RM'000 denomination	Foreign denomination	RM'000 denomination	Foreign denomination	RM'000 denomination
Secured						
Bank Overdraft			THB 8,687,671 Exc Rate 0.131539	1,143		1,143
Bank Overdraft				287		287
Bankers' Acceptance		-		989		989
Term Loans		5,911		383		6,294
Finance Lease and Hire Purchase Liabilities	THB 7,581,123 Exc Rate 0.131539	997	THB 2,660,327 Exc Rate 0.131539	350	THB 10,241,449 Exc Rate 0.131539	1,347
Finance Lease and Hire Purchase Liabilities		4,242		2,153		6,395
Finance Lease and Hire Purchase Liabilities						
Unsecured		-		-		-
Loans		-		17		17
		11,150		5,322		16,472

Interest rates for the hire purchase are between 3.86% to 3.99% per annum.

B10. Material Litigation

There is no material litigation for the period ended 31 January 2021 to the date of this announcement.

B11. Dividend Payable

No dividend has been proposed or paid for the quarter ended 31 January 2021.

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B12. Loss Per Share (LPS)

The calculation of basic loss per share is based on the net loss attributable to ordinary shareholders of the parent and the weighted average number of ordinary shares in issue during the period.

	Current Quarter
Loss attributable to Shareholders of Parent (RM)	(2,927,880)
Weighted Average Number of Ordinary Shares (unit)	267,261,593
Basic Loss Per Share (Sen)	(1.10)

B13. Notes to the Statement of Comprehensive Loss

		Period Ended January 2021 RM'000	Period Ended January 2020 RM'000
a)	Interest Income	(23)	(35)
b)	Gain on Forex – Realised	(49)	15
	– Unrealised	(52)	479
c)	Interest expense	720	1,079
d)	Depreciation and amortization	3,481	3,214
e)	Allowance for impairment losses on amount due from associated company	-	20
f)	Allowance/(Reversal) for slow moving inventories	79	(130)
g)	Reversal of gratuity provision	(638)	-
h)	Property, plant & equipment written off	(8)	-
i)	Reversal of expected credit loss	15	(106)
j)	Provision for long term employee benefits	-	240