



**HIAP HUAT HOLDINGS BERHAD (200901038858 (881993-M))
(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2021**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30 September 2021 RM'000	Preceding Year Corresponding Quarter Ended 30 September 2020 RM'000	Current Year To Date Ended 30 September 2021 RM'000	Preceding year To Date Ended 30 September 2020 RM'000
Revenue	25,856	10,059	48,751	28,210
Cost of sales	(21,006)	(8,125)	(37,303)	(24,403)
Gross profit	4,850	1,934	11,448	3,807
Other income	74	57	372	219
Administration expenses	(2,001)	(1,538)	(5,369)	(5,200)
Selling and distribution costs	(172)	(89)	(462)	(244)
Finance costs	(106)	(30)	(447)	(270)
Profit/(Loss) before taxation	2,645	334	5,542	(1,688)
Taxation	(654)	141	(1,337)	141
Net profit/(loss) for the financial period, representing total comprehensive income/(expense) for the financial period	1,991	475	4,205	(1,547)
Total comprehensive income/(expense) attributable to:				
Equity owners of the Company	2,017	475	4,263	(1,547)
Non-controlling interests	(26)	-	(58)	-
	1,991	475	4,205	(1,547)
Earnings/(Loss) per share attributable to the equity holders of the Company (sen)	0.55	0.14	1.24	(0.47)

The Unaudited Condensed Consolidated Statements of Comprehensive Income 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 this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021**

	Unaudited As at 30 September 2021 RM'000	Audited As at 31 December 2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	37,893	22,368
Investment property	7,586	7,724
Right-of-use assets	31,155	31,902
	76,634	61,994
Current assets		
Non-current assets classified as held for sale	-	1,380
Inventories	7,683	4,905
Trade receivables	6,717	3,698
Other receivables	3,180	2,952
Tax recoverable	-	75
Short term investment	279	4,250
Fixed deposits	162	4,801
Cash and bank balances	21,071	2,919
	39,092	24,980
TOTAL ASSETS	115,726	86,974
EQUITY		
Share capital	49,981	41,093
Treasury shares	(401)	(401)
Merger deficit	(9,535)	(9,535)
Revaluation reserve	8,881	8,881
Retained profits	27,863	23,600
Equity attributable to owners of the Company	76,789	63,638
Non-controlling interests	(155)	-
Total equity	76,634	63,638
LIABILITY		
Non-current liabilities		
Lease liabilities	1,011	1,082
Bank borrowings	21,254	12,030
Deferred tax liabilities	5,602	5,115
	27,867	18,227
Current Liabilities		
Trade payables	4,386	1,063
Other payables	450	1,804
Provision for taxation	560	-
Lease liabilities	733	895
Bank borrowings	5,096	1,347
	11,225	5,109
Total liabilities	39,092	23,336
TOTAL EQUITY AND LIABILITIES	115,726	86,974
Net assets per share attributable to equity holders of the Company (RM)	0.19	0.19

The Unaudited Condensed Consolidated Statements 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 this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

	<-----Attributable to Equity Holders of the Company ----->							
	<----- Non-distributable ----->				Distributable		Non- Controlling Interests	Total Equity
	Share Capital	Treasury Shares	Revaluation Reserve	Merger Deficit	Retained Profits	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
Current year to date ended 30 September 2021								
At 1 January 2021	41,093	(401)	8,881	(9,535)	23,600	63,638	-	63,638
Profit for the financial year, representing total comprehensive income for the financial period	-	-	-	-	4,263	4,263	(58)	4,205
Transactions with owner								
Disposal of a subsidiary	-	-	-	-	-	-	(97)	(97)
Issuance of ordinary shares	8,888	-	-	-	-	8,888	-	8,888
Total transactions with owners	8,888	-	-	-	-	8,888	(97)	8,791
At 30 September 2021	49,981	(401)	8,881	(9,535)	27,863	76,789	(155)	76,634
Preceding year to date ended 30 September 2020								
At 1 January 2020	41,093	(302)	9,488	(9,535)	24,897	65,641	-	65,641
Loss for the financial year, representing total comprehensive expense for the financial period	-	-	-	-	(1,547)	(1,547)	-	(1,547)
Transactions with owner								
Purchase of treasury shares	-	(99)	-	-	-	(99)	-	(99)
Total transactions with owners	-	(99)	-	-	-	(99)	-	(99)
At 30 September 2020	41,093	(401)	9,488	(9,535)	23,350	63,995	-	63,995

The Unaudited Condensed Consolidated Statements 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 this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

	Current Year To-date Ended 30 September 2021 RM'000	Preceding Year To-date Ended 30 September 2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	5,542	(1,688)
Adjustments:		
Depreciation of property, plant and equipment	2,614	2,410
Depreciation of investment properties	137	170
Depreciation of right-of-use assets	1,365	1,067
Fair value loss/(gain) on short term investment	2	(80)
Gain on disposal of a subsidiary	(137)	-
Reversal of impairment loss on trade receivables	(11)	-
Property, plant and equipment written off	32	317
Loss on disposal of property, plant and equipment	-	20
Interest income	(52)	(135)
Interest expenses	447	270
Operating profit before working capital changes	9,939	2,351
(Increase)/decrease in working capital:		
Inventories	(2,778)	3,929
Receivables	(3,241)	4,817
Payables	1,969	(1,013)
Cash generated from operations	5,889	10,084
Interest received	52	135
Interest paid	(426)	(255)
Tax paid	(216)	(256)
Net cash from operating activities	5,299	9,708
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(18,171)	(8,068)
Purchase of treasury shares	-	(99)
Proceeds from disposal of investment property	1,380	-
Proceeds from disposal of property, plant and equipment	-	17
Proceeds from disposal of short term investment	3,971	-
Proceeds from disposal of a subsidiary	40	-
Net cash used in investing activities	(12,780)	(8,150)
CASH FLOW FROM FINANCING ACTIVITIES		
Drawdown of borrowings	13,970	-
Repayment of bank borrowings	(997)	(512)
Repayment of lease liabilities	(867)	(1,185)
Proceeds from issue of ordinary shares	8,888	-
Net cash from/(used in) financing activities	20,994	(1,697)
Net increase/(decrease) in cash & cash equivalents	13,513	(139)
Cash and cash equivalents at beginning of the financial period	7,720	8,656
Cash and cash equivalents at end of the financial period	21,233	8,517
<u>Cash and Cash Equivalents at end of the period comprise the followings:</u>		
Fixed deposits with licenced banks	162	4,798
Cash and bank balances	21,071	3,719
	21,233	8,517

The Unaudited Condensed Consolidated Statements 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 this interim financial statement.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS 134):

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

A2. Summary of significant accounting policies

The significant accounting policies and methods of computation adopted in the preparation of this interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2020 except for the following standards, amendments to published standards and interpretations to existing standards which are applicable in the current financial year:

- Amendment to MFRS 16, Leases – Covid-19 – Related Rent Concessions

The application of the standards and amendments to the standards above does not have a material impact to the financial statements of the Group and the Company.

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issue Committee (“IC”) Interpretations were issued but not yet effective and have not been applied by the Group and the Company:-

(i) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 April 2021

- Amendment to MFRS 16, Leases – Covid-19 – Related Rent Concessions beyond 30 June 2021

(ii) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 January 2022

- Amendments to MFRS 3, Business Combinations – Reference to the Conceptual Framework
- Amendments to MFRS 116, Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 - 2020

(iii) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after 1 January 2023

- Amendments to MFRS 101, Presentation of Financial Statements – Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101, Presentation of Financial Statements – Disclosure of Accounting Policies
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates
- Amendments to MFRS 112, Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

A2. Summary of significant accounting policies (continued)

(iv) MFRSs, Interpretations and Amendments effective for annual financial periods beginning on or after a date yet to be confirmed

- Amendment to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Company plan to apply the abovementioned accounting standards, interpretations and amendments.

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Group and the Company.

A3. Auditors' report

The audit report of the Group's preceding annual Financial Statements was not subject to any qualification.

A4. Seasonal or cyclical factors

The principal businesses of the Group were not significantly affected by seasonal or cyclical factors.

A5. Items of unusual nature and amount

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

A6. Material changes in estimates

There were no changes in the estimates of amount reported in prior financial period that had a material effect in the current quarter under review.

A7. Issuances, cancellations, repurchase, resale and repayments of debts and equity securities

On 5 August 2021, the Company has issued 65,837,000 ordinary shares at an issue price of RM0.135 with total consideration of RM8,887,995 pursuant to the private placement exercise.

Other than the above, there were no issuances, cancellation, repurchases, resale and repayments of debt and equity securities in the current financial period under review.

As at 30 September 2021, a total of 4,113,000 buy-back shares were held as treasury shares and carried at cost.

A8. Dividends paid

No dividend has been paid during the quarter under review.

A9. Segmental information

No segmental reporting is prepared as the principal activities of the Group are predominantly carried out in Malaysia and are engaged in a single business segment of manufacturing, recycling and refining all kinds of petroleum based products.

A10. Valuation of property, plant and equipment

The property, plant and equipment are stated at cost/valuation less accumulated depreciation and impairment losses. There was no revaluation of property, plant and equipment for the current financial period. The valuation of property, plant and equipment of the Group has been brought forward without amendment from the previous financial years.

A11. Capital commitments

Authorised capital expenditures for property, plant and equipment not provided for in the financial statements were as follows:

	Group 30 September 2021 RM'000
Contracted and approved for:	
- Purchase of equipments	<u>5,876</u>

A12. Material subsequent event

There are no material events subsequent to the end of the current financial period under review up to the date of this announcement that have not been reflected in these interim financial statements.

A13. Significant event during the period

There were no significant events during the current financial period under review that have not been reflected in these interim financial statements.

A14. Changes in the composition of the Group

On 5 January 2021, the Company entered into a share sale agreement with a third party to dispose off 40% of its equity interests in Hiap Huat Services Sdn Bhd representing 40,000 ordinary shares, to a third party for a cash consideration of RM40,000.

Other than above, there were no changes in the composition of the Group during the current financial period under review.

A15. Contingent liabilities and contingent assets

The contingent liabilities as at 30 September 2021 were as follows:

<u>Unsecured contingent liabilities</u>	Company 30 September 2021 RM'000
Corporate guarantee given to financial institutions in respect of banking facilities granted to subsidiaries	28,645

A16. Financial risk management

All aspects of the Group’s financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as for the financial year ended 31 December 2020.

A17. Status of corporate exercise

Employee Share option Scheme

On 15 March 2021, the Company announced that it proposed to establish an employee share option scheme of up to 30% of the total number of issued shares of the Company (excluding treasury shares) at any point in time for the eligible Directors and employees of the Company and its subsidiary companies (excluding dormant subsidiary companies) (“Proposed ESOS”). The Proposed ESOS has been approved by Bursa Securities vide its letter dated 5 April 2021. The shareholders of the Company have approved the Proposed ESOS at extraordinary general meeting (“EGM”) which held on 24 May 2021.

On 28 July 2021, the Company has implemented the ESOS, being the date on which the Company is in full compliance with Rule 6.44 (1) of the Listing Requirements.

Private Placement

On 24 May 2021, the Company proposes to undertake a private placement of up to 66,660,000 new ordinary shares in the Company, representing up to approximately 20% of the total number of issued shares of the Company (excluding treasury shares) (“Private Placement”). The Private Placement has been approved by Bursa Securities on 10 June 2021 with conditional on the compliance of relevant provisions under listing requirements.

On 5 August 2021, 65,837,000 placement shares have been allotted to third party investors at an issue price of RM0.135 with gross proceeds of RM8,887,995 raised by the Company. The Private Placement has been completed following the listing of and quotation for 65,837,000 placement shares on the ACE Market of Bursa Securities on 11 August 2021.

A17. Status of corporate exercise (continued)

As at the date of this report, the status of utilisation of proceeds from the Private Placement is as below:

	Purpose	Proposed Utilisation After Variation RM'000	Actual Utilisation RM'000	Balance Utilisation RM'000	Intended Timeframe for Utilisation
(i)	Part finance the construction of a new waste treatment facility	3,000	-	3,000	Within 18 months
(ii)	Purchase of new palm oil waste refining system	4,000	4,000	-	Within 18 months
(iii)	Estimated expenses for the Private Placement	250	76	174*	Within 1 months
(iv)	Working capital requirements	1,638	1,500	138	Within 12 months
	Total	8,888	5,576	3,312	

* The amount unutilised for private placement expenses will be used for general working capital purposes.

A18. Related party transaction

Related party transactions for the quarter under review in which certain Directors have direct/indirect interest are as follows:

	Group	
	Quarter ended 30 September 2021	Year-to-date 30 September 2021
	RM'000	RM'000
Allowance to shareholder	16	50

B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. Review of performance

Financial review for third quarter ended 30 September 2021 (“Q3 FY2021”) versus corresponding quarter ended 30 September 2020 (“Q3 FY2020”)

	Current Quarter Ended				Cumulative Quarter Ended			
	30 September 2021	30 September 2020	Change		30 September 2021	30 September 2020	Change	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	25,856	10,059	15,797	157.04%	48,751	28,210	20,541	72.81%
Profit/(Loss) before taxation	2,645	334	2,311	-691.92%	5,542	(1,688)	7,230	428.32%
Earnings before interest, taxes, depreciation and amortisation (“EBITDA”)	3,985	1,544	2,441	-158.10%	10,053	2,094	7,959	380.09%

The revenue of the Group has increased by 157.04% to RM25.86 million in the current quarter against RM10.06 million in the corresponding quarter of previous year. The increase was mainly due to the higher sales order secured in the current quarter especially on the export sales. Export sales have contributed the highest revenue reported in the recycled petrochemicals products in Q3 FY2021 with approximately five times increases which arrived at RM17.00 million as compared to RM3.45 million recorded in the preceding year corresponding quarter. Revenue from recycled petroleum products has improved to RM6.44 million, up by 45.55% while there was a slightly decrease of 1.64% in the scheduled waste collection services, recorded at RM1.98 million in Q3 FY2021 as compared to RM2.02 million in Q3 FY2020.

The gross profit margin for Q3 FY2021 achieved at 18.76%, slight decrease against 19.23% in the corresponding quarter. Even though there was an increase in revenue, the Group achieved a lower gross profit margin in the current quarter as a result of higher purchases of raw materials and factory overhead cost incurred.

Total operating expenses recorded at RM2.28 million in Q3 FY2021 as compared to RM1.66 million in Q3 FY2020. Out of the total operating expenses, administration expenses has increased by RM0.46 million with higher professional fees incurred for the corporate exercise undertaken by the Company as well as unrealised foreign exchange loss arising from USD currency in the current quarter. The increase also contributed by the higher commission paid out in the selling and distribution costs by RM0.08 million. There was an increase reflected in the finance cost in the current quarter as opposed to the moratorium on loan repayment which took place in the corresponding quarter of previous year which shown lower cost incurred in Q3 FY2020.

On closing, the Group achieved profit before tax of RM2.65 million with EBITDA of RM3.99 million in the current quarter. In Q3 FY2020, profit before tax of the Group recorded at RM0.33 million with EBITDA of RM1.54 million.

Financial review for the financial period year-to-date ended 30 September 2021 (“YTD FY2021”) versus 30 September 2020 (“YTD FY2020”)

On year-to-date basis, the revenue of the Group stood at RM48.75 million in YTD FY2021, increased by RM20.54 million as compared to YTD FY2020. The increase was mainly due to higher sales order secured during the current financial period as opposed to the prior year pandemic where there were multiples Movement Control Order (“MCO”) with partial/full lockdown in certain months of the previous financial period which impacted the sales in YTD FY2020.

Gross profit margin of the Group has increased in the current financial period from 13.50% in YTD FY2020 to 23.48% in current YTD FY2021. This is the resultant of the improved profit margin in the segment products in line with the increase in revenue in the current financial period.

B1. Review of performance (continued)

Financial review for the financial period year-to-date ended 30 September 2021 (“YTD FY2021”) versus 30 September 2020 (“YTD FY2020”) (continued)

Total operating expenses has increased by 9.87% on year-to-date basis to RM6.28 million in the current financial period. The increase was contributed by the increase in professional fees incurred for the corporate exercise undertaken by the Company amounted to RM0.15 million and unrealised foreign exchange losses of RM0.36 million. However, the increase was partly off-set with the decrease in depreciation charged by RM0.20 million and fixed assets written off by RM0.29 million as compared to YTD FY2020. Further, there was an increase in the commission incurred of approximately RM0.2 million and increase in the finance cost of RM0.18 million subsequent to the uplift of the moratorium on loan repayment since October 2020.

With that, the Group closed at profit before tax of RM5.54 million from the loss position in YTD FY2020 of RM1.69 million. EBITDA of the Group has improved from RM2.09 million to RM10.05 million in the current financial period which was in tandem with the increase in sales during the financial period.

B2. Financial review of current quarter ended 30 September 2021 (“Q3 FY2021”) versus immediate preceding quarter ended 30 June 2021 (“Q2 FY2021”)

	Financial Quarter Ended			
	30 September 2021	30 June 2021	Change	
	RM'000	RM'000	RM'000	%
Revenue	25,856	12,126	13,730	113.23%
Profit before taxation	2,645	1,471	1,174	79.81%
Earnings before interest, taxes, depreciation and and amortisation (“EBITDA”)	3,985	3,023	962	31.82%

The Group has recorded RM25.86 million in the current quarter, with an increase of RM13.73 million from the immediate preceding quarter. The increase was due to higher sales order especially from the export market which contributed to 79.10% of the total revenue in the current quarter, an increase of approximately 61.78% as compared to the sales in Q2 FY2021. In term of products segment, recycled petrochemicals products has contributed the highest revenue, at 65.75% from the total revenue, followed by recycled petroleum products and scheduled waste collection services at 24.92% and 7.67% respectively.

Despite of the higher revenue registered in the current quarter, the Group’s gross profit margin has declined from 28.75% in Q2 FY2021 to 18.76% in Q3 FY2021, down by 9.99%. Lower gross profit margin was due to the lockdown period in the current quarter following to the rise of Covid-19 cases. Hence, this has resulted to the higher cost of production with increase spending on factory overhead and purchases of raw materials.

Total operating expenses have increased by 8.99% in Q3 FY2021, from RM2.09 million in Q2 FY2021 to RM2.28 million. The increase was mainly derived from higher commission paid out and losses arising from the unrealised foreign exchange losses in the current quarter.

With the above, the Group recorded a profit before tax of RM2.65 million in Q3 FY2021 as compared to RM1.47 million in Q2 FY2021, an increase of 79.81%. EBITDA has also improved from RM3.02 million to RM3.99 million within the quarters.

B3. Prospects

The current market sentiment remains conservative with the recent Covid-19 cases. Various movement control orders have been implemented to contain the spike of Covid-19 cases in Malaysia. At this juncture, it is difficult to gauge the market direction in the near term in view of the Covid-19 pandemic.

Notwithstanding the unpredictable market condition, the Group will stay vigilant on the market outlook, while at the same time taking stringent measures in its internal control and production efficiency, as well as prudent financial management to sustain its business operations. The Group continues to remain adaptive and will explore untapped opportunities to remain relevant in the competitive business landscape.

B4. Profit guarantee or profit forecast

No profit guarantee or profit forecast has been issued by the Group previously in any public document.

B5. Taxation

	Quarter ended		Cumulative Quarter ended	
	30 September 2021	30 September 2020	30 September 2021	30 September 2020
	RM'000	RM'000	RM'000	RM'000
Current Tax				
- current year	641	223	850	223
Deferred Tax				
- origination and reversal of temporary differences	13	(364)	487	(364)
	654	(141)	1,337	(141)

B6. Bank borrowings

The Group's bank borrowings as at 30 September 2021 are as follows:

	Long Term RM'000	Short Term RM'000	Total RM'000
<u>Secured</u>			
-Term Loans	21,254	1,264	22,518
-Multi Currency Trade Loan	-	3,832	3,832
	21,254	5,096	26,350

B7. Material litigation

The Group is not engaged in any material litigation, claim or arbitration, either as plaintiff or defendant, and the Directors of the Group do not have any knowledge of proceedings pending or threatened against the Company and/or its subsidiaries, or of any fact likely to give rise to any proceeding, which might materially and adversely affect the financial position or business of the Group as at the date of this report.

B8. Dividends

No dividends has been declared or recommended in respect of the current financial period under review.

B9. Profit for the period

	Current Quarter Ended 30 September 2021 RM'000	Cumulative Quarter Ended 30 September 2021 RM'000
Profit before taxation is arrived at after charging/(crediting):		
Interest income	(16)	(52)
Interest expenses	106	447
Depreciation of property, plant and equipment	850	2,614
Depreciation of investment properties	46	137
Depreciation of rights-of-use asset	355	1,365
Fair value loss on short term investment	-	2
Gain on disposal of a subsidiary	-	(137)
Reversal of impairment loss on trade receivables	(4)	(11)
Property, plant and equipment written off	1	32

B10. Earnings/(Loss) per share

Basic earnings per share is calculated by dividing the Group's net profit attributable to the owners of the Company for the financial period by the weighted average number of ordinary shares in issue during the financial period, excluding ordinary shares purchased by the Company and held as treasury shares.

	Current Quarter Ended 30 September		Cumulative Quarter Ended 30 September	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Group's net profit/(loss) attributable to equity holders of the Company (RM'000)	2,017	475	4,263	(1,547)
Weighted average number of ordinary shares ('000)	369,979	329,370	342,935	329,902
Earnings/(Loss) per share (sen)				
- Basic	0.55	0.14	1.24	(0.47)

The Group has no dilution impact in their earnings/(loss) per share as there was no potential dilutive ordinary shares during the current financial period.

B11. Authority for issue

The interim financial statements were reviewed by the Audit Committee of the Company and duly authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 25 November 2021.

By order of the Board of Directors

DATO' CHAN SAY HWA
Group Managing Director

25 November 2021