

MALAYAN CEMENT BERHAD
Company No. 195001000048 (1877-T)
Incorporated in Malaysia

Interim Financial Report
30 September 2021

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MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

Interim financial report on consolidated results for the financial period ended 30 September 2021.

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2021 RM'000	Preceding Year Corresponding Quarter 30.09.2020 RM'000	3 Months Ended	
			30.09.2021 RM'000	30.09.2020 RM'000
Revenue	284,577	367,907	284,577	367,907
Cost of sales	(275,839)	(313,520)	(275,839)	(313,520)
Gross profit	8,738	54,387	8,738	54,387
Other operating income	15,633	9,681	15,633	9,681
Other operating expenses	(52,802)	(51,745)	(52,802)	(51,745)
(Loss)/profit from operations	(28,431)	12,323	(28,431)	12,323
Finance costs	(11,431)	(11,141)	(11,431)	(11,141)
Share of results in joint venture	7,591	138	7,591	138
(Loss)/profit before tax	(32,271)	1,320	(32,271)	1,320
Taxation	8,039	(2,903)	8,039	(2,903)
Loss for the financial period	(24,232)	(1,583)	(24,232)	(1,583)
Attributable to:				
Owners of the parent	(23,746)	(1,317)	(23,746)	(1,317)
Non-controlling interests	(486)	(266)	(486)	(266)
	(24,232)	(1,583)	(24,232)	(1,583)
Loss per share				
- Basic/Diluted (Sen)	(2.44)	(0.15)	(2.44)	(0.15)

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2021 RM'000	Preceding Year Corresponding Quarter 30.09.2020 RM'000	3 Months Ended	
			30.09.2021 RM'000	30.09.2020 RM'000
Loss for the financial period	<u>(24,232)</u>	<u>(1,583)</u>	<u>(24,232)</u>	<u>(1,583)</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	<u>(299)</u>	<u>(840)</u>	<u>(299)</u>	<u>(840)</u>
Total other comprehensive loss for the financial period, net of tax	<u>(299)</u>	<u>(840)</u>	<u>(299)</u>	<u>(840)</u>
Total comprehensive loss for the financial period	<u>(24,531)</u>	<u>(2,423)</u>	<u>(24,531)</u>	<u>(2,423)</u>
Total comprehensive loss attributable to:				
Owners of the parent	(24,045)	(2,157)	(24,045)	(2,157)
Non-controlling interests	<u>(486)</u>	<u>(266)</u>	<u>(486)</u>	<u>(266)</u>
	<u>(24,531)</u>	<u>(2,423)</u>	<u>(24,531)</u>	<u>(2,423)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
(Incorporated in Malaysia)

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Audited
	As at	As at
	30.09.2021	30.06.2021
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,897,227	1,372,119
Right-of-use assets	192,107	103,070
Investment property	3,122	3,123
Goodwill on consolidation	5,592,715	1,387,089
Other intangible assets	12,271	12,804
Investment in joint venture	58,444	51,132
Other financial assets	3,449	3,449
Net investment in leases	6,675	7,586
Deferred tax assets	246,371	238,324
	<u>9,012,381</u>	<u>3,178,696</u>
Current assets		
Inventories	433,049	233,596
Current tax assets	41,360	10,139
Trade receivables	348,941	90,778
Other receivables, prepaid expenses and refundable deposits	101,381	39,123
Amounts owing by holding and related companies	34,480	177,180
Amounts owing by joint venture	21,414	21,669
Net investment in leases	3,978	4,107
Fixed deposits	484,305	73,383
Cash and bank balances	113,736	61,655
	<u>1,582,644</u>	<u>711,630</u>
TOTAL ASSETS	<u>10,595,025</u>	<u>3,890,326</u>

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued

	Unaudited As at 30.09.2021 RM'000	Audited As at 30.06.2021 RM'000
EQUITY		
Share capital	3,595,817	2,187,669
Irredeemable convertible preference shares	1,750,000	-
Reserves:		
Exchange equalisation reserve	29,918	30,217
Investments revaluation reserve	2,810	2,810
Retained earnings	285,621	309,367
Equity attributable to owners of the parent	5,664,166	2,530,063
Non-controlling interests	4,767	5,253
TOTAL EQUITY	5,668,933	2,535,316
LIABILITIES		
Non-current liabilities		
Borrowings	2,998,520	499,910
Retirement benefits	21,788	21,764
Lease liabilities	42,449	37,504
Deferred tax liabilities	315,159	128,349
	<u>3,377,916</u>	<u>687,527</u>
Current liabilities		
Trade payables	287,671	204,577
Other payables and accrued expenses	199,687	135,891
Amounts owing to holding and related companies	51,216	91,691
Borrowings	989,135	220,000
Lease liabilities	16,733	14,381
Current tax liabilities	3,734	943
	<u>1,548,176</u>	<u>667,483</u>
TOTAL LIABILITIES	4,926,092	1,355,010
TOTAL EQUITY AND LIABILITIES	10,595,025	3,890,326
Net assets per share (RM)	4.32	2.71

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	← Attributable to Owners of the Parent →					Non- controlling Interests	Total Equity	
	Share Capital	Irredeemable Convertible Preference Shares	Exchange Equalisation Reserve	Investments Revaluation Reserve	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 July 2021	2,187,669	-	30,217	2,810	309,367	2,530,063	5,253	2,535,316
Issuance of ordinary shares	1,408,148	-	-	-	-	1,408,148	-	1,408,148
Issuance of irredeemable convertible preference shares	-	1,750,000	-	-	-	1,750,000	-	1,750,000
Loss for the financial period	-	-	-	-	(23,746)	(23,746)	(486)	(24,232)
Other comprehensive income for the financial period, net of tax	-	-	(299)	-	-	(299)	-	(299)
As at 30 September 2021	<u>3,595,817</u>	<u>1,750,000</u>	<u>29,918</u>	<u>2,810</u>	<u>285,621</u>	<u>5,664,166</u>	<u>4,767</u>	<u>5,668,933</u>
As at 1 July 2020	1,950,692	-	29,977	2,133	301,884	2,284,686	5,474	2,290,160
Loss for the financial period	-	-	-	-	(1,317)	(1,317)	(266)	(1,583)
Other comprehensive loss for the financial period, net of tax	-	-	(840)	-	-	(840)	-	(840)
As at 30 September 2020	<u>1,950,692</u>	<u>-</u>	<u>29,137</u>	<u>2,133</u>	<u>300,567</u>	<u>2,282,529</u>	<u>5,208</u>	<u>2,287,737</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	3 Months Ended	
	30.09.2021	30.09.2020
	RM'000	RM'000
Cash Flows From Operating Activities		
Loss/(profit) before tax	(32,271)	1,320
Adjustments for:-		
Provision for inventory obsolescence	540	590
Amortisation of:		
- other intangible assets	533	535
Depreciation of:		
- investment property	1	1
- property, plant and equipment	34,930	35,445
- right-of-use assets	3,079	2,987
Finance costs	11,431	11,141
Reversal of impairment loss on trade receivables	(8,390)	(9)
Dividend income	(180)	(180)
Interest income	(552)	(2,043)
Gain on disposal of:		
- property, plant and equipment	(16)	(1)
Property, plant and equipment written off	35	2
Provision for retirement benefits	230	230
Unrealised (gain)/loss on foreign exchange	(742)	460
Share of results in joint venture	(7,591)	(138)
Operating profit before changes in working capital	1,037	50,340
Changes in working capital:-		
Decrease/(Increase) in:		
Inventories	(11,665)	15,943
Receivables	27,764	(21,403)
Amounts owing by holding, related and joint venture companies	215,796	(110,272)
(Decrease)/Increase in:		
Payables	(69,732)	(1,496)
Amounts owing to holding and related companies	(106,714)	72,411
Cash generated from operations	56,486	5,523
Retirement benefits paid	(206)	(9,210)
Net tax (paid)/refunded	(1,543)	13,305
Net cash generated from operating activities	54,737	9,618

INTERIM FINANCIAL REPORT

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 - continued

	3 Months Ended	
	30.09.2021	30.09.2020
	RM'000	RM'000
Cash Flows From/(Used In) Investing Activities		
Additions to property, plant and equipment	(4,863)	(15,042)
Acquisition of subsidiaries	(1,586,834)	-
Interest received	552	2,043
Dividend income received	180	180
Proceeds from net investment in leases	1,040	1,045
Proceeds from disposal of:		
- property, plant and equipment	226	1
Settlement of debenture matured	-	1,255
	<u>(1,589,699)</u>	<u>(10,518)</u>
Net cash used in investing activities		
Cash Flows From/(Used In) Financing Activities		
Interest paid	(13,086)	(9,072)
Payment of lease liabilities	(1,835)	(2,950)
Drawdown/(repayment) of borrowings (net)	2,012,752	(37,000)
	<u>1,997,831</u>	<u>(49,022)</u>
Net cash generated from/(used in) financing activities		
Net Change in Cash and Cash Equivalents	462,869	(49,922)
Effects of currency translations	134	(207)
Cash and Cash Equivalents at beginning of the financial period	<u>135,038</u>	<u>77,152</u>
Cash and Cash Equivalents at end of the financial period	<u><u>598,041</u></u>	<u><u>27,023</u></u>
Cash and cash equivalent comprise :-		
Fixed deposit with licensed bank	484,305	-
Cash and cash balances	<u>113,736</u>	<u>27,023</u>
	<u><u>598,041</u></u>	<u><u>27,023</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021.

A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and Chapter 9, part K paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The explanatory notes contained herein provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2021.

The accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 30 June 2021.

The adoption of MFRSs or amendments to MFRSs which were effective for financial year beginning on or after 1 July 2021 do not have significant financial impact on the Group.

A2. Seasonal or Cyclical Factors

The operations of the Group are closely linked to the construction sector which would normally experience a slow-down in construction activities during the festive seasons in Malaysia and Singapore.

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INTERIM FINANCIAL REPORT

Notes – Continued

A3. Disaggregation of Revenue

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	3 Months Ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
	RM'000	RM'000	RM'000	RM'000
Cement:				
Sales of clinker, cement and other building materials	229,905	295,588	229,905	295,588
Others	4,666	53	4,666	53
	<u>234,571</u>	<u>295,641</u>	<u>234,571</u>	<u>295,641</u>
Aggregates & Concrete				
Sales of aggregates	6,627	1,424	6,627	1,424
Sales of ready-mix concrete	43,374	70,638	43,374	70,638
Others	5	204	5	204
	<u>50,006</u>	<u>72,266</u>	<u>50,006</u>	<u>72,266</u>
Total Revenue	<u>284,577</u>	<u>367,907</u>	<u>284,577</u>	<u>367,907</u>

A4. Exceptional or Unusual Items

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

A5. Changes in Estimates of Amount Reported

There was no significant change in estimates of amounts reported in prior interim periods or prior financial years.

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INTERIM FINANCIAL REPORT

Notes – Continued

A6. Changes in Debt and Equity Securities

During the current financial quarter, the equity of the company was increased by RM3,158 million due to the following:-

- (i) RM1,408 million through the issuance of 375,506,174 new ordinary shares in the Company at an issue price of RM3.75 per share, and which were listed on the Main Market of Bursa Securities on 22 September 2021; and
- (ii) RM1,750 million through the issuance of 466,666,667 new Irredeemable Convertible Preference Shares (“ICPS”) in the Company at an issue price of RM3.75 per share.

The total amount raised of RM3,158 million forms part of the total purchase consideration of RM5,158 million (subject to adjustments) for the acquisition by the Company of the entire equity interest of 10 companies and their respective subsidiaries which are involved in cement and ready-mixed concrete businesses in Malaysia, from its immediate holding company, YTL Cement Berhad.

A7. Dividend Paid

There was no dividend payment during the financial period ended 30 September 2021.

A8. Segmental Information

Segment information is presented in respect of the Group’s business segments, which reflect the Group’s internal reporting structure that are regularly reviewed by the Group’s chief operating decision maker for the purposes of allocating resources to the segment and assessing its performance.

For management purposes, the Group is organised into the following operating divisions:

- cement
- aggregates and concrete

Included in Cement Segment of the Group are operating divisions of other building materials and other operations.

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MALAYAN CEMENT BERHAD (Company No. 195001000048 (1877-T))
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Notes – Continued

A8. Segmental Information (continued)

Analysis of the Group's segment information is as follows:

3 Months Ended 30 September	Cement		Aggregates & Concrete		Elimination		Total	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
External revenue	234,571	295,641	50,006	72,266	-	-	284,577	367,907
Inter-segment revenue	13,590	6,378	-	-	(13,590)	(6,378)	-	-
Total revenue	248,161	302,019	50,006	72,266	(13,590)	(6,378)	284,577	367,907
Segment results								
(Loss)/profit from operations	(20,135)	17,633	(8,296)	(5,310)	-	-	(28,431)	12,323
Finance costs							(11,431)	(11,141)
Share of results in joint venture							7,591	138
(Loss)/profit before tax							(32,271)	1,320
Finance costs							11,431	11,141
Depreciation and amortisation							38,543	38,968
EBITDA							17,703	51,429

INTERIM FINANCIAL REPORT

Notes – Continued

A9. Valuation of Property, Plant and Equipment

There is no revaluation of property, plant and equipment brought forward from the previous audited financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

A10. Changes in Group Composition

On 21 September 2021, the Company completed the acquisition of the entire equity interest of 10 companies and their respective subsidiaries which are involved in cement and ready-mixed concrete businesses in Malaysia from its immediate holding company, YTL Cement Berhad for a total consideration of RM5,158 million (subject to adjustments) which was satisfied in the following manner:

- (i) RM2,000 million in cash, and
- (ii) RM3,158 million through the issuance of new ordinary shares and new ICPS as detailed in note A6 above.

Accordingly, the 10 companies and their respective subsidiaries are now wholly-owned subsidiaries of the Company.

A11. Contingent Liabilities

The Group has no material contingent liabilities as at the date of this report.

A12. Subsequent Events

There were no items, transactions or event of material or unusual in nature during the period from the end of the quarter under review to the date of this report.

A13. Commitments

Outstanding commitments in respect of capital commitments at end of reporting date not provided for in the financial statements are as follows:

	As at
	30.09.2021
	RM'000
In respect of capital expenditure:	
Approved and contracted for	<u>25,772</u>

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INTERIM FINANCIAL REPORT

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's Performance

	Individual Quarter		Variance	Cumulative Quarter		Variance
	30.09.2021	30.09.2020	%	30.09.2021	30.09.2020	%
	RM'000	RM'000	+/-	RM'000	RM'000	+/-
Revenue	284,577	367,907	-23%	284,577	367,907	-23%
(Loss)/profit before tax	(32,271)	1,320	-2544%	(32,271)	1,320	-2544%

The Group recorded revenue of RM284.6 million in the current financial quarter, which was 23% lower as compared to the preceding year corresponding quarter of RM367.9 million. The decline in revenue was mainly due to the nationwide total lockdown which commenced on 1 June 2021 and compounded further by the Enhanced Movement Control Order in various districts of Selangor and Kuala Lumpur in July 2021 which significantly disrupted the sales of the Group for almost two months during the quarter.

The Group recorded a loss before tax of RM32.3 million in the current financial quarter as compared to a marginal profit before tax of RM1.3 million recorded in the preceding year corresponding quarter. The loss was mainly attributable to the fixed costs incurred and low revenue recorded during the lockdowns. In addition, higher fuel prices also contributed to the loss.

B2. Comparison with Preceding Quarter

	Current Quarter	Preceding Quarter	Variance
	30.09.2021	30.06.2021	%
	RM'000	RM'000	+/-
Revenue	284,577	276,333	3%
(Loss)/profit before tax	(32,271)	9,280	-448%
(Loss)/profit after tax	(24,232)	10,445	-332%

The Group revenue of RM284.6 million for the current financial quarter increased marginally as compared to the preceding quarter. This was mainly due to the inclusion of the revenue from the 10 companies and their respective subsidiaries acquired from YTL Cement Berhad effective from the completion of 21 September 2021.

However, the Group had a loss of RM32.3 million attributable mainly to the first two months of the current financial quarter owing to fixed costs incurred and low revenue recorded during the lockdowns.

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INTERIM FINANCIAL REPORT

Notes – Continued

B3. Audit Report of the Preceding Financial Year Ended 30 June 2021

The Auditors' Reports on the financial statements for the financial year ended 30 June 2021 did not contain any qualification.

B4. Prospects

Full impact of the COVID-19 pandemic on the Group's performance could still not be reasonably ascertained as the situation is evolving and will be affected by the degree to which the Malaysian Government is able to contain the spread of the virus and successfully implement the national vaccination programme. Nevertheless, the construction sector has started to recover due to the revival and acceleration of major infrastructure projects and affordable housing projects coupled with the easing of the restrictions on the sector following the high vaccination rate amongst the workers.

MCB's acquisition from YTL Cement Berhad of 10 companies and their respective subsidiaries involved in cement and ready-mixed concrete businesses in Malaysia is expected to bolster profitability and value enhancement, increasing the size of MCB's cement and ready-mixed concrete businesses. The effectiveness and efficiency of MCB's cement operations and ability to deliver seamless solutions to customers will be optimised, boding well for the positive growth and outlook of MCB and the industry going forward.

B5. Profit Forecast

The Group did not publish any profit forecast or profit guarantee during the current financial quarter.

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INTERIM FINANCIAL REPORT

Notes – Continued

B6. (Loss)/profit for the financial period

	Current Quarter 30.09.2021 RM'000	Period To Date 30.09.2021 RM'000
(Loss)/profit for the financial period is arrived after charging:		
Provision for inventory obsolescence	540	540
Amortisation of:		
- other intangible assets	533	533
Depreciation of:		
- investment property	1	1
- property, plant and equipment	34,930	34,930
- right-of-use assets	3,079	3,079
Property, plant and equipment written off	35	35
Provision for retirement benefits	230	230
Realised loss on foreign exchange	1,731	1,731
	<hr/>	<hr/>
and after crediting:		
Gain on disposal of:		
- property, plant and equipment	16	16
Reversal of impairment loss on trade receivables	8,390	8,390
Unrealised gain on foreign exchange	742	742
	<hr/>	<hr/>

B7. Taxation

Taxation comprise the following:

	Current Quarter 30.09.2021 RM'000	Period To Date 30.09.2021 RM'000
In respect of current year:		
- income tax	(1,515)	(1,515)
- deferred tax	9,680	9,680
In respect of prior year:		
- income tax	(178)	(178)
- deferred tax	52	52
Total tax credit/(tax expense)	<hr/> <u>8,039</u>	<hr/> <u>8,039</u>

The Group recorded a tax credit for the current quarter due to the losses incurred by some subsidiaries. The effective tax rate was at 24.9% and is close to the Malaysian statutory tax rate of 24%.

INTERIM FINANCIAL REPORT

Notes – Continued

B8. Status of Corporate Proposals Announced

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

On 14 June 2021, the Company completed the issuance of 85,000,000 new ordinary shares in the Company (“Placement Shares”) representing approximately 10% of the total number of issued shares of the Company as at 14 April 2021 at an issue price of RM2.79 per share (“Placement”). The table below sets out the details of utilisation of gross proceeds of RM237.15 million raised from the Placement:-

Description of use of proceeds (All figures in RM'000)	Proposed utilisation (based on actual amount raised)	Actual utilisation as of the date of this report	Unutilised amount	Estimated timeframe for use of proceeds from the listing date of the Placement Shares
Working capital	64,150	64,533	(383)*	Within 24 months
Repayment of bank borrowings	170,000	170,000	-	Within 6 months
Defray estimated expenses relating to the Placement	3,000	2,617	383*	Within 1 month
Total	237,150	237,150	-	

* The actual expenses relating to the Placement are lower than the estimated amounts by approximately RM383,000 which had been reallocated to be utilised as working capital.

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INTERIM FINANCIAL REPORT

Notes – Continued

B9. Group Borrowings

The Group borrowings as at 30 September 2021 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Current			
Revolving credit and banker's acceptance	-	665,000	665,000
Term Loans	224,114	-	224,114
Bonds	-	100,000	100,000
Hire purchase	-	21	21
	<u>224,114</u>	<u>765,021</u>	<u>989,135</u>
Non-current			
Term Loans	2,598,637	-	2,598,637
Bonds	-	399,883	399,883
	<u>2,598,637</u>	<u>399,883</u>	<u>2,998,520</u>
Total Group Borrowings	<u>2,822,751</u>	<u>1,164,904</u>	<u>3,987,655</u>

All borrowings are denominated in Ringgit Malaysia.

B10. Fair Value Hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (i) Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (ii) Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).
- (iii) Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At the reporting date, the Group held the following financial instruments carried at fair value on the statement of financial position:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30 September 2021				
Assets				
Financial assets at fair value through other comprehensive income	724	-	2,725	3,449
	<u>724</u>	<u>-</u>	<u>2,725</u>	<u>3,449</u>

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Notes – Continued

B11. Material Litigation

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

B12. Dividend

No dividend has been declared for the current financial quarter.

B13. Loss per share

a) Basic/Diluted*

The basic/diluted* loss per share of the Group has been computed by dividing the loss attributable to owners of the parent for the financial quarter/period by the weighted average number of ordinary shares in issue during the financial quarter/period as set out below:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	3 Months Ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
Loss attributable to owners of the parent (RM'000)	<u>(23,746)</u>	<u>(1,317)</u>	<u>(23,746)</u>	<u>(1,317)</u>
Weighted average number of ordinary shares ('000)	<u>971,430</u>	<u>849,695</u>	<u>971,430</u>	<u>849,695</u>
Basic/Diluted* loss per share (sen)	<u>(2.44)</u>	<u>(0.15)</u>	<u>(2.44)</u>	<u>(0.15)</u>

* The issuance of new ICPS during the financial quarter has not been included in the calculation of diluted loss per share because it is anti-dilutive.

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated: 25 November 2021