



CJ CENTURY LOGISTICS HOLDINGS BERHAD
199701008845 (424341-A)

INTERIM FINANCIAL REPORT

31 MARCH 2021

25 MAY 2021



CJ CENTURY LOGISTICS HOLDINGS BERHAD (Registration No. 199701008845 (424341-A))
Interim report on unaudited consolidated results for the financial period ended 31 March 2021

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2021

	-----Individual quarter-----				-----Cumulative quarter-----			
	Current year quarter 31.03.2021 RM'000	Preceding year corresponding quarter 31.03.2020 RM'000	-----Changes-----		Current year to date 31.03.2021 RM'000	Preceding year corresponding period 31.03.2020 RM'000	-----Changes-----	
			RM'000	%			RM'000	%
Revenue	234,352	109,424	124,928	114%	234,352	109,424	124,928	114%
Direct operating expenses	(209,212)	(92,030)	(117,182)	-127%	(209,212)	(92,030)	(117,182)	-127%
Gross profit	25,140	17,394	7,746	45%	25,140	17,394	7,746	45%
Net other operating expenses	(24,423)	(18,834)	(5,589)	-30%	(24,423)	(18,834)	(5,589)	-30%
Results from operating activities	717	(1,440)	2,157	150%	717	(1,440)	2,157	150%
Net finance costs	(2,574)	(2,023)	(551)	-27%	(2,574)	(2,023)	(551)	-27%
Loss before taxation	(1,857)	(3,463)	1,606	46%	(1,857)	(3,463)	1,606	46%
Taxation	(338)	(61)	(277)	-454%	(338)	(61)	(277)	-454%
Loss for the period	(2,195)	(3,524)	1,329	38%	(2,195)	(3,524)	1,329	38%
Other comprehensive income								
Foreign currency translation differences for foreign operations	(14)	(16)	2	13%	(14)	(16)	2	13%
Other comprehensive income for the period	(14)	(16)	2	13%	(14)	(16)	2	13%
Total comprehensive loss for the period	(2,209)	(3,540)	1,331	38%	(2,209)	(3,540)	1,331	38%
Loss attributable to:								
Equity holders of the Company	(2,240)	(3,548)	1,308	37%	(2,240)	(3,548)	1,308	37%
Non-controlling interests	45	24	21	88%	45	24	21	88%
Loss for the period	(2,195)	(3,524)	1,329	38%	(2,195)	(3,524)	1,329	38%
Total comprehensive loss attributable to:								
Equity holders of the Company	(2,254)	(3,564)	1,310	37%	(2,254)	(3,564)	1,310	37%
Non-controlling interests	45	24	21	88%	45	24	21	88%
Total comprehensive loss for the period	(2,209)	(3,540)	1,331	38%	(2,209)	(3,540)	1,331	38%
Loss per share attributable to equity holders of the Company:								
Basic (sen)	(0.38)	(0.91)	0.53	58%	(0.38)	(0.91)	0.53	58%
Diluted (sen)*	(0.38)	(0.91)	0.53	58%	(0.38)	(0.91)	0.53	58%

* The Group's basic and diluted earnings per share are the same as the Group does not have any convertible options as at the end of the reporting period.

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	As at end of current quarter 31.03.2021 RM'000	As at preceding financial year end 31.12.2020 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	460,579	462,018
Other investment	60	60
Right-of-use assets	26,443	22,011
Deferred tax asset	179	3
Goodwill on consolidation	23,166	23,166
	<u>510,427</u>	<u>507,258</u>
Current Assets		
Inventories	20,328	36,434
Receivables	221,630	220,118
Deposits, cash and bank balances	62,711	60,205
	<u>304,669</u>	<u>316,757</u>
TOTAL ASSETS	<u>815,096</u>	<u>824,015</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	300,043	300,043
Treasury shares	(3,844)	(3,368)
Reserves	116,976	119,230
	<u>413,175</u>	<u>415,905</u>
Non-controlling Interests	1,098	1,053
Total Equity	<u>414,273</u>	<u>416,958</u>
Non-current Liabilities		
Borrowings	146,002	148,703
Lease liabilities	11,794	10,287
Deferred taxation	5,162	5,903
	<u>162,958</u>	<u>164,893</u>
Current Liabilities		
Borrowings	69,238	62,132
Payables	153,435	167,820
Lease liabilities	15,191	12,212
	<u>237,864</u>	<u>242,164</u>
Total Liabilities	<u>400,823</u>	<u>407,057</u>
TOTAL EQUITY AND LIABILITIES	<u>815,096</u>	<u>824,015</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.70	0.71

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2021

	Current year to date 31.03.2021 RM'000	Preceding year corresponding period 31.03.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the year	(2,195)	(3,524)
Adjustments:		
Non-Cash Items	12,813	8,870
Non-Operating Items	(43)	(215)
Operating profit before working capital changes	10,575	5,131
Movement in working capital:		
Net change in current assets	16,663	23,041
Net change in current liabilities	(15,220)	(14,075)
Cash generated from operations	12,018	14,097
Tax paid	(1,306)	(551)
Net cash from operating activities	10,712	13,546
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	157	373
Disposal of property, plant and equipment	180	545
Decrease in investment in money market funds	6,997	4,817
Purchase of property, plant and equipment	(3,338)	(5,915)
Net cash from / (used in) investing activities	3,996	(180)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	9,000	-
Repayment of lease liabilities	(4,908)	(2,374)
Repayment of hire purchase payables	(1,696)	(2,107)
Repayment of borrowings	(4,758)	(5,548)
Purchase of treasury shares	(476)	-
Interest paid	(2,368)	(2,264)
Net cash used in financing activities	(5,206)	(12,292)
Net increase in cash and cash equivalents	9,502	1,074
Cash and cash equivalents at beginning of the period	43,716	23,046
Cash and cash equivalents at end of the period	53,218	24,120
Cash and cash equivalents at the end of the financial period comprise the following :		
Cash on hand and at banks	30,254	11,150
Investment in money market funds	9,493	37,135
Deposits with licensed banks	22,964	12,970
	62,711	61,255
Less: Investment in money market funds	(9,493)	(37,135)
	53,218	24,120

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2021

	Attributable to Equity Holders of the Company				Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Earnings RM'000			
As at 1 January 2021	300,043	(3,368)	736	118,494	415,905	1,053	416,958
Purchase of treasury shares	-	(476)	-	-	(476)	-	(476)
Total comprehensive loss for the period	-	-	(14)	(2,240)	(2,254)	45	(2,209)
As at 31 March 2021	300,043	(3,844)	722	116,254	413,175	1,098	414,273
As at preceding year corresponding quarter							
As at 1 January 2020	200,043	(2,506)	3,586	114,741	315,864	929	316,793
Total comprehensive loss for the period	-	-	(16)	(3,548)	(3,564)	24	(3,540)
As at 31 March 2020	200,043	(2,506)	3,570	111,193	312,300	953	313,253

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020.

Notes To The Financial Statements

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. 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.

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 31 December 2020.

2. Significant Accounting Policies

The Group has adopted the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the provisions of the Companies Act, 2016 in Malaysia for accounting period beginning on 1 January 2021. As disclosed in the Group's annual financial statements for the financial year ended 31 December 2020, the following are new/revised accounting standards effective for annual periods beginning on or after 1 January 2021.

Amendments to MFRS 9, MFRS 139 MFRS 7, MFRS 4 and MFRS 16 Amendment to MFRS 16	Interest Rate Benchmark Reform-Phase 2 Covid-19-Related Rent Concessions beyond 30 June 2021
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The adoption of the above amendments did not have any material impact on the financial statements of the Group.

The Group has not applied the following MFRSs which have been issued as at the end of reporting period but are not yet effective :-

Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment—Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts—Cost of Fulfilling a Contract
Annual Improvements to MFRS Standards 2018–2020	
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between and Investor and its Associate or Joint Venture

The above pronouncements do not have any material impact on the financial statements of the Group.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2020 was not qualified.

4. Seasonal or Cyclical Factors

The business operations of the Group are not significantly affected by any seasonal or cyclical factors.

5. Unusual Items

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

6. Changes in Estimates

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

7. Changes in Debt and Equity Securities

There was no issuance or repayment of debt or equity securities, share cancellations and resale of treasury shares during the financial quarter under review, except that the Company bought back 1,122,800 ordinary shares from the open market at an average price of RM0.42 per share. The shares purchased are being held as treasury shares in accordance with Section 127 of the Companies Act, 2016.

8. Dividend Paid

No dividend was paid in the financial quarter under review.

9. Segmental Reporting

Analysis of the Group's revenue and results for the 3 months period ended 31 March 2021 is as follows:

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Courier Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
Revenue					
External sales	162,951	56,946	14,455	-	234,352
Inter-segment sales	3,930	-	10	(3,940)	-
Total revenue	166,881	56,946	14,465	(3,940)	234,352
Profit					
Segment results	7,017	2,751	(8,993)	(58)	717
Net finance costs					(2,574)
Loss from ordinary activities before taxation					(1,857)
Taxation					(338)
Loss from ordinary activities after taxation					(2,195)
Non-controlling interests					(45)
Net loss for the period					(2,240)

Analysis of the Group's revenue and results for the 3 months period ended 31 March 2020 is as follows:

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Courier Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
Revenue					
External sales	68,158	32,812	8,454	-	109,424
Inter-segment sales	931	-	-	(931)	-
Total revenue	69,089	32,812	8,454	(931)	109,424
Profit					
Segment results	3,703	1,407	(6,550)	-	(1,440)
Net finance costs					(2,023)
Loss from ordinary activities before taxation					(3,463)
Taxation					(61)
Loss from ordinary activities after taxation					(3,524)
Non-controlling interests					(24)
Net loss for the period					(3,548)

Total revenue of the Group was RM234.352 million, representing an increase of 114% from RM109.424 million in the corresponding period ended 31 March 2020. The Group recorded an operating profit of RM0.717 million from an operating loss of RM1.440 million in the three months ended 31 March 2021.

Total Logistics Services

Segment revenue and profit generated from the Total Logistics Services operations for the period under review increased by RM94.793 million and RM3.314 million respectively as compared to the corresponding period ended 31 March 2020 mainly due to the contributions from CJ Korea Express Malaysia Sdn. Bhd. as well as overall higher activities from total logistics segment.

Procurement Logistics Services

The Procurement Logistics operations recorded a higher segment revenue and profit of RM56.946 million and RM2.751 million in the three months ended 31 March 2021 compared to RM32.812 million and RM1.407 million respectively in the corresponding period ended 31 March 2020. The increase in revenue and profit were mainly attributable to the stronger recovery in economic activities and higher export during the financial quarter.

Courier Services

For the financial quarter ended 31 March 2021, the courier services revenue and segment loss were RM14.455 million and RM8.993 million as compared to RM8.454 million and RM6.550 million respectively in the corresponding period ended 31 March 2020. The loss was mainly attributable to the poor margins due to competitive pressures.

9. Segmental Reporting (cont'd)

	Total Logistics Services RM'000	Procurement Logistics Services RM'000	Courier Services RM'000	Consolidation Adjustment RM'000	Group Results RM'000
As at 31 March 2021*					
Segment Assets	1,025,993	107,288	46,588	(364,773)	<u>815,096</u>
Segment Liabilities	574,656	63,463	35,654	(272,950)	<u>400,823</u>
As at 31 March 2020					
Segment Assets	879,233	92,028	45,439	(426,868)	<u>589,831</u>
Segment Liabilities	609,604	52,775	28,425	(414,226)	<u>276,578</u>

* The assets and liabilities of CJ Korea Express Malaysia Sdn. Bhd. were consolidated with effect from 30 June 2020.

10. Related Party Disclosures

All related party transactions within the Group had been entered into in the normal course of business and were carried out on normal commercial terms.

11. Financial Instruments**Categories of financial instruments**

	As at 31.03.2021 RM'000	As at 31.12.2020 RM'000
Financial assets		
Fair value through profit or loss		
Other investment	60	60
Investment in money market funds	<u>9,493</u>	<u>16,489</u>
Amortised costs		
Trade receivables	149,940	138,680
Other receivables and refundable deposits	30,157	35,556
Amount owing from immediate holding company	792	745
Amount owing from intermediate holding company	1,119	560
Amount owing from related parties	12,300	12,089
Deposits, cash and bank balances	<u>53,218</u>	<u>43,716</u>
Financial liabilities at amortised costs		
Trade payables	50,440	52,880
Other payables and accrued expenses	43,400	74,721
Amount owing to immediate holding company	38,822	25,181
Amount owing to intermediate holding company	11,803	7,094
Amount owing to related parties	304	279
Total borrowings	196,453	190,893
Hire-purchase payables	18,786	19,942
Lease liabilities	<u>26,986</u>	<u>22,499</u>

The Group uses the following hierarchy in determining the fair value of the financial instruments carried at fair value:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
Level 3 inputs are unobservable inputs for the asset or liability.

Fair value of the Group's investment in money market funds, which is measured based on quoted net asset value of the underlying funds, is categorised under Level 1 fair value hierarchy.

The carrying amounts of financial assets and financial liabilities recognised at amortised cost in the financial statements approximate their fair values, including long-term borrowings which are subjected to floating interest rates.

12. Valuation of Property, Plant and Equipment

The Group's property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

13. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the interim period.

14. Changes in Composition of the Group

There were no changes in the composition of the Group during the financial period under review.

15. Capital Commitments

Capital commitments for the purchase of property, plant and equipment not provided for at the end of the reporting quarter are as follows:-

	As at 31.03.2021 RM'000	As at 31.12.2020 RM'000
Approved and contracted for	6,357	6,492
Approved but not contracted for	3,151	2,997

16. Changes in Contingent Liabilities

There were no changes in contingent liabilities since the last annual balance sheet as at 31 December 2020.

17. Review of Performance

For the financial quarter ended 31 March 2021, the Group's revenue and pre-tax loss were RM234.352 million and RM1.857 million respectively, compared to revenue and pre-tax loss of RM109.424 million and RM3.463 million respectively for the corresponding period in the previous financial year. The increase in revenue and decrease in pre-tax loss by 114% and 46% respectively were mainly attributable to the contributions from CJ Korea Express Malaysia Sdn. Bhd. as well as higher activities in Procurement Logistics Services during the financial quarter.

18. Comparison with Immediate Preceding Quarter's Results

	Current year quarter 31.03.2021 RM'000	Immediate preceding quarter 31.12.2020 RM'000	-----Changes-----	
			RM'000	%
Revenue	234,352	186,371	47,981	26%
Direct operating expenses	<u>(209,212)</u>	<u>(162,433)</u>	<u>(46,779)</u>	<u>-29%</u>
Gross profit	25,140	23,938	1,202	5%
Net other operating expenses	<u>(24,423)</u>	<u>(20,716)</u>	<u>(3,707)</u>	<u>-18%</u>
Results from operating activities	717	3,222	(2,505)	-78%
Net finance costs	<u>(2,574)</u>	<u>(3,671)</u>	<u>1,097</u>	<u>30%</u>
Loss before taxation	(1,857)	(449)	(1,408)	-314%
Taxation	<u>(338)</u>	<u>6,207</u>	<u>(6,545)</u>	<u>-105%</u>
(Loss)/ profit for the period	<u><u>(2,195)</u></u>	<u><u>5,758</u></u>	<u><u>(7,953)</u></u>	<u><u>-138%</u></u>

For the financial quarter ended 31 March 2021, the Group reported revenue and pre-tax loss of RM234.352 million and RM1.857 million respectively, compared to revenue and pre-tax loss of RM186.371 million and RM0.449 million respectively for the preceding quarter. The increase in revenue were mainly due to higher activities in Total Logistics Services segment and Procurement Logistics Services segment. However, the higher pre-tax loss was mainly due to lower margins from certain Total Logistics operations and foreign exchange loss from CJ Korea Express Malaysia Sdn. Bhd.

19. Prospects for the Current Financial Year

Given the extent of the COVID-19 outbreak as well as domestic and global uncertainties, the outlook is very much driven by the hope that the vaccine will eventually lead us into a new normal once herd immunity has been achieved.

At the current juncture, the prospects for the current year is still very uncertain, with a fresh round of Movement Control Order being imposed nationwide.

Nevertheless, the pandemic has brought about positive opportunities to us as it has provided us a chance to relook at ourselves and reset our business strategies towards targeting new areas for growth.

20. Profit Forecast

There was no profit forecast announced in relation to the financial quarter under review.

21. Taxation

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2021 RM'000	Preceding year corresponding quarter 31.03.2020 RM'000	Current year to date 31.03.2021 RM'000	Preceding year corresponding period 31.03.2020 RM'000
Provision for taxation	1,256	505	1,256	505
Deferred taxation	<u>(918)</u>	<u>(444)</u>	<u>(918)</u>	<u>(444)</u>
	<u>338</u>	<u>61</u>	<u>338</u>	<u>61</u>

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the period.

The effective tax rate of the Group for the current and previous corresponding periods were higher than the statutory tax rate of the respective periods principally due to certain expenses being not deductible for tax purposes. Deferred taxation for the current quarter is computed after taking into consideration the available capital allowance and the adjusted business losses to set off against taxable profit.

22. Note to the Statement of Comprehensive Income

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2021 RM'000	Preceding year corresponding quarter 31.03.2020 RM'000	Current year to date 31.03.2021 RM'000	Preceding year corresponding period 31.03.2020 RM'000
Interest income	157	373	157	373
Interest expenses - borrowings	(2,368)	(2,264)	(2,368)	(2,264)
Interest expenses - right-of-use assets	(363)	(133)	(363)	(133)
Depreciation and amortisation	(9,781)	(6,667)	(9,781)	(6,667)
Provision for and write off of receivables	(123)	(134)	(123)	(134)
Foreign exchange gain	(366)	163	(366)	163
Gain on disposal of quoted or unquoted investments or properties	10	203	10	203
Other income including investment income (excluding items disclosed above)	88	10	88	10

There were no other exceptional items or derivatives during the period under review.

23. Status of Corporate Proposal

There was no corporate proposal announced but not completed as at the date of this report.

24. Trade Receivables

	As at 31.03.2021 RM'000	As at 31.12.2020 RM'000
Trade Receivables	153,831	142,415
Less: Allowance for impairment	<u>(3,891)</u>	<u>(3,735)</u>
	<u>149,940</u>	<u>138,680</u>

The ageing of past due but not impaired analysis of the Group's trade receivables is as follows:-

	As at 31.03.2021 RM'000	As at 31.12.2020 RM'000
1- 30 days	23,245	27,122
31 - 60 days	10,017	11,918
61 - 90 days	4,906	3,226
more than 90 days	<u>1,593</u>	<u>4,512</u>
	<u>39,761</u>	<u>46,778</u>

The credit terms of the Group range from 3 to 120 days. Included in the Group's trade receivables are debtors with a carrying amount of RM39.761 million which are past due for which no impairment had been provided as there has not been a significant change in credit quality and the Group believes that the amounts are still considered fully recoverable.

The Group does not have any significant credit risk exposure to any single counterparty.

25. Group's Borrowings and Debt Securities

	-----As at 31 March 2021-----		
	Short term RM'000	Long term RM'000	Total borrowings RM'000
Secured			
- Revolving credit	40,000	-	40,000
- Term Loans	19,871	136,583	156,453
- Hire Purchase	<u>9,367</u>	<u>9,419</u>	<u>18,786</u>
	<u>69,238</u>	<u>146,002</u>	<u>215,239</u>
	-----As at 31 December 2020-----		
	Short term RM'000	Long term RM'000	Total borrowings RM'000
Secured			
- Revolving credit	31,000	-	31,000
- Term Loans	21,673	138,220	159,893
- Hire Purchase	<u>9,459</u>	<u>10,483</u>	<u>19,942</u>
	<u>62,132</u>	<u>148,703</u>	<u>210,835</u>

The weighted average effective interest rates of the term loans is 3.62% (2020 : 4.12%) per annum which are subjected to floating interest rates. The term of the hire-purchase ranges from one to five years and the weighted average effective interest rates implicit in the hire-purchase arrangements range is 5.08% (2020 : 5.10%) per annum. The interest rates are fixed at the inception of the hire-purchase arrangement.

26. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

27. Material Litigation

Save as disclosed below, the Group is not presently engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group or any fact likely to give rise to any proceedings which may materially affect the financial position or business of the Group:

CJ Century Technology Sdn. Bhd. ("CJCT"), a wholly owned subsidiary of the Company, has filed a Writ & Statement of Claim against Axisjaya Sdn. Bhd. and Seri Mutiara Development Sdn. Bhd. for RM2,621,823.91 and interest of RM62,043.28 for the supply and delivery of Air Conditioning units. Axisjaya Sdn. Bhd. and/or Seri Mutiara Development Sdn. Bhd. failed to make the first tranche of payment as ordered by the High Court on or before 5p.m on 31 January 2021. On 29 January 2021, the High Court dismissed Seri Mutiara Development Sdn. Bhd.'s application to extend the timeframe under the Conditional Stay of Execution. Consequently, the Stay is discharged and CJCT is free to execute the Order. On 23 February 2021, Axisjaya Sdn. Bhd. and Seri Mutiara Development Sdn. Bhd. filed an application for Stay of Execution in the Court of Appeal. The Court of Appeal has fixed for Case Management on 8 July 2021. Further, Axisjaya Sdn. Bhd. and Seri Mutiara Development Sdn. Bhd.'s Notice of Motion for Stay of Execution of the Order will be heard before the Court of Appeal on the same date.

The Company will make the necessary announcement in the event of any material development.

28. Dividend

The Board of Directors does not recommend any dividend in respect of the reporting quarter and financial year-to-date.

29. Earnings Per Share

	-----Individual quarter-----		-----Cumulative quarter-----	
	Current year quarter 31.03.2021 RM'000	Preceding year corresponding quarter 31.03.2020 RM'000	Current year to date 31.03.2021 RM'000	Preceding year corresponding period 31.03.2020 RM'000
Net loss attributable to equity holders of the Company	<u>(2,240)</u>	<u>(3,548)</u>	<u>(2,240)</u>	<u>(3,548)</u>
Weighted average number of ordinary shares in issue	<u>587,091</u>	<u>390,261</u>	<u>587,091</u>	<u>390,261</u>
Basic loss per share (sen)	(0.38)	(0.91)	(0.38)	(0.91)
Diluted loss per share (sen)*	(0.38)	(0.91)	(0.38)	(0.91)

* The Group's basic and diluted earnings per share are the same as the Group does not have any convertible options as at the end of the reporting period.

By Order of the Board of Directors

Company Secretaries

Kuala Lumpur
25 May 2021