



**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2021**

**23 November 2021**

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**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2021**

RM'000	Note	As at 30.09.2021 Unaudited	As at 31.03.2021 Audited
<b>Assets</b>			
Property, plant and equipment		56,803	56,455
Right-of-use assets		48,804	41,087
Investments in associates		24,074	23,398
Other investment		29,250	29,160
<b>Non-current assets</b>		<b>158,931</b>	<b>150,100</b>
Trade and other receivables		31,816	12,220
Tax recoverable		300	151
Cash and cash equivalents		13,325	49,852
<b>Current assets</b>		<b>45,441</b>	<b>62,223</b>
<b>Total assets</b>		<b>204,372</b>	<b>212,323</b>
<b>Equity and liabilities</b>			
Share capital		72,398	72,398
Treasury shares		(131)	(131)
Other reserves		(116)	(173)
Retained earnings	19	86,479	90,955
Equity attributable to owners of the Company		158,630	163,049
Non-controlling interests		-	15
<b>Total equity</b>		<b>158,630</b>	<b>163,064</b>
Borrowings	22	10,526	12,179
Lease liabilities		15,741	15,597
Deferred tax liabilities		1,771	1,879
<b>Non-current liabilities</b>		<b>28,038</b>	<b>29,655</b>
Trade and other payables		10,985	14,222
Borrowings	22	6,446	4,832
Lease liabilities		273	550
<b>Current liabilities</b>		<b>17,704</b>	<b>19,604</b>
<b>Total liabilities</b>		<b>45,742</b>	<b>49,259</b>
<b>Total equity and liabilities</b>		<b>204,372</b>	<b>212,323</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>		<b>1.24</b>	<b>1.28</b>

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2021**

(These figures have not been audited)

RM'000	Note	Current quarter 3 months ended		Cumulative quarter 6 months ended	
		30.09.2021	30.09.2020	30.09.2021	30.09.2020
Revenue		26,978	12,663	38,027	21,149
Cost of sales		(25,351)	(11,499)	(34,870)	(19,091)
Gross profit		1,627	1,164	3,157	2,058
Other income		149	1,005	1,278	2,086
Marketing and distribution costs		(83)	(172)	(944)	(337)
Administration and other expenses		(1,255)	(978)	(2,496)	(1,952)
Finance costs		(324)	(334)	(666)	(690)
Profit before share of results		114	685	329	1,165
Share of results of associates		344	835	676	1,145
Profit before tax		458	1,520	1,005	2,310
Tax expense	18	(167)	(399)	(490)	(722)
<b>Profit for the period</b>		<b>291</b>	<b>1,121</b>	<b>515</b>	<b>1,588</b>
Other comprehensive income		630	-	90	-
<b>Total comprehensive income</b>		<b>921</b>	<b>1,121</b>	<b>605</b>	<b>1,588</b>
<b>Profit attributable to:</b>					
Owners of the Company		291	1,313	515	1,831
Non-controlling interests		-	(192)	-	(243)
<b>Profit for the period</b>		<b>291</b>	<b>1,121</b>	<b>515</b>	<b>1,588</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		921	1,313	605	1,831
Non-controlling interests		-	(192)	-	(243)
<b>Total comprehensive income</b>		<b>921</b>	<b>1,121</b>	<b>605</b>	<b>1,588</b>
<b>Earnings per share attributable to owners of the Company:</b>					
Basic (sen)	25	0.2	1.0	0.4	1.4
Diluted (sen)	25	0.2	1.0	0.4	1.4

The above condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2021**  
(These figures have not been audited)

	Attributable to owners of the Company						Non-controlling interests	Total equity
	Non-Distributable			Distributable				
RM'000	Share capital	Fair value reserve	Share option reserve	Treasury shares	Retained earnings	Total		
<b>At 1 April 2021</b>	72,398	(228)	55	(131)	90,955	163,049	15	163,064
Profit after tax	-	-	-	-	515	515	-	515
Fair value changes of equity investment	-	90	-	-	-	90	-	90
Total comprehensive income	-	90	-	-	515	605	-	605
Exercise of Share Issuance Scheme option	-	-	(33)	-	33	-	-	-
Disposal of a subsidiary	-	-	-	-	-	-	(39)	(39)
Changes in a subsidiary's ownership interests that do not result in a loss of control	-	-	-	-	(5,024)	(5,024)	24	(5,000)
<b>At 30 September 2021</b>	72,398	(138)	22	(131)	86,479	158,630	-	158,630
<b>At 1 April 2020</b>	70,477	-	732	(131)	107,351	178,429	1,000	179,429
Profit after tax/Total comprehensive income	-	-	-	-	1,831	1,831	(243)	1,588
Issuance of shares	358	-	(135)	-	-	223	-	223
Dividend	-	-	-	-	(20,326)	(20,326)	-	(20,326)
Share option expenses	-	-	60	-	-	60	-	60
<b>At 30 September 2020</b>	70,835	-	657	(131)	88,856	160,217	757	160,974

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
**(Incorporated in Malaysia)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2021**  
(These figures have not been audited)

<b>RM'000</b>	<b>6 months ended</b>	
	<b>30.09.2021</b>	<b>30.09.2020</b>
<b>Operating activities</b>		
Profit before tax	1,005	2,310
Adjustments for:		
Non-cash items	1,983	1,580
Non-operating items	(676)	(1,577)
Interest income	(273)	(1,399)
Interest expense	666	690
Operating profit before working capital changes	2,705	1,604
Changes in working capital:		
Receivables	(19,778)	4,718
Payables	(2,883)	7,629
Cash (used in)/generated from operations	(19,956)	13,951
Net tax paid	(747)	(372)
<b>Net cash (used in)/from operating activities</b>	<b>(20,703)</b>	<b>13,579</b>
<b>Investing activities</b>		
Additional investment in an existing subsidiary	(5,000)	-
Interest received	273	1,399
Net cash inflows from the disposal of subsidiaries	175	-
Purchase of property, plant and equipment	(2,270)	(13,497)
Purchase of right-of-use asset	(8,160)	-
Proceeds from disposal of property, plant and equipment	-	2,301
Proceeds from issuance of shares	-	223
<b>Net cash used in investing activities</b>	<b>(14,982)</b>	<b>(9,574)</b>
<b>Financing activities</b>		
Dividend paid	-	(20,326)
Interest paid	(666)	(690)
Repayment of lease liabilities	(133)	(124)
Repayment of borrowings	(39)	(1,026)
Repayment to director	(4)	(4)
<b>Net cash used in financing activities</b>	<b>(842)</b>	<b>(22,170)</b>
<b>Net changes in cash and cash equivalents</b>	<b>(36,527)</b>	<b>(18,165)</b>
Cash and cash equivalents at the beginning of financial year	49,687	98,907
<b>Cash and cash equivalents at the end of financial year</b>	<b>13,160</b>	<b>80,742</b>
<b>Analysis of cash and cash equivalents</b>		
Fixed deposits	165	5,240
Cash and bank balances	13,160	75,667
	13,325	80,907
Fixed deposits pledged to licensed bank	(165)	(165)
	13,160	80,742

The above condensed consolidated statement of cash flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
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**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1 Basis of preparation**

This unaudited interim financial report has been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2021.

The significant accounting policies adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements as disclosed in the audited financial statements for the year ended 31 March 2021.

During the current financial year, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2

Amendments to MFRS 16: Covid-19 - Related Rent Concessions

Amendments to MFRS 16: Covid-19 - Related Rent Concessions beyond 30 June 2021

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial quarter:

MFRS 17 Insurance Contracts

Amendments to MFRS 3 - Reference to the Conceptual Framework

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Amendments to MFRS 17 Insurance Contracts

Amendment 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 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

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

The Group did not early adopt the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) as they are not expected to have material impact on the financial statements of the Group upon their initial applications.

**2 Seasonality or cyclicity of operations**

The business operations of the Group are subject to the forces of supply and demand and thus, could display cyclical trends.

**3 Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 30 September 2021.

#### 4 Significant estimates and changes in estimates

There were no changes in estimates that had any material effects during the quarter ended 30 September 2021.

#### 5 Debt and equity securities

There were no issuances, repurchases or repayments of debt and equity securities during the quarter ended 30 September 2021.

#### 6 Dividends paid

There were no dividends paid during the current and previous corresponding quarter.

#### 7 Segmental information

The Group's operations comprise the following business segments:

Logistics	:	Total logistic services provider including lorry transportation services (tanker, bulk cargo, side curtain), project logistics and door to door delivery services
Warehousing	:	Provision of warehouse for renting
Marine	:	Provision of marine transportation services
Trading	:	Trading of building materials
Others	:	Trading of goods, insurance agency and investment holding

RM'000	Logistics	Warehousing	Marine	Trading	Others	Total	Elimination	Group
<b>Results For 3 Months Ended</b>								
<b>30 September 2021</b>								
External revenue	3,185	1,598	-	22,191	4	<b>26,978</b>	-	<b>26,978</b>
Intersegment revenue	-	-	-	-	21	<b>21</b>	(21)	-
Total revenue	3,185	1,598	-	22,191	25	<b>26,999</b>	(21)	<b>26,978</b>
Segment (loss)/profit	(232)	1,252	(2)	798	(474)	<b>1,342</b>	354	<b>1,696</b>
Depreciation	(495)	(405)	-	(116)	-	<b>(1,016)</b>	-	<b>(1,016)</b>
Interest income	2	-	-	1	99	<b>102</b>	-	<b>102</b>
Finance costs	(6)	(318)	-	-	-	<b>(324)</b>	-	<b>(324)</b>
(Loss)/Profit before tax	(731)	529	(2)	683	(375)	<b>104</b>	354	<b>458</b>
Tax expense	45	(214)	-	(8)	10	<b>(167)</b>	-	<b>(167)</b>
(Loss)/Profit after tax	(686)	315	(2)	675	(365)	<b>(63)</b>	354	<b>291</b>
<b>Results For 3 Months Ended</b>								
<b>30 September 2020</b>								
External revenue	8,923	555	2,594	-	591	<b>12,663</b>	-	<b>12,663</b>
Intersegment revenue	240	-	-	-	1,621	<b>1,861</b>	(1,861)	-
Total revenue	9,163	555	2,594	-	2,212	<b>14,524</b>	(1,861)	<b>12,663</b>
Segment profit	622	516	64	-	1,367	<b>2,569</b>	(765)	<b>1,804</b>
Depreciation	(467)	(79)	-	-	(26)	<b>(572)</b>	-	<b>(572)</b>
Interest income	42	-	-	-	580	<b>622</b>	-	<b>622</b>
Finance costs	(14)	(46)	-	-	(274)	<b>(334)</b>	-	<b>(334)</b>
Profit before tax	183	391	64	-	1,647	<b>2,285</b>	(765)	<b>1,520</b>
Tax expense	(117)	(94)	-	-	(188)	<b>(399)</b>	-	<b>(399)</b>
Profit after tax	66	297	64	-	1,459	<b>1,886</b>	(765)	<b>1,121</b>

## 7 Segmental information (continued)

RM'000	Logistics	Ware- housing	Marine	Trading	Others	Total	Elimination	Group
<b>Results For 6 Months Ended</b>								
<b>30 September 2021</b>								
External revenue	11,221	3,217	410	22,191	988	<b>38,027</b>	-	<b>38,027</b>
Intersegment revenue	-	-	-	-	42	<b>42</b>	(42)	-
Total revenue	11,221	3,217	410	22,191	1,030	<b>38,069</b>	(42)	<b>38,027</b>
Segment (loss)/profit	(991)	2,693	1,161	798	(857)	<b>2,804</b>	894	<b>3,698</b>
Depreciation	(955)	(808)	(421)	(116)	(1)	<b>(2,301)</b>	-	<b>(2,301)</b>
Interest income	4	-	-	1	269	<b>274</b>	-	<b>274</b>
Finance costs	(13)	(653)	-	-	-	<b>(666)</b>	-	<b>(666)</b>
(Loss)/Profit before tax	(1,955)	1,232	740	683	(589)	<b>111</b>	894	<b>1,005</b>
Tax expense	-	(481)	-	(8)	(1)	<b>(490)</b>	-	<b>(490)</b>
(Loss)/Profit after tax	(1,955)	751	740	675	(590)	<b>(379)</b>	894	<b>515</b>
<b>Results For 6 Months Ended</b>								
<b>30 September 2020</b>								
External revenue	13,988	1,141	4,138	-	1,882	<b>21,149</b>	-	<b>21,149</b>
Intersegment revenue	426	-	-	-	1,642	<b>2,068</b>	(2,068)	-
Total revenue	14,414	1,141	4,138	-	3,524	<b>23,217</b>	(2,068)	<b>21,149</b>
Segment profit/(loss)	622	1,087	(10)	-	1,521	<b>3,220</b>	(455)	<b>2,765</b>
Depreciation	(964)	(157)	(5)	-	(38)	<b>(1,164)</b>	-	<b>(1,164)</b>
Interest income	45	-	-	-	1,354	<b>1,399</b>	-	<b>1,399</b>
Finance costs	(31)	(97)	-	-	(562)	<b>(690)</b>	-	<b>(690)</b>
(Loss)/Profit before tax	(328)	833	(15)	-	2,275	<b>2,765</b>	(455)	<b>2,310</b>
Tax income/(expense)	(140)	(200)	(9)	-	(373)	<b>(722)</b>	-	<b>(722)</b>
(Loss)/Profit after tax	(468)	633	(24)	-	1,902	<b>2,043</b>	(455)	<b>1,588</b>

## 8 Related party disclosures

Significant recurrent related party transactions are as follows:

RM'000	3 months ended		6 months ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
Companies in which certain Directors have interests:				
Revenue from services rendered	16	228	33	456
Forwarding service charges payable	-	169	1	174
Spare parts payable	11	14	36	38
Rental income receivable	-	2	-	8

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

## 9 Valuation of property, plant and equipment

There was no valuation on property, plant and equipment during the current and previous corresponding quarter.

## 10 Capital commitments

As at the end of the reporting quarter, there were no capital commitments approved and contracted by the Group in respect of property, plant and equipment.



## **11 Contingent assets and liabilities**

There were no major changes in contingent liabilities and contingent assets since the end of last financial year.

## **12 Changes in composition**

On 16 August 2021, the Company entered into a sale and purchase agreement for the acquisition of 100% equity interest in Hextar Marketing Sdn Bhd ("HMSB") for cash consideration of RM200,000. Following the completion of the acquisition on 25 August 2021, HMSB became a wholly-owned subsidiary of the Company.

Save as disclosed above, there were no other changes in the composition of the Group during the current quarter.

## **13 Events after the reporting period**

On 27 August 2021, the Company entered into a sale and purchase agreement for the disposal of 35% equity interest in CIBC Technology Sdn Bhd ("CTSB", formerly known as Sierra Jaya Sdn Bhd) for cash consideration of RM105,000. The disposal was planned to bring in new business partners for business expansion purpose. Following the completion of the disposal on 25 October 2021, CTSB became a 65% owned subsidiary of the Company.

On 06 October 2021, the Company had incorporated a new wholly-owned subsidiary, Hextar Vision Sdn Bhd, with an issued share capital of RM1.00.

Save as disclosed above, there were no other material events subsequent to the end of the current quarter.

**COMPLETE LOGISTIC SERVICES BERHAD (716241-X)**  
(Incorporated in Malaysia)

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET  
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**14 Analysis of performance - Comparison with preceding year corresponding quarter**

<b>RM'000</b>	<b>3 months ended</b>			<b>6 months ended</b>		
	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>
Revenue	26,978	12,663	14,315	38,027	21,149	16,878
Profit before tax	458	1,520	(1,062)	1,005	2,310	(1,305)

The Group reported higher revenue for the quarter under review and 6 months cumulative period as compared to the corresponding quarter mainly resulted from the contribution of trading segment. Nevertheless, the Group reported a lower pre-tax profit in current quarter and cumulative period despite of higher revenue due to lower profit margin and higher business operating costs as compared to the corresponding quarter.

**(a) Logistics**

<b>RM'000</b>	<b>3 months ended</b>			<b>6 months ended</b>		
	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>
External revenue	3,185	8,923	(5,738)	11,221	13,988	(2,767)
(Loss)/Profit before tax	(731)	183	(914)	(1,955)	(328)	(1,627)

The decrease in revenue and pre-tax profit for the current quarter and cumulative period were mainly due to lower business volume and higher business operating costs.

**(b) Warehousing**

<b>RM'000</b>	<b>3 months ended</b>			<b>6 months ended</b>		
	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>
External revenue	1,598	555	1,043	3,217	1,141	2,076
Profit before tax	529	391	138	1,232	833	399

As compared to the corresponding quarter, the increase in revenue and pre-tax profit of the warehousing segment for the current quarter and the cumulative period, were mainly due to the rental income contributed from a newly completed warehouse.

**(c) Marine**

<b>RM'000</b>	<b>3 months ended</b>			<b>6 months ended</b>		
	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>Variance</b>
External revenue	-	2,594	(2,594)	410	4,138	(3,728)
(Loss)/Profit before tax	(2)	64	(66)	740	(15)	755

Revenue for the current quarter and cumulative period have decreased as compared to the corresponding quarter mainly due to the disposal of operating assets and subsidiaries in preceding quarter and final quarter of the preceding financial year. Higher pre-tax profit recorded in current quarter and cumulative period mainly resulted from gain on disposal of operating assets in preceding quarter.

#### 14 Analysis of performance - Comparison with preceding year corresponding quarter (continued)

##### (d) Trading

RM'000	3 months ended			6 months ended		
	30.09.2021	30.09.2020	Variance	30.09.2021	30.09.2020	Variance
External revenue	22,191	-	22,191	22,191	-	22,191
Profit before tax	683	-	683	683	-	683

The Group had expanded the existing trading business into the building materials sector through its existing subsidiaries and a newly acquired subsidiary. This business segment started to contribute positively to the Group's revenue and pre-tax profit from the current quarter.

#### 15 Comparison with immediate preceding quarter

RM'000	3 months ended		
	30.09.2021	30.06.2021	Variance
Revenue	26,978	11,049	15,929
Profit before tax	458	547	(89)

As compared to the immediate preceding quarter, revenue in the current quarter increased by RM15.9 million mainly caused by the contribution from Trading business. However, the Group recorded lower pre-tax profit in the current quarter as compared to the immediate preceding quarter due to underperformed Logistics business segment and lower profit margin from Trading business.

#### 16 Commentary on prospects

While all the economy sectors are expected to fully reopen by the end of 2021, we anticipated that our business operations will slowly recover. The Group had recently completed an acquisition of 2.4 acres industrial land in Mukim Klang for its warehousing future business expansion purpose. In addition, the trading of building materials segment had also started to contribute positively to the Group's earnings since the current quarter. Nevertheless, the Group will continue to identify potential business opportunities and participate in new business ventures.

#### 17 Profit forecast

Not applicable.

#### 18 Tax expense

RM'000	3 months ended		6 months ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
Income tax	15	399	338	722
Deferred tax	152	-	152	-
<b>Total tax expense</b>	<b>167</b>	<b>399</b>	<b>490</b>	<b>722</b>

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

The overall effective tax rate of the Group is higher than the statutory tax rate, mainly due to certain non-allowable expenses.

## 19 Retained earnings

<b>RM'000</b>	<b>As at 30.09.2021</b>	<b>As at 31.03.2021</b>
Realised	132,848	132,869
Unrealised	(1,770)	(1,882)
	131,078	130,987
Consolidation adjustments	(44,599)	(40,032)
<b>Total retained earnings</b>	<b>86,479</b>	<b>90,955</b>

## 20 Corporate proposals

### Proposed disposal of 100% equity interest in Guper Resources Sdn Bhd and Ultra Trinity Sdn Bhd

The Company had on 7 May 2021 entered into 2 conditional sale and purchase agreements for the proposed disposals of the entire equity interest in Guper Resources Sdn Bhd ("GR") and Ultra Trinity Sdn Bhd ("UT") for cash consideration of RM16,946,000 and RM5,506,000 respectively. The proposed disposals had been approved by shareholders at the extraordinary general meeting of the Company convened on 09 September 2021. As such, the proposed disposals shall be completed within three months from the unconditional date of 09 September 2021. Upon completion of the disposal, GR and UT will cease to be wholly-owned subsidiaries of the Company.

### Private Placement

On 30 September 2021, the Company announced that it proposed to undertake a private placement of up to 12,832,900 new ordinary shares ("Placement Shares"), representing approximately 10% of the existing issued shares of the Company, at an issue price to be determined later ("Proposed Private Placement").

The Proposed Private Placement will be undertaken in accordance with the general mandate pursuant to Section 75 and 76 of the Companies Act 2016 obtained from the shareholders of the Company at its 16th Annual General Meeting convened on 9 September 2021. The Placement Shares shall rank equally in all aspects with the existing Company shares in issue.

The above Proposed Private Placement was approved by Bursa Securities on 14 October 2021. Nevertheless, on 23 November 2021, the Company has decided to abort the Proposed Private Placement taking into consideration of the current market conditions and the funding requirements of the Company.

Save as disclosed above, there were no other corporate proposals announced but not completed as at the reporting date.

## 21 Utilisation of proceeds

The total gross proceeds of RM85.6 million arising from the disposals of subsidiaries are proposed to be utilised as follows:

<b>RM'000</b>	<b>Intended utilisation</b>	<b>Actual utilisation as at 30.09.2021</b>	<b>Deviation</b>	<b>Balance</b>	<b>Estimated timeframe</b>
Future investment	40,000	40,000	-	-	Within 24 months
Dividend to shareholders	20,320	20,320	-	-	Within 3 months
Working capital	20,280	17,403	-	2,877	Within 24 months
Estimated expenses	5,000	3,220	-	1,780	Upon completion *
	<b>85,600</b>	<b>80,943</b>	<b>-</b>	<b>4,657</b>	

\* The balance of estimated expenses of RM1.78 million will be allocated for the Group's working capital purposes.

## 22 Borrowings

<b>RM'000</b>	<b>As at 30.09.2021</b>	<b>As at 31.03.2021</b>
<u>Secured</u>		
Term loans	4,351	4,832
<u>Unsecured</u>		
Bills payable	2,095	-
Short term borrowings	6,446	4,832
<u>Secured</u>		
Term loans	10,526	12,179
Long term borrowings	10,526	12,179
<b>Total borrowings</b>	<b>16,972</b>	<b>17,011</b>

All borrowings are denominated in Ringgit Malaysia.

## 23 Changes in material litigation

There was no material litigation against the Group as at the reporting date.

## 24 Proposed dividend

No dividend has been proposed.

## 25 Earnings per share ("EPS")

	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>30.09.2021</b>	<b>30.09.2020</b>
Profit attributable to Owners of the Company (RM'000)	291	1,313	515	1,831
Weighted average number of ordinary shares in issue ('000)	128,330	126,995	128,330	126,995
Effect of dilution ('000)	31	27	31	27
Adjusted weighted average number of ordinary shares in issue ('000)	128,361	127,022	128,361	127,022
<b>Basic EPS (sen)</b>	<b>0.2</b>	<b>1.0</b>	<b>0.4</b>	<b>1.4</b>
<b>Diluted EPS (sen)</b>	<b>0.2</b>	<b>1.0</b>	<b>0.4</b>	<b>1.4</b>

## 26 Financial instruments

The Group has not entered into any derivatives and accounted for any financial liabilities carried at fair value as at the reporting date.

## 27 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 March 2021 was unqualified.

**28 Profit before tax**

<b>RM'000</b>	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.09.2021</b>	<b>30.09.2020</b>	<b>30.09.2021</b>	<b>30.09.2020</b>
<b>Profit before tax is arrived at after crediting/(charging):</b>				
Interest income	101	622	273	1,399
Other income including investment income	-	383	38	687
Interest expense	(324)	(334)	(666)	(690)
Depreciation	(1,016)	(572)	(2,301)	(1,164)
Gain on disposal of property, plant and equipment	-	-	925	-
Reversal of impairment loss on trade receivables	15	-	15	-
Gain on disposals of subsidiaries	-	-	42	-
Realised (loss)/gain in foreign exchange	(18)	(8)	(16)	2
Unrealised (loss)/gain in foreign exchange	(2)	(8)	1	(6)

Save as disclosed above, there were no other material provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets, gain or loss on derivatives or exceptional items for current quarter under review.