

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2020**

	Notes	Individual Quarter		Changes	Cumulative Quarter		Changes
		Current Year Quarter 30.09.2020 RM'000	Preceding Year Quarter 30.09.2019 RM'000	(%)	Current Year-To-Date 30.09.2020 RM'000	Preceding Year-To-Date 30.09.2019 RM'000	(%)
Revenue	A9	33,146	34,899	(5.02)	33,146	34,899	(5.02)
Cost of sales		(23,424)	(24,568)	(4.66)	(23,424)	(24,568)	(4.66)
Gross profit		9,722	10,331	(5.90)	9,722	10,331	(5.90)
Other Income		406	804	(49.51)	406	804	(49.51)
Selling and distribution expenses		(1,397)	(1,814)	(22.97)	(1,397)	(1,814)	(22.97)
Administrative expenses		(2,496)	(3,503)	(28.75)	(2,496)	(3,503)	(28.75)
<b>Operating Profit</b>		6,235	5,818	7.16	6,235	5,818	7.16
Finance costs		-	-	-	-	-	-
Profit before tax	B5	6,235	5,818	7.16	6,235	5,818	7.16
Income tax expense	B6	(1,135)	(1,248)	(9.06)	(1,135)	(1,248)	(9.06)
<b>Profit for the period</b>		5,100	4,570	11.59	5,100	4,570	11.59
<b>Other comprehensive income, net of tax</b>							
Exchange difference on translation of foreign operation		7	(2)	(427.02)	7	(2)	(427.02)
<b>Total comprehensive income for the period</b>		5,107	4,568	11.78	5,107	4,568	11.78
<b>Profit attributable to:</b>							
Owners of the company		5,107	4,617	10.61	5,107	4,617	10.61
Non-controlling interest		(7)	(47)	(84.59)	(7)	(47)	(84.59)
<b>Profit for the period</b>		5,100	4,570	11.59	5,100	4,570	11.59
<b>Total comprehensive income attributable to:</b>							
Owners of the company		5,110	4,616	10.70	5,110	4,616	10.70
Non-controlling interest		(3)	(48)	(91.86)	(3)	(48)	(91.86)
<b>Total comprehensive income for the period</b>		5,107	4,568	11.78	5,107	4,568	11.78
<b>Earnings per share attributable to Owners of the Company<sup>(2)</sup></b>							
- Basic (sen)	B12	2.96	2.52	17.45	2.96	2.52	17.45
- Diluted (sen)	B12	2.96	2.52	17.45	2.96	2.52	17.45

Notes:

(1) The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020 and the explanatory notes attached to this report.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B12.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2020**

		Individual Quarter		
		Current Quarter 30.09.2020 RM'000	Immediate Preceding Quarter 30.06.2020 RM'000	Changes (%)
	Notes			
Revenue	A9	33,146	15,177	118.39
Cost of sales		(23,424)	(12,210)	91.84
Gross profit		9,722	2,967	227.65
Other Income		406	741	(45.18)
Selling and distribution expenses		(1,397)	(470)	197.60
Administrative expenses		(2,496)	(3,790)	(34.15)
<b>Operating Profit</b>		6,235	(552)	(1229.37)
Finance costs		-	-	-
Profit before tax	B5	6,235	(552)	(1,229.37)
Income tax expense	B6	(1,135)	(159)	612.21
<b>Profit for the period</b>		5,100	(711)	(816.86)
<b>Other comprehensive income, net of tax</b>				
Exchange difference on translation of foreign operation		7	0	-
<b>Total comprehensive income for the period</b>		5,107	(711)	(817.78)
<b>Profit attributable to:</b>				
Owners of the company		5,107	(715)	(814.06)
Non-controlling interest		(7)	4	(290.34)
<b>Profit for the period</b>		5,100	(711)	(816.86)
<b>Total comprehensive income attributable to:</b>				
Owners of the company		5,110	(711)	(818.94)
Non-controlling interest		(3)	0	(2,644.74)
<b>Total comprehensive income for the period</b>		5,107	(711)	(818.55)
<b>Earnings per share attributable to Owners of the Company<sup>(2)</sup></b>				
- Basic (sen)	B12	2.96	(0.40)	(834.09)
- Diluted (sen)	B12	2.96	(0.40)	(834.09)

**Notes:**

(1) The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020 and the explanatory notes attached to this report.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B12.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2020**

	<b>(Unaudited) 30.09.2020 RM'000</b>	<b>(Audited) 30.06.2020 RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	37,475	37,490
Right-of-use assets	11,421	11,474
Other investments	418	418
	<u>49,314</u>	<u>49,382</u>
<b>Current Assets</b>		
Inventories	19,052	22,945
Current tax assets	1,562	1,702
Trade and other receivables	25,649	17,504
Prepayments	5,492	1,686
Cash and bank balances	72,000	78,394
	<u>123,755</u>	<u>122,231</u>
<b>TOTAL ASSETS</b>	<u>173,069</u>	<u>171,613</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	135,702	135,702
Reserves	17,310	19,707
	<u>153,012</u>	<u>155,409</u>
Non-Controlling interest	(62)	(59)
<b>Total Equity</b>	<u>152,950</u>	<u>155,350</u>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
Deferred tax liabilities	5,261	5,261
	<u>5,261</u>	<u>5,261</u>
<b>Current Liabilities</b>		
Trade and other payables	14,851	10,724
Lease Liability	7	28
Contract Liability	-	250
	<u>14,858</u>	<u>11,002</u>
<b>Total Liabilities</b>	<u>20,119</u>	<u>16,263</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>173,069</u>	<u>171,613</u>
<b>Net assets per share attributable to owners of the Company (sen) <sup>(2)</sup></b>	<u>88.61</u>	<u>87.92</u>

*Notes:*

(1) The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020 and the explanatory notes attached to this report.

(2) Based on the number of ordinary shares in issue less Treasury Shares as at 30 September 2020 of 172,679,900 (30 June 2020: 176,761,800).



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2020**

	Attributable to owners of the Company							Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Non-Distributable			Distributable						
	Share Capital RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Share Premium RM'000	Treasury Shares RM'000	Translation Reserve RM'000	Retained Earnings RM'000			
<b>At 01.07.2020</b>										
- as previously stated	135,702	10,899	(60,822)	-	(12,242)	(4)	81,876	155,409	(59)	155,350
Translation loss	-	-	-	-	-	3	-	3	4	7
Dividend paid	-	-	-	-	-	-	(2,843)	(2,843)	-	(2,843)
Share buy-back	-	-	-	-	(4,664)	-	-	(4,664)	-	(4,664)
Profit for the period	-	-	-	-	-	-	5,107	5,107	(7)	5,100
<b>At 30.09.2019</b>	135,702	10,899	(60,822)	-	(16,906)	(1)	84,140	153,012	(62)	152,950

Notes:(1) The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020 and the explanatory notes attached to this report.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2020**

	<b>3 months ended 30 September 2020 RM'000</b>	<b>2019 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	6,235	5,818
Adjustment for:		
Depreciation of property, plant and equipment	1,028	890
Amortisation right-of-use assets	33	54
Loss on disposal of property, plant & equipment	17	-
Gain on disposal of other investments	-	(13)
(Reversal)/Impairment of inventories	(21)	14
(Reversal)/Impairment of trade receivables	(224)	112
Loss on unrealised foreign exchange	271	58
Interest income	(322)	(726)
<b>Operating profit before working capital changes</b>	<u>7,017</u>	<u>6,207</u>
Changes in working capital:		
Inventories	3,914	210
Trade and other receivables	(8,099)	(1,926)
Prepayments	(3,806)	78
Trade and other payables	3,843	1,492
Cash from operations	<u>2,869</u>	<u>6,061</u>
Income tax paid	(995)	(926)
<b>Net cash from operating activities</b>	<u>1,874</u>	<u>5,135</u>
<b>Cash flows from/ (for) investing activities</b>		
Proceeds from disposal of plant and equipment	3	13
Purchase of plant and equipment	(1,033)	(523)
Interest received	322	726
<b>Net cash from/ (for) investing activities</b>	<u>(708)</u>	<u>216</u>
<b>Cash flows for financing activities</b>		
Dividend paid	(2,843)	-
Payment of lease liability	(21)	-
Repurchase of treasury shares	(4,664)	-
<b>Net cash for investing activities</b>	<u>(7,528)</u>	<u>-</u>
<b>Net increase in cash and cash equivalents</b>	(6,362)	5,351
Effect of foreign exchange translation	(32)	2
<b>Cash and cash equivalents at beginning of the financial period</b>	<u>78,394</u>	<u>92,847</u>
<b>Cash and cash equivalents at the end of financial period</b>	<u><u>72,000</u></u>	<u><u>98,200</u></u>

*Notes:*

(1) The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020 and the explanatory notes attached to this report.



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

**A1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 - Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

These interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020.

**A2. Significant accounting policies**

The significant accounting policies and methods of computation adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2020. The Group has not applied in advance the following accounting standards (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 year:

Effective for annual periods commencing on or after 1 January 2021

- Amendments to MFRS 9, Financial Instruments, MFRS 139, Financial Instruments: Recognition and Measurement, MFRS 7, Financial Instruments: Disclosures, MFRS 4, Insurance Contracts and MFRS 16, Leases - Interest Rate Benchmark Reform - Phase 2

Effective for annual periods commencing on or after 1 January 2022

- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)
- Amendments to MFRS 3, Business Combinations – Reference to the Conceptual Framework
- Amendments to MFRS 9, Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)
- Amendments to Illustrative Examples accompanying MFRS 16, Leases (Annual Improvements to MFRS Standards 2018–2020)
- 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
- Amendments to MFRS 141, Agriculture (Annual Improvements to MFRS Standards 2018–2020)



### **A3. Auditors' Report**

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2020.

### **A4. Seasonal or cyclical factors**

The business operations of the Group are not materially affected by any seasonal or cyclical factors during the current financial quarter under review.

### **A5. Unusual items affecting assets, liabilities, equity, net income or cash flows**

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

### **A6. Changes in estimates**

There were no changes in estimates that have a material effect in the current financial quarter under review.

### **A7. Debt and equity securities**

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter under review. As at 30 September 2020, the number of treasury shares held were 15,320,100 ordinary shares.

### **A8. Dividend paid**

A single tier second interim dividend in respect of the financial year ended 30 June 2020 of 1.64 sen on approximately 173,379,900 ordinary shares (excluding treasury shares) amounting to a dividend payable of approximately RM2,843,430 was approved by the directors at the Board of Directors Meeting on 28 August 2020 and paid on 25 September 2020.

### **A9. Segmental information**

#### **a) Operating segments**

The Group's current business activities comprise of four segments namely automotive, healthcare, aviation, and furniture segments. Automotive segment focuses on styling, manufacturing, distribution and installation of automotive leather upholstery for car seat covers and accessories cover. The healthcare segment focuses on manufacturing and distribution of healthcare products. Aviation segment provides services in manufacturing, repair, refurbishment, distribution and installation of aircraft seat covers and parts refurbishment. The furniture segment provides for manufacturing of leather furniture and supply of furniture seat covers. Breakdown of the Group's total revenue by business activities and products are as follows:-

	Current		Cumulative	
	Quarter Ended		Quarter Ended	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
	RM'000	RM'000	RM'000	RM'000
<b><u>AUTOMOTIVE</u></b>				
Car seat covers				
- OEM <sup>(1)</sup>	24,172	23,529	24,172	23,529
- REM <sup>(1)</sup>	2,690	3,569	2,690	3,569
- PDI <sup>(1)</sup>	2,873	2,669	2,873	2,669
Sub-total for car seat covers	29,735	29,767	29,735	29,767
Leather cut pieces supply	711	3,616	711	3,616
<b><u>Others</u></b>				
- Sewing of fabric car seat covers	11	13	11	13
- Manufacturing of leather/PVC car accessories covers and miscellaneous seat covers, provision of wrapping and stitching services and supply of raw materials	1,634	1,203	1,634	1,203
	32,091	34,599	32,091	34,599
<b><u>Others</u></b>				
Healthcare	516	-	516	-
Aviation	137	221	137	221
Furniture	402	79	402	79
<b>Grand Total</b>	<b>33,146</b>	<b>34,899</b>	<b>33,146</b>	<b>34,899</b>

**b) Geographical segments**

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers.

	Current		Cumulative	
	Quarter Ended		Quarter Ended	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
	RM'000	RM'000	RM'000	RM'000
Malaysia	30,395	28,689	30,395	28,689
Rest of Asia	1,158	4,667	1,158	4,667
Europe	638	580	638	580
North America	529	385	529	385
Oceania	425	578	425	578
Middle East	1	-	1	-
<b>Grand Total</b>	<b>33,146</b>	<b>34,899</b>	<b>33,146</b>	<b>34,899</b>

Note (1): OEM – Original Equipment Manufacturer  
REM – Replacement Equipment Manufacturer  
PDI – Pre-delivery Inspection





**A10. Valuation of property, plant and equipment**

The Group has not carried out any valuation on its property, plant and equipment in the current financial quarter.

**A11. Capital commitments**

Authorised capital commitment not provided for as at 30 September 2020 were as follows: -

	<b>RM'000</b>
Construction of an additional storey of production floor area on the existing factory building	<u>73</u>

**A12. Changes in the composition of the Group**

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

**A13. Contingent liabilities or contingent assets**

Malaysia Customs Audit Matter:

A subsidiary of the Company, namely Pecca Leather Sdn. Bhd. ("PLSB"), has received bills of demand dated 25 August 2020 from the Royal Malaysian Customs Department ("RMCD") amounting to RM242,000 for excise duty in respect of the period from September 2017 to December 2017. PLSB does not admit to any liability on the bills of demand made by RMCD and is in the discussion with a consultant to determine the next course of action. In view of discussions with RMCD that are still ongoing and as allowed under paragraph 92 of MFRS 137, Provisions, Contingent Liabilities and Contingent Assets, the Company is not in a position to disclose any further information on grounds that it can be prejudicial to the outcome of the discussions.

**A14. Materials events subsequent to the end of the quarter**

There were no other materials events subsequent to the end of current quarter that have not been reflected in this interim financial report.



**A15. Related Party Transactions**

The Group's related party transactions for the current quarter and the cumulative quarter ended 30 September 2020 are as follows:

	<b>Current Quarter Ended 30.09.2020 RM'000</b>	<b>Cumulative Quarter Ended 30.09.2020 RM'000</b>
Rental charges to related parties		
- Tint Auto (M) Sdn Bhd	54	54
- Rentas Health Sdn Bhd	8	8
Sales to related party		
- Rentas Health Sdn Bhd	516	516

*Note:*

*The related party is a company in which certain Directors and substantial shareholders of the Company have interests.*

**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of performance**

**Current Quarter**

For the current quarter under review, the Group recorded a revenue of RM33.15 million and profit before taxation of RM6.24 million. In comparison to the preceding year quarter of revenue recorded of RM34.90 million, the Group revenue was slightly lower for the current quarter.

Revenue from leather car seat covers remained the largest contributor accounting for approximately 89.71% of total revenue. The new segment of healthcare products contributes about 1.56% for current quarter and is in increasing trend.

In terms of business segment, OEM leather car seat continues to be the largest contributor segment accounting for approximately 81.29% of the total revenue for leather car seat covers whilst REM and PDI contributed approximately 9.05% and 9.66% respectively.

**Financial Year-To-Date**

Cumulative Year-To-Date (YTD) performance for the Group garnered a revenue of RM33.15 million with a profit before taxation of RM6.24 million.

Leather car seat cover provides the largest revenue contribution to the Group at 89.71%, with its OEM revenue being the main contributor at 81.29%.

The Group's profit before taxation stands at RM6.24 million.

**B2. Material changes in the quarterly results compared to the immediate preceding quarter**

In comparison to the preceding quarter's revenue performance, the Group recorded a higher revenue performance with 118.39% increase, while profit before taxation recorded an increase of 1,229.37%. Immediate Preceding quarter performance was down largely due to closure of operations following the movement control order ("MCO") imposed by the government from 18 March 2020 and operations recommenced back on 11 May 2020.

**B3. Prospect**

The Group is heartened by the buoyant outlook of Malaysia's automotive industry in tandem with the Malaysian Government's incentives to boost vehicle sales. These include a 100% sales tax exemption for Complete Knocked-Down vehicle models and 50% on Complete Build-Up vehicle models from 15 June 2020 to 31 December 2020.

In line with the announcement, the Malaysian Automotive Association (MAA) revised its TIV forecast upwards to 470,000 units in the full year 2020, from the earlier estimate of 400,000 units in April 2020. At the same time, vehicle manufacturers are anticipated to resume the practice of introducing vehicle face lifts in the interim to remain relevant to consumers, while evaluating the



right time to unveil new vehicle models. With the automotive segment the main driver of group revenue, Pecca stands to benefit from the recovery of the automotive industry.

Pecca has acquired seven lines of face mask production machines to be fully commissioned by end-2020, which would provide total production capacity of up to 50 million units of face masks per month. Face masks are manufactured in Pecca's ISO Class 8 cleanroom manufacturing facility, which is certified to meet ISO 14644-1 requirements for air cleanliness and airborne particulate count. Pecca's facility is also certified to meet ISO 13485:2016 Quality Management System requirements for the design, development and manufacturing of Personal Protective Equipment, as well as 3-ply and N95 masks for surgical/medical and general use. The Group endeavours to fulfil face mask demand in the domestic market and seek opportunities to export overseas. Correspondingly, Pecca Leather Sdn Bhd (PLSB) is registered with the Medical Device Authority Malaysia (MDA), as well as the U.S. Food and Drug Administration (FDA) and obtained the CE marking from European Union which shall enable us to gain access into those huge markets.

The Board believes the Group's performance going forward is encouraging with the continued improvement in revenue numbers from car models and new revenue stream from the healthcare products.

**B4. Variance of actual profit from profit forecast and profit guarantee**

The Group has not issued any profit forecast or profit guarantee in any form of public documentation or announcement.

**B5. Profit before taxation**

The profit before taxation is stated after charging/ (crediting):-

	<b>Current Quarter Ended 30.09.2020 RM'000</b>	<b>Cumulative Quarter Ended 30.09.2020 RM'000</b>
Interest income	(322)	(322)
Depreciation and amortisation	1,061	1,061
Loss on disposal of property, plant & equipment	17	17
Reversal of impairment of inventories	(21)	(21)
Reversal of Impairment of trade receivables	(224)	(224)
Realised foreign exchange gain	(202)	(202)
Unrealised foreign exchange Loss	271	271

Save as disclosed above, the other items as required under paragraph 16 of Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.



**B6. Taxation**

	<b>Current Quarter Ended 30.09.2020 RM'000</b>	<b>Cumulative Quarter Ended 30.09.2020 RM'000</b>
Current tax expense	<u>(1,135)</u>	<u>(1,135)</u>

The effective tax rate for the current quarter of 18.21% is less than the statutory tax rate of 24%. Under Malaysia Economic Stimulus Package 2020 which announced on 27 February 2020, Companies will be given Accelerated Capita Allowance (“ACA”) on machinery and equipment including ICT equipment at initial allowance and annual allowance rates of 20% and 40% respectively.

**B7. Status of Corporate Proposals**

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

## B8. Utilization of Proceeds

As announced on 23 April 2018, the Board of Directors has approved the variation of the utilisation of IPO proceeds amounting to RM6.60 million and the extension of time for utilisation of IPO proceeds amounting to RM2.62 million for another 24 months from 19 April 2018. The status of utilisation of the proceeds from the Public Issue of 47,796,000 new ordinary shares at RM1.42 as at 30 September 2020 is as follows:

	Purposes	Revised Expected Timeframe for Utilization (from 19 April 2018)	Revised Amount (RM'000)	Actual Utilization (RM'000)	Utilized %
a)	Working capital	-	27,859	(27,859)	100
b)	Repayment of bank borrowings	-	17,100	(17,100)	100
c)	Purchase of new machineries for the production of car leather seat covers	Within 24 months	4,871	(4,392)	90
d)	Construction of an additional storey of production floor area on the existing factory building	-	5,000	(5,000)	100
e)	Opening of retail outlets	-	0	0	0
f)	Establishment of market presence in Thailand	Within 24 months	0	0	0
g)	Expansion of aviation business	Within 24 months	834	(834)	100
h)	Estimated listing expenses	-	4,111	(4,111)	100
g)	Purchase of raw material	-	5,350	(5,350)	100
i)	Selling and distribution expenses of:				
	- Retail	Within 24 months	2,000	(40)	2
	- Thailand	Within 24 months	0	0	0
	- Aviation	Within 24 months	745	(64)	9
	<b>Total Public Issue Proceeds</b>		<b>67,870</b>	<b>(64,750)</b>	<b>95</b>

*Note:*

(a) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 29 March 2016 and the announcement dated 23 April 2018.

## B9. Group borrowings (secured)

The Group has fully settled all the bank borrowings with the proceeds from IPO as disclosed in Note B8 above.



**B10. Material litigation**

The Group is not engaged in any material litigation either as plaintiff or defendant, which has a material effect on the financial position of the Group, and the Directors do not have any knowledge of any proceeding pending or threatened or of any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group, as at the date of this report.

**B11. Dividend**

A single tier second interim dividend in respect of the financial year ended 30 June 2020 of 1.64sen on approximately 173,379,900 ordinary shares (excluding treasury shares) amounting to a dividend payable of approximately RM2,843,430 was approved by the directors at the Board of Directors Meeting on 28 August 2020 and paid on 25 September 2020.

**B12. Earnings Per Share ("EPS")**

a) Basic earnings per share

The basic earnings per share for the current quarter and financial year-to-date are computed as follows:

	<b>Current Quarter Ended 30.09.2020 RM'000</b>	<b>Cumulative Quarter Ended 30.09.2020 RM'000</b>
Profit attributable to equity holders	5,107	5,107
Weighted average number of ordinary shares in issue excluding Treasury Shares	172,680	172,680
Basic earnings per shares (sen)	2.96	2.96
Diluted earnings per shares (sen)	2.96	2.96

(b) Diluted earnings per share

There are no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial period ended 30 September 2020.

**BY ORDER OF THE BOARD**  
**27 NOVEMBER 2020**