

**RCE Capital Berhad**

Registration No: 195301000151 (2444-M)

Incorporated in Malaysia

Interim Financial Report
for 4th Quarter Ended 31 March 2021**SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FINANCIAL PERIOD
ENDED 31 MARCH 2021**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.03.2021 RM'000	31.03.2020 RM'000	31.03.2021 RM'000	31.03.2020 RM'000
1. Revenue	74,964	73,326	293,459	284,197
2. Profit before tax	45,800	37,845	167,223	148,900
3. Profit for the financial period	34,061	28,324	124,633	110,581
4. Profit attributable to ordinary equity holders of the Parent	34,061	28,324	124,633	110,581
5. Basic earnings per ordinary share (sen)	9.50	8.08	35.03	31.83
6. Proposed/Declared dividend per share (sen)	7.00	6.00	13.00	11.00
		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END	
7. Net assets per share attributable to ordinary equity holders of the Parent (RM)		2.15		1.92
		INDIVIDUAL QUARTER	CUMULATIVE QUARTER	
	31.03.2021 RM'000	31.03.2020 RM'000	31.03.2021 RM'000	31.03.2020 RM'000
8. Gross profit income	2,563	3,313	12,050	12,026
9. Gross interest expense	72	84	291	133

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	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS ENDED		12 MONTHS ENDED	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
	RM'000	RM'000	RM'000	RM'000
Profit income	69,794	66,816	273,029	256,782
Other revenue	5,170	6,510	20,430	27,415
Revenue	74,964	73,326	293,459	284,197
Other income	4,269	4,902	19,044	18,814
Profit expense applicable to revenue	(19,933)	(20,793)	(80,398)	(81,704)
Directors' remuneration and staff costs	(6,910)	(5,645)	(26,258)	(24,174)
Allowances for impairment loss on receivables, net	(647)	(8,215)	(15,592)	(23,090)
Depreciation of plant and equipment and right-of-use ("ROU") assets	(794)	(745)	(3,153)	(2,123)
Other expenses	(5,077)	(4,901)	(19,588)	(22,887)
Finance costs	(72)	(84)	(291)	(133)
Profit before tax	45,800	37,845	167,223	148,900
Income tax expense	(11,739)	(9,521)	(42,590)	(38,319)
Total comprehensive income for the financial period	34,061	28,324	124,633	110,581
Other comprehensive income/(loss) that may be reclassified subsequently to profit or loss:				
Foreign currency translations	-	2	(2)	-
Other comprehensive income/(loss) for the financial period, net of tax	-	2	(2)	-
Total comprehensive income for the financial period	34,061	28,326	124,631	110,581
Attributable to:				
Owners of the Parent	34,061	28,324	124,633	110,581
Earnings per ordinary share (sen):				
Basic	9.50	8.08	35.03	31.83
Diluted	9.46	8.05	34.99	31.71

The Condensed Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial report.

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	AS AT 31.03.2021 RM'000	AS AT 31.03.2020 RM'000
ASSETS		
Non-Current Assets		
Plant and equipment	7,316	7,299
ROU assets	4,793	5,827
Goodwill on consolidation	47,333	47,333
Financing receivables	1,535,157	1,520,055
Deferred tax assets	43,181	45,400
Total Non-Current Assets	1,637,780	1,625,914
Current Assets		
Financing receivables	186,023	169,860
Trade receivables	54,207	3,011
Other receivables, deposits and prepaid expenses	14,795	12,049
Deposits with licensed financial institutions	570,983	360,739
Cash and bank balances	26,918	259,459
Total Current Assets	852,926	805,118
TOTAL ASSETS	2,490,706	2,431,032
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	188,026	172,238
Treasury shares	(25,911)	(25,911)
Reserves	611,916	527,037
Total Equity	774,031	673,364
Non-Current Liabilities		
Payables and accrued expenses	1,695	780
Hire-purchase payables	307	366
Financing liabilities	1,143,782	1,082,931
Lease liabilities	3,628	4,416
Deferred tax liabilities	1,221	1,476
Total Non-Current Liabilities	1,150,633	1,089,969
Current Liabilities		
Payables and accrued expenses	29,292	30,204
Hire-purchase payables	341	348
Financing liabilities	526,837	631,467
Lease liabilities	792	749
Tax liabilities	8,780	4,931
Total Current Liabilities	566,042	667,699
Total Liabilities	1,716,675	1,757,668
TOTAL EQUITY AND LIABILITIES	2,490,706	2,431,032
NET ASSETS PER SHARE (RM)	2.15	1.92

The Condensed Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial report.



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CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	← Employees' Share Scheme RM'000	Reserves Exchange Translation Reserve RM'000	Retained Earnings RM'000	→ Total Reserves RM'000	Total RM'000
As at 1 April 2019	154,454	(19,945)	4,060	1	444,946	449,007	583,516
Total comprehensive income	-	-	-	-	110,581	110,581	110,581
Transactions with owners							
Dividends	-	-	-	-	(34,877)	(34,877)	(34,877)
Share options granted under Employees' Share Scheme ("ESS")	-	-	2,326	-	-	2,326	2,326
Issuance of shares pursuant to ESS exercised	17,784	-	(3,747)	-	3,747	-	17,784
Cancellation of share options	-	-	(633)	-	633	-	-
Shares repurchased	-	(5,966)	-	-	-	-	(5,966)
Total transactions with owners	17,784	(5,966)	(2,054)	-	(30,497)	(32,551)	(20,733)
As at 31 March 2020	172,238	(25,911)	2,006	1	525,030	527,037	673,364
As at 1 April 2020	172,238	(25,911)	2,006	1	525,030	527,037	673,364
Total comprehensive (loss)/income	-	-	-	(2)	124,633	124,631	124,631
Transaction with owners							
Dividends	-	-	-	-	(42,785)	(42,785)	(42,785)
Share options granted under ESS	-	-	3,033	-	-	3,033	3,033
Issuance of shares pursuant to ESS exercised	15,788	-	(2,759)	-	2,759	-	15,788
Cancellation of share options	-	-	(144)	-	144	-	-
Total transaction with owners	15,788	-	130	-	(39,882)	(39,752)	(23,964)
As at 31 March 2021	188,026	(25,911)	2,136	(1)	609,781	611,916	774,031

The Condensed Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial report.

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	CUMULATIVE QUARTER 31.03.2021 RM'000	CUMULATIVE QUARTER 31.03.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	167,223	148,900
Adjustments for:		
Allowances for impairment loss on receivables, net	15,592	23,090
Depreciation of plant and equipment and ROU assets	3,153	2,123
Share options granted under ESS	3,033	2,326
Finance costs	291	133
Plant and equipment written off	7	51
Profit income from deposits with licensed financial institutions	(12,050)	(12,026)
Gain on disposal of plant and equipment	(54)	-
Lease payment incentive	(17)	-
Operating profit before working capital changes	<u>177,178</u>	<u>164,597</u>
(Increase)/Decrease in working capital:		
Financing receivables	(46,868)	(114,336)
Trade receivables	(51,185)	696
Other receivables, deposits and prepaid expenses	(1,145)	25,102
Increase in working capital:		
Payables and accrued expenses	2,297	5,321
Cash generated from operations	<u>80,277</u>	<u>81,380</u>
Taxes paid	(36,840)	(45,181)
Taxes refunded	-	1,829
Net cash generated from operating activities	<u>43,437</u>	<u>38,028</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Profit income from deposits with licensed financial institutions received	12,050	12,026
Proceeds from disposal of plant and equipment	54	-
Additions to plant and equipment	(1,808)	(3,468)
Deposit payment for asset under hire-purchase	(41)	-
Net cash generated from investing activities	<u>10,255</u>	<u>8,558</u>

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	CUMULATIVE QUARTER 31.03.2021 RM'000	CUMULATIVE QUARTER 31.03.2020 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of revolving credits	736,000	853,000
Issuance of Sukuk Murabahah ("Sukuk")	220,000	220,000
Drawdown of term financing/loans	120,000	40,000
Proceeds from issuance of shares	15,788	17,784
Drawdown of other financing liabilities	3,030	2,990
Repayment of revolving credits	(911,500)	(710,000)
(Placements)/withdrawal of deposits, cash and bank balances, net:		
- assigned in favour of the trustees	(183,696)	(69,625)
- pledged to licensed financial institutions	23,548	(5,279)
Repayment of term financing/loans	(117,263)	(127,981)
Redemption of Sukuk	(95,000)	(170,000)
Dividends paid	(42,785)	(34,877)
Repayments of:		
- other financing liabilities	(3,030)	(2,990)
- lease liabilities	(732)	(221)
- hire-purchase payables	(206)	(372)
Finance costs paid	(291)	(133)
Shares repurchased	-	(5,966)
Net cash (used in)/generated from financing activities	<u>(236,137)</u>	<u>6,330</u>
Net change in cash and cash equivalents	(182,445)	52,916
Cash and cash equivalents at beginning of financial year	212,667	159,751
Cash and cash equivalents at end of financial year	<u><u>30,222</u></u>	<u><u>212,667</u></u>

CASH AND CASH EQUIVALENTS AS AT END OF FINANCIAL YEAR COMPRISE THE FOLLOWING:

Deposits with licensed financial institutions	570,983	360,739
Cash and bank balances	26,918	259,459
	<u>597,901</u>	<u>620,198</u>
Less: Deposits, cash and bank balances		
- assigned in favour of the trustees	(537,871)	(354,175)
- pledged to licensed financial institutions	(29,808)	(53,356)
	<u><u>30,222</u></u>	<u><u>212,667</u></u>

The Condensed Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial report.



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NOTES TO THE INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 (Interim Financial Reporting) issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa"). It also complies with IAS 34 (Interim Financial Reporting) issued by the International Accounting Standards Board and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2020.

2. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Group in this interim financial report are consistent with those of the annual audited financial statements for the financial year ended 31 March 2020, except for the following amendments to published standards which are effective for the financial period commencing 1 April 2020:

Revised Conceptual Framework for Financial Reporting

Amendments to MFRS 3

Amendments to MFRS 101 and MFRS 108

Definition of a Business

Definition of Material

In addition, the Group has early adopted Amendments to MFRS 16 - *Leases - COVID-19 - Related Rent Concessions* in the current financial year which is effective for the financial period commencing 1 April 2021.

The adoption of the above amendments did not have any material effect to the Group.



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3. AUDITORS' REPORT ON PRECEDING ANNUAL AUDITED FINANCIAL

The auditors' report on the preceding annual audited financial statements was not subject to any qualification.

4. SEASONAL OR CYCLICAL FACTORS

The Group's operations were not significantly affected by any seasonal or cyclical factors.

5. UNUSUAL ITEMS

There were no unusual items for the current quarter and financial year.

6. CHANGES IN ESTIMATES

There were no changes in estimates that have a material effect for the current quarter and financial year.



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7. DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayment of debt and equity securities for the financial year except for the following:

- (a) Issuance and redemption of Sukuk by Zamarad Assets Berhad, an indirect and not a legal subsidiary of the Company, as follows:

	CURRENT QUARTER RM'000	CUMULATIVE QUARTER RM'000
Issuance	-	220,000
Redemption upon maturity	-	25,000

Out of the issuance of RM234.0 million Sukuk, RM14.0 million was subscribed internally by a subsidiary of the Company.

- (b) Redemption of Sukuk by Al Dzahab Assets Berhad, an indirect and not a legal subsidiary of the Company, as follows:

	CURRENT QUARTER RM'000	CUMULATIVE QUARTER RM'000
Redemption upon maturity	40,000	70,000

- (c) ESS and issuance of shares pursuant to share options exercised under ESS:

- (i) the Company granted 9,192,000 options to its eligible employees at an option price of RM2.17 in accordance with the Bylaws of the ESS; and
- (ii) the total number of issued shares of the Company was increased from 372,938,136 to 382,655,236 by way of the issuance of 9,717,100 new ordinary shares pursuant to share options exercised under ESS.

As at 31 March 2021, the number of ordinary shares in issue after deducting treasury shares is 360,050,011.



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8. DIVIDENDS

31.03.2021	31.03.2020
RM'000	RM'000

Recognised during the financial year:

- Final dividend for 2019: 5.00 sen per ordinary share under single-tier system, paid on 11 September 2019 to shareholders whose names appeared in the record of depositors on 30 August 2019	-	17,440
- Interim dividend for 2020: 5.00 sen per ordinary share under single tier system, paid on 5 December 2019 to shareholders whose names appeared in the record of depositors on 26 November 2019	-	17,437
- Second interim dividend for 2020: 6.00 sen per ordinary share under single-tier system, paid on 27 July 2020 to shareholders whose names appeared in the record of depositors on 16 July 2020	21,335	-
- First interim dividend for 2021: 6.00 sen per ordinary share under single tier system, paid on 7 December 2020 to shareholders whose names appeared in the record of depositors on 25 November 2020		
	<u>21,450</u>	<u>-</u>
	<u>42,785</u>	<u>34,877</u>



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8. DIVIDENDS (CONT'D)

The Board of Directors ("Board") has declared a second interim ("2nd interim") single-tier dividend of 7.00 sen per ordinary share in respect of financial year ended 31 March 2021, to be paid on 29 July 2021. The dividend payable is estimated at RM25,271,891 based on the latest number of ordinary shares in issued, net of treasury shares.

The entitlement date for the dividend payment is 16 July 2021.

A depositor shall qualify for entitlement to the dividend only in respect of:

- (a) shares transferred into the depositor's securities account before 4.30 pm on 16 July 2021 in respect of ordinary transfers; and
- (b) shares bought from Bursa on a cum entitlement basis.

This 2nd interim dividend will be accounted for in equity as an appropriation of retained earnings in the financial year ending 31 March 2022.

Total dividend declared in respect of the financial year ended 31 March 2021 is 13.00 sen, equating to 37.5% of dividend payout ratio. This is within the dividend guidance of between 20.0% to 40.0% of the Group's post-tax profit for the financial year.

The Board does not recommend any final dividend for the financial year ended 31 March 2021.

9. SEGMENT INFORMATION

Segmental reporting is not presented as the Group is primarily engaged in the provision of general consumer financing.



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10. PROFIT BEFORE TAX

The following items have been charged/(credited) in arriving at the profit before tax:

	INDIVIDUAL QUARTER 31.03.2021 RM'000	CUMULATIVE QUARTER 31.03.2021 RM'000
Allowances for impairment loss on receivables, net	647	15,592
Profit income including profit income from deposits with licensed financial institutions	(72,357)	(285,079)
Gain on foreign exchange, net:		
- Realised	(1)	(3)
- Unrealised	-	-

There were no exceptional items, amortisation, inventories written down and written off, allowance for impairment loss on investment properties, gain or loss on disposal of quoted or unquoted investments or properties and gain or loss on derivatives for the current quarter and financial year.

11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

As at the date of this announcement, there were no material events subsequent to the end of the interim period that affect the results of the Group.

12. CHANGES IN THE COMPOSITION OF THE GROUP

On 16 March 2021, RCE Synergy Sdn Bhd, a dormant direct subsidiary of the Company has been struck off and de-registered from Companies Commission of Malaysia.

The strike off has no material financial effect to the Group.



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13. REVIEW OF PERFORMANCE

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	31.03.2021	31.03.2020	Variance		31.03.2021	31.03.2020	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	74,964	73,326	1,638	2.2	293,459	284,197	9,262	3.3
Profit before tax	45,800	37,845	7,955	21.0	167,223	148,900	18,323	12.3
Profit for the financial period	34,061	28,324	5,737	20.3	124,633	110,581	14,052	12.7
Profit attributable to ordinary equity holders of the Parent	34,061	28,324	5,737	20.3	124,633	110,581	14,052	12.7

The Group's revenue rose to RM75.0 million in the current quarter as compared to RM73.3 million in the corresponding quarter, mainly led by RM2.9 million higher early settlement income arising from higher refinancing activities by customers. This was partially offset with RM1.4 million lower net fee income.

Meanwhile, the Group posted a higher pre-tax profit of RM45.8 million in the current quarter, up from RM37.8 million in the corresponding quarter. This was primarily due to RM8.2 million allowances for impairment loss on receivables charged in the corresponding quarter as compared to RM0.6 million in the current quarter following improved forecasted Real Gross Domestic Product ("RGDP"), a forward looking variable used in expected credit loss calculation.

The Group recorded a double digit growth of 20.3% in its post-tax profit from RM28.3 million in the corresponding quarter to RM34.1 million in the current quarter.

For financial year ended 31 March 2021, the Group registered 12.3% growth in its pre-tax profit from RM148.9 million to RM167.2 million a year ago, led by higher early settlement income and lower allowances for impairment loss on receivables.

All in all, the Group continued with its commendable result, a 12.7% growth in its post-tax profit from RM110.6 million to RM124.6 million for current financial year.



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14. MATERIAL CHANGE IN RESULTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

	INDIVIDUAL QUARTER			
	31.03.2021	31.12.2020	Variance	
	RM'000	RM'000	RM'000	%
Revenue	74,964	77,855	(2,891)	(3.7)
Profit before tax	45,800	46,679	(879)	(1.9)
Profit for the financial period	34,061	34,756	(695)	(2.0)
Profit attributable to ordinary equity holders of the Parent	34,061	34,756	(695)	(2.0)

The Group generated a lower revenue of RM75.0 million in the current quarter as compared to RM77.9 million in the preceding quarter, mainly due to lower early settlement and net fee income.

The Group recorded a marginal drop in its pre-tax profit from RM46.7 million in the preceding quarter to RM45.8 million in the current quarter. This was substantially attributed to lower revenue offset with lower allowances for impairment loss on receivables.

Following the above, the Group's posted a lower post-tax profit from RM34.8 million in the preceding quarter to RM34.1 million in the current quarter.



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15. CURRENT YEAR PROSPECTS

Despite implementation of various MCO phases across Malaysia, the Group's business and operations continued with strict adherence to relevant COVID-19 Standard Operating Procedures as employees' safety remain our top priority.

Meanwhile, new sales and marketing initiatives to targeted customers are being employed in order to sustain business growth without compromising portfolio quality, including campaigns and incentive schemes to boost disbursements. To remain agile, the Group is still continuing with its digital transformation journey. Further improvement of current work processes like moving from manual to electronic verification, for example, will allow us to shorten our turnaround time.

The above initiatives are expected to contribute to the Group's revenue and bottom line in the coming financial year.

16. PROFIT FORECAST

There were no profit forecast prepared or profit guarantee made by the Group.



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17. INCOME TAX EXPENSE

	INDIVIDUAL QUARTER 31.03.2021 RM'000	CUMULATIVE QUARTER 31.03.2021 RM'000
Income tax payable:		
Current period	10,604	40,975
Over provision in prior years	-	(349)
	<u>10,604</u>	<u>40,626</u>
Deferred tax:		
Current period	1,135	1,924
Under provision in prior years	-	40
	<u>1,135</u>	<u>1,964</u>
	<u>11,739</u>	<u>42,590</u>

The effective tax rate of the Group in the current quarter and financial year is higher than the statutory tax rate due to non-deductibility of certain expenses for taxation purposes.

18. STATUS OF CORPORATE PROPOSAL

There was no corporate proposal announced or pending completion as at the date of this report.

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	← As at 31.03.2021 →		
	← Receivables →		
	Financing RM'000	Loans RM'000	Total RM'000
At amortised cost, gross	1,812,832	32,483	1,845,315
Less: Allowances for impairment	(116,514)	(7,621)	(124,135)
	1,696,318	24,862	1,721,180
Amount receivable within one year	(177,003)	(9,020)	(186,023)
Non-current portion	1,519,315	15,842	1,535,157

During the financial year, there was no transaction with related parties in relation to the Group's financing receivables.

Movement in allowances for impairment:

	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Balance as at 1 April 2020	49,546	5,397	75,269	130,212
Changes in the ECL:				
- Transfer to Stage 1	556	(1,267)	(5,249)	(5,960)
- Transfer to Stage 2	(620)	3,041	(2,357)	64
- Transfer to Stage 3	(1,295)	(1,938)	37,209	33,976
Net adjustment of allowances for impairment	(1,359)	(164)	29,603	28,080
New financial assets originated or purchased	9,177	-	-	9,177
Financial assets derecognised	(2,769)	(275)	(4,517)	(7,561)
Changes in risk parameters	(8,193)	(928)	(4,971)	(14,092)
Written off	-	-	(21,681)	(21,681)
Balance as at 31 March 2021	46,402	4,030	73,703	124,135

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The Group applied the latest economic scenarios to reflect an unbiased probability-weighted range of possible future outcome and factor in forecasted RGDP, a forward looking element used for the ECL calculation. Accordingly, the ECL during the financial year has been adjusted to reflect the impact of latest economic conditions.

20. GROUP FINANCING LIABILITIES AND DEBT SECURITIES

Total financing liabilities and debt securities (all denominated in Ringgit Malaysia) of the Group are as follows:

	←—— As at 31.03.2021 ———→		
	Short Term RM'000	Long Term RM'000	Total RM'000
At amortised cost			
Secured:			
Conventional			
- Revolving credits	114,308	-	114,308
- Term loans	5,963	13,390	19,353
	120,271	13,390	133,661
Shariah			
- Sukuk	199,056	988,352	1,187,408
- Term financing	73,955	142,040	215,995
- Revolving credits	133,555	-	133,555
	406,566	1,130,392	1,536,958
	526,837	1,143,782	1,670,619

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	← As at 31.03.2020 →		
	Short Term RM'000	Long Term RM'000	Total RM'000
At amortised cost			
Secured:			
Conventional			
- Revolving credits	203,748	-	203,748
- Term loans	56,028	19,340	75,368
	259,776	19,340	279,116
Shariah			
- Sukuk	101,386	957,705	1,059,091
- Revolving credits	219,454	-	219,454
- Term financing	50,851	105,886	156,737
	371,691	1,063,591	1,435,282
	631,467	1,082,931	1,714,398

The weighted average profit/interest rate of the Group financing liabilities categories as at 31 March 2021 ranges from 2.6% to 5.5% (31.03.2020: 4.2% to 5.7%) per annum.

The Group financing liabilities consist of:

	31.03.2021 RM'000	31.03.2020 RM'000
Fixed rate	1,187,408	1,059,091
Floating rate	483,211	655,307
	1,670,619	1,714,398

As at 31 March 2021, Group's financing liabilities stood at RM1.67 billion, RM43.8 million lower than a year ago of RM1.71 billion. The decrease was primarily due to RM172.1 million net repayments of other financing liabilities and RM95.0 million redemptions of Sukuk upon maturity, offset with RM220.0 million Sukuk issuances.



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21. CAPITAL COMMITMENTS

	31.03.2021
	RM'000
Capital expenditure approved and contracted for	<u>1,920</u>

22. CHANGES IN CONTINGENT LIABILITIES AND ASSETS

As at 31 March 2021, contingent liabilities stood at RM0.6 million, representing a decrease of RM0.6 million as compared to 31 March 2020.

Other than disclosed above, there were no other changes in contingent liabilities or assets since the last financial year ended 31 March 2020.

23. DERIVATIVES AND FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

(a) There were no derivatives as at 31 March 2021.

(b) There were no fair value gain/(loss) on fair value changes of financial liabilities as all financial liabilities were measured at amortised cost.

24. CHANGES IN MATERIAL LITIGATION

There were no pending material litigation for the Group as at the date of this report.



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25. EARNINGS PER SHARE ("EPS")

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		31.03.2021	31.03.2020	31.03.2021	31.03.2020
(a) Basic EPS:					
Profit for the period attributable to ordinary equity holders of the Parent	(RM'000)	34,061	28,324	124,633	110,581
Weighted average number of ordinary shares in issue	(unit'000)	358,599	350,679	355,768	347,461
Basic EPS	(sen)	9.50	8.08	35.03	31.83

Basic EPS for the current quarter and financial year are calculated by dividing the net profit attributable to ordinary equity holders of the Parent by the weighted average number of ordinary shares in issue during the financial period.

The computation of the weighted average number of ordinary shares in issue is net of treasury shares.



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25. EPS (CONT'D)

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		31.03.2021	31.03.2020	31.03.2021	31.03.2020
(b) Diluted EPS:					
Profit for the period attributable to ordinary equity holders of the Parent	(RM'000)	34,061	28,324	124,633	110,581
Weighted average number of ordinary shares in issue	(unit'000)	358,599	350,679	355,768	347,461
Effects of dilution of ESS	(unit'000)	1,414	1,157	420	1,279
Adjusted weighted average number of ordinary shares in issue	(unit'000)	360,013	351,836	356,188	348,740
Diluted EPS	(sen)	9.46	8.05	34.99	31.71

Diluted EPS are calculated by dividing the net profit attributable to ordinary equity holders of the Parent by the weighted average number of ordinary shares adjusted for dilutive effects of ESS.



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26. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amount of financial assets and liabilities of the Group for the financial year approximate their fair values except for the following:

	31.03.2021	
	Carrying amount RM'000	Fair value RM'000
Financial assets		
Financing receivables	<u>1,721,180</u>	<u>1,740,538</u>
Financial liabilities		
Financing liabilities - Sukuk	<u>1,187,408</u>	<u>1,255,279</u>

BY ORDER OF THE BOARD
JOHNSON YAP CHOON SENG
Company Secretary
25 May 2021