



**BOILERMECH HOLDINGS BERHAD**  
 Registration No. 201001013463 (897694-T)  
 (Incorporated in Malaysia)

**Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020**

**Unaudited Condensed Consolidated Statements of Profit or Loss**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current Year Quarter 30-Sep-2020 RM'000</b>	<b>Preceding Year Corresponding Quarter 30-Sep-2019 RM'000</b>	<b>Current Year to Date 30-Sep-2020 RM'000</b>	<b>Preceding Year Corresponding Period 30-Sep-2019 RM'000</b>
Revenue	64,331	56,475	96,359	117,265
Cost of sales	(48,361)	(42,399)	(72,868)	(89,484)
Gross profit	15,970	14,076	23,491	27,781
Other operating income and expenses	(5,634)	(6,529)	(9,568)	(11,361)
Finance costs	(166)	(112)	(212)	(228)
Profit before taxation	10,170	7,435	13,711	16,192
Income tax expense	(2,728)	(2,166)	(3,785)	(4,275)
Profit after taxation	7,442	5,269	9,926	11,917
Profit after taxation attributable to :				
Owners of the Company	6,048	5,032	8,390	11,494
Non-controlling interest	1,394	237	1,536	423
	7,442	5,269	9,926	11,917
Weighted average no. of ordinary shares in issue ('000)	516,000	516,000	516,000	516,000
Earnings per share attributable to owners of the Company:				
Basic (sen)	1.17	0.98	1.63	2.23
Diluted (sen)	1.17	0.98	1.63	2.23

**Notes :**

The Unaudited Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

Unaudited Condensed Consolidated Statements of Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30-Sep-2020 RM'000	Preceding Year Corresponding Quarter 30-Sep-2019 RM'000	Current Year to Date 30-Sep-2020 RM'000	Preceding Year Corresponding Period 30-Sep-2019 RM'000
Profit after taxation	7,442	5,269	9,926	11,917
Other Comprehensive Income/(expenses), Net of Tax				
<i>Items that will not be reclassified subsequently to Profit or Loss</i>				
- Remeasurement of defined benefit plans, net of tax	1	-	1	-
<i>Items that will be reclassified subsequently to Profit or Loss</i>				
- Foreign currency translation differences	(2,102)	60	1,510	(71)
- Cash flow hedge	1,000	(166)	1,268	(782)
	(1,101)	(106)	2,779	(853)
Total Comprehensive Income	6,341	5,163	12,705	11,064
Total comprehensive income attributable to :				
Owners of the Company	4,947	4,926	11,169	10,641
Non-controlling interest	1,394	237	1,536	423
	6,341	5,163	12,705	11,064

**Notes :**

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad ("Company") for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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**Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020**

**Unaudited Condensed Consolidated Statement of Financial Position**

	<b>UNAUDITED</b>	<b>AUDITED</b>
	<b>As at</b>	<b>As at</b>
	<b>30-Sep-2020</b>	<b>31-Mar-2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	95,713	92,145
Investment property	10,202	6,059
Deferred tax assets	978	958
Goodwill	5,731	3,931
	<b>112,624</b>	<b>103,093</b>
<b>Current assets</b>		
Inventories	38,230	35,572
Contract assets	30,985	34,516
Trade receivables	61,206	62,503
Other receivables, deposits and prepayments	19,811	16,277
Current tax assets	668	616
Derivative assets	2,188	-
Liquid investments	52,927	38,007
Short term deposits with licensed banks	4,319	6,579
Cash and bank balances	25,334	14,098
	<b>235,668</b>	<b>208,168</b>
<b>TOTAL ASSETS</b>	<b>348,292</b>	<b>311,261</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	51,600	51,600
Merger deficit	(21,810)	(21,810)
Reserves	184,731	182,592
<b>Equity attributable to owners of the Company</b>	<b>214,521</b>	<b>212,382</b>
Non-controlling interests	12,324	10,584
<b>Total Equity</b>	<b>226,845</b>	<b>222,966</b>
<b>Non-current liabilities</b>		
Borrowings	8,440	4,297
Employee benefit	205	220
Deferred tax liabilities	1,368	1,367
	<b>10,013</b>	<b>5,884</b>
<b>Current liabilities</b>		
Contract liabilities	55,641	45,099
Trade payables	31,167	23,375
Other payables and accruals	8,663	5,926
Short-term borrowings	3,701	3,086
Current tax liabilities	3,232	2,648
Derivative liabilities	-	2,277
Dividend payable	9,030	-
	<b>111,434</b>	<b>82,411</b>
<b>TOTAL LIABILITIES</b>	<b>121,447</b>	<b>88,295</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>348,292</b>	<b>311,261</b>
Net assets per share attributable to owners of the Company (RM)	0.42	0.41

**Notes :**

The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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**Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020**

**Unaudited Condensed Consolidated Statement of Cash Flows**

	<b>Current Year to Date 30-Sep-2020 RM'000</b>	<b>Preceding Year Corresponding Period 30-Sep-2019 RM'000</b>
<b>CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>		
Profit before taxation	13,711	16,192
Adjustments for :		
(Reversal of) / Allowance for impairment losses on trade receivables	(1,282)	562
Depreciation	2,354	2,083
Fair value (gain) / loss on derivatives	(3,197)	125
Interest expenses	212	228
Inventories written off	23	-
Inventories written down	104	-
Gain on disposal of equipment	(6)	(84)
Interest income	(728)	(1,408)
Unrealised loss / (gain) on foreign exchange	948	(446)
Operating profit before working capital changes	12,139	17,252
Decrease in contract assets	4,715	2,114
Increase in inventories	(1,983)	(4,943)
Decrease/(Increase) in trade and other receivables	4,864	(14,481)
Increase/(Decrease) in trade and other payables	5,189	(3,239)
Increase/(Decrease) in contract liabilities	8,985	(2,875)
Cash from / (used in) operations	33,909	(6,172)
Interest paid	(212)	(228)
Income tax paid	(3,288)	(2,477)
<b>Net cash from / (used in) operating activities</b>	<b>30,409</b>	<b>(8,877)</b>
<b>CASH FLOW USED IN INVESTING ACTIVITIES</b>		
Proceeds from disposal of equipment	8	87
Purchase of property, plant and equipment	(4,494)	(20,200)
Interest received	728	1,408
Acquisition of new subsidiary company, net of cash	(2,355)	-
<b>Net cash used in investing activities</b>	<b>(6,113)</b>	<b>(18,705)</b>
<b>CASH FLOW USED IN FINANCING ACTIVITIES</b>		
Repayment of bankers' acceptances	(392)	(278)
Repayment of lease liabilities	(165)	-
Repayment of hire purchase obligations	-	(233)
Repayment of term loan	(24)	(206)
Dividends paid	(263)	(10,688)
<b>Net cash used in financing activities</b>	<b>(844)</b>	<b>(11,405)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>23,452</b>	<b>(38,987)</b>
<b>EFFECTS OF FOREIGN EXCHANGE</b>	<b>444</b>	<b>228</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>58,684</b>	<b>97,275</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>82,580</b>	<b>58,516</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE</b>		
Liquid Investments	52,927	27,792
Deposits with a licensed bank	4,319	4,425
Cash and bank balances	25,334	26,299
	<b>82,580</b>	<b>58,516</b>

**Note :**

The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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**Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020**

**Unaudited Condensed Consolidated Statements of Changes in Equity**

	← Attributable to owners of the Company →					→		Non Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Merger Deficit RM'000	Cash Flow Hedge Reserve RM'000	Other Reserve RM'000	Foreign Currency Translation Reserve RM'000	Distributable Retained Profits RM'000	Total RM'000		
Balance as at 1 April 2020	51,600	(21,810)	(718)	8	(3,226)	186,528	212,382	10,584	222,966
Profit after taxation for the financial period	-	-	-	-	-	8,390	8,390	1,536	9,926
Other comprehensive income for the financial period:									
Cash flow hedge	-	-	1,268	-	-	-	1,268	-	1,268
Remeasurement of defined benefit liability	-	-	-	1	-	-	1	-	1
Foreign currency translation differences for foreign operation	-	-	-	-	1,510	-	1,510	-	1,510
Total comprehensive income for the financial period	-	-	1,268	1	1,510	8,390	11,169	1,536	12,705
Distributions to owners of the Company:									
Dividends	-	-	-	-	-	(9,030)	(9,030)	-	(9,030)
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(263)	(263)
Total transactions with owners	-	-	-	-	-	(9,030)	(9,030)	(263)	(9,293)
Non-controlling interest of a new subsidiary acquired	-	-	-	-	-	-	-	467	467
<b>Balance as at 30 September 2020</b>	<b>51,600</b>	<b>(21,810)</b>	<b>550</b>	<b>9</b>	<b>(1,716)</b>	<b>185,888</b>	<b>214,521</b>	<b>12,324</b>	<b>226,845</b>
Balance as at 1 April 2019	51,600	(21,810)	755	-	45	173,593	204,183	10,125	214,308
Profit after taxation for the financial period	-	-	-	-	-	11,494	11,494	423	11,917
Other comprehensive income for the financial period:									
Cash flow hedge	-	-	(782)	-	-	-	(782)	-	(782)
Foreign currency translation differences for foreign operation	-	-	-	-	(71)	-	(71)	-	(71)
Total comprehensive income for the financial period	-	-	(782)	-	(71)	11,494	10,641	423	11,064
Distributions to owners of the Company:									
Dividends	-	-	-	-	-	(10,320)	(10,320)	-	(10,320)
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(368)	(368)
	-	-	-	-	-	(10,320)	(10,320)	(368)	(10,688)
<b>Balance as at 30 September 2019</b>	<b>51,600</b>	<b>(21,810)</b>	<b>(27)</b>	<b>-</b>	<b>(26)</b>	<b>174,767</b>	<b>204,504</b>	<b>10,180</b>	<b>214,684</b>

**Note :**

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited consolidated financial statements of Boilermech Holdings Berhad for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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## Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

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

#### 1. Basis of Preparation

This condensed interim financial report is unaudited and 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.

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

#### (A) Standards issued and effective

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

- Amendments to MFRS 3: Definition of a Business
- Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform
- Amendments to MFRS 101 and MFRS 108: Definition of Material
- Amendments to References to the Conceptual Framework in MFRS Standards
- Amendments to MFRS 16: COVID-19-Related Rent Concessions

The adoption of the accounting standard(s) and/or IC interpretation(s) (including the consequences amendments, if any) did not have any material impact on the Group’s financial statement upon its initial application.

#### (B) Standards issued and not yet effective

The Group has not applied the following accounting standard(s) and/or IC 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 year: -

##### i) Effective for annual periods commencing on or after 1 January 2021

- MFRS 17 Insurance Contracts

##### ii) Effective for annual periods commencing on or after 1 January 2022

- Amendments to MFRS 3: Reference to the Conceptual Framework
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current
- 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

##### iii) Deferred

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

The adoption of the above accounting standard(s) and/or IC interpretation(s) (including the consequences amendments, if any) is expected to have no material impact on the financial statements of the Group upon its initial application.



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## Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

### 2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding annual audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2020 was not subject to any qualification.

### 3. Seasonal or Cyclical Factors

The Group's business operations were not significantly affected by any major seasonal factors save for cyclical factor in palm oil industries.

### 4. Significant Unusual Items

There were no significant unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review and financial year to-date.

### 5. Material Changes in Estimates

There were no material changes in estimates of amount reported that have a material effect on the current quarter under review and financial year to-date.

### 6. Details of Changes in Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities during the current quarter under review and financial year to-date.

### 7. Dividend paid

There was no dividend paid by the Company during the current quarter.



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## Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

### 8. Segmental Reporting

	6-months Financial Period Ended 30-Sept 2020		
	Bio-Energy Systems * RM'000	Water Treatment ^ RM'000	Group RM'000
<b>REVENUE</b>			
External sales	83,758	12,601	96,359
<b>RESULTS</b>			
Segments results	12,190	1,733	13,923
Finance costs			(212)
Profit before taxation			13,711
Income tax expense			(3,785)
Consolidated Profit after taxation			9,926

\* Bio-Energy segment consist of Bio-Energy (BE) and Solar Energy (SE) segment.

BE segment is principally engaged in Engineering, Procurement & Construction (EPC) including design, manufacturing, installation and repair for biomass boiler, oil & Gas boilers and heat recovery steam generators.

SE segment is principally engaged in Engineering, Procurement & Construction (EPC) for solar PV system for Commercial & industrial, Residential and Independent Power Plant (IPP)

^ Water Treatment is principally engaged in Engineering, Procurement & Construction (EPC) activities for Industrial effluent treatment system, Palm Oil mill effluent treatment & Biogas capture system, Membrane system for process water and tertiary treatment, and supply Water treatment chemical.

#### Geographical Segments for Revenue

	Current year Quarter 30-SEPT 2020 RM'000	Current Year to-Date 30-SEPT 2020 RM'000
Local	43,390	62,107
Export	20,941	34,252
Total	64,331	96,359

### 9. Changes in the Composition of the Group

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





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## Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

### 10. Contingent Liabilities

The Company provides unsecured financial guarantees to banks for banking facilities granted to certain subsidiaries.

Possible obligation that arise from past event and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events is a contingent liability and shall be disclosed unless the possibility of any outflow in settlement is remote.

There were no contingent liabilities require disclosure as at the end of the financial period.

### 11. Capital Commitments

There were no material capital commitments not provided for in the financial statements during the quarter under review.

### 12. Related Party Disclosures

Identities of related parties

For the purpose of this financial statement, parties are considered to be related to the Group if a group or a company has the ability, directly or indirectly, to control the party or exercise significantly influence over the party in making financial and operating decisions, or vice versa, or where the Group and party are subject to common control or common significant influence. Related parties may be individuals or other entities.

	<b>Current Year to-Date 30-SEPT 2020 RM'000</b>
Sales to related parties	1,981
Purchase from related party	373

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## Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

### B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE LISTING REQUIREMENTS OF BURSA SECURITIES

#### 1. Review of Performance

	Individual Quarter			Cumulative Quarters		
	Current year Quarter 2	Preceding year Quarter 2	Variance	Current year Quarter 2	Preceding year Quarter 2	Variance
	1.7.20 to 30.9.20	1.7.19 to 30.9.19		1.4.20 to 30.9.20	1.4.19 to 30.9.19	
	<b>Revenue</b>	<b>Revenue</b>		<b>Revenue</b>	<b>Revenue</b>	
RM'000	RM'000	%	RM'000	RM'000	%	
Bio-Energy Systems	56,378	47,451	18.8%	83,758	100,965	(17.0%)
Water Treatment	7,953	9,024	(11.9%)	12,601	16,300	(22.7%)
<b>Total</b>	<b>64,331</b>	<b>56,475</b>	<b>13.9%</b>	<b>96,359</b>	<b>117,265</b>	<b>(17.8%)</b>

	Individual Quarter			Cumulative Quarters		
	Current year Quarter 2	Preceding year Quarter 2	Variance	Current year Quarter 2	Preceding year Quarter 2	Variance
	1.7.20 to 30.9.20	1.7.19 to 30.9.19		1.4.20 to 30.9.20	1.4.19 to 30.9.19	
	<b>Profit Before Tax</b>	<b>Profit Before Tax</b>		<b>Profit Before Tax</b>	<b>Profit Before Tax</b>	
RM'000	RM'000	%	RM'000	RM'000	%	
Bio-Energy Systems	8,857	6,570	34.8%	12,121	14,920	(18.8%)
Water Treatment	1,313	865	51.8%	1,590	1,272	25.0%
<b>Total</b>	<b>10,170</b>	<b>7,435</b>	<b>36.8%</b>	<b>13,711</b>	<b>16,192</b>	<b>(15.3%)</b>

The Group registered revenue of RM64.33 million in the current quarter and RM96.36 million in the current year to date under review. Despite of the 13.9% increase in the current quarter, revenue in the current year to date was lower by 17.8%.

The PBT in the current quarter increased by 36.8% and the PBT in the current year to date decreased by 15.3% in line with the revenue.

The current year's results were impacted by the Movement Control Orders ("MCOs") imposed by Government to contain the COVID-19 pandemic.

#### Bio-Energy Segment

The revenue in the current quarter increased by 18.8% as compared to preceding year corresponding quarter, mainly due to the inclusive of Solar segment's results after the acquisition completed on 22 May 2020. Despite of the higher revenue in the current quarter, the revenue for the current year to date had decreased by 17.0%, which was mainly due to the lower delivery resulting from the movement restriction imposed by the Government.

The PBT in the current quarter increased by 34.8% and decreased by 18.8% in the current year to date, in tandem with the increase in revenue in the current quarter and decrease of revenue in the current year to date.



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### 1. Review of Performance (cont'd)

#### Water Treatment Segment

The revenue in the current quarter and current year to date decreased by 11.9% and 22.7% respectively as compared to preceding year corresponding quarter and preceding year to date. The decrease in revenue was also due to the movement restriction during the MCOs period.

Despite of the decrease in revenue, PBT for the current quarter and current year to date increased by 51.8% and 25.0% respectively. This was contributed by the reversal of doubtful debts as well as cost savings during the period.

### 2. Material Changes To The Results Of The Preceding Quarter

	Current year Quarter 2 (3 Months)	Current year Quarter 1 (3 Months)	Variance	Current year Quarter 2 (3 Months)	Current year Quarter 1 (3 Months)	Variance
	01.07.20 to 30.09.20	01.04.20 to 30.06.20		01.07.20 to 30.09.20	01.04.20 to 30.06.20	
	Revenue	Revenue		Profit Before Tax	Profit Before Tax	
	RM'000	RM'000	%	RM'000	RM'000	%
Bio-Energy Systems	56,378	27,380	105.9%	8,857	3,264	171.4%
Water Treatment	7,953	4,648	71.1%	1,313	277	374.0%
Total	64,331	32,028	100.9%	10,170	3,541	187.2%

The Group revenue for the current quarter increased by RM32.30 million, representing an increase of 100.9%, as compared to the preceding quarter after business resumed during the Conditional MCO ("CMCO") and Recovery MCO ("RMCO") periods.

The PBT has increased by 187.2% in tandem with the increase in revenue.

#### Bio-Energy Segment

The revenue for the current quarter increased by 105.9% as compared to the preceding quarter. Apart from the inclusive of Solar segments results after it becoming the subsidiary on 22 May 2020, the increase also contributed by the higher deliveries during the less restrictive RMCO period.

The PBT for the current quarter increased by 171.4%, in tandem with the higher revenue recorded.

#### Water Treatment Segment

The revenue for the current quarter increased by 71.1% as compared to the preceding quarter, due to the higher deliveries during the less restrictive RMCO period.

The recovery from debts previously provided for has further improved the PBT for the current quarter. As a result, PBT increased by 374.0% as compared to the preceding quarter.



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### 3. Prospects

The risk of resurgence of COVID-19 and further extension of CMCO might cause disruption to project execution.

All in all, provided COVID-19 situation doesn't further deteriorate, the outstanding order book coupled with positive outlook of CPO price and solar demand, the Board is confident in delivering satisfactory results for the financial year.

### 4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

### 5. Income Tax Expense

The taxation figures are as follows:

	<b>Current Year Quarter 30-SEPT 2020 RM'000</b>	<b>Current Year to-Date 30-SEPT 2020 RM'000</b>
Current tax	2,744	3,817
Deferred tax	(16)	(32)
	<hr/>	<hr/>
	2,728	3,785
	<hr/>	<hr/>

### 6. Status of Corporate Proposals

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



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## Unaudited Interim Financial Statements for the 2nd Quarter Ended 30 September 2020

### 7. Borrowings and lease liability

	As at 30-SEPT 2020 RM'000	As at 31-MAR 2020 RM'000
<b>Short term: -</b>		
<u>Secured</u>		
Banker Acceptance	1,114	827
Revolving Credit	1,500	1,500
Lease liabilities	394	324
Term Loan	693	428
	3,701	3,079
<u>Unsecured</u>		
Lease liabilities	-	7
	3,701	3,086
<b>Long term: -</b>		
<u>Secured</u>		
Lease liabilities	715	764
Term Loan	7,725	3,533
	8,440	4,297
Total borrowings and lease liabilities	12,141	7,383

The Group borrowings and lease liability consist of: -

Fixed rate	3,723	3,415
Floating rate	8,418	3,968
	12,141	7,383

All the Group's borrowings are denominated in Ringgit Malaysia.

### 8. Financial Instruments

As at 30 September 2020, the outstanding derivatives are as follows: -

Type of Derivatives	Contract / Notional Value RM'000	Fair Value RM'000
Foreign Exchange Contracts - Less than one year	77,835	75,647

### 9. Material Litigation

There were no material litigations involving the Group as at the date of this interim report.



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(Incorporated in Malaysia)

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### 10. Dividend

A final single tier dividend of 1.75 sen per ordinary share amounting to RM9,030,000 in respect of FYE 31 March 2020 was approved by the shareholder at the Annual General Meeting held on 25 September 2020. The dividend was paid on 16 October 2020 to shareholders whose names appeared in the record of depositors on 30 September 2020.

### 11. Earnings Per Share

#### i. Basic

The basic earnings per share is calculated by dividing the profit attributable to owners of the Company for the period by the weighted average number of ordinary shares in issue during the financial period under review.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-SEPT 2020	Preceding Year Corresponding Quarter 30- SEPT 2019	Current Year Quarter 30- SEPT 2020	Preceding Year Corresponding Quarter 30- SEPT 2019
Profit after Taxation attributable to owners of the Company (RM'000)	6,048	5,032	8,390	11,494
Weighted average number of ordinary shares in issue ('000)	516,000	516,000	516,000	516,000
Basic earnings per share (sen)	1.17	0.98	1.63	2.23

#### ii. Diluted

The Company does not have any convertible share or convertible financial instruments for the current quarter under review and financial year to-date.



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### 12. Trade Receivables

	As at 30-SEPT 2020 RM'000	As at 31-MAR 2020 RM'000
Trade receivables – third party	63,588	63,915
Trade receivables – related party	1,181	1,373
Retention receivables	5,400	7,451
	<u>70,169</u>	<u>72,739</u>
Allowance for impairment loss	(8,963)	(10,236)
	<u>61,206</u>	<u>62,503</u>

The ageing analysis of the Group is as follows: -

	As at 30-SEPT 2020 RM'000	As at 31-MAR 2020 RM'000
Not past due	20,745	13,067
Past due	40,461	49,436
	<u>61,206</u>	<u>62,503</u>

The Group's normal credit terms granted to related and non-related parties range from 30 to 90 days.

### 13. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Income / (Expenses)	Current Year Quarter 30-SEPT 2020 RM'000	Current Year to-Date 30-SEPT 2020 RM'000
Interest income	360	728
Other income including investment income	(22)	153
Interest expense	(166)	(212)
Depreciation and amortisation	(1,375)	(2,354)
(Provision for) / Reversal of and (write off) of receivables	730	1,282
Provision for and write off of inventories	(75)	(127)
Gain or (loss) on disposal and write off of equipment	6	6
Gain or (loss) on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Foreign exchange gain or (loss)	(1,413)	(2,681)
Fair value gain or (loss) on derivatives	1,317	3,197
Exceptional Items (with details)	Not Applicable	Not Applicable

### 14. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 24 November 2020.