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MR D.I.Y. GROUP (M) BERHAD

【Company No.: 201001034084 (918007-M)】

INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

2 NOVEMBER 2021

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30/09/2021 RM'000	30/09/2020 RM'000	30/09/2021 RM'000	30/09/2020 RM'000
Revenue	768,021	740,234	2,398,020	1,790,983
Cost of sales	(451,542)	(426,080)	(1,399,750)	(1,028,786)
Gross profit	316,479	314,154	998,270	762,197
Other operating income	3,780	7,534	11,527	15,680
Administrative expenses	(27,074)	(21,886)	(87,317)	(62,350)
Other operating expenses	(154,801)	(127,801)	(471,526)	(348,891)
Profit from operations	138,384	172,001	450,954	366,636
Finance costs	(14,926)	(16,661)	(45,639)	(52,701)
Share of profit of an associate	571	141	1,946	1,255
Profit before tax	124,029	155,481	407,261	315,190
Income tax expense	(33,678)	(42,029)	(109,986)	(86,293)
Profit for the period	90,351	113,452	297,275	228,897
Other comprehensive (loss)/income				
Items that may be reclassified subsequently to profit or loss				
(Loss)/Gain on foreign currency translation	(30)	(188)	139	(85)
Other comprehensive (loss)/income, net of tax	(30)	(188)	139	(85)
Total comprehensive income for the period	90,321	113,264	297,414	228,812
Profit attributable to:				
Owners of the Company	90,351	113,452	297,275	228,897
Non-controlling interests	-	-	-	-
	90,351	113,452	297,275	228,897
Total comprehensive income attributable to:				
Owners of the Company	90,321	113,264	297,414	228,812
Non-controlling interests	-	-	-	-
	90,321	113,264	297,414	228,812
Basic earnings per share (sen)	1.44	1.86	4.74	3.76
Diluted earnings per share (sen)	1.43	1.86	4.72	3.76

Note:

- (1) The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾

	Unaudited As at 30/09/2021 RM'000	Audited As at 31/12/2020 RM'000
ASSETS		
<i>Non-current assets</i>		
Property, plant and equipment	499,427	436,331
Intangible assets	6,078	5,041
Right-of-use assets	988,591	879,422
Investment in an associate	7,722	6,226
Deferred tax assets	19,309	17,273
	<u>1,521,127</u>	<u>1,344,293</u>
<i>Current assets</i>		
Inventories	786,095	690,047
Trade and other receivables	135,138	127,754
Cash and bank balances	126,239	90,885
	<u>1,047,472</u>	<u>908,686</u>
TOTAL ASSETS	<u>2,568,599</u>	<u>2,252,979</u>
EQUITY AND LIABILITIES		
<i>Equity attributable to owners of the Company</i>		
Share capital	295,625	295,625
Reserves	751,728	581,051
TOTAL EQUITY	<u>1,047,353</u>	<u>876,676</u>
LIABILITIES		
<i>Non-current liabilities</i>		
Borrowings	17,299	20,761
Lease liabilities	918,472	813,612
Provision for restoration costs	18,224	16,008
Deferred tax liabilities	2,203	2,324
	<u>956,198</u>	<u>852,705</u>
<i>Current liabilities</i>		
Trade and other payables	135,796	119,925
Borrowings	219,124	242,823
Lease liabilities	139,507	120,770
Provision for restoration costs	623	536
Current tax liabilities	69,998	39,544
	<u>565,048</u>	<u>523,598</u>
TOTAL LIABILITIES	<u>1,521,246</u>	<u>1,376,303</u>
TOTAL EQUITY AND LIABILITIES	<u>2,568,599</u>	<u>2,252,979</u>
Net assets per share attributable to owners of the Company (sen)⁽²⁾	<u>16.69</u>	<u>13.97</u>

Notes:

(1) The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

(2) Computed based on total equity divided by the number of ordinary shares outstanding of 6,276,600,000.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾

	Share capital RM'000	Merger reserve RM'000	Foreign currency translation reserve RM'000	Share options reserve RM'000	Distributable Retained earnings RM'000	Total equity RM'000
At 1 January 2021	295,625	(117,450)	52	1,212	697,237	876,676
Net profit for the period	-	-	-	-	297,275	297,275
Other comprehensive income	-	-	139	-	-	139
Total comprehensive income	-	-	139	-	297,275	297,414
Transactions with owners						
Dividends paid	-	-	-	-	(131,809)	(131,809)
ESOS share options expenses	-	-	-	5,072	-	5,072
Total transactions with owners	-	-	-	5,072	(131,809)	(126,737)
At 30 September 2021	295,625	(117,450)	191	6,284	862,703	1,047,353
At 1 January 2020	1,970	(117,450)	59	-	455,895	340,474
Net profit for the period	-	-	-	-	228,897	228,897
Other comprehensive income	-	-	(85)	-	-	(85)
Total comprehensive income	-	-	(85)	-	228,897	228,812
Transactions with owners						
Issuance of shares	100	-	-	-	-	100
Dividends paid	-	-	-	-	(50,000)	(50,000)
Total transactions with owners	100	-	-	-	(50,000)	(49,900)
At 30 September 2020	2,070	(117,450)	(26)	-	634,792	519,386

Note:

- (1) The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾

	CUMULATIVE QUARTER	
	30/09/2021	30/09/2020
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	407,261	315,190
Adjustments for:		
Amortisation of intangible assets	1,271	854
Depreciation of property, plant and equipment	51,214	37,646
Depreciation of right-of-use assets	110,626	86,313
Interest expense	45,639	52,701
Interest income	(1,071)	(2,287)
Other non-cash items	15,916	7,912
Operating profit before changes in working capital	630,856	498,329
Changes in working capital:		
Inventories	(112,211)	(94,392)
Trade and other receivables	(9,116)	(22,249)
Trade and other payables	6,834	42,788
Cash generated from operations	516,363	424,476
Tax paid	(81,838)	(63,705)
Tax refunded	132	-
Net cash from operating activities	434,657	360,771
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received from an associate	450	450
Interest income received	1,071	2,287
Purchase of property, plant and equipment	(105,136)	(72,716)
Purchase of intangible assets	(2,326)	(1,516)
Proceeds from disposal of property, plant and equipment	1,693	602
Proceeds from disposal of intangible assets	18	-
Net cash used in investing activities	(104,230)	(70,893)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(131,809)	(50,000)
Drawdowns of revolving credits	50,668	110,500
Interest expense paid on:		
-borrowings	(6,159)	(17,660)
-lease liabilities	(38,539)	(33,287)
Payments of lease liabilities	(90,514)	(63,266)
Placements in restricted bank balances	-	(16)
Proceeds from share issuance	-	100
Repayments of hire purchase creditors	(732)	(114)
Repayments of term loans	(3,472)	(2,717)
Repayments of revolving credits	(65,167)	(188,000)
Withdrawals of deposit with a licensed bank with original maturity of more than three (3) months	-	104
Net cash used in financing activities	(285,724)	(244,356)
Net increase in cash and cash equivalents	44,703	45,522
Effects of exchange rate changes on cash and cash equivalents	47	(35)
Cash and cash equivalents at the beginning of financial period	64,773	125,376
Cash and cash equivalents at the end of financial period	109,523	170,863

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾ (continued)

	CUMULATIVE QUARTER	
	30/09/2021	30/09/2020
	RM'000	RM'000
Cash and cash equivalents comprise:		
Cash and bank balances	58,210	75,181
Deposits with licensed banks	68,029	125,442
	<u>126,239</u>	<u>200,623</u>
Less: Restricted bank balances	-	(8,097)
Less: Bank overdraft included in borrowings	(16,716)	(21,663)
	<u>109,523</u>	<u>170,863</u>

Note:

- (1) The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

1. Basis of Preparation

The interim financial report of Mr D.I.Y. Group (M) Berhad (the "Company") and its subsidiaries (collectively, the "Group") is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards ("MFRS") 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

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

2. Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2020 except for the adoption of the following new accounting standards, amendments and interpretation:

2.1 New MFRS adopted during the financial period

Title	Effective Date
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 - <i>Interest Rate Benchmark Reform - Phase 2</i>	1 January 2021
Amendments to MFRS 16 <i>Covid-19-Related Rent Concessions beyond 30 June 2021</i>	1 April 2021 (early adopted)

The adoption of the above amendments to MFRSs do not have a material impact on the financial statements of the Group.

3. Auditors' Report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2020.

4. Seasonal or Cyclical Factors

The business operations of the Group typically experience higher customer traffic, transaction value and sales during weekends, public holidays, school holidays and festive periods.

5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

6. Material Changes in Estimates

There was no changes in estimates of amounts reported that have a material effect in the current quarter and financial period under review.

7. Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current period under review.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

8. Dividend

	RM'000
In respect of the financial year ended 31 December 2020:	
Interim single tier dividend of RM0.007 per ordinary share, paid on 8 April 2021	43,936
In respect of the financial year ending 31 December 2021:	
Interim single tier dividend of RM0.008 per ordinary share, paid on 17 June 2021	50,213
Interim single tier dividend of RM0.006 per ordinary share, paid on 23 September 2021	37,660
	<u>87,873</u>

Declared

On 2 November 2021, the Company declared an interim single tier dividend of RM0.0065 per ordinary share amounting to approximately RM40.8 million in respect of the financial year ending 31 December 2021, to be paid on 23 December 2021 to shareholders of the Company whose name appear in the Record of Depositors on 30 November 2021.

9. Segment reporting

The Group is organised into two (2) reportable segments based on their geographical locations. The reportable segments are summarised as follows:

- (i) Malaysia; and
- (ii) Brunei

The segmental information for the financial period ended 30 September 2021 is as follows:

	Malaysia RM'000	Brunei RM'000	Eliminations RM'000	Total RM'000
Revenue				
Sales to external customers	2,377,841	20,179	-	2,398,020
Inter-segment sales	9,887	-	(9,887)	-
Total revenue	<u>2,387,728</u>	<u>20,179</u>	<u>(9,887)</u>	<u>2,398,020</u>
Results				
Profit from operations	449,981	5,671	(4,698)	450,954
Interest expense	(45,005)	(634)	-	(45,639)
Share of profit of an associate	1,946	-	-	1,946
Profit before tax	406,922	5,037	(4,698)	407,261
Income tax expense	(109,121)	(883)	18	(109,986)
Net profit for the financial period	<u>297,801</u>	<u>4,154</u>	<u>(4,680)</u>	<u>297,275</u>
Segment assets	<u>2,536,699</u>	<u>33,219</u>	<u>(1,319)</u>	<u>2,568,599</u>
Segment liabilities	<u>1,499,666</u>	<u>22,496</u>	<u>(916)</u>	<u>1,521,246</u>

The segmental information for the financial period ended 30 September 2020 is as follows:

	Malaysia RM'000	Brunei RM'000	Eliminations RM'000	Total RM'000
Revenue				
Sales to external customers	1,774,176	16,807	-	1,790,983
Inter-segment sales	8,148	-	(8,148)	-
Total revenue	<u>1,782,324</u>	<u>16,807</u>	<u>(8,148)</u>	<u>1,790,983</u>
Results				
Profit from operations	368,619	5,709	(7,692)	366,636
Interest expense	(52,288)	(413)	-	(52,701)
Share of profit of an associate	1,255	-	-	1,255
Profit before tax	317,586	5,296	(7,692)	315,190
Income tax expense	(85,350)	(973)	30	(86,293)
Net profit for the financial period	<u>232,236</u>	<u>4,323</u>	<u>(7,662)</u>	<u>228,897</u>
Segment assets	<u>2,097,533</u>	<u>22,058</u>	<u>(1,418)</u>	<u>2,118,173</u>
Segment liabilities	<u>1,586,063</u>	<u>13,862</u>	<u>(1,138)</u>	<u>1,598,787</u>

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

10. Property, Plant and Equipment

(a) Acquisitions and disposals

There was no material acquisition and disposals of property, plant and equipment during the current quarter and financial period under review.

(b) Valuation

There was no valuation of property, plant and equipment in the current quarter and financial period under review as the Group has not adopted a revaluation policy on its property, plant and equipment.

11. Capital Commitments

Capital expenditure in respect of purchase of property, plant and equipment:

	30/09/2021	31/12/2020
	RM'000	RM'000
- Approved but not contracted for	29,907	108,150
- Contracted but not provided for	24,567	50,468
	<u>54,474</u>	<u>158,618</u>

12. Material Events Subsequent to the End of Financial Period

There was no material event subsequent to the end of the current quarter up to the date of the interim financial report.

13. Changes in the Composition of the Group

There was no material changes in the composition of the Group during the current quarter and financial period under review.

14. Changes in Contingent Liability

There was no material contingent liability as at the end of the current financial period and up to the date of the interim financial report.

15. Significant Related Party Transactions

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Associate:				
Purchases of equipment and computer software	1,258	1,203	5,002	3,215
Purchases of goods	1,620	552	6,767	1,950
Companies in which certain Directors have financial interests:				
Sales of goods	4,369	6,939	16,632	15,969
Management fees received/ receivables	1,439	1,708	4,631	3,172
Reimbursable expenses paid on behalf	-	15	-	120

The related party transactions described above were carried out in the ordinary course of business and have been established under negotiated and mutually agreed terms.

16. Fair Value of Financial Liabilities

There was no gain or loss arising from fair value changes of the Group's financial liabilities for the current quarter and financial period under review.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

17. Performance Review

3QFY2021 vs 3QFY2020

In June 2021, the Government announced the National Recovery Plan ("NRP"), which details the resumption of economic sectors post-pandemic under four progressive phases. About 11% of our stores remained closed in July 2021, which subsequently moderated to about 4% by September 2021 as the Covid-19 situation in the country improved and the Government was subsequently able to relax pandemic related restrictions and stores were gradually allowed to resume operations. Correlated with an improvement in opening operating conditions, foot traffic and retail conditions overall began to normalise toward the tail end of September with the easing of restrictions.

The Group's revenue for 3QFY2021 rose 3.8% year-on-year ("y-o-y") to RM768.0 million. Total transactions for 3QFY2021 was 7.0% lower y-o-y compared to the corresponding period in 2020, impacted by pandemic-related store closures. This was partially offset by a higher average basket size, which rose 12.2% y-o-y in 3QFY2021. Revenue growth was mainly driven by contribution from new stores. The number of new stores grew 22.2% y-o-y to 841 stores.

The increase in revenue led to a 0.7% y-o-y increase in gross profit ("GP") to RM316.5 million. GP margin for 3QFY2021 was 41.2%, about 1.2 percentage point lower y-o-y mainly due to a combination of several factors, including planned promotional campaigns, as well as overall sustained cost pressures and margin dilution from the revenue contribution of the MR DOLLAR business.

The Group also reported lower other operating income of RM3.8 million for 3QFY2021 compared to RM7.5 million in the 3QFY2020 mainly due to the timing of rental concessions. The Group expects to receive additional rental concessions in the next few months.

Administrative and operating expenses for the quarter rose 23.7% and 21.1% y-o-y respectively, mainly due to higher staff costs and utilities, depreciation of right-of-use assets as well as depreciation of fixed assets in line with the higher number of stores.

Consequently, profit before tax ("PBT") and profit after tax ("PAT") for 3QFY2021 decreased by 20.2% and 20.4% y-o-y to RM124.0 million and RM90.4 million respectively, mainly due to store closures as operating expenses continued to be incurred during the said period.

Financial review for current financial year-to-date ("YTD") vs preceding year's corresponding financial YTD

The Group reported cumulative revenue of RM2.4 billion for the financial period ended September 2021 ("9MFY2021"), a 33.9% y-o-y increase on the corresponding period in the preceding year. Revenue was mainly driven by positive contribution from new stores, which were offset by the impact of lockdown measures in 2QFY2021 and 3QFY2021 that lead to material temporary store closures, and lower overall traffic to our stores that remained open. The increase also reflects the temporary closure of stores in 2020 due to the Movement Control Orders.

Correspondingly, gross profit for the 9MFY2021 rose 31.0% y-o-y to RM998.3 million, driven by higher revenue. The GP margin declined by 1.0 percentage point y-o-y to 41.6% due to several factors including planned promotional campaigns as well as overall sustained cost pressures and margin dilution from the revenue contribution of the MR DOLLAR business.

Other operating income for 9MFY2021 was RM11.5 million, mainly comprising management fees, interest income, as well as rent concessions.

The Group reported PBT and PAT of RM407.3 million and RM297.3 million respectively, an increase of 29.2% and 29.9% y-o-y, respectively due to the abovesaid factors.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

18. Comparison With Immediate Preceding Quarter's Results

The Group's reported revenue of RM768.0 million and PBT of RM124.0 million in 3QFY2021 was 1.1% and 10.2% higher versus the immediate preceding quarter ("2QFY2021"). The lower revenue and PBT in 2QFY2021 were mainly due to the restricted operating conditions imposed by the regulators during the FMCO in June where selected stores were closed or limited to only selling essentials in stores that remained open.

19. Prospects

In August 2021, Bank Negara Malaysia revised its 2021 full-year Gross Domestic Product growth forecast for Malaysia to between 3% and 4%, from the previous forecast of between 6% and 7.5%. This followed the implementation of pandemic lockdown measures in June 2021, which saw Enhanced Movement Control Orders restrictions being imposed on selected locations.

However, the systematic reopening of economic sectors from August 2021 onwards has helped provide strong momentum to drive operating revenues upwards from a low in June 2021, supported by an improvement in overall domestic demand. The implementation of stimulus packages and government aid programmes are also proving to be an additional impetus to the nation's recovery.

As economic activity has largely returned to normality post-September 2021, the Group remains confident of its ability to deliver long-term sustainable growth, premised on the underlying strength of the business, strong unit economics of flagship MR D.I.Y stores, and the progress it is making on new store growth, which remains a core growth strategy and remains intact for immediate future and medium to long term. We remain steadfast in our commitment to delivering exceptional value and convenience to our customers, supported by our nationwide network of more than 840 outlets, breadth of about 18,000 product SKUs, and our promise of unbeatable value, all of which continue to resonate with the masses.

20. Variance of Actual Profit from Profit Forecast or Profit Guarantee

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

21. Status of Corporate Proposal

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

22. Profit Before Tax

Profit before tax for the current quarter and current year is arrived at after charging/(crediting):-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Amortisation of intangible assets	431	317	1,271	854
Depreciation of property, plant and equipment	17,611	13,382	51,214	37,646
Depreciation of right-of-use assets	37,581	29,963	110,626	86,313
Interest income	(282)	(789)	(1,071)	(2,287)
Inventory losses	3,230	5,135	8,509	12,255
Inventories written off	2,580	2,425	7,707	5,639
Gain on disposal of property, plant and equipment	(57)	(18)	(271)	(150)
Gain on reassessments and modifications of leases	(343)	(92)	(1,183)	(536)
Realised loss/(gain) on foreign exchange	621	(70)	717	(61)
Unrealised loss/(gain) on foreign exchange	21	11	40	(36)

Save as disclosed above, the other disclosure items pursuant to Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

23. Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Current year tax expense				
- current period	33,771	43,470	112,144	89,223
- under provision in prior years	-	63	-	97
	<u>33,771</u>	<u>43,533</u>	<u>112,144</u>	<u>89,320</u>
Deferred tax				
- relating to origination and reversal of temporary differences	(93)	(1,503)	(2,353)	(3,521)
- (over)/under provision in prior years	-	(1)	195	494
	<u>(93)</u>	<u>(1,504)</u>	<u>(2,158)</u>	<u>(3,027)</u>
Tax expense	33,678	42,029	109,986	86,293
Effective tax rate	<u>27.2%</u>	<u>27.0%</u>	<u>27.0%</u>	<u>27.4%</u>

The tax charge for the Group reflects an effective tax rate which is higher than the statutory tax rate of 24% mainly due to certain expenses which are not deductible for tax purposes.

24. Borrowings

	As at	As at
	30/09/2021	31/12/2020
	RM'000	RM'000
Non-current liabilities		
Secured		
Hire purchase creditors	2,504	2,349
Term loans	14,795	18,412
	<u>17,299</u>	<u>20,761</u>
Current liabilities		
Secured		
Bank overdraft	16,716	26,112
Revolving credits	197,167	211,666
Hire purchase creditors	551	500
Term loans	4,690	4,545
	<u>219,124</u>	<u>242,823</u>
Total borrowings		
Bank overdraft	16,716	26,112
Revolving credits	197,167	211,666
Hire purchase creditors	3,055	2,849
Term loans	19,485	22,957
	<u>236,423</u>	<u>263,584</u>

The above borrowings are denominated in Ringgit Malaysia.

25. Derivatives

There was no derivatives in the current quarter and financial period under review.

NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

26. Material Litigation

There is no material litigation for the current financial period to date.

27. Earnings Per Share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
Profit attributable to owners of the Company (RM'000)	90,351	113,452	297,275	228,897
Weighted average number of ordinary shares in issue ('000)	6,276,600	6,088,200	6,276,600	6,088,200
Basic earnings per ordinary share (sen)	1.44	1.86	4.74	3.76
Weighted average number of ordinary shares in issue ('000)	6,276,600	6,088,200	6,276,600	6,088,200
Effect of dilution of share options ('000)	26,546	-	26,561	-
Weighted average number of ordinary shares in issue (Diluted) ('000)	6,303,146	6,088,200	6,303,161	6,088,200
Diluted earnings per ordinary share (sen)	1.43	1.86	4.72	3.76