

POWER ROOT BERHAD

Registration No. 200601013517 (733268-U)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 JUNE 2022

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	3 MONTHS ENDED		3 MONTHS ENDED	
	30 JUNE 2022	30 JUNE 2021	30 JUNE 2022	30 JUNE 2021
	RM'000	RM'000	RM'000	RM'000
Revenue	112,082	74,679	112,082	74,679
Other income	1,029	408	1,029	408
Changes in inventories of finished goods and work-in-progress	3,561	10,029	3,561	10,029
Raw material used	(54,918)	(45,050)	(54,918)	(45,050)
Staff costs	(17,669)	(15,423)	(17,669)	(15,423)
Depreciation and amortisation expenses	(1,909)	(1,795)	(1,909)	(1,795)
Other operating expenses	(23,756)	(19,748)	(23,756)	(19,748)
Results from operating activities	18,420	3,100	18,420	3,100
Finance income	218	137	218	137
Finance costs	(197)	(20)	(197)	(20)
Net finance income	21	117	21	117
Profit before taxation	18,441	3,217	18,441	3,217
Taxation	(3,111)	(1,173)	(3,111)	(1,173)
Profit for the period	15,330	2,044	15,330	2,044
Other comprehensive income/(expenses)				
Equity investments measured at fair value through other comprehensive income/(expense)	191	(90)	191	(90)
Foreign currency translation differences	(279)	46	(279)	46
Other comprehensive expenses net of tax	(88)	(44)	(88)	(44)
Total comprehensive income	15,242	2,000	15,242	2,000
Profit attributable to:				
Owners of the Company	15,264	2,008	15,264	2,008
Non-controlling interests	66	36	66	36
	15,330	2,044	15,330	2,044
Total comprehensive income attributable to:				
Owners of the Company	15,163	1,962	15,163	1,962
Non-controlling interests	79	38	79	38
	15,242	2,000	15,242	2,000
Earnings per share attributable to owners of the Company(sen)				
Basic (note B12)	3.7	0.5	3.7	0.5
Diluted (note B12)	3.6	0.5	3.6	0.5

(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 31 March 2022 and the accompanying explanatory notes attached to this interim financial report)

POWER ROOT BERHAD

Registration No. 200601013517 (733268-U)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

	(Unaudited) As at 30 JUNE 2022	(Audited) As at 31 MARCH 2022
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	99,576	97,843
Investment properties	10,220	10,208
Other investments	2,946	3,214
Deferred tax assets	3,535	3,061
	116,277	114,326
Current assets		
Inventories	80,991	78,885
Trade and other receivables	105,718	91,547
Deposits placed with licensed banks	2,300	2,228
Cash and bank balances	93,177	90,386
Tax recoverable	6,966	9,011
	289,152	272,057
TOTAL ASSETS	405,429	386,383
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	261,548	255,528
Other reserves	(22,856)	(6,894)
Retained earnings	22,841	17,984
	261,533	266,618
Non-controlling interests	141	62
TOTAL EQUITY	261,674	266,680
Non-current liabilities		
Loans and borrowings	17,228	17,774
Current liabilities		
Trade and other payables	97,648	94,749
Loans and borrowings	18,472	2,148
Dividend payable	10,407	5,032
	126,527	101,929
TOTAL LIABILITIES	143,755	119,703
TOTAL EQUITY AND LIABILITIES	405,429	386,383
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.63	0.64

Notes:-

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial report)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 30 JUNE 2022

	3 MONTHS ENDED	
	30 JUNE 2022 RM'000	30 JUNE 2021 RM'000
Cash flows from operating activities		
Profit before tax	18,441	3,217
Adjustments for:-		
Depreciation on:		
- Investment properties	61	47
- Property, plant and equipment	1,848	1,748
Gain on disposal of property, plant and equipment	(124)	(20)
Finance costs	197	20
Finance income	(218)	(137)
Reversal of impairment loss due from:		
- Trade receivables	(2)	(8)
Unrealised gain on foreign exchange	(247)	(7)
Share-based payment transactions	21	119
Dividend income from other investments	(66)	(78)
(Write back)/Write down of obsolete and slow moving inventories	(74)	166
Operating profit before changes in working capital	19,837	5,067
Changes in working capital:-		
Changes in inventories	(2,032)	5,310
Changes in trade and other receivables	(13,926)	(7,187)
Changes in trade and other payables	2,899	8,181
Cash generated from operations	6,778	11,371
Interest received	218	137
Tax paid	(1,537)	(2,805)
Net cash generated from operating activities	5,459	8,703
Cash flows from investing activities		
Acquisition of:		
- property, plant and equipment	(3,373)	(873)
- investment properties	(73)	(34)
Increase in other investment	(5)	(13)
Dividend income from other investment	66	78
Proceeds from disposal of property, plant and equipment	258	21
Net cash used in investing activities	(3,127)	(821)
Cash flows from financing activities		
Dividend paid to owners of the Company	(5,032)	(6,339)
Interest paid	(197)	(20)
Proceeds from issue of share capital	4,587	498
Net purchase of treasury shares	(14,448)	-
Drawdown of other short-term borrowings	16,467	3,614
Repayment of hire purchase obligations	(109)	(128)
Repayment of term loans	(580)	-
Net cash from/(used in) financing activities	688	(2,375)
Net increase in cash and cash equivalents	3,020	5,507
Effects of changes in foreign exchange rates	(157)	26
Cash and cash equivalents at beginning of the year	92,614	86,132
Cash and cash equivalents at end of the year	95,477	91,665
Cash and cash equivalents comprise:		
Deposits with licensed banks	2,300	-
Cash and bank balances	93,177	91,665
	95,477	91,665

(The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial report)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 JUNE 2022

	Attributable to owners of the Company									
	Share capital	Treasury shares	Exchange fluctuation reserve	Fair value reserve	Share option reserve	Distributable Retained earnings	Total	Non-controlling interest	Total equity	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2021	251,524	(3,090)	2,276	(120)	8,841	6,098	265,529	472	266,001	
Profit for the period	-	-	-	-	-	2,008	2,008	36	2,044	
Other comprehensive income for the period	-	-	44	-	-	-	44	2	46	
- Translation differences on foreign operation	-	-	-	-	-	-	-	-	-	
- Equity investment measured at fair value through other comprehensive expenses	-	-	-	(90)	-	-	(90)	-	(90)	
Total comprehensive income for the period	-	-	44	(90)	-	2,008	1,962	38	2,000	
Contributions by and distribution to owners of the Company	654	-	-	-	(156)	-	498	-	498	
- Issue of ordinary shares pursuant to the ESOS	-	-	-	-	119	(2,117)	119	-	119	
- Share-based payment transaction	-	-	-	-	-	-	-	-	-	
- Dividends to owners of the Company	654	-	-	-	(37)	(2,117)	(1,500)	-	(2,117)	
Total transactions with owners of the Company	654	-	-	-	(37)	(2,117)	(1,500)	-	(1,500)	
At 30 June 2021	252,178	(3,090)	2,320	(210)	8,804	5,989	265,991	510	266,501	
At 1 April 2022	255,528	(17,308)	2,413	(374)	8,374	17,984	266,617	62	266,679	
Profit for the period	-	-	-	-	-	15,264	15,264	66	15,330	
Other comprehensive income for the period	-	-	(292)	-	-	-	(292)	13	(279)	
- Translation differences on foreign operation	-	-	-	-	-	-	-	-	-	
- Equity investment measured at fair value through other comprehensive expenses	-	-	-	191	-	-	191	-	191	
Total comprehensive income for the period	-	-	(292)	191	-	15,264	15,163	79	15,242	
Contributions by and distribution to owners of the Company	6,020	-	-	-	(1,433)	-	4,587	-	4,587	
- Issue of ordinary shares pursuant to the ESOS	-	-	-	-	21	-	21	-	21	
- Share-based payment transaction	-	(14,448)	-	-	-	-	(14,448)	-	(14,448)	
- Own shares acquired	-	-	-	-	-	(10,407)	(10,407)	-	(10,407)	
- Dividends to owners of the Company	6,020	(14,448)	-	-	(1,412)	(10,407)	(20,247)	-	(20,247)	
Total transactions with owners of the Company	6,020	(14,448)	-	-	(1,412)	(10,407)	(20,247)	-	(20,247)	
At 30 June 2022	261,548	(31,756)	2,121	(183)	6,962	22,841	261,533	141	261,674	

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

A. EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The unaudited condensed consolidated interim financial statements for the first quarter ended 30 June 2022 have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). The unaudited condensed consolidated interim financial statements of Power Root Berhad (“Power Root”) and its subsidiaries, namely Power Root (M) Sdn. Bhd., Power Root Marketing Sdn. Bhd., Power Root Manufacturing Sdn. Bhd., Power Root Nenergy Sdn. Bhd., Power Impian International Sdn. Bhd., Power Root Distributor Sdn. Bhd., Ali Cafe Sdn. Bhd., Power Root Support Services Sdn. Bhd., PT Natbio Marketing Indonesia, Power Root (Shanghai) Food Trading Co. Ltd., Power Root HK-China Company Limited, PR Global Assets Limited, Power Root ME FZCO, PRME Foodstuff Trading LLC (*formerly known as PRME Food Manufacturing LLC*), Alicafe Roasters Sdn Bhd, Superwrapz International Sdn. Bhd., French Patisserie Sdn. Bhd. and Affari Inversions Sdn. Bhd. (collectively known as “Power Root Group” or “The Group”), should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.

The accounting policy and method of computation adopted in these interim financial statements of the Group are consistent with those adopted for the annual financial statements for the financial year ended 31 March 2022.

A2. Auditors’ Report of Preceding Annual Financial Statements

The audited financial statements of the Group for the financial year ended 31 March 2022 were not subject to any qualification.

A3. Seasonality or Cyclicity Factors

Generally, the Group does not have any significant seasonal sales cycle, except during the Muslim fasting month, where sales would be lower.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no other items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence during the current quarter and financial period under review.

A5. Material Change in Estimates

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

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A. EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134: INTERIM FINANCIAL REPORTING (continued)

A6. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities for the current quarter and financial period under review other than the following:

- Issuance of 8,082,000 new ordinary share at an exercise price of RM 0.563 each pursuant to the Employees Share Option Scheme.
- Issuance of 31,000 new ordinary share at an exercise price of RM 1.15 each pursuant to the Employees Share Option Scheme.
- Repurchase of 9,447,900 of its own shares from the open market for a total consideration of RM14,448,387. The repurchase transactions were financed by internally generated funds. The shares purchased are being held as treasury shares in accordance with Section 127(4) of the Companies Act, 2016.

A7. Dividend Paid

A third interim single tier dividend of 1.2 sen per ordinary share in respect of the financial year ended 31 March 2022, was paid on 8 April 2022.

A8. Segmental Reporting

The Group operates principally in Malaysia with the manufacturing and distribution of beverages products (i.e. Fast Moving Consumers Goods) being the core business of the Group. The Group's assets and liabilities are concentrated mainly in Malaysia.

The Group has two reportable segments, distinguished by Malaysia entities and overseas entities, which form the main basis of how the Chief Operating Decision Maker ("CODM")(i.e. the Chief Executive Officer) reviews the Group's operations on a quarterly basis. The Malaysia entities include the manufacturing and marketing companies in Malaysia, while the overseas entities include the marketing companies in Middle East, China and Hong Kong. Non-reportable entities include the other subsidiaries.

Performance is measured based on segment profit before tax as the management believes that such information is the most relevant in evaluating the results of the operation.

Segment assets and liabilities information is neither included in the internal management reports nor provided regularly to the CODM. Hence, no disclosure is made on segment assets and liabilities.

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A. EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134: INTERIM FINANCIAL REPORTING (continued)**A8. Segmental Reporting (Cont'd)****Current quarter ended 30 June 2022**

	Reportable Segment		Non-Reportable Segment	Total RM'000
	Malaysia Entities RM'000	Overseas Entities RM'000	Other Entities RM'000	
Segment Profit/(loss)	15,016	2,662	(252)	17,426
<i>Included in the measure of segment profit/(loss) are:</i>				
Revenue from external customers	86,221	25,795	66	112,082
Inter-segment revenue	24,189	1,018	86	25,293

Current period ended 30 June 2022

	Reportable Segment		Non-Reportable Segment	Total RM'000
	Malaysia Entities RM'000	Overseas Entities RM'000	Other Entities RM'000	
Segment Profit/(loss)	15,016	2,662	(252)	17,426
<i>Included in the measure of segment profit/(loss) are:</i>				
Revenue from external customers	86,221	25,795	66	112,082
Inter-segment revenue	24,189	1,018	86	25,293

Reconciliation of reportable segment profit:

	Individual Quarter 3 Months ended 30 June 2022 RM'000	Cumulative Quarter 3 Months ended 30 June 2022 RM'000
Total segment profit	17,426	17,426
Consolidation adjustments	1,015	1,015
Total consolidated profit	18,441	18,441

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A. EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134: INTERIM FINANCIAL REPORTING (continued)

A8. Segmental Reporting (Cont'd)

Analysis of revenue by geographical segment for the period ended 30 June 2022:

	Individual Quarter 3 Months ended 30 June 2022	Cumulative Quarter 3 Months ended 30 June 2022
Revenue	RM'000	RM'000
Malaysia	62,435	62,435
Overseas:		
- Middle East	36,864	36,864
- Others	12,783	12,783
	<u>112,082</u>	<u>112,082</u>

A9. Material Events Subsequent to the end of the Current Quarter under review

Subsequent to the current quarter and financial period under review, the Group had completed the following:

- On 1 July 2022, the Group has completed its acquisition of additional shareholdings in French Patisserie Sdn. Bhd. by ways of:
 - (i) Acquired 700,000 ordinary shares at cash consideration of RM4.
 - (ii) Issued and allotted 555,000 new ordinary shares at cash consideration of RM555,000.

This has resulted the Group's direct interest increased from 57.5% to 92.5%.

- On 1 August 2022, the Company incorporated a wholly owned subsidiary, PR Food Trading L.L.C.-FZ ("PRFT"). PRFT is a limited liability company incorporated in Meydan Free Zone, United Arab Emirates and has an issued share capital of RM119,953 comprising of 100 shares. The principal activity of the subsidiary company is wholesale of food and beverage products. The subsidiary has not commenced its business operations as at the date of this report.

A10. Changes in the composition of the Group

During the current quarter and financial period under review, the Group had on 12 April 2022 completed the voluntary liquidation of its wholly owned subsidiary, Power Root Manufacturing ME W.L.L ("PRMMW").

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A. EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING (continued)

A11. Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets that have arisen since the last annual balance sheet date up to the date of this report.

A12. Material Capital Commitments

The outstanding capital commitments at the end of the current quarter are as follows:

	Current quarter ended 30 June 2022 RM'000
Contracted but not provided for:-	
Property, plant and equipment	8,270
	<hr/>

A13. Material Related Party Transactions

There were no material transactions entered by the Group with any related party.

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B. ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's Results for the Current Quarter Ended 30 June 2022

The Group recorded a revenue of RM 112.1 million for the first quarter ended 30 June 2022 representing an increase of RM 37.4 million or 50.1% as compared to the previous year's corresponding quarter of RM 74.7 million. The increase was mainly attributable to higher revenue for the local and export markets in the current quarter compared to the corresponding quarter in the previous year.

The Group recorded a profit before tax of RM 18.4 million for the current quarter which was an increase of RM 15.2 million from the previous year's corresponding quarter's profit before tax of RM 3.2 million. The higher profit before tax in the current quarter was mainly attributable to the higher revenue, gain on foreign exchange and favourable product sales mix in the current quarter as compared to previous year's corresponding quarter.

B2. Variation of Results for the Current Quarter Ended 30 June 2022 against the Immediate Preceding Quarter

The Group recorded a revenue of RM 112.1 million for the current quarter, representing an increase of RM 15.2 million or 15.7% when compared to the revenue recorded of RM 96.9 million for the immediate preceding quarter ended 31 March 2022. The increase was mainly attributable to higher revenue for the local and export markets in the current quarter compared to the immediate preceding quarter.

The Group's profit before tax of RM 18.4 million for the current quarter, showed an increase of RM 4.2 million or 29.6% when compared to the profit before tax of RM 14.2 million for the immediate preceding quarter ended 31 March 2022. The higher profit before tax in the current quarter as compared to the immediate preceding quarter was mainly attributable to higher revenue and gain on foreign exchange in the current quarter and coupled with the write down of inventories in the immediate preceding quarter.

B3. Group's Prospects for the financial year ending 31 March 2023 ("FY 2023")

We expect the economic recovery to continue in the local and export markets. Despite this, we believe that the economic and business environment remains uncertain and challenging due to inflationary cost pressure affecting demand and volatile cost of materials and, coupled with intermittent supply chain disruptions.

We continuously seek opportunities to achieve sustainable growth through penetration into new markets and expansion of new products segments as well as adaptation of technology in improving operational efficiencies.

B4. Variance of Profit Forecast

There was no profit forecast issued during the current quarter and financial period under review.

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B. ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (continued)**B5. Tax Expense**

Taxation comprises the following:-

	Individual quarter 3 months ended		Cumulative quarter 3 months ended	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Taxation				
- Current period	3,586	1,952	3,586	1,952
- Prior period	-	-	-	-
	<u>3,586</u>	<u>1,952</u>	<u>3,586</u>	<u>1,952</u>
Deferred tax income				
- Current period	(475)	(779)	(475)	(779)
- Prior period	-	-	-	-
	<u>(475)</u>	<u>(779)</u>	<u>(475)</u>	<u>(779)</u>
	<u>3,111</u>	<u>1,173</u>	<u>3,111</u>	<u>1,173</u>

B6. Notes to the Statements of Profit or Loss and Other Comprehensive Income

	Individual quarter 3 months ended		Cumulative quarter 3 months ended	
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Depreciation and amortisation	1,909	1,795	1,909	1,795
Gain on foreign exchange	(744)	(214)	(744)	(214)
Gain on disposal of: - property, plant and equipment	(124)	(20)	(124)	(20)
Reversal of impairment loss on: - trade receivables	(2)	(8)	(2)	(8)
Dividend income from other investment	(66)	(78)	(66)	(78)
Finance income	(218)	(137)	(218)	(137)
Finance costs	197	20	197	20
(Write back)/Write down of inventories	(74)	166	(74)	166

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B. ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (continued)

B7. Group Borrowings and Debt Securities

The Group's borrowings, all repayable in Ringgit Malaysia and unsecured, as at the end of the current quarter and financial period under review are as follows:

	As at 30 June 2022 RM'000	As at 31 March 2022 RM'000
<u>Short Term Borrowings</u>		
Term Loans	1,923	1,957
Hire purchase liabilities	82	191
Bankers' acceptance	16,467	-
	<u>18,472</u>	<u>2,148</u>
<u>Long Term Borrowings</u>		
Term Loans	17,228	17,774
Total	<u><u>35,700</u></u>	<u><u>19,922</u></u>

The Group does not have any foreign borrowings and debts securities as at the date of this report.

B8. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendants and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

B9. Dividend Proposed

The Board of Directors had on 29 August 2022 declared an interim dividend of 3.0 sen per share comprising of (i) a first interim single tier dividend of 2.0 sen per ordinary share and (ii) a special interim single tier dividend of 1.0 sen per ordinary share in respect of the financial year ending 31 March 2023. The dates of entitlement and payment will be announced at a later date.

B10. Derivatives

The Group uses forward exchange contracts to hedge its foreign currency risk.

Details of the derivative outstanding at the end of the quarter under review are as follows:

	As at 30 June 2022		As at 30 June 2021	
	Notional Value RM'000	Fair Value RM'000	Notional Value RM'000	Fair Value RM'000
Forward Exchange Contract	-	-	2,997	2,942
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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B. ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (continued)

B10. Derivatives (Cont'd)

The forward exchange contract has a maturity of less than one year at the end of the quarter under review.

There was no gain/(loss) recognised in the profit or loss arising from the fair value changes of the derivatives.

B11. Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group does not have any financial liabilities measured at fair value through profit and loss at the end of the current quarter and financial period under review.

B12. Earnings Per Share ("EPS")

Basic EPS

	Individual quarter 3 months ended		Cumulative quarter 3 months ended	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
Profit attributable to owners of the Company (RM'000)	15,264	2,008	15,264	2,008
Weighted average number of shares in issue ('000)	417,341	423,211	417,341	423,211
Basic EPS (sen)	<u>3.7</u>	<u>0.5</u>	<u>3.7</u>	<u>0.5</u>

Basic EPS is calculated by dividing the net profit attributable to the ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

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B. ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (continued)

B12. Earnings Per Share ("EPS") (Cont'd)

Diluted EPS

	Individual quarter 3 months ended		Cumulative quarter 3 months ended	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
Profit attributable to owners of the Company (RM'000)	15,264	2,008	15,264	2,008
Weighted average number of ordinary shares ('000)	417,341	423,211	417,341	423,211
Effect of share option in issue and warrants conversion ('000)	5,304	11,310	5,304	11,310
Total weighted average number of ordinary shares ('000) (diluted)	422,645	434,521	422,645	434,521
Diluted EPS (sen)	<u>3.6</u>	<u>0.5</u>	<u>3.6</u>	<u>0.5</u>

The diluted EPS is calculated by dividing the net profit attributable to the equity holder of the Company by the weighted average number of ordinary share in issue during the financial period, adjusted for the dilutive effects of all potential ordinary shares, i.e. Employees Share Option Scheme and warrants conversion.

B13. Authorisation for issue

These interim financial statements were authorized for issue by the Board of Directors on 29 August 2022.