



TOMEI CONSOLIDATED BERHAD 200501015912 (692959-W)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2020**

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
Revenue	167,841	136,507	552,401	534,074
Cost of sales	(132,660)	(100,595)	(413,488)	(399,242)
Gross profit	35,181	35,912	138,913	134,832
Other income	4,485	996	6,761	4,265
Selling and distribution expenses	(17,135)	(23,153)	(70,859)	(87,136)
Administrative expenses	(6,511)	(5,646)	(22,259)	(24,911)
Other expenses	(374)	(406)	(1,176)	(1,299)
Profit from operations	15,646	7,703	51,380	25,751
Finance costs	(2,093)	(3,014)	(10,039)	(11,736)
Profit before tax	13,553	4,689	41,341	14,015
Tax expense	(1,919)	(1,945)	(10,617)	(4,842)
Profit for the financial year	11,634	2,744	30,724	9,173
Profit attributable to:-				
Owners of the parent	11,672	2,675	31,173	8,739
Non-controlling interests	(38)	69	(449)	434
	11,634	2,744	30,724	9,173
Earnings per ordinary share attributable to equity holders of the parent (sen):-				
Basic earnings per share	8.42	1.93	22.49	6.31
Diluted earnings per share *	N/A	N/A	N/A	N/A

* Not applicable

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31 DECEMBER 2020**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2020
(Cont'd)**

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
Profit for the financial year	11,634	2,744	30,724	9,173
Foreign currency translations	(120)	108	458	471
Total comprehensive income	<u>11,514</u>	<u>2,852</u>	<u>31,182</u>	<u>9,644</u>
Profit attributable to:-				
Owners of the parent	11,552	2,783	31,631	9,210
Non-controlling interests	(38)	69	(449)	434
	<u>11,514</u>	<u>2,852</u>	<u>31,182</u>	<u>9,644</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020**

	As At 31/12/2020 RM'000	As At 31/12/2019 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	12,739	14,968
Right-of-use asset	19,824	30,633
Deferred tax assets	1,158	1,087
	<u>33,721</u>	<u>46,688</u>
Current assets		
Inventories	381,920	356,262
Trade and other receivables	32,978	23,562
Cash and bank balances	23,211	19,099
	<u>438,109</u>	<u>398,923</u>
TOTAL ASSETS	<u>471,830</u>	<u>445,611</u>
EQUITY AND LIABILITIES		
Share capital	73,336	73,336
Reserves	167,870	136,239
Equity attributable to owners of the parent	<u>241,206</u>	<u>209,575</u>
Non-controlling interests	4,169	4,618
TOTAL EQUITY	<u>245,375</u>	<u>214,193</u>
LIABILITIES		
Non-current liabilities		
Borrowings	511	741
Deferred tax liabilities	83	92
Lease liabilities	7,333	12,544
Other payables	651	560
	<u>8,578</u>	<u>13,937</u>
Current Liabilities		
Trade and other payables	28,124	27,327
Borrowings	174,440	171,786
Current tax liabilities	2,579	390
Lease liabilities	12,734	17,978
	<u>217,877</u>	<u>217,481</u>
TOTAL LIABILITIES	<u>226,455</u>	<u>231,418</u>
TOTAL EQUITY AND LIABILITIES	<u>471,830</u>	<u>445,611</u>
Net assets per share (RM)	1.77	1.55

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE
QUARTER ENDED 31 DECEMBER 2020**

-----Attributable To Owners Of The Parent-----

---Non Distributable--- Distributable

	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2020	73,336	1,257	134,982	209,575	4,618	214,193
Profit for the financial year	-	-	31,173	31,173	(449)	30,724
- Foreign currency translations, net of tax	-	458	-	458	-	458
Balance as at 31 December 2020	73,336	1,715	166,155	241,206	4,169	245,375

-----Attributable To Owners Of The Parent-----

---Non Distributable--- Distributable

	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2019	73,336	1,728	127,611	202,675	4,187	206,862
Profit for the financial year	-	-	8,739	8,739	434	9,173
- Foreign currency translations, net of tax	-	(471)	-	(471)	-	(471)
Transaction with owners:-						
- Dividend paid	-	-	(1,386)	(1,386)	-	(1,386)
- Disposal of shares to non-controlling interest	-	-	18	18	(3)	15
Balance as at 31 December 2019	73,336	1,257	134,982	209,575	4,618	214,193

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER
ENDED 31 DECEMBER 2020**

	12 months ended 31/12/2020	12 months ended 31/12/2019
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	41,341	14,015
Adjustments for:-		
Bad debts written off	-	130
Depreciation of right-of-use asset	18,529	16,748
Depreciation of property, plant and equipment	5,219	4,986
Impairment loss on trade and other receivables	380	233
Gain on disposal of property, plant and equipment	-	(132)
Inventories written off	-	351
Property, plant and equipments written off	3	398
Right-of-use asset written off	753	938
Reversal of provision of restoration cost	-	(24)
Reversal of lease liabilities	(777)	(914)
Reversal of impairment loss on trade and other receivables	(196)	(117)
Net unrealised (gain)/loss on gold price fluctuation and foreign exchange	150	(98)
Finance costs	10,039	11,736
Operating profit before changes in working capital	75,441	48,250
Inventories	(25,658)	(23,061)
Trade and other receivables	(9,198)	(29,962)
Trade and other payables	(2,628)	42,761
Cash generated from operations	37,957	37,988
Interest paid	(8,535)	(9,663)
Tax paid	(8,586)	(3,296)
Tax refunded	72	2,053
Net cash from operating activities	20,908	27,082
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,022)	(5,946)
Additiojn of right-of-use assets	-	(94)
Proceeds from disposal of property, plant and equipment	-	135
Net cash used in investing activities	(3,022)	(5,905)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER
ENDED 31 DECEMBER 2020 (Cont'd)**

	12 months ended 31/12/2020 RM'000	12 months ended 31/12/2019 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(88)	(163)
Dividend paid	-	(1,386)
Net repayments of term loans	(670)	(1,018)
Net drawdown of short term borrowings	14,382	5,743
Payments of lease liabilities	(16,187)	(17,148)
Net cash used in financing activities	<u>(2,563)</u>	<u>(13,972)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	15,323	7,205
CASH & CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	(9,451)	(16,627)
EFFECT OF EXCHANGE RATES CHANGES	76	(29)
CASH & CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u><u>5,948</u></u>	<u><u>(9,451)</u></u>
Represented by:-		
CASH AND CASH EQUIVALENTS		
Cash and bank balances	23,211	19,099
Bank overdrafts	(17,263)	(28,550)
	<u><u>5,948</u></u>	<u><u>(9,451)</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and is prepared in accordance with the MFRS134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2019.

2. SIGNIFICANT ACCOUNTING POLICIES

The following MFRSs, Amendment to MFRSs and IC Interpretation have been issued but has not been early adopted by the Group.

Title	Effective Date
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 4 <i>Insurance Contract - Extension of the Temporary Exemption from Applying MFRS 9</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the preceding financial year ended 31 December 2019 was issued without any qualification.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's business traditionally picks up during the major festive seasons in Malaysia.

5. UNSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

The Government has implemented the Movement Control Order ('MCO') for the period from 18 March 2020 to 9 June 2020 in a bid to contain the spread of the Covid-19 pandemic. This restriction prohibits all government and private premises from operating except those providing essential service. As a result, all shopping malls across Malaysia were temporary closed. However, the MCO was conditionally relaxed from 4 May 2020 which approved of almost all businesses to reopen on condition that such businesses must put in place and observe strictly the relevant standard operating procedures. The opening of economy is further relaxed in the Recovery MCO phase which started on 10 June 2020 and expected to end by 31 December 2020. Due to the spike in positive cases, the Government has on 11 January 2021 announced the implementation of MCO 2.0 starting from 13 January 2021 until 4 February 2021. On 11 January 2021, His Majesty Yang Di-Pertuan Agong has also issued a Proclamation of Emergency in Malaysia from 11 January 2021 to 1 August 2021 which was then gazetted on 14 January 2021.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)

6. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the preparation of this interim financial report.

7. CAPITAL MANAGEMENT, ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS

The Group’s objectives of managing capital are to safeguard the Group’s ability to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary.

For capital management purposes, the Group considers shareholders’ equity, non-controlling interests and net debt to be the key components in the Group’s capital structure. The Group monitors capital on the basis of net gearing ratio. The ratio is calculated as the total debt net of cash and cash equivalents to total equity. Total equity is the sum of total equity attributable to shareholders and non-controlling interests. The net gearing ratios as at 31 December 2020 and 31 December 2019, which are within the Group’s objectives for capital management, are as follows:-

	31/12/2020	31/12/2019
	<u>RM’000</u>	<u>RM’000</u>
Total debt net of cash and cash equivalents	151,740	153,428
Total equity	245,375	214,193
Net gearing ratio	0.62	0.72

The Group reported net gearing ratio of 0.62 as at 31 December 2020, decreased by 0.10 compared to 31 December 2019.

8. DIVIDEND PAID

No dividend was paid during the current quarter.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
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(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)
9. OPERATING SEGMENTAL INFORMATION – MFRS 8

The Group has two reportable segments that are based on information reported internally to the Group Managing Director. The reportable segments are summarised as follows:-

- Manufacturing & Wholesales
- Retail

The segment information for the current financial year are as follows:-

Results for financial year ended 31 December 2020	Manufacturing & Wholesales RM'000	Retail RM'000	Total RM'000
Revenue			
Total sales	210,727	392,718	603,445
Inter-segment sales	(18,617)	(32,427)	(51,044)
External sales	192,110	360,291	552,401
Results			
Profit before tax	11,573	29,768	41,341
Tax expense	(3,399)	(7,218)	(10,617)
Profit for the year	8,174	22,550	30,724
Non-controlling interest			449
Profit attributable to owners of the parent			31,173
Assets and liabilities as at 31 December 2020			
Assets			
Segment assets	88,264	382,408	470,672
Unallocated assets	-	-	1,158
Total assets	-	-	471,830
Liabilities			
Segment liabilities	23,743	200,050	223,793
Unallocated liabilities	-	-	2,662
Total liabilities	-	-	226,455

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
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(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)
9. OPERATING SEGMENTAL INFORMATION – MFRS 8 (Cont'd)

Results for financial year ended 31 December 2019	Manufacturing & Wholesales RM'000	Retail RM'000	Total RM'000
Revenue			
Total sales	172,491	414,622	587,113
Inter-segment sales	(23,712)	(29,327)	(53,039)
External sales	<u>148,779</u>	<u>385,295</u>	<u>534,074</u>
Results			
Profit before tax	7,037	6,978	14,015
Tax expense	(1,765)	(3,077)	(4,842)
Profit for the year	<u>5,272</u>	<u>3,901</u>	<u>9,173</u>
Non-controlling interest			(434)
Profit attributable to owners of the parent			<u>8,739</u>
Assets and liabilities as at 31 December 2019			
	Manufacturing & Wholesales RM'000	Retail RM'000	Total RM'000
Assets			
Segment assets	75,354	369,170	444,524
Unallocated assets	-	-	1,087
Total assets	<u>-</u>	<u>-</u>	<u>445,611</u>
Liabilities			
Segment liabilities	23,005	207,931	230,936
Unallocated liabilities	-	-	482
Total liabilities	<u>-</u>	<u>-</u>	<u>231,418</u>

10. CARRYING AMOUNT OF REVALUED ASSETS

The valuation of property, plant and equipment has been brought forward without any amendments from the previous Audited Financial Statements of the Group.

11. SIGNIFICANT EVENT DURING THE CURRENT QUARTER

There were no significant events during the current quarter.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

12. CHANGES IN COMPOSITION OF THE GROUP

On 25 August 2020, the Company has incorporated a wholly-owned subsidiary, GPM Refinery Sdn. Bhd. with paid up share capital of RM2.

On 2 September 2020, the Company has incorporated a wholly-owned subsidiary, Go Gold Shop Sdn. Bhd. with paid up share capital of RM2.

Other than the above, there were no changes to the composition of the Group for the financial year.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets which have arisen since the last annual reporting date as at 31 December 2019.

14. COMMITMENTS

The Group has the following capital commitment as at 31 December 2020:-

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

Approved but not contracted for

RM'000

3,951

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
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(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
15. PERFORMANCE REVIEW

Comparison with previous year's corresponding quarter and financial year to-date

	Individual Quarter			
	3 months ended		Variance	
	31/12/2020	31/12/2019		
	RM'000	RM'000	RM'000	Percentage
Sales				
Retail	103,859	97,817	6,042	6%
Manufacturing & wholesales	63,982	38,690	25,292	65%
Total	167,841	136,507	31,334	23%
Profit before tax				
Retail	12,315	3,332	8,983	270%
Manufacturing & wholesales	1,238	1,357	(119)	-9%
Total	13,553	4,689	8,864	189%
	Year-to-date			
	12 months ended		Variance	
	31/12/2020	31/12/2019		
	RM'000	RM'000	RM'000	Percentage
Sales				
Retail	360,291	385,295	(25,004)	-6%
Manufacturing & wholesales	192,110	148,779	43,331	29%
Total	552,401	534,074	18,327	3%
Profit before tax				
Retail	29,768	6,978	22,790	327%
Manufacturing & wholesales	11,573	7,037	4,536	64%
Total	41,341	14,015	27,326	195%

The Group reported a 23% increase in revenue to RM167.841 million for the current quarter ended 31 December 2020 in comparison to RM136.507 million recorded in the previous year's corresponding quarter mainly contributed by the higher sales volume and selling price. As a result, and due to lower expenses, the Group reported higher profit before tax ("PBT") of RM13.553 million compared to RM4.689 million reported in previous year's corresponding quarter.

For the financial year to-date, the Group reported total revenue and PBT of RM552.401 million and RM41.341 million respectively.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
15. PERFORMANCE REVIEW (Cont'd)
Comparison with previous year's corresponding quarter and financial year to-date (cont'd)
Retail Segment

The retail segment reported revenue of RM103.859 million for the current quarter compared to RM97.817 million in the previous year's corresponding quarter, an increase of 6% due to better sales reported upon the relaxation of the movement control by the Government. As a result, and coupled with lower expenses, the retail segment reported a PBT of RM12.315 million compared to PBT of RM3.332 million last year.

For the financial year to-date, the retail segment reported total revenue and PBT of RM360.291 million and RM29.768 million respectively.

Manufacturing & Wholesales segment ("M&W")

During the current quarter, the M&W reported higher revenue of RM63.982 million compared to RM38,690 million reported in the previous year's corresponding quarter. However, due to lower gross margin, it reported a drop in PBT to RM1.238 million compared to RM1.357 million last year.

For the financial year to-date, the M&W reported total revenue and PBT of RM192.110 million and RM11.573 million respectively.

Comparison with preceding quarter

	3 months ended		Variance	
	31/12/2020	30/9/2020	RM'000	Percentage
Revenue	RM'000	RM'000	RM'000	
Retail	103,859	110,648	(6,789)	-6%
Manufacturing & wholesales	63,982	69,983	(6,001)	-9%
Total	167,841	180,631	(12,790)	-7%

	3 months ended		Variance	
	31/12/2020	30/9/2020	RM'000	Percentage
Profit/(loss) before tax	RM'000	RM'000	RM'000	
Retail	12,315	14,826	(2,511)	-17%
Manufacturing & wholesales	1,238	5,007	(3,769)	-75%
Total	13,553	19,833	(6,280)	-32%

The Group reported a lower revenue of RM167.841 million for the current quarter ended 31 December 2020 in comparison to RM180.631 million recorded in the preceding quarter. As a result, the Group reported a lower PBT of RM13.553 million compared to RM19.833 million reported in the preceding quarter.

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31 DECEMBER 2020**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont’d)**
15. PERFORMANCE REVIEW (Cont’d)
Comparison with preceding quarter (cont’d)
Retail Segment

The retail segment reported revenue of RM103.859 million for the current quarter compared to RM110.648 million in the preceding quarter. As a result, the retail segment reported a PBT of RM12.315 million compared to RM14.826 million in the preceding quarter.

Manufacturing & Wholesales segment (“M&W”)

During the current quarter, the M&W reported revenue of RM63.982 million compared to RM69.983 million in the preceding quarter. As a result, and coupled with lower gross profit margin, the M&W reported a lower PBT of RM1.238 million compared to RM5.007 million in the preceding quarter.

16. COMMENTARY ON PROSPECTS

The Covid-19 pandemic doesn’t seem to be abating. On the contrary, there is a spike in new cases which forced the Government to impose MCO 2.0 on most states from 13 January 2021 to 26 January 2021. However due to the deteriorating situation, the MCO was eventually extended to all states except Sarawak until 18 February 2021.

In the light of the current scenario, the Group has introduced various measures to soften the impact arising from this unprecedented event by employing alternative sales platforms such as e-commerce and social media to capture sales lost from its bricks and mortar outlets. Notwithstanding, the Group will continue to monitor the situation and be alert to react accordingly.

PROFIT FORECAST OR PROFIT GUARANTEE
17.

The Group has not provided any profit forecast or profit guarantee in any public document during the current financial year.

18. TAX EXPENSE

	Individual Quarter		Year-to-date	
	31/12/2020 RM'000	31/12/2019 RM'000	31/12/2020 RM'000	31/12/2019 RM'000
Current taxation	2,002	1,462	10,263	3,918
Under provision	(4)	-	433	441
Deferred taxation	(79)	483	(79)	483
	<u>1,919</u>	<u>1,945</u>	<u>10,617</u>	<u>4,842</u>

The effective tax rate of the Group for the current financial year is higher than statutory tax rate as some of its expenses are not deductible for tax.

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(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
19. CORPORATE PROPOSALS

There were no corporate proposals undertaken by the Group during the financial year.

Subsequent to the financial year, on 7 January 2021, the Company has announced that it is considering to list its manufacturing and wholesales division on the Ace Market of Bursa Securities via a special purpose vehicle to be incorporated. The proposal is subject to the approval of relevant authorities and shareholders of the Company.

20. BORROWINGS AND DEBT SECURITIES

As at 31 December 2020, the Group has total borrowings of RM174.951 million, all of which are unsecured and denominated in Ringgit Malaysia.

	RM'000
Current	174,440
Non-current	511
	<u>174,951</u>

21. DERIVATIVE ASSETS

As at 31 December 2020, the Group does not have any outstanding derivative assets or liabilities.

22. CHANGES IN MATERIAL LITIGATIONS

No material litigation has arisen since 31 December 2019.

23. DIVIDEND PAYABLE

The Directors do not recommend any payment of dividend for the current quarter.

24. EARNINGS PER ORDINARY SHARE

The basic earnings per share is calculated by dividing the net profit for the financial year by the weighted average number of ordinary shares in issue during the year.

	Individual Quarter		Year-to-date	
	3 months ended		12 months ended	
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
Consolidated profit for the financial period attributable to equity holders of the parent	11,672	2,675	31,173	8,739
Weighted average number of ordinary shares in issue ('000)	138,600	138,600	138,600	138,600
Basic earnings per share (sen)	8.42	1.93	22.49	6.31
Diluted earnings per share	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

There are no diluted earnings per share as the Company does not have any convertible financial instruments in issue.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2020**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
25. PROFIT BEFORE TAX

Profit before tax is arrived at after charging/(crediting):-

	Individual Quarter		Year-to-date	
	3 months ended		12 months ended	
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	1,115	1,742	5,219	6,224
Depreciation of right-of-use asset	5,004	5,054	18,529	15,510
Finance costs	2,093	3,014	10,039	11,736
Inventories written off	-	351	-	351
Property, plant and equipment written off	-	56	3	433
Impairment loss of trade and other receivables	183	118	339	231
Reversal of impairment loss on receivables	(163)	(38)	(163)	(106)
Right-of-use assets written off	753	938	753	938
Reversal of lease liabilities	(777)	(914)	(777)	(914)
Gain on disposal of property, plant and equipment	-	-	-	(132)
Gain on gold price fluctuation and foreign exchange	(602)	(516)	(1,384)	(1,838)

By Order of the Board

Secretary

Teoh Kok Jong (LS 04719/ PC No. 201908001451)

Dated: 8 February 2021