

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Individual Quarter (4th quarter)		Changes %	Cumulative Quarter		Changes %
	Current quarter ended	Corresponding quarter ended		Current year-to-date ended	Corresponding year-to-date ended	
	31.12.2021 RM'000	31.12.2020 RM'000		31.12.2021 RM'000 (UNAUDITED)	31.12.2020 RM'000 (AUDITED)	
1 Revenue	283,717	248,854	14.0%	964,925	810,999	19.0%
2 Cost of sales	(229,287)	(208,850)	9.8%	(807,822)	(676,542)	19.4%
3 Gross profit	54,430	40,004	36.1%	157,103	134,457	16.8%
4 Other income	1,867	13,298	-86.0%	18,944	33,730	-43.8%
5 Administrative expenses	(8,254)	(10,610)	-22.2%	(29,139)	(32,148)	-9.4%
5A Other operating expenses	(6,099)	(4,266)	43.0%	(14,047)	(15,541)	-9.6%
6 Profit from operations	41,944	38,426	9.2%	132,861	120,498	10.3%
7 Finance cost	(271)	(198)	36.9%	(1,099)	(952)	15.4%
8 Profit before tax	41,673	38,228	9.0%	131,762	119,546	10.2%
9 Taxation	(11,290)	(10,232)	10.3%	(34,883)	(28,772)	21.2%
10 Profit after tax ("PAT") for the period	30,383	27,996	8.5%	96,879	90,774	6.7%
Attributable to :						
Owners of the Company	30,393	27,983	8.6%	96,962	90,755	6.8%
Non-controlling Interests ("NCI")	(10)	13	-176.9%	(83)	19	-536.8%
	30,383	27,996	8.5%	96,879	90,774	6.7%
11 Profit per share attributable to owners of the Company:						
(i) Basic earnings per ordinary share ("EPS")(sen)*	2.46	2.28		7.84	7.37	
(ii) Diluted earnings per ordinary share (sen)*	2.16	2.00		6.89	6.48	

* Basic earnings per share for the quarter and cumulative financial year is calculated based on the profit for the period divided by the weighted average number of ordinary shares in issue for the quarter and financial year respectively. Diluted earnings per share for the current financial year is calculated by dividing the profit for the financial year attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares. Please refer to Note B11 for further details.

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current quarter ended	Corresponding quarter ended	Current year-to-date ended	Corresponding year-to-date ended
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
			(UNAUDITED)	(AUDITED)
1 PAT for the period	30,383	27,996	96,879	90,774
2 Other Comprehensive Expense:				
- Foreign currency translation differences	(356)	(8)	(83)	(19)
3 Total comprehensive income for the period	<u>30,027</u>	<u>27,988</u>	<u>96,796</u>	<u>90,755</u>
Attributable to :				
Owners of the Company	30,037	27,975	96,879	90,736
Non-controlling Interests ("NCI")	(10)	13	(83)	19
	<u>30,027</u>	<u>27,988</u>	<u>96,796</u>	<u>90,755</u>

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2021 RM'000 (UNAUDITED)	As at 31.12.2020 RM'000 (AUDITED)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	90,566	122,736
Right-Of-Use Assets	3,487	1,026
Investment Properties	881	1,689
Other Investments	1,946	13,727
Intangible Assets	356,222	356,169
Trade Receivables	235,760	200,492
	688,862	695,839
Current Assets		
Inventories	195,951	167,195
Trade and Other Receivables	402,378	349,630
Contract Assets	11,006	9,364
Tax Recoverables	406	554
Cash and Bank Balances	210,089	266,731
	819,830	793,474
TOTAL ASSETS	1,508,692	1,489,313

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	As at 31.12.2021 RM'000 (UNAUDITED)	As at 31.12.2020 RM'000 (AUDITED)
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	642,658	642,658
Treasury Shares	(5,186)	(4,996)
Other Reserves	584	667
Retained Profits	531,711	471,870
	1,169,767	1,110,199
Non-controlling Interests	867	111
Total Equity	1,170,634	1,110,310
Non-Current Liabilities		
Deferred Tax Liabilities	6,239	8,414
Trade and Other Payables	133,885	124,540
Lease Liabilities	1,111	993
	141,235	133,947
Current Liabilities		
Trade and Other Payables	133,055	121,346
Contract Liabilities	19,580	39,403
Lease Liabilities	3	30
Income Tax Payable	10,360	3,665
Short Term Borrowings	33,825	80,612
	196,823	245,056
Total Liabilities	338,058	379,003
TOTAL EQUITY AND LIABILITIES	1,508,692	1,489,313
Net assets per share attributable to owners of the Company (RM)	0.95	0.90
No. of ordinary shares (in thousand)	1,237,244	1,237,402

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company			Non Controlling Interests RM'000	Total Equity RM'000	
	<----- Non-Distributable ----->		Distributable			
	Share Capital RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Profits RM'000		
12 MONTHS YEAR ENDED 31 DECEMBER 2021						
Balance as at 1 January 2021	642,658	667	(4,996)	471,870	111	1,110,310
Total Comprehensive Income for the period	-	(83)	-	96,962	(83)	96,796
Dividend paid	-	-	-	(37,121)	-	(37,121)
Accretion of interest in a subsidiary	-	-	-	-	839	839
Shares repurchased	-	-	(190)	-	-	(190)
Balance as at 31 December 2021	642,658	584	(5,186)	531,711	867	1,170,634
12 MONTHS YEAR ENDED 31 DECEMBER 2020						
Balance as at 1 January 2020	642,658	686	(10,893)	438,502	2,081	1,073,034
Total Comprehensive Income for the period	-	(19)	-	90,755	19	90,755
Dividend paid	-	-	-	(43,105)	-	(43,105)
Share dividends distributed to shareholders	-	-	14,282	(14,282)	-	-
Acquisition of equity interest in a subsidiary	-	-	-	-	(1,989)	(1,989)
Shares repurchased	-	-	(8,385)	-	-	(8,385)
Balance as at 31 December 2020	642,658	667	(4,996)	471,870	111	1,110,310

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current year-to-date ended 31.12.2021 RM'000 (UNAUDITED)	Corresponding year-to-date 31.12.2020 RM'000 (AUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	131,762	119,546
Adjustments for :		
Amortisation and depreciation	33,635	37,549
Non-cash items	8,226	71
Operating Profit Before Working Capital Changes	173,623	157,166
Changes in working capital :		
Net change in operating assets	(117,316)	(58,455)
Net change in operating liabilities	22,830	(40,598)
Net Cash Generated from Operations	79,137	58,113
Interest received	4,369	5,879
Interest paid	(1,085)	(864)
Income tax refund	-	711
Income tax paid	(30,213)	(35,966)
Net Cash Generated From Operating Activities	52,208	27,873
CASH FLOW USED IN INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(22,236)	(34,614)
Acquisition of subsidiaries, net of cash acquired	852	-
Acquisition of additional interest in subsidiaries	-	(4,981)
Acquisition of other investment	(150)	(9,920)
Placement of deposits in licensed banks	(3,162)	(2,068)
Proceeds from disposal of property, plant and equipments and inventories	6,028	13,487
Proceeds from disposal of other investment	10,267	18,419
Net Cash Used In Investing Activities	(8,401)	(19,677)
CASH FLOW USED IN FINANCING ACTIVITIES		
Lease payment	(689)	(1,239)
Purchase of treasury shares	(190)	(8,385)
Dividend paid during the period	(55,682)	(24,544)
Net Cash Used In Financing Activities	(56,561)	(34,168)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(12,754)	(25,972)
EFFECT OF EXCHANGE RATE CHANGES	(28)	(6)
CHANGES IN EXPECTED CREDIT LOSS	(235)	(58)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	170,420	196,456
CASH AND CASH EQUIVALENTS AT END OF PERIOD	157,403	170,420
	31.12.2021	31.12.2020
	RM'000	RM'000
CASH AND CASH EQUIVALENTS AT END OF PERIOD CONSIST OF:		
Cash and Bank Balances	210,241	266,813
Less: Allowance for ECL	(152)	(82)
Less: Fixed Deposits and investment funds	(18,861)	(15,699)
Less: Short term borrowing	(33,825)	(80,612)
	157,403	170,420

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2020 and the accompanying explanatory notes attached to the Interim Financial Report)

NOTES TO THE REPORTS

EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") 134, INTERIM FINANCIAL REPORTING

A1. Corporate Information

Kerjaya Prospek Group Berhad is a public limited company incorporated and domiciled in Malaysia, and is listed on the Bursa Malaysia Securities Berhad. The registered office is located at No. 802, 8th Floor, Block C, Kelana Square, 17 Jalan SS7/26, 47301 Petaling Jaya, Selangor. The principal place of business is located at No.1, 2nd Floor, Bangunan One Wangsa, Jalan Wangsa Permai, Taman Wangsa Permai, 52200 Kuala Lumpur.

A2. Malaysian Financial Reporting Standards ("MFRS")

A2.1 Basis of Preparations

The interim financial reports of the Group are unaudited and have been prepared in accordance with the requirements of Malaysia Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysia Accounting Standard Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial reports should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020.

A2.2 Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this quarterly financial report are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2020, except for the adoption of the following new standards, amendments to the standards and interpretations effective during the current financial year:

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform - Phase 2

The adoption of the above standards and interpretation did not have any material effect on the financial performance or position of the Group.

The new and revised standards and amendments issued but not yet effective during the current financial year and not early adopted by the Group/Company are as listed below:

- Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020) (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 3, Business Combinations - Reference to the Conceptual Framework (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 9, Financial Instruments (Annual Improvements to MFRS Standards 2018-2020) (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use (effective for accounting periods beginning on or after 1 January 2022)

A2. Malaysian Financial Reporting Standards ("MFRS") (Cont'd)

A2.2 Significant Accounting Policies (Cont'd)

The new and revised standards and amendments issued but not yet effective during the current financial year and not early adopted by the Group/Company are as listed below: (cont'd)

- Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets - Onerous Contract-Cost of Fulfilling a Contract (effective for accounting periods beginning on or after 1 January 2022)
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current (effective for accounting periods beginning on or after 1 January 2023)
- MFRS 17 Insurance Contracts (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 101: Presentation of Financial Statements - Disclosure of Accounting policies (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 112: Deferred Tax relate to Assets and Liabilities arising from a Single Transaction (effective for accounting periods beginning on or after 1 January 2023)
- Amendments to MFRS 10: Consolidated Financial Statements and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (deferred)

The Group is expected to apply the abovementioned pronouncements beginning from the respective dates the pronouncements become effective. The initial application of the abovementioned pronouncements are not expected to have any material impact to financial statements of the Group.

A3. Audit Report

The audited financial statements for the preceding financial year ended 31 December 2020 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The principal business operations of the Group are not significantly affected by any seasonal or cyclical factors.

A5. Unusual Items

There were no unusual items in the current quarter under review that affecting the assets, liabilities, equity, net income or cashflows of the Group.

A6. Changes in Estimates

There were no significant changes in estimates that have a material effect to the current quarter under review.

A7. Debt and Equity Securities

During the current quarter, the Company repurchased 127,800 units of its issued ordinary shares from the open market at price of RM1.21 per share. Total consideration paid was RM154,696 including transaction costs and this was financed by internal generated funds. The shares repurchased are being held as treasury shares in accordance with the requirement of section 127 of the Companies Act 2016. As at 31 December 2021, 4,724,566 units ordinary shares have been repurchased for RM5.2 million including transaction costs.

Other than the above, there were no issuance, cancellations, resale and repayment of debt and equity securities for the Group during the current quarter and financial year under review.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

A8. Dividends Paid

On 26 November 2020, the Board of Directors has approved an interim dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020. The approved interim dividend represents approximately 20.45% of profit after tax for financial year ended 31 December 2020. The total amount of RM18.56 million was paid on 6 January 2021.

On 19 April 2021, the Board of Directors, pursuant to the Company's Constitution, recommended a final cash dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020 which was approved by the shareholders at the Annual General Meeting on 27 May 2021. The total cash dividend amounted to RM18.56 million was paid on 7 July 2021.

On 26 August 2021, the Board of Directors has approved an interim dividend of 1.5 sen per ordinary share in respect of the financial year ending 31 December 2021. The total amount of RM18.56 million was paid on 8 October 2021.

A9. Segmental Information

	Construction	Manufacturing	Property Development	Investment	Others	Elimination	Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021							
External Revenue	964,473	290	-	-	162	-	964,925
Inter Group Revenue	86,875	2,947	-	15,000	-	(104,822)	-
	<u>1,051,348</u>	<u>3,237</u>	<u>-</u>	<u>15,000</u>	<u>162</u>	<u>(104,822)</u>	<u>964,925</u>

RESULTS

Segmental Results	<u>97,508</u>	<u>471</u>	<u>176</u>	<u>28,055</u>	<u>3,545</u>	<u>(32,793)</u>	<u>96,962</u>
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OTHER INFORMATION

Segmental Assets	<u>915,602</u>	<u>44,453</u>	<u>159,166</u>	<u>691,710</u>	<u>9,462</u>	<u>(311,701)</u>	<u>1,508,692</u>
Segmental Liabilities	<u>364,529</u>	<u>13,683</u>	<u>139,000</u>	<u>21,136</u>	<u>34,961</u>	<u>(235,251)</u>	<u>338,058</u>

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

External Revenue	807,814	472	2,713	-	-	-	810,999
Inter Group Revenue	49,676	4,259	-	23,500	-	(77,435)	-
	<u>857,490</u>	<u>4,731</u>	<u>2,713</u>	<u>23,500</u>	<u>-</u>	<u>(77,435)</u>	<u>810,999</u>

RESULTS

Segmental Results	<u>75,021</u>	<u>1,512</u>	<u>5,733</u>	<u>39,391</u>	<u>(996)</u>	<u>(29,906)</u>	<u>90,755</u>
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OTHER INFORMATION

Segmental Assets	<u>875,288</u>	<u>55,031</u>	<u>140,067</u>	<u>716,349</u>	<u>8,809</u>	<u>(306,231)</u>	<u>1,489,313</u>
Segmental Liabilities	<u>407,201</u>	<u>24,732</u>	<u>120,077</u>	<u>36,469</u>	<u>38,535</u>	<u>(248,011)</u>	<u>379,003</u>

As the business of the Group is engaged entirely in Malaysia, no reporting by geographical location of operation is presented.

A9. Segmental Information (Cont'd)

For management purposes, the Group is organised into business units based on their products and services, and has four (4) reportable operating segments as follow:

- (i) Construction - Main building construction works, provision of contract workmanship and other related services.
- (ii) Manufacturing - Manufacture, assemble, installation and sale of light fittings, furniture, kitchen cabinetry and related products.
- (iii) Property Development - Development of residential and/or commercial properties.
- (iv) Investment - Investment holding companies.
- (v) Others - Other dormant companies.

Segment performance for the financial year ended 31 December 2021 as compared to corresponding preceding year ended 31 December 2020

(i) Construction

The construction segment has achieved a total revenue of RM1.05 billion in the current financial year representing an increase of approximately 22.32% as compared to its corresponding preceding financial year of RM0.86 billion. Segmental profit was recorded at RM97.51 million on current financial year compare to corresponding preceding financial year of RM75.02 million. The increase in revenue was mainly due to the progress of construction works improved and the construction works progress were halted only in June 2021 as a result of Full Movement Control Order (FMCO) being implemented, whereas in previous year were halted by MCO implemented from 8 March 2020 and slowly resumed work in May 2020. The construction segment is expected to continue to be the main contributor to the Group's overall turnover and profitability moving forward.

(ii) Manufacturing

The revenue on manufacturing segment has decreased to RM3.24 million in the current financial year as compared to its corresponding preceding financial year of RM4.73 million. This segment has reported a segmental profit of RM0.47 million as compared to profit of RM1.51 million reported in the corresponding preceding year. The manufacturing segment complements the Group's construction business.

(iii) Property Development

The property development segment has no sale in the current financial year as compared to its corresponding financial year of RM2.71 million. This segment has reported a segmental profit of RM0.18 million as compared to a profit of RM5.73 million reported in the corresponding preceding period.

(iv) Investment

The Investment segment shows a segmental profit of RM28.06 million in the current financial year as compared to its corresponding financial year of RM39.39 million. The decreased of RM11.34 million as compared to corresponding preceding financial year mainly due to dividend received from its subsidiary company reduced by RM8.50 million.

A10. Profit Before Taxation

The following items have been included in arriving at profit before taxation:

	Individual Quarter 31.12.2021 RM'000	Cumulative Quarter 31.12.2021 RM'000
Interest income	(754)	(4,369)
Fair value loss arising from short term fund	95	572
Fair value loss arising from investment in quoted shares	515	3,190
Allowance for ECL (MFRS 9)	7,787	4,832
Amortisation and depreciation of property, plant and equipment	7,800	33,635
Interest expenses	268	1,085

A11. Subsequent Events

There were no material events subsequent to the balance sheet date up to the date of this report to be disclosed in the financial statements for the current financial year.

A12. Changes in Composition of the Group

There was no change in the composition of the Group for the current quarter and financial year under review except as follows:

- (a) On 7 April 2021, the Company had incorporated a 49% owned company, namely Kerjaya Bina BMK Sdn. Bhd., a company incorporated in Malaysia under the Companies Act, 2016 with an issue and paid up share capital of 100 ordinary shares. On 21 June 2021, the company has increased its issued and paid up share capital from 100 ordinary shares to 750,000 ordinary shares.
- (b) On 24 May 2021, Virent Energy Solutions Sdn. Bhd. ("VRESSB"), a 51% owned subsidiary of the Company had acquired 100% equity interest in Virent Energy Sdn. Bhd. ("VESB") for a total purchase consideration of RM10,000 and upon the acquisition, VESB become a wholly-owned subsidiary company of VRESSB.
- (c) On 31 December 2021, Fututech (Labuan) Ltd, a wholly-owned subsidiary has deregistered its inactive wholly-owned subsidiary, Acumen Design & Development Solutions Limited which was incorporated in Hong Kong, pursuant to Section 751 of the Companies Ordinance in Hong Kong.

A13. Changes in Contingent Liabilities or Contingent Assets

- (a) Contingent Liabilities

	31.12.2021 RM'000
Corporate guarantees given to:	
- banks for facilities granted to subsidiaries	329,200
- third parties for the benefit of the subsidiaries	175,594
	<u>504,794</u>

- (b) Contingent Assets

As at the date of this report, there were no contingent assets.

A14. Capital Commitments

As at the date of this report, the Group has no material capital commitments.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance

For the current financial quarter under review, the Group posted a revenue of RM283.71 million as compared to its corresponding preceding year financial quarter of RM248.85 million. The Profit After Tax ("PAT") in the current quarter of RM30.38 million, representing an increase of RM2.38 million from its corresponding preceding year financial quarter of RM28.00 million.

Overall, the increase in revenue for current quarter under review was mainly due to progress construction work improved. On property development segment, the Vista Residence project at Genting Permai was completed in year 2019 and there are no other projects under development for financial quarter under review. Hence, the property development segment has minimum contribution to the Group's results.

For the financial quarter under review, the main sources of income for investment segment was interest income.

B2. Change in Results of Current Quarter Compared to Preceding Quarter

	Current Quarter ended 31.12.2021 RM'000	Immediate Preceding Quarter ended 30.09.2021 RM'000	Changes %
Revenue	283,717	222,644	27.4%
Operating Profit	41,944	30,885	35.8%
Profit Before Tax	41,673	30,609	36.1%
Profit After Tax	30,383	24,266	25.2%
Profit Attributable to Owners of the Company	30,393	24,180	25.7%

For the current quarter, the Group recorded a revenue and profit before tax of RM283.71 million and RM41.67 million respectively as compared to RM222.64 million and RM30.61 million respectively in its immediate preceding quarter. The increase was mainly due to the progress of construction works improved.

B3. Current Year Prospects

In Year 2022, the Group will continue to monitor and implement appropriate business strategies in a timely manner to address the risk of new COVID-19 variants may have on the operations and financial performance of the Group. Nevertheless, the Group is supported by an outstanding order book of RM3.5 billion for construction contracts as at 31 December 2021.

Moving forward, the Group aims to focus on the construction segment to be the main revenue driver of the Group.

Notwithstanding the Group's objective to expand its core business in construction, it will still maintain the manufacturing segment to complement its core business.

On the property development segment, the Group is planning to launch two new development projects in the first half of 2022.

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B4. Profit Forecast

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

B5. Taxation

	Individual Quarter 31.12.2021 RM'000	Cumulative Quarter 31.12.2021 RM'000
Malaysia income tax		
- current year	11,878	36,052
- under provided in prior year	-	1,004
	<u>11,878</u>	<u>37,056</u>
Real property gain tax	12	12
Deferred tax		
- current year	(600)	(2,185)
	<u>11,290</u>	<u>34,883</u>

Effective tax rates for the financial year ended 31 December 2021 was higher than the statutory tax rate of 24% mainly due to certain expenses which are not deductible for the tax purposes.

B6 Group Borrowings and Debt Securities

Details of the group borrowings as at 31 December 2021 were as follows:

	31.12.2021 RM'000
<u>Short term borrowings - Unsecured</u>	
(i) Cashline facilities (denominated in RM)	<u>33,825</u>

B7. Status of Corporate Proposals

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

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B8. Changes in Material Litigation

There was no material litigation against the Group as at the reporting date save and except for the Group has made announcements on 11 September 2020 and most recent on 21 September 2020 as follows:

- (a) On 11 September 2020, the Group announced that its wholly owned subsidiary, Kerjaya Prospek (M) Sdn. Bhd. ("KPM"), had received a letter dated 10 September 2020 from Messrs. Wong & Partners, the solicitors acting for Pembinaan Yeng Tong Sdn. Bhd. ("Plaintiff"), accompanied by Writ of Summons dated 7 September 2020 and Statement of Claim dated 7 September 2020 issued by the Kuala Lumpur High Court demanding inter-alia, payment of works done, expenses and loss and damages totalling RM35,861,133.95.
- (b) On 21 September 2020, the Court has directed the Company to enter appearance on or before 24 September 2020 and further Case Management was held on 29 September 2020.
- (c) On 5 May 2021, the Court has given its direction to proceed with full Trial as parties were unable to agree to arbitrate this matter pursuant to section 24A of the Courts of Judicature Act 1964 [Act 91]. The Trial dates are 22-26 November 2021, 29-30 November 2021 and 1-3 December 2021.
- (d) On 7 July 2021, the Court has directed parties to file and exchange its respective Witness statement in Chief and Expert Reports on/ before 30 August 2021 and to file and exchange its respective Witness statements in rebuttal and Reply expert reports on/before 15 October 2021.
- (e) On 8 November 2021, parties attended Case Management and have vacated the earlier Trial dates.
- (f) On 2 December 2021, the Court has fixed the hearing date on 17 – 20 May 2022 and 20 – 24 June 2022.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B9. Dividend

Total dividend for the financial year ending 31 December 2021 and financial year ended 31 December 2020 are summarised as follow:

	Net Per Share FY2021 sen	Net Per Share FY2020 sen
<u>Interim Dividend</u>		
1st Interim Single-tier dividend (Sen)	1.5 *	1.5 ***
2nd Interim Single-tier dividend (Sen)	2.0 **	-
<u>Final Dividend</u>		
Single-tier dividend (Sen)	*****	1.5 ****

* The Board of Directors has approved a first interim dividend of 1.5 sen per ordinary share on 26 August 2021 in respect of the financial year ended 31 December 2021.

The total amount of dividend of RM18.56 million was paid on 8 October 2021.

** The Board of Directors has approved a second interim dividend of 2.0 sen per ordinary share on 28 February 2022 in respect of the financial year ended 31 December 2021. Including this second interim dividend, the total dividend for year ended 31 December 2021 works out to RM43.2 million, which is equivalent to 45% of Year 2021 profit after tax.

The proposed entitlement date and payment date are on 22 March 2022 and 08 April 2022 respectively.

*** The Board of Directors has approved an interim dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020. The approved interim dividend payable represents approximately 20.5% of profit after tax for financial year ended 31 December 2020.

The total amount of dividend of RM18.56 million was paid on 6 January 2021.

**** On 19 April 2021, the Board of Directors proposed a single-tier final dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020 was approved at the AGM on 27 May 2021.

The total amount of dividend of RM18.56 million was paid on 7 July 2021.

***** Not applicable for the current quarter under review.

NOTES TO THE FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

B10. Derivatives and Fair Value Changes of Financial Liabilities

- (a) There were no derivatives as at the current quarter under review.
- (b) The fair value changes arising from quoted investments and short term fund for the current quarter and current year under review have been accounted accordingly. The net fair value loss for current quarter and financial year amounted to RM0.61 million and RM3.76 million respectively.

B11. Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Earnings				
Profit attributable to owners of the Company (RM'000)	30,393	27,983	96,962	90,755
a) Basic				
Weighted average number of ordinary shares ('000)	1,237,307	1,229,532	1,237,378	1,232,037
Basic earnings per share attributable to equity holders of the Company (Sen)	2.46	2.28	7.84	7.37

b) Diluted

For the purpose of calculating diluted earnings per share, the profit attributable to the equity holders of the Company and the weighted average number of ordinary shares issued during the year have been adjusted for the dilutive effects of all potential ordinary shares, i.e. exercise of warrants.

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Earnings				
Profit attributable to owners of the Company (RM'000)	30,393	27,983	96,962	90,755
Weighted average number of ordinary shares ('000)	1,237,307	1,229,532	1,237,378	1,232,037
Effect of dilution of warrants ('000)	169,359	169,359	169,359	169,359
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,406,666	1,398,891	1,406,737	1,401,396
Diluted earnings per share attributable to equity holders of the Company (Sen)	2.16	2.00	6.89	6.48

B12 Authorisation for Issue

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Board passed on 28 February 2022.