

Bermaz Auto Berhad

Company Registration No: 201001016854 (900557-M)

Date: 10 September 2020

Subject: **UNAUDITED QUARTERLY (Q1) INTERIM FINANCIAL REPORT FOR
THE PERIOD ENDED 31 JULY 2020**

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BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 months ended	
	31/7/2020	31/7/2019
	RM'000	RM'000
GROUP REVENUE	448,894	535,044
PROFIT FROM OPERATIONS	18,492	56,091
Investment related income	633	1,405
Finance costs	(4,065)	(1,105)
Share of results of associates	(1,945)	8,646
PROFIT BEFORE TAX	13,115	65,037
INCOME TAX EXPENSE	(4,528)	(13,564)
PROFIT AFTER TAX	8,587	51,473
OTHER COMPREHENSIVE ITEMS		
<u>Item that may be reclassified subsequently to profit or loss</u>		
Foreign currency translation	1,362	1,909
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	9,949	53,382
PROFIT/(LOSS) ATTRIBUTABLE TO:		
- Equity holders of the Company	9,245	50,515
- Non-controlling interests	(658)	958
	8,587	51,473
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
- Equity holders of the Company	10,060	51,620
- Non-controlling interests	(111)	1,762
	9,949	53,382
EARNINGS PER SHARE (SEN)		
-Basic, for the period	0.80	4.35
-Diluted, for the period	0.79	4.33

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD

Company Registration No: 201001016854 (900557-M)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group As at 31/7/2020 RM'000	Group As at 30/4/2020 RM'000 (Audited)
ASSETS		
Non-current Assets		
Property, plant and equipment	38,194	38,700
Right-of-use assets	67,915	70,469
Other investment	2,800	2,771
Associated companies	208,442	210,387
Deferred tax assets	62,856	62,847
Goodwill	500	500
	<u>380,707</u>	<u>385,674</u>
Current Assets		
Inventories	375,003	684,644
Trade and other receivables	146,625	107,452
Tax recoverable	12,114	10,397
Deposits with financial institutions	296,288	46,675
Cash and bank balances	76,600	53,545
	<u>906,630</u>	<u>902,713</u>
TOTAL ASSETS	<u><u>1,287,337</u></u>	<u><u>1,288,387</u></u>
EQUITY AND LIABILITIES		
Share capital	608,827	608,823
Reserves	(125,324)	(136,166)
	<u>483,503</u>	<u>472,657</u>
Treasury shares	(2,602)	(2,602)
	<u>480,901</u>	<u>470,055</u>
Non-controlling interests	51,042	51,153
Total Equity	<u><u>531,943</u></u>	<u><u>521,208</u></u>
Non-current Liabilities		
Lease liabilities	63,289	65,067
Contract liability	97,655	85,104
Provisions	38,710	35,582
	<u>199,654</u>	<u>185,753</u>
Current Liabilities		
Lease liabilities	8,837	9,082
Short term borrowings	301,742	137,709
Trade and other payables	166,459	349,500
Contract liability	40,318	49,931
Provisions	34,539	29,789
Tax payable	3,845	5,415
	<u>555,740</u>	<u>581,426</u>
Total Liabilities	<u><u>755,394</u></u>	<u><u>767,179</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,287,337</u></u>	<u><u>1,288,387</u></u>
Basic net assets per share (sen)	41.38	40.45
Dilutive net assets per share (sen)	42.26	41.34

Note:

The net assets per share is calculated based on the following :

Basic : Total equity less non-controlling interests divided by the number of outstanding shares in issue with voting rights.

Dilutive : Total equity less non-controlling interests divided by the number of outstanding shares in issue with voting rights and the potential issue of new shares pursuant to the exercise of the Company's outstanding unexercised options granted under the Company's Employees' Share Scheme ("ESS").

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD
Company Registration No: 201001016854 (900557-M)
 UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the equity holders of the Company									
	Non-distributable					Distributable				
	Share capital	Employees' share plan reserve*	Exchange reserve	Consolidation reserve	Merger deficit	Retained earnings	Treasury shares	Total	Non-controlling interests	Total equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 May 2020	608,823	5,172	1,587	32,981	(424,000)	248,094	(2,602)	470,055	51,153	521,208
Total comprehensive income	-	-	815	-	-	9,245	-	10,060	(111)	9,949
Transactions with owners:										
Share-based payment under ESS	-	786	-	-	-	-	-	786	-	786
ESS options forfeited	4	(4)	-	-	-	-	-	-	-	-
	4	782	-	-	-	-	-	786	-	786
At 31 July 2020	608,827	5,954	2,402	32,981	(424,000)	257,339	(2,602)	480,901	51,042	531,943

	Attributable to the equity holders of the Company									
	Non-distributable					Distributable				
	Share capital	Employees' share plan reserve*	Exchange reserve	Consolidation reserve	Merger deficit	Retained earnings	Treasury shares	Total	Non-controlling interests	Total equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Adjusted balance as at 1 May 2019	607,879	2,299	(3,633)	32,981	(424,000)	354,740	(6,486)	563,780	44,579	608,359
Total comprehensive income	-	-	1,105	-	-	50,515	-	51,620	1,762	53,382
Transactions with owners:										
Share-based payment under ESS	-	1,175	-	-	-	-	-	1,175	-	1,175
ESS options exercised	436	(73)	-	-	-	-	-	363	-	363
ESS options forfeited	1	(1)	-	-	-	-	-	-	-	-
Sale of treasury shares	-	-	-	-	-	961	3,144	4,105	-	4,105
Interim dividend+	-	-	-	-	-	(40,655)	-	(40,655)	-	(40,655)
Special Dividend^	-	-	-	-	-	(81,311)	-	(81,311)	-	(81,311)
	437	1,101	-	-	-	(121,005)	3,144	(116,323)	-	(116,323)
At 31 July 2019	608,316	3,400	(2,528)	32,981	(424,000)	284,250	(3,342)	499,077	46,341	545,418

Notes:

- * Employees' share plan reserves relate to reserves of Employees' Share Scheme ("ESS").
- + Fourth interim dividend of 3.50 sen single-tier dividend per share in respect of financial year ended 30 April 2019.
- ^ Special dividend of 7.00 sen single-tier dividend per share in respect of financial year ended 30 April 2019.

The annex introduced aggressive promotional campaigns. In line with the expectation of the positive impact from the economic

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31/7/2020	31/7/2019
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from operations	422,845	501,986
Payment to suppliers and operating expenses	(285,589)	(481,910)
Payment of taxes	(7,710)	(29,710)
Net cash flow generated from/(used in) operating activities	<u>129,546</u>	<u>(9,634)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	-	1
Acquisition of property, plant and equipment	(538)	(4,107)
Interest received	641	1,406
Net cash flow generated from/(used in) investing activities	<u>103</u>	<u>(2,700)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Issuance of share capital	-	363
Sale of treasury shares	-	4,105
Net movement in short term borrowings	164,033	49,038
Interest paid	(3,108)	(96)
Dividends paid	(16,852)	(121,966)
Payment of lease liability	(3,303)	(3,177)
Net cash flow generated from/(used in) financing activities	<u>140,770</u>	<u>(71,733)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>270,419</u>	<u>(84,067)</u>
OPENING CASH AND CASH EQUIVALENTS	<u>100,220</u>	<u>320,166</u>
Effect of exchange rate changes	2,249	1,488
CLOSING CASH AND CASH EQUIVALENTS	<u><u>372,888</u></u>	<u><u>237,587</u></u>
Cash and cash equivalents carried forward comprise:		
Deposits with financial institutions	296,288	137,831
Cash and bank balances	<u>76,600</u>	<u>99,756</u>
	<u><u>372,888</u></u>	<u><u>237,587</u></u>

The annexed notes form an integral part of this interim financial report.

BERMAZ AUTO BERHAD**Company Registration No: 201001016854 (900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

NOTES TO THE INTERIM FINANCIAL REPORT

A1 The condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 - Interim Financial Reporting Standards in Malaysia and International Accounting Standards ("IAS") 34 - Interim Financial Reporting, requirements of the Companies Act 2016 and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2020. These explanatory notes, attached to the condensed consolidated interim financial report, provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2020.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 April 2020 except the adoption of the new or revised standards, IC Interpretation and amendments to standards.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning 1 May 2020.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

A2 The Group's operations are affected by the prevailing cyclical economic conditions and product life cycle of the car models. The Malaysia operations are affected by major festive seasons such as Chinese New Year and Hari Raya. These festive celebrations will normally have a positive impact to the Group's operations.

A3 The COVID-19 pandemic had resulted in unprecedented preventive measures of varying degrees of global population lockdown to curb the outbreak. The lockdown has caused the temporary closure of almost all businesses in many countries. Currently, Malaysia has eased into the recovery phase of Movement Control Order ("MCO") which will end on 31 December 2020, where most economic sectors are allowed to operate while observing the business standard operation procedures. As for the Philippines, the Philippine government has relaxed its quarantine measure from Enhanced Community Quarantine ("ECQ") to General Community Quarantine ("GCQ") on 1 June 2020 in which selected businesses are allowed to operate at 50% to 100% workforce depending on the industry. As such, volume of business transactions will be impacted going forward.

Other than as disclosed above, there were no unusual items during the financial period under review.

A4 As at 31 July 2020, the issued and paid up ordinary share capital of the Company was RM608,826,623. The movements during the financial period were as follows:-

<u>Issued and paid up share capital</u>	Number of ordinary shares	RM
As at 1 May 2020	1,163,549,188	608,822,913
Transfer of reserve due to forfeiture of ESS	-	3,710
As at 31 July 2020	<u>1,163,549,188</u>	<u>608,826,623</u>

ESS

On 21 November 2018, a total number of 9,429,000 ESS options (with exercise price of RM1.85 each) and a total number of 4,041,000 ESS shares were granted to the Group's eligible employees.

As at 31 July 2020, the total number of unexercised ESS options (with exercise price of RM1.85 each) was 8,171,500 and the total number of ESS shares that have not been vested was 3,402,000.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

NOTES TO THE INTERIM FINANCIAL REPORT

A5 There was no share buyback during the financial period ended 31 July 2020.

The number of treasury shares held in hand as at 31 July 2020 was as follows:

	Average price per share RM	Number of shares	Amount RM'000
introduced aggressive promotional campaigns. In line with the ex			
Total treasury shares as at 31 July 2020	1.90	1,369,200	2,602

As at 31 July 2020, the number of outstanding shares in issue with voting rights (rounded to nearest thousand) was 1,162,180,000 (31 July 2019: 1,161,591,000) ordinary shares.

A6 During the financial period ended 31 July 2020, the Company paid a third interim dividend of 1.45 sen single-tier dividend per share amounting to a total of RM16.85 million in respect of the financial year ended 30 April 2020 on 28 May 2020.

A7 Segment information for the financial period ended 31 July 2020:-

REVENUE	Consolidated RM'000
Malaysia	421,683
Philippines	27,211
Total revenue	<u><u>448,894</u></u>

RESULTS	RM'000
Malaysia	17,623
Philippines	(117)
	<u>17,506</u>
Unallocated corporate items	986
Profit from operations	<u>18,492</u>
Investment related income	633
Finance costs	(4,065)
Share of results of associates	(1,945)
Profit before tax	<u>13,115</u>
Income tax expense	(4,528)
Profit after tax	<u><u>8,587</u></u>

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

NOTES TO THE INTERIM FINANCIAL REPORT

DISAGGREGATION OF REVENUE

	3 months ended	
	31/07/2020	31/07/2019
	RM'000	RM'000
Sale of motor vehicles	402,704	489,434
Sale of spare parts	32,283	32,417
Maintenance and fitting of motor vehicle accessories services	13,907	13,193
Group revenue	<u>448,894</u>	<u>535,044</u>
Timing of revenue recognition:		
- at a point in time	433,942	525,539
- over time	14,952	9,505
	<u>448,894</u>	<u>535,044</u>

A8 There were no significant events since the end of this current quarter up to the date of this announcement.

A9 Capital expenditure of the Group not provided for as at 31 July 2020 in relation to property, plant and equipment were as follows:

	RM'000
Approved and contracted for	<u>184</u>

A10 There were no changes in the composition of the Group for the current period ended 31 July 2020 including business combinations, acquisition or disposal of subsidiary companies and long term investments, restructuring and discontinuing operation.

A11 There were no material changes in the contingent liabilities or contingent assets since the last audited statement of financial position as at 30 April 2020.

A12 There were no audit qualifications in the annual financial statements for the year ended 30 April 2020.

A13 There were no material changes in estimates reported in the prior financial year that had a material effect in the current quarter ended 31 July 2020.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B1 The Group is primarily engaged in the distribution of Mazda vehicles in Malaysia and the Philippines, and retailing of Mazda vehicles and provision of after sales services for Mazda vehicles in Malaysia. The performance of the Group are affected by, among others, regulations and policies governing the importation of completely built-up ("CBU") vehicles (for the domestic and the Philippine market) and completely knocked-down ("CKD") parts (for the domestic market), foreign exchange fluctuations, changes in consumer preferences and spending trend, economic, social and political conditions in countries where the Group operates or obtains its supplies of vehicles and global market and credit market volatility.

The COVID-19 pandemic had resulted in unprecedented preventive measures of varying degrees of global population lockdown to curb the outbreak. The lockdown has caused the temporary closure of almost all businesses in many countries.

As for Malaysia, the Malaysian Government had imposed Movement Control Order ("MCO") from 18 March 2020, which requires temporary closure of almost all business except for those involved in the provision of essential services and products. From 4 May 2020, the MCO was then replaced by the Conditional Movement Control Order ("CMCO"), where most economic sectors and activities are allowed to operate while observing the business standard operation procedures. Subsequently, the CMCO was replaced with the Recovery Movement Control Order ("RMCO") phase from 10 June till 31 December 2020 where interstate travel is allowed.

Similarly, in the Philippines, the Philippine government had also imposed Enhanced Community Quarantine ("ECQ") from 17 March 2020 where residents are required to stay at home. It was then replaced by the General Community Quarantine ("GCQ") on 1 June 2020, which is generally less stringent than ECQ, where public transportation is allowed at a reduced capacity and selected businesses are allowed to operate at 50% to 100% workforce depending on the industry.

Current quarter vs preceding year same quarter

For the quarter ended 31 July 2020, the Group reported a lower revenue and pre-tax profit of RM448.9 million and RM13.1 million respectively as compared to the preceding year corresponding quarter which reported a revenue and pre-tax profit of RM535.0 million and RM65.0 million respectively.

Group revenue has declined by RM86.1 million or 16.1% largely due to drop in sales volume from both the domestic and the Philippine operations impacted by the COVID-19 pandemic. During the beginning of the quarter, businesses were still mandated by the governments to close for operations. Subsequently, the Group resumed its operations during the CMCO period in Malaysia and GCQ period in the Philippines but the trading conditions remain challenging as consumers are cautious in their "big-ticket" spending.

In line with the decrease in revenue, the Group's pre-tax profit also dropped by RM51.9 million or 79.8% largely due to lower profit contribution from the domestic operations, and share of loss contribution from one of its associated companies, Mazda Malaysia Sdn Bhd ("MMSB"). Lower profit contribution from the domestic operations was mainly attributed to lower unit sales and lower gross margin arising from aggressive promotional campaigns such as the free 6 years warranty and 6 years free maintenance to boost sales. Negative contribution from MMSB was mainly due to the significant drop in unit sales with minimal orders from both the domestic and export markets during the MCO and CMCO periods.

The Group has also accounted for the expense relating to the Group's Employees' Share Scheme amounting to RM 0.8 million in the quarter under review as compared to RM1.2 million in the preceding year's corresponding period.

B2 Current quarter vs preceding quarter

For the quarter ended 31 July 2020, the Group reported higher revenue of RM448.9 million and pre-tax profit of RM13.1 million as compared to the Group revenue of RM299.4 million and pre-tax profit of RM3.2 million for the preceding quarter.

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

The improvement in Group revenue of RM149.5 million or 49.9% was mainly attributed to improved unit sales in Malaysia. Higher sales were recorded due to the Short-Term Recovery Plan ("Penjana") introduced by the Government during RMCO which include initiatives to help kick-start the automotive industry and gradually drive market demand. The initiatives included a 100% sales tax exemption on CKD models and 50% sales tax exemption on CBU models from 15 June to 31 December 2020. In line with the Government's efforts, the Group had also announced an aggressive promotional campaign with free 6 years warranty and 6 years free maintenance to boost sales.

The Group's pre-tax profit for the current quarter under review has increased by RM9.9 million or 309.4% mainly attributed to improvement in the profit contributions from the domestic operations arising from the improved sales volume, partly offset by share of loss contribution from MMSB as explained above.

B3 Future prospects

The aftermath of the stringent containment measures to curb the COVID-19 pandemic was felt when Malaysia's gross domestic product ("GDP") or economic growth contracted by 17.1% in the second quarter of 2020 as reported in the August 2020 press release by Bank Negara Malaysia ("BNM August Press Release"). To mitigate the situation, the Malaysian Government had introduced several economic stimulus packages such as Prihatin, Prihatin SME Plus and Penjana. Among the Penjana economic stimulus packages introduced in June 2020 were the 100% sales tax exemption on CKD vehicles and 50% sales tax exemption on CBU vehicles from 15 June 2020 to 31 December 2020 ("Sales Tax Reliefs") to help jump-start the automobile industry in the country. In line with the Government's effort to revive the automobile industry, the automobile players in the market also introduced aggressive promotional campaigns. In line with the expectation of the positive impact from the economic stimulus packages introduced by the Government, the Malaysian Automotive Association ("MAA") revised upwards its forecast of the Total Industry Volume ("TIV") for 2020 from 400,000 units in April 2020 to 470,000 units in July 2020. MAA had also projected that the TIV for 2021 and 2022 to improve to 550,000 units and 600,000 units respectively on the back of anticipated improvement in domestic spending as the global economy recovers from the COVID-19 pandemic.

Positive effects from the Sales Tax Reliefs and aggressive promotional campaigns by automobile players were reflected by the hike in vehicles sales for July 2020, which showed a total of 57,552 units delivered (July 2019: 50,854 units or 13% increase) as reported in MAA's August 2020 press release. The July 2020 sales figure also represents an increase of 12,857 units or 29% increase from previous month of June 2020. However, year-to-date figures showed only 232,245 units of vehicles were sold by end July 2020 compared to 347,171 units in the corresponding period last year, a decline of 114,926 units or 33%.

In BNM August Press Release, the Malaysian economy is expected to recover gradually in the second half of 2020 as the economy progressively re-opens and external demand improves. The labour market condition is expected to concurrently improve with the re-opening of the economic activities in the country. Overall, the Malaysian economy is forecasted to contract within the range of 3.5% to 5.5% in 2020, before staging a rebound within a growth range of 5.5% to 8.0% in 2021.

According to the International Monetary Fund's ("IMF") World Economic Outlook June 2020 Update report released in June 2020, the Philippines' GDP growth forecast for 2020 was revised downwards from a growth of 0.6% in April 2020 to a contraction of 3.6% mainly due to supply disruptions related to COVID-19 pandemic and weaker demand in the trading market. Nevertheless, the IMF projected that the Philippine economy will recover and grow by 6.8% in 2021.

Although the Sales Tax Reliefs and aggressive promotional campaigns by the Group have produced encouraging results for the Malaysian operations, the Group is nevertheless still cautious of the post COVID-19 pandemic impacts on the overall Malaysian economy and expects the automotive sector to remain challenging in 2020. Hence, any launch of new and/or new facelifts Mazda models will be dependent on the market sentiments and the evolving economic conditions going forward.

Premised on the foregoing, the Directors anticipate the operating performance of the Group for the financial year ending 30 April 2021 to remain challenging.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B4 There were no profit forecast or profit guarantee for the financial period ended 31 July 2020.

B5 The taxation charge for the current quarter/period ended 31 July 2020 are detailed as follows:

	Current Quarter RM'000
Based on the results for the current quarter/period:-	
Current period provision	
- In Malaysia	4,245
- Outside Malaysia	177
Deferred tax	106
	<u>4,528</u>

The disproportionate tax charge of the Group for the current quarter ended 31 July 2020 was mainly due to certain expenses or losses being disallowed for tax purposes, different foreign tax rate and the inclusion of the share of results of associates which is presented net of tax.

B6 Profit before tax is stated after charging/(crediting):

	Current Quarter RM'000
Interest income from financial institutions	(633)
Depreciation of property, plant and equipment	1,271
Depreciation of right-of-use assets	2,891
Reversal of impairment loss on receivables	(1,420)
Interest expense on bankers acceptances and trust receipts	3,108
Interest expense on lease liabilities	909
Unwinding discount on provision for restoration costs (net)	48
Provision for and write off of inventories	1,047
Foreign exchange loss (net)	<u>1,313</u>

B7 There were no corporate proposals undertaken or announced but not completed at the date of this quarterly report.

B8 Group borrowings and debt securities as at 31 July 2020 were as follows:

		At end of current quarter RM'000
Short term borrowings		
<u>Unsecured</u>	Foreign currency amount	
Denominated in:	'000	
Ringgit Malaysia		264,272
Philippine Peso	433,647 *	37,470
		<u>301,742</u>

* Converted at the exchange rate prevailing as at 31 July 2020.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2020

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B9 There were no material litigation for the current financial period.

B10 The Board has approved and declared a first interim dividend of 0.50 sen single-tier dividend per share in respect of financial year ending 30 April 2021 to be payable on 18 November 2020. The entitlement date has been fixed on 28 October 2020. The total dividend declared for the financial period ended 31 July 2020 amounted to 0.50 sen single-tier dividend per share (previous financial period ended 31 July 2019: 3.25 sen single-tier dividend per share).

A Depositor shall qualify for the entitlement only in respect of:

- (a) Shares transferred to the Depositor's Securities Account before 4.30 p.m. on 28 October 2020 in respect of ordinary transfers.
- (b) Shares bought on the Bursa Securities on a cum entitlement basis according to the rules of Bursa Securities.

B11 The basic and diluted earnings per share are calculated as follows:

	Group (3-month period)			
	31/07/2020	31/07/2019	31/07/2020	31/07/2019
	RM'000		sen	
Net profit for the quarter	<u>9,245</u>	<u>50,515</u>		
Weighted average number of ordinary shares in issue ('000)	<u>1,162,180</u>	<u>1,160,725</u>		
Basic earnings per share			<u>0.80</u>	<u>4.35</u>
Net profit for the quarter	<u>9,245</u>	<u>50,515</u>		
Number of shares used in the calculation of basic earning per share ('000)	1,162,180	1,160,725		
Number of shares assuming exercise of ESS ('000)	<u>3,402</u>	<u>6,366</u>		
	<u>1,165,582</u>	<u>1,167,091</u>		
Diluted earnings per share			<u>0.79</u>	<u>4.33</u>

c.c. Securities Commission