

INTERIM FINANCIAL REPORT FOR THE 4TH QUARTER ENDED 31.3.2022

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31.3.2022 (UNAUDITED)

Table 1: Financial review for current quarter and financial year to date

	INDIVIDUAL QUARTER				CUMULATIVE QUARTERS			
	CURRENT YEAR		PRECEDING YEAR		CURRENT YEAR		PRECEDING PERIOD	
	4TH QUARTER 1.1.2022 to 31.3.2022		4TH QUARTER 1.1.2021 to 31.3.2021		TO-DATE 1.4.2021 to 31.3.2022		PERIOD 1.4.2020 to 31.3.2021	
	% increase against last period	RM'000	RM'000	% increase against last period	RM'000	RM'000	RM'000	% increase against last period
Revenue	13%	1,373,056	1,219,173	20%	5,247,375	4,378,783		
Operating Profit	-27%	156,744	215,043	-13%	588,782	680,333		
Depreciation and amortisation	-7%	(52,814)	(56,925)	8%	(224,372)	(208,171)		
Interest income	10%	2,533	2,306	9%	8,174	7,519		
Finance costs	-3%	(13,803)	(14,287)	-8%	(51,894)	(56,430)		
Share of profit of associates (net)		116	149		521	9,305		
Profit Before Taxation	-37%	92,776	146,286 *	-25.7%	321,211	432,556 *		
Less: Tax expense		(21,943)	(28,318)		(85,670)	(107,373)		
Profit for the period	-40%	70,833	117,968	-28%	235,541	325,183		
Attributable to:								
Shareholders of the Company	-39%	69,391	114,571	-30%	217,321	311,906		
Minority interests		1,442	3,397		18,220	13,277		
Profit for the period		70,833	117,968		235,541	325,183		
Number of shares in issue ('000)		2,433,657	2,433,657		2,433,657	2,433,657		
Earnings per share:								
Basic earnings per ordinary shares (sen)	-39%	2.85	4.71	-30%	8.93	12.82		
Diluted earnings per ordinary shares (sen)		NA	NA		NA	NA		

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial statements.

Note: NA denotes "Not Applicable"

Note: * In Quarter 4 FY2021, we recorded an one-off remeasurement gain of RM79.03 million under the MFRS 3 Business Combination arising from the step acquisition on Boilermech

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

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Table 2: Financial review for current quarter compared with immediate preceding quarter

		CURRENT QUARTER		PRECEDING QUARTER
		4TH QUARTER 1.1.2022 to 31.3.2022		3RD QUARTER 1.10.2021 to 31.12.2021
	% increase against last period	RM'000		RM'000
Revenue	-2%	1,373,056		1,400,842
Operating Profit	-6%	156,744		166,403
Depreciation and amortisation	-8%	(52,814)		(57,309)
Interest income	36%	2,533		1,860
Finance costs	-3%	(13,803)		(14,192)
Share of profit of associates (net)		116		234
Profit Before Taxation	-4%	92,776		96,996
Less: Tax expense		(21,943)	(Effective tax rate) 23.7%	(28,257)
Profit for the period	3%	70,833		68,739
Attributable to:				
Shareholders of the Company	16%	69,391		59,794
Minority interests		1,442	1.55% (% against PBT)	8,945
Profit for the period		70,833		68,739
Number of shares in issue ('000)		2,433,657		2,433,657
Earnings per share:				
Basic earnings per ordinary shares (sen)	16%	2.85		2.46
Diluted earnings per ordinary shares (sen)		NA		NA

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

INTERIM FINANCIAL REPORT FOR THE 4TH QUARTER ENDED 31.3.2022

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31.3.2022 (UNAUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING CORRESPONDING
	4TH QUARTER 1.1.2022 to 31.3.2022	4TH QUARTER 1.1.2021 to 31.3.2021	TO-DATE 1.4.2021 to 31.3.2022	PERIOD 1.4.2020 to 31.3.2021
	RM'000	RM'000	RM'000	RM'000
Profit for the period	70,833	117,968	235,541	325,183
Other comprehensive income/(loss), net of tax:				
Foreign currency translation differences for foreign operations	4,477	7,388	22,811	40,176
Share of gain/(loss) of equity-accounted associates	-	(358)	-	1,795
Cash flow hedge	4,429	(866)	8,752	19,879
Total comprehensive income for the period	79,739	124,132	267,104	387,033
Total comprehensive income attributable to:				
Shareholders of the Company	78,642	122,027	248,786	370,869
Minority interests	1,097	2,105	18,318	16,164
Total comprehensive income for the period	79,739	124,132	267,104	387,033

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

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INTERIM FINANCIAL REPORT FOR THE 4TH QUARTER ENDED 31.3.2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.3.2022 RM'000 Unaudited	As at 31.3.2021 RM'000 Audited
ASSETS		
Non-Current Assets		
Property, plant and equipment	2,229,869	2,211,129
Right-of-use assets	473,896	475,784
Investment properties	18,778	19,841
Intangible assets	128,280	129,224
Investment in associates	2,391	2,264
Deferred tax assets	11,799	7,308
Trade and other receivables	24,652	25,480
	<u>2,889,665</u>	<u>2,871,030</u>
Current Assets		
Biological assets	231,996	209,570
Inventories	57 days 679,172	68 days 652,216
Contract assets	53,820	29,361
Contract costs	1,075	3,296
Current tax assets	25,824	21,760
Trade receivables	31 days 440,650	35 days 414,335
Other receivables, assets and prepayment	142,987	142,621
Derivative financial assets	4,235	208
Cash and cash equivalents	478,276	486,493
Assets classified as held for sale	19,071	4,545
	<u>2,077,106</u>	<u>1,964,405</u>
Total Assets	<u>4,966,771</u>	<u>4,835,435</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	620,025	620,025
Reserves	1,854,099	1,694,168
Equity attributable to shareholders of the Company	<u>2,474,124</u>	<u>2,314,193</u>
Minority interests	235,307	231,321
Total Equity	<u>2,709,431</u>	<u>2,545,514</u>
Non-Current Liabilities		
Long term borrowings (LT Debts/Total Equity)	16% 436,284	24% 608,253
Lease liabilities	144,117	141,975
Other payables	2,061	1,298
Employee benefits	9,223	12,029
Deferred tax liabilities	154,917	144,716
	<u>746,602</u>	<u>908,271</u>
Current Liabilities		
Short term-bankers acceptance	577,248	437,256
Other short term borrowings	348,498	346,264
Lease liabilities	27,612	24,216
Trade and other payables	38 days 454,091	48 days 465,436
Contract liabilities	80,797	70,986
Derivative financial liabilities	444	14,445
Taxation	22,048	23,047
	<u>1,510,738</u>	<u>1,381,650</u>
Total Liabilities	<u>2,257,340</u>	<u>2,289,921</u>
Total Equity and Liabilities	<u>4,966,771</u>	<u>4,835,435</u>
Net Assets per share (RM)	1.02	0.95
Based on number of shares:('000)	<u>2,433,657</u>	<u>2,433,657</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

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INTERIM FINANCIAL REPORT FOR THE 4TH QUARTER ENDED 31.3.2022

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31.3.2022

	←-----Non-Distributable-----→			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
12 months ended 31.3.2021							
At 1.4.2020	620,025	(136,276)	(31,926)	1,565,693	2,017,516	73,498	2,091,014
Foreign currency translation differences for foreign operations	-	36,907	-	-	36,907	3,269	40,176
Share on gain of equity-accounted associates	-	-	1,795	-	1,795	-	1,795
Cash flow hedge	-	-	20,261	-	20,261	(382)	19,879
Total other comprehensive income/(expenses) for the year	-	36,907	22,056	-	58,963	2,887	61,850
Profit for the period	-	-	-	311,906	311,906	13,277	325,183
Total comprehensive income/(expenses) for the period	-	36,907	22,056	311,906	370,869	16,164	387,033
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(73,010)	(73,010)	-	(73,010)
- Dividends paid to non-controlling interests	-	-	-	-	-	(4,798)	(4,798)
- Acquisition of subsidiaries	-	-	-	-	-	147,446	147,446
- Acquisition of non-controlling interests	-	-	-	(1,182)	(1,182)	(989)	(2,171)
Total transactions with owners of the Company	-	-	-	(74,192)	(74,192)	141,659	67,467
At 31.3.2021	620,025	(99,369)	(9,870)	1,803,407	2,314,193	231,321	2,545,514

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31.3.2022

	<-----Non-Distributable----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
12 months ended 31.3.2022							
At 1.4.2021	620,025	(99,369)	(9,870)	1,803,407	2,314,193	231,321	2,545,514
Foreign currency translation differences for foreign operations	-	22,713	-	-	22,713	98	22,811
Share on gain of equity-accounted associates	-	-	-	-	-	-	-
Cash flow hedge	-	-	8,752	-	8,752	-	8,752
Total other comprehensive income/(expenses) for the year	-	22,713	8,752	-	31,465	98	31,563
Profit for the period	-	-	-	217,321	217,321	18,220	235,541
Total comprehensive income/(expenses) for the period	-	22,713	8,752	217,321	248,786	18,318	267,104
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(85,178)	(85,178)	-	(85,178)
- Dividends paid to non-controlling interests	-	-	-	-	-	(10,922)	(10,922)
- Acquisition of non-controlling interests	-	-	-	(3,677)	(3,677)	(3,410)	(7,087)
Total transactions with owners of the Company	-	-	-	(88,855)	(88,855)	(14,332)	(103,187)
At 31.3.2022	620,025	(76,656)	(1,118)	1,931,873	2,474,124	235,307	2,709,431

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

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INTERIM FINANCIAL REPORT FOR THE 4TH QUARTER ENDED 31.3.2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31.3.2022

	Period ended 31.3.2022 RM'000	Period ended 31.3.2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	321,211	432,556
Adjustments for:		
Depreciation & amortisation	224,372	208,171
(Increase)/Decrease in working capital	41,307	76,881
Income tax paid	(88,180)	(87,709)
Other non-cash items	15,169	(40,705)
Net cash generated from/(used in) operating activities	513,879	589,194
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(209,874)	(335,783)
Others	(84)	70,465
Net cash generated from/(used in) investing activities	(209,958)	(265,318)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net borrowings	(195,801)	(1,314)
Payment of lease liabilities	(23,575)	(23,612)
Dividend paid to minority interest	(10,922)	(4,798)
Dividend paid to shareholders	(85,178)	(73,010)
Others	-	(2,171)
Net cash generated from/(used in) financing activities	(315,476)	(104,905)
Net increase in cash and cash equivalents	(11,555)	218,971
Cash and cash equivalents at 1.4.2021	480,521	261,550
Cash and cash equivalents at 31.3.2022	468,966	480,521

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial statements.

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

This interim financial information of QL Resources Berhad ('The Group') is prepared in accordance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and complies with the requirements of the Malaysian Financial Reporting Standard ('MFRSs') No. 134 – Interim Financial Reporting. The Unaudited Condensed Consolidated Interim Financial Information should be read in conjunction with audited financial statements of the Group for the financial year ended 31 March 2021.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2021 except for the adoption of the followings:

- Amendments to MFRS 9, Financial Instruments, MFRS 139, Financial Instruments: Recognition and Measurement, MFRS 7, Financial Instruments: Disclosures, MFRS 4, Insurance Contracts and MFRS 16, Leases – Interest Rate Benchmark Reform – Phase 2
- Amendment to MFRS 16, Leases – Covid-19-Related Rent Concessions beyond 30 June 2021

The adoption of the above standards and interpretations did not have any material impact on the interim financial report of the Group.

A2. Seasonal or cyclical factors

Certain segment of the Group's business are affected by cyclical factors.

The management considers that on a quarter to quarter basis, the demand and/or production of the Group's products for each of the three core activities varies and the variation in each quarters were as follows:

- (1) marine products manufacturing activities are affected by monsoon in the 4th quarter.
- (2) crude palm oil milling activities are seasonally affected by monsoon resulting in low crops in the 2nd and 4th quarters.
- (3) integrated livestock farming activities are not significantly affected in any of the quarters.

On an overall basis therefore, the group's performance varies seasonally and maybe affected by unusual and unforeseen events affecting each of the core activities.

Based on past 5 years quarterly data, our average seasonal earnings index is as follows:

Q1	April to June	0.21
Q2	July to September	0.27
Q3	October to December	0.28
Q4	January to March	0.24
		<u>1.00</u>

A3. Unusual items

There are no unusual items that have material effect on the assets, liabilities, equity, net income or cash flow during the quarter under review.

A4. Nature and amount of changes in estimates

There were no material changes in estimates during the quarter under review.

A5. Debts and securities

There are no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

A6. Dividend paid

No dividend was paid for the period under review.

A7. Segmental information

Segment information in respect of the Group's business segments for the 4th quarter ended 31.3.2022

	RM'000	RM'000
	Sales	PBT
Marine Products Manufacturing	288,566	44,209
Palm Oil and Clean Energy	178,160	5,836
Integrated Livestock Farming	729,081	27,654
Convenience Store Chain	177,249	15,077
Total	<u>1,373,056</u>	<u>92,776</u>

A8. Property, plant and equipment

The valuations of land and building have been brought forward, without amendment from the previous annual report.

A9. Material subsequent event

There were no material events subsequent to the end of current quarter that have not been reflected in the financial statements.

A10. Changes in composition of the Group

During the quarter under review, there were no material changes to group composition.

A11. Changes in contingent liabilities

The Company provides unsecured financial guarantees to banks in respect of banking facilities granted to certain subsidiaries. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

There were no contingent liabilities at the end of the current financial period for the Group.

A12. Disclosure of audit report qualification

There was no qualification in the audit report of the preceding annual financial statements.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance for the current quarter and financial period to-date

	Current quarter	Last year corresponding quarter	% change	Cumulative quarters	Cumulative corresponding quarters last year	% change
	1.1.2022 to 31.3.2022	1.1.2021 to 31.3.2021		1.4.2021 to 31.3.2022	1.4.2020 to 31.3.2021	
	Sales	Sales		Sales	Sales	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	288,566	295,555	-2%	1,174,286	1,257,142	-7%
Palm Oil and Clean Energy (POCE)	178,160	141,644	26%	648,032	312,545	107%
Integrated Livestock Farming (ILF)	729,081	639,523	14%	2,787,869	2,323,620	20%
Convenience Store Chain (CVS)	177,249	142,451	24%	637,188	485,476	31%
Total	1,373,056	1,219,173	13%	5,247,375	4,378,783	20%
	1.1.2022 to 31.3.2022	1.1.2021 to 31.3.2021		1.4.2021 to 31.3.2022	1.4.2020 to 31.3.2021	
	Profit before tax	Profit before tax		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	44,209	51,646	-14%	200,764	260,822	-23%
Palm Oil and Clean Energy (POCE)	5,836	73,657	-92%	45,329	86,556	-48%
Integrated Livestock Farming (ILF)	27,654	14,702	88%	32,115	72,620	-56%
Convenience Store Chain (CVS)	15,077	6,281	140%	43,003	12,558	242%
Total	92,776	146,286	-37%	321,211	432,556	-26%

- a. MPM's current quarter sales decreased marginally against the corresponding quarter mainly due to lower sales volume for fishmeal, surimi-based products and aquaculture business albeit partial resumption of deepsea fishing activities. However, this was partially mitigated by higher selling price.

Despite higher selling price, earnings decreased by 14% mainly due to margin erosion caused by higher input costs and lower production volume.

Despite higher sales recorded by surimi-based products, overall cumulative sales decreased by 7% mainly due to lower sales volume for all other activities caused by low fish landing cycle and the shortage of foreign fishing crew for fishing activities in the first half of financial year.

Cumulative earnings decreased by 23% mainly due to margin erosion with lower production volume, higher input costs and additional Covid-19 compliance expenses.

- b. POCE's current quarter sales increased by 26% against the corresponding quarter mainly due to higher project progress and delivery in Boilermech and higher CPO selling price despite significant drop in FFB tonnage processed.

Despite improvement in business performance, earnings decreased substantially against the corresponding quarter mainly due to the absence of a one-off remeasurement gain of RM79 million reported under MFRS 3 Business Combination following the step acquisition on Boilermech in Quarter 4 of Financial Year 2021.

Cumulative sales increased by 107% against the corresponding period, mainly due to full year consolidation of Boilermech's sales for current financial year following it becoming a subsidiary in Quarter 4 of Financial Year 2021, in addition to significantly higher CPO selling price.

Cumulative earnings decreased by 48% mainly due to the absence of one-off remeasurement gain of Boilermech recognized in Financial Year 2021, but this was partially mitigated by full year consolidation of Boilermech's results and improved performance of palm oil activities with significantly higher CPO selling price.

- c. ILF's current quarter sales increased by 14% against the corresponding quarter mainly due to high feed raw material trading price and high farm produce selling price despite marginally lower feed raw material trading volume.

Earnings increased by 88% against the corresponding quarter mainly due to improvement in Malaysia farming operations with recovery in selling price attributed to reduced supply and also government cost subsidy to mitigate the rise in feed raw material costs during the price control period. Furthermore, egg price has recovered strongly in Vietnam with market normalized following the lifting of stringent Covid-19 containment measures.

Cumulative sales increased by 20% against the corresponding period mainly due to higher farm produce selling price and feed raw material trading price despite lower raw material trading volume

Cumulative earnings decreased by 56% mainly due to exceptionally high feed cost and higher Covid-19 compliance cost as well as depressed market for the first three quarters of Financial Year 2021.

- d. CVS is reported as a standalone segment in this quarter (previously aggregated under ILF) in compliance with the MFRS 8.13 operating segment reporting requirement. CVS's current quarter sales increased by 24% against the corresponding period mainly due to increase of 41 stores and higher store sales with normalization of the operating hours after economy re-opened in October 2021.

Earnings increased significantly mainly due to improved margin from higher sales and year-end inventory provision reversal.

Cumulative sales increased by 31% mainly due to the same reasons as the quarterly sales.

Cumulative earnings increased significantly mainly due to the same reasons as the quarterly earnings.

B2 Review of current quarter performance with the preceding quarter

	Current quarter	Preceding quarter	% change	Current quarter	Preceding quarter	% change
	1.1.2022 to 31.3.2022	1.10.2021 to 31.12.2021		1.1.2022 to 31.3.2022	1.10.2021 to 31.12.2021	
	Sales	Sales		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Activities:						
Marine Product Manufacturing (MPM)	288,566	330,504	-13%	44,209	61,694	-28%
Palm Oil and Clean Energy (POCE)	178,160	188,784	-6%	5,836	16,216	-64%
Integrated Livestock Farming (ILF)	729,081	703,402	4%	27,654	3,501	690%
Convenience Store Chain (CVS)	177,249	178,152	-1%	15,077	15,585	-3%
Total	1,373,056	1,400,842	-2%	92,776	96,996	-4%

- a. MPM's current quarter sales decreased by 13% against the preceding quarter mainly due to seasonal factor. Overall the sales volume is lower across all products despite improved selling price.

Earnings decreased by 28% in line with lower sales in addition to margin erosion from rising input and fuel cost.

- b. POCE's current quarter sales decreased by 6% against the preceding quarter mainly due to lesser projects delivery at Boilermech and lower tonnage of FFB harvested and processed, despite higher CPO selling price.

Similarly, earning decreased by 64% mainly due to margin erosion reported by Boilermech with increase in input costs and weaker performance by palm oil activities as a result of lower tonnage of FFB produced and processed.

- c. ILF's current quarter sales increased by 4% against the preceding quarter mainly due to higher feed raw material trading volume and selling price.

Earning increased significantly against the preceding quarter mainly due to recovery in Vietnam egg selling price and improvement in Malaysia farming operations with higher egg selling price and government's cost subsidy covering the period of 5 February to 4 June 2022.

- d. Despite more new stores opening, CVS's current quarter sales were flat against the preceding quarter as the sales per store normalized after the pent-up demand in Quarter 3 with the full re-opening of economies in October 2021.

Earning decreased marginally against the preceding quarter in line with lower sales.

B3 Prospects for the next quarter to 30th June 2022

Despite prolonged Russia-Ukraine war, persistently high commodity price and hike in minimum wage, the normalization of economic activities and cost subsidy by Malaysian government to help to mitigate high farming cost, the management is optimistic that the overall business performance will continue to improve notwithstanding seasonal factor.

B4 Profit forecast

No profit forecast was published during the period under review.

B5 Tax expense

	Individual quarter 3 months ended 31.3.2022	Cumulative period To date 31.3.2022
	RM'000	RM'000
Current income tax expense	17,679	84,661
Deferred tax expense	4,264	1,009
	21,943	85,670

The effective tax rate of the Group for the current quarter was about the statutory rate. The Cukai Makmur of 33% did not impact the Group as none of subsidiaries achieved chargeable income exceeding RM100 million for the applicable assessment year.

B6 Unquoted investments and properties

There were no disposal of unquoted investments and/or properties during quarter under review.

B7 Quoted investments

There were no sales or purchase of quoted investment for the quarter under review except as disclosed.

B8 Corporate proposals

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

B9 Group borrowings

	As at 4th quarter ended 31.3.2022					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.208)	RM denomination	Foreign denomination (USD\$1 = RM4.208)	RM denomination	Foreign denomination (USD\$1 = RM4.208)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term loans (Conventional)	-	2,851	-	441	-	3,292
Term loans (Islamic)	-	-	-	-	-	-
	-	2,851	-	441	-	3,292
Unsecured						
Term loans (Conventional)	419,967	-	255,988	-	675,955	-
Term loans (Islamic)	13,466	-	27,847	-	41,313	-
Bank overdrafts	-	-	-	9,124	-	9,124
Bankers' acceptance (Conventional)	-	-	208,155	280,856	208,155	280,856
Bankers' acceptance (Islamic)	-	-	11,810	76,427	11,810	76,427
Revolving credit	-	-	-	29,537	-	29,537
Supplier factoring facilities	-	-	-	25,561	-	25,561
	433,433	-	503,800	421,505	937,233	421,505
Total	433,433	2,851	503,800	421,946	937,233	424,797

	As at 4th quarter ended 31.3.2021					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.148)	RM denomination	Foreign denomination (USD\$1 = RM4.148)	RM denomination	Foreign denomination (USD\$1 = RM4.148)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term loans (Conventional)	-	3,290	-	435	-	3,725
Term loans (Islamic)	-	-	-	-	-	-
	-	3,290	-	435	-	3,725
Unsecured						
Term loans (Conventional)	577,513	-	194,588	-	772,101	-
Term loans (Islamic)	27,450	-	36,600	-	64,050	-
Bank overdrafts	-	-	2,280	3,589	2,280	3,589
Bankers' acceptance (Conventional)	-	-	95,599	298,140	95,599	298,140
Bankers' acceptance (Islamic)	-	-	-	43,517	-	43,517
Revolving credit	-	-	-	50,177	-	50,177
Supplier factoring facilities	-	-	-	58,471	-	58,471
Hire purchase liabilities	-	-	-	124	-	124
	604,963	-	329,067	454,018	934,030	454,018
Total	604,963	3,290	329,067	454,453	934,030	457,743

The borrowings denominated in foreign currencies are hedged to RM as well as interest rate.

B10 Financial instruments

As at 31.3.2022, the outstanding derivatives (including financial instruments designated as hedging instruments) are as follows:

Types of derivatives	Contract/Notional Value as at 31.3.2022	Fair Value gain/ (loss) as at 31.3.2022
	RM'000	RM'000
(i) Cross currency swap		
- Less than 1 year		
- More than 1 year	549,585	2,914
(ii) Interest rate swap		
- Less than 1 year		
- More than 1 year	102,736	233
(iii) Foreign exchange contracts (sell)		
- Less than 1 year	81,604	76
- More than 1 year		
(iv) Foreign exchange contracts (buy)		
- Less than 1 year	67,467	8,461
- More than 1 year		
	801,392	11,684

B11 Changes in material litigation

(i) Tarakan Lawsuit

As announced to Bursa Malaysia on 16 August 2021, on 9 August 2021, a lawsuit has been initiated by PT Pipit Citra Perkasa ("PCP") in the Tarakan District Court, North Kalimantan, Indonesia ("Tarakan Court"), against QL's subsidiaries, PT Pipit Mutiara Indah ("PMI") and QL Mutiara (S) Pte Ltd ("QLM"), as well as Chia Seong Fatt (a director of QL Resources Berhad ("QLR")) in his capacity as a director of PMI (collectively called "Defendants"). QLR has obtained legal advice from its Indonesia counsels, and is of the view that the lawsuit is frivolous, vexatious, inarticulate, obscure and without any legal merits, and is an abuse of legal and contractual process. Further, as announced to Bursa Malaysia on 28 October 2021, the Tarakan Court has on 25 October 2021 issued a Court Attachment Order against certain assets of PMI and QLM. Notwithstanding the aforesaid, QLR does not expect any material losses to arise by reason of the commencement of the lawsuit by the Plaintiff other than legal costs in defending the claim. The lawsuit is also not expected to have any material impact on the Group's operations.

In the latest announcement to Bursa Malaysia on 25 March 2022, the Tarakan Court has on 24 March 2022 officially issued the following decrees for the the withdrawal and annulment of the lawsuit filed by the Plaintiff against the Defendants at the Tarakan Court and the revocation and annulment of the Court Attachment Order dated 25 October 2021 against the assets of the PMI and QLM.

Details of the Tarakan Lawsuit can be found in the Bursa Announcements made on 16 August 2021, 17 August 2021, 23 August 2021, 21 October 2021, 28 October 2021, 11 March 2022 and 25 March 2022.

(ii) Singapore Lawsuit

As announced to Bursa Malaysia on 1 December 2021, in response to the Tarakan Lawsuit, QLR's subsidiaries, PMI and QLM, as well as Chia Seong Fatt (a director of QLR) in his capacity as a director of PMI and QLM, have commenced a legal action in the High Court of the Republic of Singapore against PT. Pipit Citra Perkasa (PCP or 1st Defendant), Juliet Kristianto Liu (Juliet or 2nd Defendant), and Kristianto Kandi Saputro (Kris or 3rd Defendant) (collectively referred to "Defendants") *inter alia* for breach of the arbitration agreement contained in the Master Joint Venture Agreement dated 16 August 2006 made between QL Oil Sdn Bhd, Hang Ting Pte Ltd and PCP, and the Defendants (or any two of them) wrongfully and with the intent to injure and/or cause loss to PMI, Chia and/or QLM by unlawful and/or lawful means, conspired and combined together to damage or destroy the financial and/or business interests of PMI, Chia and/or QLM. Further, as announced on 6 December 2021, the General Division of the High Court of the Republic of Singapore has on even date, conducted a hearing upon the application of the Plaintiffs on an opposed ex-parte basis, for an interim anti-suit injunction against the 1st Defendant and has granted in favour of the Plaintiffs a restraining order which has the effect of restraining the 1st Defendant from continuing with the Indonesian Proceedings.

There is no further progress since the previous update.

Details of the Singapore Lawsuit can be found in the Bursa Announcements made on 1 December 2021, 6 December 2021 and 9 December 2021.

B12 Dividend

The Directors had proposed a final single tier dividend of 3.50 sen per share totalling of approximately RM85.2m in respect of the year ended 31.3.2022, subject to the approval of the shareholders at the forthcoming Annual General Meeting.

B13 Earnings per share

The calculations of basic earnings per share were as follows:

	Current quarter ended 31.3.2022	Cumulative to date 31.3.2022
(a) Net profit attributable to ordinary shareholders (RM'000)	69,391	217,321
(b) Number of ordinary shares in issue ('000)- weighted average	2,433,657	2,433,657
Basic Earnings per share (sen)	2.85	8.93