

KELINGTON GROUP BERHAD ("KGB")
[Company No. 199901026486 (501386-P)]
Statement of Profit or Loss and Other Comprehensive Income
For The 3rd Quarter Ended 30 September 2021

The unaudited financial results of Kelington Group Berhad and its subsidiaries (the "Group") for the period ended 30 September 2021 are as follow:-

	Unaudited	Unaudited			Unaudited	Unaudited		
	Current	Previous	+		9-months	9-months	+	
Note	Qtr Ended	Qtr Ended	-		Period	Period	-	
	30.9.2021	30.9.2020	%		up to	up to	%	
	RM'000	RM'000			30.9.2021	30.9.2020		
	RM'000	RM'000			RM'000	RM'000		
Revenue	106,369	98,258	+	8	337,578	260,322	+	30
Cost of sales	(85,936)	(80,590)			(283,022)	(226,242)		
Gross profit	<u>20,433</u>	<u>17,668</u>	+	16	<u>54,556</u>	<u>34,080</u>	+	60
Other income	1,180	1,764			4,705	5,748		
Administrative expenses	(10,504)	(7,056)			(25,919)	(19,470)		
Selling and distribution expenses	(526)	(291)			(1,501)	(836)		
Other expenses	(1,104)	(4,223)			(4,416)	(4,305)		
Results from operating activities	<u>9,479</u>	<u>7,862</u>	+	21	<u>27,425</u>	<u>15,217</u>	+	80
Finance costs	(709)	(699)			(2,191)	(1,954)		
Profit before taxation for the financial period	<u>8,770</u>	<u>7,163</u>	+	22	<u>25,234</u>	<u>13,263</u>	+	90
Taxation	(623)	(2,187)			(3,854)	(3,624)		
Profit after taxation for the financial period	<u>8,147</u>	<u>4,976</u>	+	64	<u>21,380</u>	<u>9,639</u>	+	122
Other comprehensive income, net of tax								
Foreign currency translation	(244)	9			682	(476)		
	<u>(244)</u>	<u>9</u>			<u>682</u>	<u>(476)</u>		
Total comprehensive income for the period	<u>7,903</u>	<u>4,985</u>			<u>22,062</u>	<u>9,163</u>		
Profit attributable to:								
Shareholders of the Company	7,960	4,905	+	62	20,856	9,583	+	118
Non-controlling interests	187	71			524	56	+	122
Profit after taxation for the financial period	<u>8,147</u>	<u>4,976</u>	+	64	<u>21,380</u>	<u>9,639</u>	+	122
Total comprehensive income attributable to:								
Shareholders of the Company	7,716	4,917			21,535	9,107		
Non-controlling interests	187	68			527	56		
Total comprehensive income for the period	<u>7,903</u>	<u>4,985</u>			<u>22,062</u>	<u>9,163</u>		
Basic earnings per ordinary share (sen):								
Basic earnings per share (sen)	B11	1.25	1.53		4.32	3.04		
Diluted earnings per share (sen)	B11	NA	NA		NA	NA		

The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with KGB's audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes enclosed to the interim financial statements.

KELINGTON GROUP BERHAD ("KGB")
[Company No. 199901026486 (501386-P)]
Statement of Financial Position
As at 30 September 2021

	Unaudited As At 30.9.2021 RM'000	Audited As At 31.12.2020 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	63,204	59,691
Goodwill on consolidation	6,432	6,356
Deferred tax assets	325	308
Right of use	4,869	4,366
	74,830	70,721
Current assets		
Inventories	6,783	2,801
Contract assets	81,455	61,798
Trade receivables	77,639	74,208
Other receivables, prepayments and deposits	10,863	8,609
Current tax assets	4,044	227
Fixed deposits with licensed banks	24,007	26,226
Cash and bank balances	75,164	105,753
	279,955	279,622
	354,785	350,343
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity		
Share capital	73,292	73,292
Retained earnings	99,466	81,825
Other reserve	14,115	13,436
Treasury share	(534)	(534)
Total Equity attributable to Shareholders of the Company	186,339	168,019
Non-controlling interests	837	310
Total Equity	187,176	168,329
Non-current liabilities		
Deferred tax liabilities	219	218
Lease liability	2,521	2,134
Long-term borrowings	27,124	27,203
	29,864	29,555
Current liabilities		
Contract liabilities	34,953	29,772
Trade payables	52,256	71,524
Other payables and accruals	23,091	18,584
Lease liability	1,060	922
Current tax liabilities	8,021	3,402
Short term borrowings	17,858	28,067
Bank overdraft	506	188
	137,745	152,459
Total liabilities	167,609	182,014
TOTAL EQUITY AND LIABILITIES	354,785	350,343
Net Assets Per Share Attributable to ordinary Equity holders of the company (RM)	0.2901	0.5218

The Statement of Financial Position should be read in conjunction with the audited consolidated financial statements of KGB for the financial year ended 31 December 2020 and the accompanying explanatory notes enclosed to the interim financial statements.

KELINGTON GROUP BERHAD ("KGB")
[Company No. 199901026486 (501386-P)]
Condensed Consolidated Statements of Changes in Equity
For The 3rd Quarter Ended 30 September 2021

	-----Attributable to Equity Holders of the Company-----						Total Equity RM'000		
	Share Capital RM'000	Treasury Share RM'000	Capital Reserve RM'000	-----Non Distributable-----		Distributable		Non-Controlling Interest RM'000	
			Employee Share Scheme Reserve RM'000	Exchange Fluctuation Reserve RM'000	Retained Earnings RM'000	Total RM'000			
As at 1 January 2021	73,292	(534)	9,734	-	3,702	81,825	168,019	310	168,329
Profit after taxation for the financial period	-	-	-	-	-	20,856	20,856	524	21,380
Other comprehensive expense, net of tax: - Foreign currency translation	-	-	-	-	679	-	679	3	682
Total comprehensive (expense)/ income for the financial period	-	-	-	-	679	20,856	21,535	527	22,062
Contributions by and distribution to owners of the company:									
- Dividend paid for the period	-	-	-	-	-	(3,215)	(3,215)	-	(3,215)
Total recognised income and expense for the period	-	-	-	-	-	(3,215)	(3,215)	-	(3,215)
As at 30 September 2021	73,292	(534)	9,734	-	4,381	99,466	186,339	837	187,176
As at 1 January 2020	71,276	(534)	9,311	1,597	4,040	69,571	155,261	273	155,534
Profit after taxation for the financial year	-	-	-	-	-	9,583	9,583	56	9,639
Other comprehensive income, net of tax: - Foreign currency translation differences	-	-	-	-	(476)	-	(476)	-	(476)
Total comprehensive income/ (expenses) for the financial year	-	-	-	-	(476)	9,583	9,107	56	9,163
- Employees' share scheme reserve	-	-	-	419	-	-	419	-	419
- Employees' share scheme exercised	2,016	-	-	(2,016)	-	-	-	-	-
- Dividends paid for the period	-	-	-	-	-	(3,212)	(3,212)	-	(3,212)
Total transactions with owners	2,016	-	-	(1,597)	-	(3,212)	(2,793)	-	(2,793)
As at 30 September 2020	73,292	(534)	9,311	-	3,564	75,942	161,575	329	161,904

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with KGB's audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes enclosed to the interim financial statements.

KELINGTON GROUP BERHAD ("KGB")
[Company No. 199901026486 (501386-P)]
Condensed Consolidated Statement of Cash Flow
For The Period Ended 30 September 2021

	Unaudited 9-Months Ended 30.9.2021 RM'000	Unaudited 9-Months Ended 30.9.2020 RM'000
CASH FLOWS (FOR)/ FROM OPERATING ACTIVITIES		
Profit before taxation	25,234	13,263
Adjustments for:-		
Depreciation of property, plant and equipment	3,537	3,357
Depreciation of right-of-use assets	618	480
Equipment written off	-	17
Impairment loss on trade receivables	245	2,400
Impairment losses on contract assets	200	-
Interest expense	2,191	1,815
Interest income	(314)	(338)
Loss/ (gain) on disposal of equipment	193	(25)
Provision for warranty costs	52	-
Share-based payments	-	419
Reversal of impairment losses on trade receivables	-	(249)
Reversal of impairment losses on contract assets	-	(277)
Reversal of provision of warranty costs	(63)	-
Unrealised gain on foreign exchange	(1,636)	(1,140)
	30,257	19,722
Operating profit before working capital changes	(3,982)	(855)
Increase in inventory	(14,676)	(29,816)
Increase in net of contract assets /contract liabilities	(5,112)	30,455
(Increase)/Decrease in trade and other receivables	(13,932)	(8,133)
Decrease in trade and other payables		
CASH (FROM)/FOR OPERATIONS	(7,445)	11,373
Income tax paid	(3,052)	(4,673)
Interest paid	(2,191)	(1,815)
Interest received	314	338
NET CASH (FOR)/ FROM OPERATING ACTIVITIES	(12,374)	5,223
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of plant and equipments	(6,823)	(6,605)
Addition of right-of-use assets	(96)	-
Proceeds from disposal of equipment	143	94
Withdrawal/ (Placement) of fixed deposit pledged with licensed bank	169	(241)
NET CASH FOR INVESTING ACTIVITIES	(6,607)	(6,752)
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Dividend paid	(3,215)	(3,212)
Drawdown of revolving credit	3,346	-
(Repayment)/drawdown of bankers' acceptance	(2,140)	1,524
Repayment of lease liability	(817)	(460)
(Repayment)/drawdown of term loan	(3,002)	8,652
Repayment of invoice financing	(8,492)	(87)
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(14,320)	6,417
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(33,301)	4,888
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	343	(1,270)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	113,787	67,997
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	80,829	71,615
Cash and cash equivalents at the end of financial period comprise the following:		
Cash and bank balances	75,164	59,861
Fixed deposits	24,007	29,265
	99,171	89,126
Less: bank overdraft	(506)	(199)
Less: fixed deposits pledged to licensed banks	(14,697)	(15,306)
Less: bank balance pledged to licensed banks	(3,139)	(2,006)
	80,829	71,615

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited consolidated financial statements of KGB for the year ended 31 December 2020 and the accompanying explanatory notes enclosed to the interim financial statements.

KELINGTON GROUP BERHAD ("KGB")
[Company No. 199901026486 (501386-P)]
EXPLANATORY NOTES TO THE QUARTERLY REPORT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

Part A - Explanatory Notes Pursuant to MFRS 134

1. Basis of Preparation

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 : Interim Financial Reporting and in accordance to the requirements of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Malaysia**").

The interim financial statements should be read in conjunction with KGB's audited consolidated financial statements for the financial year ended ("**FYE**") 31 December 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

The accounting policies and methods of presentation and computation adopted in this interim financial report are consistent with those adopted in the most recent annual financial statements for the FYE 31 December 2020.

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including the Consequential Amendments)	Effective date
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendment to MFRS 16: Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 2021
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The adoption of the above accounting standards and interpretations (including the consequential amendments) is expected to have no material impact on the financial statements of the Group upon their initial application.

Revenue on contracts is recognised on the percentage of completion method unless the outcome of the contract cannot be reliably determined, in which case revenue on contracts is only recognised to the extent of contract costs incurred that are recoverable. Foreseeable losses, if any, are provided for in full as and when it can be reasonably ascertained that the contract will result in a loss. The stage of completion is determined based on the proportion that the contract costs incurred for work performed to date bear to the estimated total contract costs.

2. Status of Audit Qualification

There were no audit qualification to the annual audited financial statements of the Group for the FYE 31 December 2020.

3. Segmental Information

(a) Business Segment

The Group is organised into 3 main reportable segments as follows:

- (i) Service segment - involved in the renting of skid tank, provision of scientific and technical researches, laboratory testing service and experiments;
- (ii) Manufacturing and trading segment - (1) industrial gases and
 - (2) equipments and materials for contracts; and
- (iii) Construction segment - involved in the provision of engineering services and construction.

Service Segment	Manufacturing and Trading Segment:		Construction Segment	The Group
	Industrial Gases	Equipments & Materials		
RM'000	RM'000	RM'000	RM'000	RM'000
30.9.2021				
Revenue				
External revenue	868	23,946	3,480	309,284
Inter-segment revenue	75	6	9,693	1,713
	943	23,952	13,173	310,997
Consolidated Adjustments				349,065
				(11,487)
				<u>337,578</u>

Service Segment	Manufacturing and Trading Segment:		Construction Segment	The Group
	Industrial Gases	Equipments & Materials		
RM'000	RM'000	RM'000	RM'000	RM'000
30.9.2020				
Revenue				
External revenue	580	15,288	307	244,147
Inter-segment revenue	30	121	12,394	1,688
	610	15,409	12,701	245,835
Consolidated Adjustments				274,555
				(14,233)
				<u>260,322</u>

3. Segmental Information (Cont'd)

(b) Geographical information

Revenue is based on the country in which the customers are located. Non-current assets are determined according to the country where these assets are located.

	Revenue		Non-current Assets	
	30.9.2021 RM'000	30.9.2020 RM'000	30.9.2021 RM'000	30.9.2020 RM'000
Malaysia	117,692	70,154	60,309	56,465
China	94,901	80,033	3,821	4,026
Taiwan	9,839	11,138	123	176
Singapore	112,968	94,935	10,577	9,154
Indonesia	-	381	-	-
Philippines	2,178	78	-	-
Vietnam	-	3,603	-	-
	<u>337,578</u>	<u>260,322</u>	<u>74,830</u>	<u>69,821</u>

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter ended 30 September 2021.

5. Material Changes in Estimates

There were no material changes in estimates used in the preparation of the financial statements in the current financial quarter as compared with the previous financial quarters or financial year.

6. Seasonal or Cyclical Factors

The interim operations of the Group were not affected by any significant seasonal or cyclical factors during the quarter under review.

7. Dividends Paid

There were no dividends paid during the current quarter under review.

8. Valuation of Property, Plant and Equipment

Property, plant and equipment of the Group were not revalued during the current quarter under review. As at 30 September 2021, all the property, plant and equipment were stated at cost less accumulated depreciation.

9. Movement of Debt And Equity Securities

There were no issuance, cancellation, resale and repayment of debt and equity securities during the current quarter under review, except for the following:

(a) Bonus Issue of Shares

On 5 Jul 2021, Kelington announced that the Bonus issue of 322,623,476 Bonus Shares (including 1,119,900 Bonus Shares, which will be in the form of treasury shares) had been completed, following the listing on the Main Market of Bursa Malaysia Securities Berhad on the same day.

(b) Bonus Issue of Warrants

On 3 Aug 2021, Kelington announced that the issuance of 214,333,821 Free Warrants had been completed and quoted on the Main Market of Bursa Malaysia Securities Berhad on the same day.

10. Changes in Composition of the Group

There were no change in the composition of the Group during the current quarter under review.

11. Discontinued Operation

There were no discontinued operations within the activities of the Group for the quarter under review.

12. Capital Commitments

There were no capital commitments for the purchase of any property, plant and equipment or any other expenses that were not accounted for in the financial statements of the current quarter under review.

13. Changes in Contingent Liabilities and Contingent Assets

Saved as disclosed in the following, there is no other contingent liabilities and contingent assets as at quarter end 30 September 2021:

	As at 30.9.2021 Unaudited RM'000	As at 30.9.2020 Unaudited RM'000
Contingent liabilities		
Bank guarantee and insurance bond given to third party as performance bond or warranty bond	39,078	28,302

14. Material Subsequent Events

Saved as disclosed as below, there has been no material subsequent events after the quarter ended 30 September 2021:

On 24 August 2021, the Board of Directors of KGB proposed the payment of first interim tax-exempt dividend of 0.5 sen per ordinary share in respect of the FYE 31 December 2021 amounting to RM3,215,036. This was paid on 1 October 2021.

B. Additional information required by the Bursa Malaysia's Listing Requirements

1 Review Of Performance

	Current Year Quarter 30.9.2021 RM'000	Preceding Year Corresponding Quarter 30.9.2020 RM'000	Changes		Current Year-to-date 30.9.2021 RM'000	Preceding Year Corresponding Period 30.9.2020 RM'000	Changes	
			Amount RM'000	%			Amount RM'000	%
Revenue	106,369	98,258	8,111	8%	337,578	260,322	77,256	30%
Operating profit	9,479	7,862	1,617	21%	27,425	15,217	12,208	80%
Profit before tax	8,770	7,163	1,607	22%	25,234	13,263	11,971	90%
Profit after tax	8,147	4,976	3,171	64%	21,380	9,639	11,741	122%
Profit attributable to shareholders of the company	7,960	4,905	3,055	62%	20,856	9,583	11,273	118%

(a) Current Quarter vs. Previous Year Corresponding Quarter

	Revenue 3Q2021 30.9.2021 RM'000	% of total	Revenue 3Q2020 30.9.2020 RM'000	% of total	Changes %
Manufacturing & trading segment:	7,528	7%	7,240	8%	4%
- Industrial gases					
- Equipments and materials	1,112	1%	221	0%	403%
Construction segment:	70,624	67%	70,105	71%	1%
- Ultra High Purity ("UHP")					
- Process Engineering	17,053	16%	9,339	10%	83%
- General Contracting	9,767	9%	11,112	11%	-12%
Total	106,369		98,258		8%

Kelington's revenue in 3Q2021 rose 8% year-on-year (YoY) to RM106.4 million from RM98.3 million, on the back of higher projects completion in Malaysia and Singapore.

Revenue from Singapore, contributing 34% of total revenue, increased by 52% to RM36.5 million as compared to RM24.1 million in 3Q2020. Malaysia's revenue increased to RM36.2 million, representing 34% of total revenue, from RM31.5 million in 3Q2020, driven by higher revenue recognition from Process Engineering projects. Both operations recorded a rebound compared to same period last year.

During the quarter, revenue from China decreased by 16% to RM29.3 million from RM35.0 million in 3Q2020 mainly due to lower recognition from current project mix. Apart from this, the absence of revenue contribution from Vietnam is due to the completion of the job in 3Q2020.

In terms of business segment, the UHP division remained the primary revenue contributor to the Group at RM70.6 million or 67% of total revenue, mainly derived from projects in China, Singapore and Malaysia.

Process Engineering segment contributed RM17.1 million, up 83% YoY from RM9.3 million in 3Q2020 due to higher contribution from process engineering projects in Malaysia.

The Industrial Gases segment continued an upward performance in 3Q2021 with higher production output. Revenue grew to RM7.5 million in 3Q2021, an increase of 4% YoY from RM7.2 million in 3Q2020.

In line with higher revenue performance, gross profit grew 16% YoY to RM20.4 million which resulted in a gross profit margin of 19.2%.

On a YoY comparison, profit before tax ("PBT") rose by 22% to RM8.8 million in 3Q2021 while Profit after tax ("PAT") increased by 64% to RM8.1 million versus RM5.0 million in 3Q2020. The Group recorded lower taxation of RM0.6 million in 3Q2021 as compared to RM2.2 million in 3Q2020 as certain profits were not subject to income tax due to the knock off of unutilised tax losses brought forward from prior years. Apart from this, there were some tax exemptions in China due to expenditure on research and developments.

(b) Current Year-to date vs. Previous Year-to date

	Revenue 9M2021 RM'000	% of total	Revenue 9M2020 RM'000	% of total	Changes
Manufacturing & trading segment:	23,946	7%	15,288	6%	57%
- Industrial gases					
- Equipments and materials	3,480	1%	307	0%	1034%
Construction segment:	231,716	69%	196,326	75%	18%
- Ultra High Purity ("UHP")					
- Process Engineering	39,229	12%	26,601	10%	47%
- General Contracting	38,339	11%	21,220	9%	81%
Total	337,578		260,322		30%

1 Review Of Performance (Cont'd)

(b) Current Year-to date vs. Previous Year-to date (Cont'd)

The Group's revenue performance rebounded by 30% to RM337.6 million compared to RM260.3 million for the last year corresponding period ("9M2020"). This is mainly driven by higher contribution across the UHP, Process Engineering, General Contracting and Industrial Gases business. Financial performance in 9M2020 was affected by the COVID-19 lockdowns implemented in our respective operating markets.

Revenue from UHP division grew 18% to RM231.7 million in 9M2021 against RM196.3 million in 9M2020 due to higher projects recognition in Singapore, China and Malaysia.

Revenue from Process Engineering division increased by 47% to RM39.2 million in 9M2021 compared to RM26.6 million in 9M2020 mainly due to the project contribution in Malaysia.

The better performance in General Contracting division was mainly attributed to a large project completion in Malaysia, which boosted the revenue by 81% YoY to RM38.3 million from RM21.2 million in 9M2020.

Revenue from the Industrial Gases division grew 57% to RM23.9 million in 9M2021 as compared to RM15.3 million in the same period last year mainly driven by higher sales of liquid carbon dioxide.

Revenue from equipments and materials division improved to RM3.5 million in 9M2021 due to higher contribution from the manufacturing and trading of equipment and materials for UHP fabrication.

In terms of geographical breakdown in 9M2021, revenue contribution was led by Malaysia at 35% or RM117.7 million, followed by Singapore at 33%, China (28%) and Taiwan (3%).

In line with the topline growth, gross profit registered an increase of 60% to RM54.6 million in 9M2021, resulting in a gross profit margin of 16.2% as compared to 13.1% a year ago. PBT increased by 90% YoY to RM25.2 million as compared to RM13.3 million in 9M2020. PAT stood at RM21.4 million in 9M2021, a strong recovery from RM9.6 million in 9M2020 where the Group was faced with operational disruptions caused by COVID-19 lockdown.

(c) Variation of Results Against Preceding Quarter

	Current Quarter 3Q2021 30.9.2021 RM'000	Immediate Preceding Quarter 2Q2021 30.6.2021 RM'000	Changes	
			Amount RM'000	%
Revenue	106,369	126,389	(20,020)	-16%
Operating profit	9,479	10,454	(975)	-9%
Profit before tax	8,770	9,726	(956)	-10%
Profit after tax	8,147	7,524	623	8%
Profit attributable to shareholders of the company	7,960	7,352	608	8%

The Group's revenue dropped to RM106.4 million in 3Q2021 against RM126.4 million in 2Q2021, mainly due to lesser contribution of projects in China.

Meanwhile, PBT decreased by RM1.0 million from RM9.7 million in 2Q2021. Notwithstanding the lower PBT, PAT increased by 8% to RM8.1 million from RM7.5 million. This is mainly due to the tax exemptions in China arisen from expenditure on research and developments

(d) Statement of Financial Position

Financial Indicators	As at 30.9.2021 Unaudited RM'000	As at 31.12.2020 Audited RM'000
Total assets	354,785	350,343
Total equity	187,176	168,329
Debt	49,069	58,514
Fixed deposits, cash & bank balances	99,171	131,979
Net cash	50,102	73,465
Debt-to-Equity (Gearing)	0.26	0.35

As at 30 September 2021, the Group's shareholder equity (excluding non-controlling interests) increased to RM186.3 million from RM168.0 million as at 31 December 2020, on the back of consecutive quarterly profit. During the period, the Group had paid RM3.2 million dividends to the shareholders.

The Group's total debt remain healthy at RM49.1 million against RM58.5 million as at 31 December 2020.

During the period, cash and cash equivalents was lower due to the repayment of borrowing and capital expenditure. Overall, the Group's financial position remains healthy in a net cash position of RM50.1 million with total gross cash in hand of RM99.2 million exceeding the total debt of RM49.1 million as at 30 September 2021. Net cash per share stood at 8 sen.

2 Commentary Of Prospects

The global semiconductor shortage has accelerated the development of new semiconductor wafer fabs, which bodes well for us as one of the leading UHP solutions providers. While our Malaysian operations were disrupted due to the implementation of Full Movement Control Order (FMCO) from 1 June to mid-August, it has since resumed to full capacity from September onwards. Other operating markets such as China and Singapore remain resilient and are well on track for growth due to robust orderbook in hand.

Project flow remains buoyant as the Group secured an additional RM891 million worth of projects so far in 2021. Majority of the new orders clinched were from China, Malaysia and Singapore. Inclusive of the carried forward projects from FY2020, Kelington's total orderbook grew to RM1.2 billion, of which RM932 million remains outstanding.

On our Industrial Gases division, the production of liquid carbon dioxide (LCO2) is on the rise with more demand coming from the domestic and overseas markets such as Singapore.

Barring any unforeseen circumstances and further lockdowns, we are confident to record a strong financial performance in FY2021, underpinned by our healthy replenishment of orders as well as favourable industry backdrop arising from the advent of 5G network and strong expansion by semiconductor players.

3 Profit Forecast and Profit Guarantee

The Company did not announce any profit forecast or profit estimate for the FYE 31 December 2021 in any public document and hence this information is not applicable.

4 Profit for the Period

	Quarter ended		Year-to-date ended	
	30.9.2021 RM'000	30.9.2020 RM'000	30.9.2021 RM'000	30.9.2020 RM'000
Profit for the period is arrived at after crediting/ (charging):				
Interest income	55	(27)	314	338
Interest expense	(755)	(642)	(2,191)	(1,815)
Impairment loss on trade receivables:				
- specified	(25)	(2,400)	(45)	(2,400)
- in accordance to MFRS 9	(200)	-	(200)	-
Impairment loss on contract assets:				
- in accordance to MFRS 9	(200)	-	(200)	-
Depreciation and amortisation	(1,158)	(1,172)	(3,537)	(3,357)
Depreciation of right-of-use assets	(220)	(157)	(618)	(480)
Equipment written off	-	(5)	-	(17)
Unrealised Foreign exchange gain/(loss)	499	(840)	1,636	1,140
Realised Foreign exchange gain/(loss)	(133)	(23)	(202)	(113)
Loss on disposal of equipment	-	26	(193)	25
Reversal of impairment loss on trade receivables:				
- specified	-	-	-	249
Reversal of impairment loss on contract assets	-	277	-	277
Reversal of provision of warranty costs	63	-	63	-

Note:

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Bursa Listing Requirements are not applicable.

5 Taxation

	Current quarter ended 30.9.2021 RM'000	Cumulative Year to date ended 30.9.2021 RM'000
Current tax:		
- for the financial period	623	3,854

The effective tax rate of the Group for the current financial period under review is lower than the statutory tax rate as certain subsidiaries are not subject to income tax mainly due to unutilised tax losses brought forward from prior years. Apart from this, there are some tax exemptions in China due to expenditure on research and developments.

6 Corporate Proposal

There were no outstanding corporate proposals announced but not completed as at the current quarter under review.

7 Derivative Financial Instruments

There were no outstanding derivatives entered into by the Group as at the end of the quarter under review.

8 Lease Liability and Group Borrowings

(a) Lease liability

The lease liability as at 30 September 2021 versus 30 September 2020 were as follows:

	30.9.2021 RM'000	30.9.2020 RM'000
Non-current	2,521	2,044
Current	1,060	779
Total	3,581	2,823

The lease liability mainly comprises the hire purchase agreements of motor vehicles and prime mover under finance leases.

(b) Group Borrowings

The borrowings as at 30 September 2021 versus 30 September 2020 were as follows.

	As At 30 September 2021					
	Current Liabilities		Non-current Liabilities		Total Borrowings	
	Currency ('000)	RM'000	Currency ('000)	RM'000	Currency ('000)	RM'000
Secured						
Term Loan	NTD16,000, RM1,538	3,946	RM27,124	27,124	NTD 16,000, RM28,662	31,070
Bank overdraft	RM506	506	-	-	RM506	506
Revolving loan	SGD600, RM1,500	3,346	-	-	SGD600, RM1,500	3,346
Post buyer Loan/Invoice financing	RMB13,855, RM1,589	10,566	-	-	RMB13,855, RM1,589	10,566
Unsecured						
Nil	-	-	-	-	-	-
		18,364		27,124		45,488
Weighted average interest rate of borrowings						4.47%
Proportion of borrowings between fixed interest rate and floating interest rate						3%:97%

The decrease in borrowing during the period ended 30 September 2021 is mainly due to repayment of invoice financing loan for projects.

(b) Group Borrowings (Cont'd)

	As At 30 September 2020					
	Current Liabilities		Non-current Liabilities		Total Borrowings	
	Currency ('000)	RM'000	Currency ('000)	RM'000	Currency ('000)	RM'000
Secured						
Term Loan	NTD28,588, RM1,537	5,639	NTD1,250, RM29,876	30,055	NTD29,838, RM31,413	35,694
Import Loan/Invoice financing	RMB15,413, RM429	9,829	-	-	RMB15,413, RM429	9,829
Overdraft	RM199	199	-	-	RM199	199
Bankers' acceptance	RM1,524	1,524	-	-	RM1,524	1,524
Unsecured						
Nil	-	-	-	-	-	-
		17,191		30,055		47,246
Weighted average interest rate of borrowings						4.55%
Proportion of borrowings between fixed interest rate and floating interest rate						8%:92%

The increase in borrowing during the period ended 30 September 2020 is mainly due to the drawdown of borrowings for the capital expenditure and working capital for the industrial gas business division.

9 Material Litigation

Save as disclosed below, as at the date of this quarterly report, neither KGB nor any of its subsidiaries is engaged in any material litigation, claims or arbitration, either as plaintiff or defendant, and the Board has no knowledge of any proceedings pending or threatened against the Company and/or its subsidiaries or of any fact likely to give rise to any proceedings, which may materially or adversely affect the financial position or business of the Group:-

(1) Updates on legal proceeding against Hui Neng Mechanical & Electrical Engineering Co. ("Hui Neng")(27518963)

On 29 June 2016, the Judge has decided in favour of Kelington Taiwan and allowed Kelington Taiwan's claim of NTD34,234,442 (equivalent to RM4,279,305) being the net amount after deducting Hui Neng's progress claim of NTD1,765,558, plus all interest thereon since 13 March 2015 until full and final settlement and that all litigation cost shall be borne by Hui Neng.

On 25 July 2016, Hui Neng has submitted an appeal to the Court.

On 14 October 2016, Hui Neng has submitted a written plea to the High Court, Taiwan. On 9 December 2016, Kelington Taiwan answered to the plea submitted by Hui Neng to the High Court.

On 19 January 2017, High court decided to call the witnesses to Court to give evidence on the next hearing. On 24 February 2017, 7 April 2017, 18 May 2017, 6 July 2017, 25 August 2017, 28 September 2017, 16 November 2017, 21 December 2017, 2 February 2018, 15 March 2018, 22 June 2018, 5 July 2018, 1 August and 29 August, High court had heard the evidences given by the witnesses and fixed the final hearing on 12 September 2018.

On 12 September 2018, High Court Taiwan has delivered its court decision and ordered that Hui Neng shall pay Kelington Taiwan the sum of NTD 29,328,814 (equivalent to RM3,946,129) plus interest of 5% per annum thereon since 10 October 2015.

On 11 January 2021, Kelington Taiwan received a judgement from the Supreme Court of Taiwan which in response to Hui Neng's petition made on 23 October 2018 that the original court judgment made on 12 September 2018 was set aside except for the provisional execution, and the case shall re-submit to the Taiwan High Court in Kaohsiung.

The Company will announce further developments on the above matter in due course.

(2) Adjudication proceeding between Mutiara (FE) Pte Ltd against Kelington Engineering (S) Pte Ltd ("KESG"), a wholly owned subsidiary of Kelington

On 2 March 2020, KESG has lodged with Singapore Mediation Centre a response under section 15(1) of the Building and Construction Industry Security of Payment Act ("SOP Act"), to each of the adjudication applications lodged by Mutiara (FE) Pte Ltd ("Mutiara"), a subcontractor engaged by KESG under two separate sub-contracts for a project in Singapore, for a total adjudication claims amounted to SGD4,140,325.

KESG had received the following adjudication determination in for both adjudication application no. SOP/AA51 and SOP/AA52 from the Singapore Mediation Centre:-

1 SOP/AA51

i On 31 March 2020, the adjudicator determined that KESG shall pay Mutiara the sum of SGD1,051,245 (inclusive of GST) within 7 days after the service of the adjudication determination and shall bear 70% of adjudication expenses at SGD27,279

ii On 1 April 2020, KESG had make payment of SGD 1,051,245 to Mutiara

iii On 3 April 2020, KESG has filed an Adjudication Review Application ("ARA") in support of KESG application for an adjudication review of an adjudication determination.

KESG submitted that the Adjudicator had erred in law and on the facts in that he had failed to discharge his independent duty to adjudicate the claim and had:

- over-valued the Mutiara's claim for original sub-contract works by SGD86,570;
- over-valued the Mutiara's claim for variations by SGD371,231; and
- erroneously allowed the Claimant to amend its adjudication application.

2 SOP/AA52

i On 3 April 2020, the adjudicator determined that KESG shall pay Mutiara the sum of SGD1,745,080 (inclusive of GST) within 7 days after the service of the adjudication determination and shall bear 60% of the adjudication expenses at SGD13,617.

ii KESG's solicitor is of the opinion that KESG shall file an ARA as well as seek a consolidation of the claims.

KESG had on 8 May 2020 received the Adjudication Review Determination for Adjudication Review Application SOP/ARA02 in relation to Adjudication Application SOP/AA51, from the Singapore Mediation Centre ("SMC"). Pursuant to Section 19(4)(a) of the Building and Construction Industry Security of Payment Act, the Adjudicator substitutes the adjudicate amount determined in SOP/AA51 with the review adjudicated amount of SGD 969,367.84.

On 13 April 2020, SMC had via it's Addendum to the Adjudication Determination revised the adjudicated amount from SGD1,745,079.51 to SGD1,739,893.22.

Subsequently, KES had on 4 May 2020 filed a Summons to the High Court of the Republic of Singapore and made an application for set aside the Adjudication Determination dated 3 April 2020 and the Addendum to the Adjudication Determination (Collectively, "the AD") in relation to Adjudication Application SOP/AA 52 or the execution or enforcement of the AD be stayed, pending the disposal of the action in an arbitration commenced by the KES against Mutiara which is currently ongoing.

On 22 July 2020, KES had lodged an amount of SGD 1,739,893.22 in the high court of the Republic of Singapore, being the funds and securities for unpaid portion of adjudicated amount that KES is required to pay in consequence of the AD in relation to the SOP/AA52.

9 Material Litigation (cont'd)

(2) Adjudication proceeding between Mutiara (FE) Pte Ltd against Kelington Engineering (S) Pte Ltd ("KESG"), a wholly owned subsidiary of Kelington (Cont'd)

In the matter of Adjudication Application No. SOP/AA 52/2020 between Mutiara as the Claimant and KESG as the Respondent, KESG had on 19 January 2021 submitted its written submissions pursuant to the directions of the learned Adjudicator given on 14 January 2021.

The Honourable Court had on 5 January 2021 rendered its judgement and ordered that the Remitted Questions to be remitted to the Adjudicator. The Court's Decision on KES' prayers as stated in the announcement made on 28 August 2020 are held over pending the Adjudicator Determination of the Remitted Questions. By way of summary, KES submits that the Claimant's Adjudication's Application ("AA") was lodged prematurely and that the AA is therefore invalid, with the costs to be borne by the Claimant. For avoidance of doubt, the written submissions herein relate only to Package 2 Subcontract.

On 28 January 2021, KESG had received the Adjudicator Determination dated 27 January 2021 for the Remission Application. Based on the timelines in the Building and Construction Industry Security of Payment Act, the Adjudicator determined that the Claimant's adjudication application SOP/AA 52/2020 was not lodged prematurely and the Respondent shall bear 100% of the costs of the Remission Application amounting to SGD 4,840.68.

On 5 March 2021, Mutiara filed a further affidavit, presenting evidence of their ongoing business / projects, its latest available financial information, the Guaranteed Sum of S\$679,070.00 has been paid out to Kelington Engineering (S) Pte Ltd ("KES"), and there is no other ongoing litigation/arbitration involving Mutiara, apart from the ongoing arbitration.

On 12 March 2021, KES has filed an affidavit in response to the Affidavit filed on behalf of Mutiara, and humbly requested for an order to stay the enforcement of the Adjudicator's determination pending the disposal of the ongoing arbitration proceedings between KES and Mutiara.

The Company will make the necessary announcements on material development in respect of this matter from time to time.

(3) Arbitration Proceeding commenced by Kelington Engineering (S) Pte Ltd ("KESG"), a wholly-owned subsidiary of Kelington, against Mutiara (FE) Pte Ltd

On 16 March 2020, KESG served a Notice of Arbitration dated 18 March 2020 as the Claimant on Mutiara to refer KESG's claims on back charges and liquidated damages in respect of Mutiara's failure, refused and/or neglected to complete the works timely and with due diligence and/or to carry out its contractual obligations under the sub contracts.

The Arbitration proceedings commenced under the Notice of Arbitration filed pursuant to the Arbitration Rules of the Singapore International Arbitration Centre.

The arbitration proceeding is commenced against Mutiara to seek, among others, the following relief:

- 1 Value of work done (including variations) by Mutiara to be assessed;
- 2 A declaration that Mutiara has breached its obligations under the sub-contracts;
- 3 An award for the sum of SGD6,375,475 being the payment that is due and payable by Mutiara to KESG as back charges and liquidated damages and scope deductions incurred to rectify the defects and/or non-compliant works, pursuant to the terms and conditions of the various purchase orders;
- 4 Losses and damages incurred by KESG arising out of Mutiara's breached of sub contracts and/or disputes in relation to the valuation of work done (including variations) by KESG and/or such other losses to be assessed; and
- 5 Interest, costs, and other relief that the arbitrator shall deemed fit.

On 16 September 2020, KESG filed a Statement of Claim under the Arbitration Rules of the Singapore International Arbitration Centre and sets out its claims against Mutiara (FE) Pte Ltd ("the Respondent") as follows:

- 1 Back charges and/or claims in the sum of SGD5,033,066.99 and/or any amounts to be assessed by the Tribunal;
- 2 Liquidated damages in the sum of S\$738,535.88 in respect of the Package 1 Subcontract and liquidated damages in the sum of S\$780,384.80 in respect of the Package 2 Subcontract and/or any amounts to be assessed by the Tribunal;
- 3 Further and/or in the alternative, general damages to be assessed;
- 4 A credit of the sum of S\$373,732.85 that was overpaid in respect of the Package 1 Subcontract and a credit of the sum of S\$693,266.00 that will be overpaid in respect of the Package 2 Subcontract and/or any amounts to be assessed by the Tribunal;
- 5 Costs on an indemnity basis;
- 6 Interest; and
- 7 Such further and other relief as may be deemed appropriate by the Tribunal.

On 3 February 2021, KESG as Claimant had filed a Statement of Reply and Defence to Counterclaim under the Arbitration Rules of the Singapore International Arbitration Centre. The following claims against KES as stated in the Respondent's Statement of Defence and Counterclaim dated 25 November 2020 was denied:

- 1 The sum of S\$5,845,018.31 (excluding GST) being the balance value of work (including variations) done under the terms of the Subcontracts or under general law or on a quantum meruit to be assessed and determined by the Tribunal;
- 2 Loss and expense to be assessed arising from the prolongation of the Subcontracts;
- 3 Costs and expenses of S\$195,725.05 (excluding GST) incurred by the Respondent in SOP process;
- 4 The Guaranteed Sum paid under the Performance Bond (S\$679,070);
- 5 The additional costs and expenses incurred by the Respondent to procure workers without man-year entitlement under the terms of the Subcontracts or under general law or on a quantum meruit to be assessed and determined by the Tribunal;
- 6 Financing and/or interest charges as special damages;
- 7 GST on all amounts to be found due to the Respondent;
- 8 Costs on an indemnity basis;
- 9 Interest; and
- 10 Such further or other relief as this Tribunal may deem fit or appropriate.

9 Material Litigation (Cont'd)

(3) Arbitration Proceeding commenced by Kelington Engineering (S) Pte Ltd ("KESG"), a wholly-owned subsidiary of Kelington, against Mutiara (FE) Pte Ltd (cont'd)

In addition, KES as Claimant has provided particulars of the Respondent's failure, refusal and/or negligence to carry out and/or complete the works satisfactorily, on a timely basis and/or with due diligence, as well as the Claimant's responses to the Respondent's allegations in respect of the Claimant's alleged delay and/or acts of prevention and/or omissions. Accordingly, the Claimant avers that the Respondent has no basis to claim for the claims set out above.

On 18 June 2021, KES had replied to the Respondent's request dated 3 May 2021 for further and better particulars ("F&BP") of KES's Statement of Reply and Defence to Counterclaim dated 3 February 2021. The Respondent has provided KES with F&BP in respect of their Defence and Counterclaim on 13 April 2021 and filed and served its Statement of Reply on 23 April 2021.

The Company will make the necessary announcements on material development in respect of this matter from time to time.

(4) Adjudication proceeding between Kelington Technologies Sdn. Bhd., a wholly owned subsidiary of KGB, against JCT Industries Group Sdn. Bhd.

On 14 August 2020, Kelington Technologies Sdn. Bhd. (Company No.: 562280-U) ("KTSB"), a wholly-owned subsidiary of KGB served a Notice of Adjudication to JCT Industries Group Sdn. Bhd. (Company No. 1215578-P) ("JCT") in accordance with Section 7 and 8 of Construction Industry Payment & Adjudication Act 2012 ("CIPAA") to seek following reliefs or remedies from JCT:-

- i Payment Certificates issued and unpaid - RM7,134,518.81;
- ii Variation works not certified and unpaid - RM244,800.00;
- iii Interest due to late payment – RM417,624.67;
- iv Interest on the unpaid amounts from 15 February 2020 to the date full payment is received at the rate of 7.40% per annum; and
- v Interest on the unpaid amounts from 15 February 2020 to the date full payment is received at the rate of 7.40% per annum; and
- vi All costs incurred by KTSB in referring the dispute to adjudication, including but not limited to our claim consultant's cost, the registration and administrative fee of Asian International Arbitration Centre, and the adjudicator's fee.

KTSB was appointed by JCT as the Contractor pursuant to a letter of award dated 25 April 2018 ("Contract") to construct the main factory, warehouses, TNB Sub Station and infrastructural work in Kuala Muda, Kedah Darul Aman ("Works"). The Works were completed on 30 August 2019.

As JCT had failed to make payment to KTSB, KTSB had on 18 February 2020 served a Payment Claim to JCT in accordance with Section 5 of CIPAA for the sum of RM8,226,943.48 together with interest on the sum from 14 February 2020 to the date full payment is received at the interest rate of 7.4% per annum.

On 5 August 2020 and after the service of Payment Response, JCT made a further payment of RM430,000.00. Therefore, the total unpaid amount for the payment certificates issued is now reduced to RM7,134,518.81.

On 8 June 2021, KTSB had received the adjudication determination under the Construction Industry Payment & Adjudication Act 2012 ("CIPAA").

The adjudicator determined that:-

- i JCT as the Respondent shall pay to KTSB the sum of RM1,292,484.84;
- ii The Respondent shall pay to the Claimant interest at the prevailing Maybank Base Lending Rate plus one percent (1%) per annum calculated upon the sum of:
 - (a) RM407,788.33 from 17th April 2019 to 14th February 2020;
 - (b) RM1,031,826.28 from 13th May 2019 to 14th February 2020;
 - (c) RM1,743,379.36 from 12th June 2019 to 14th February 2020;
 - (d) RM1,490,397.45 from 19th July 2019 to 14th February 2020;
 - (e) RM713,958.59 from 15th August 2019 to 14th February 2020;
 - (f) RM784,004.25 from 16th October 2019 to 14th February 2020;
 - (g) RM1,001,114.41 from 25th December 2019 to 14th February 2020; and
 - (h) RM392,050.14 from 5th February 2020 to 14th February 2020.
- iii The Respondent shall pay to KTSB interest at the prevailing Maybank Base Lending Rate plus one percent (1%) per annum calculated upon the sum of:
 - (a) RM7,564,518.81 from 21st February 2020 to 5th March 2020;
 - (b) RM1,292,484.84 from 6th March 2020 to the date of this Adjudication Decision; and
 - (c) RM1,292,484.84 from the date of this Adjudication Decision to the date of full payment.
- iv Each Party is to bear its own legal costs;
- v The Claimant and the Respondent shall bear the adjudicator's fees and minimum expenses in the total sum of RM50,500.00 and the AIAC's administrative fee (including SST) in the sum of RM10,600.00 in equal shares.

The Company will make the necessary announcement on further development of this matter in due course.

9 Material Litigation (Cont'd)

(5) Commencement of arbitration proceeding by JCT Industries Group Sdn. Bhd against Kelington Technologies Sdn. Bhd ("KTSB"), a wholly owned subsidiary of Kelington

On 30 November 2020, KTSB received a Notice of Arbitration dated 27 November 2020 served on behalf of JCT. The Arbitration proceedings commenced under the Notice of Arbitration filed pursuant to the Arbitration Act 2005 and the PAM Arbitration Rules. The Claimant had alleged that KTSB had failed to complete the Works within the stipulated completion timeframe as stipulated in the Contract and failed, refused and/or neglected to make good of its defects despite demand from the Claimant. The Claimant will be seeking against KTSB in the arbitration for the following reliefs:

- 1 Liquidated damages to be ascertained by the tribunal;
- 2 Damages for defects to be ascertained by the tribunal;
- 3 Such other claims as may be raised in due course in the Statement of Claim;
- 4 Interest;
- 5 Costs; and
- 6 Such further and/or other reliefs.

The Company will make the necessary announcement on further development of this matter in due course.

10 Dividends Payable

On 24 August 2021, the Board of Directors of KGB proposed the payment of first interim tax-exempt dividend of 0.5 sen per ordinary share in respect of the FYE 31 December 2021 amounting to RM3,215,036. This was paid on 1 October 2021.

11 Earnings Per Share

The earnings per share for the quarter and cumulative year to date are computed as follow:

	Current Quarter Ended		Cumulative Year To Date Ended	
	30.9.2021	30.9.2020	30.9.2021	30.9.2020
Profit After Taxation attributable to owners of the company (RM'000)	7,960	4,905	20,856	9,583
Weighted average number of ordinary shares in issue ('000)	637,113	321,385	482,373	315,390
Basic Earnings Per Share (Sen)	1.25	1.53	4.32	3.04
Diluted Earnings Per Share (Sen)	NA	NA	NA	NA

Note :

The unexercised convertible warrants were anti-dilutive in nature. This is due to the average market share price of the Company being below the exercise price of the warrants.

12 Trade Receivables

At each reporting date, the Group assess whether any of the trade receivables are credit impaired. The Group consider trade receivables having financial difficulty are deemed credit impaired and assesses for their risk of loss individually. The ageing analysis of the Group's gross trade receivables is as follows:

	Gross Amount RM'000	Collective Impairment RM'000	Carrying Value RM'000
30.9.2021			
Not past due	42,881	(86)	42,795
Past due:			
- less than 3 months	24,042	(385)	23,657
- 3 to 6 months	4,624	(254)	4,370
- over 6 months to 1 year	4,946	(203)	4,743
- over 1 year	2,572	(498)	2,074
Credit impaired	9,711	(9,711)	-
	88,776	(11,137)	77,639

Some of the trade receivables that are past due were not impaired based on the historical collection trends.

	Gross Amount RM'000	Collective Impairment RM'000	Carrying Value RM'000
30.9.2020			
Not past due	48,013	(839)	47,174
Past due:			
- less than 3 months	7,044	(385)	6,659
- 3 to 6 months	1,053	(104)	949
- over 6 months to 1 year	2,869	(64)	2,805
- over 1 year	1,652	(152)	1,500
Credit impaired	7,391	(7,391)	-
	68,022	(8,935)	59,087

13 Disclosure Of Realised And Unrealised Profits/ (Losses)

	Cumulative Year to date ended 30.9.2021 RM'000	Cumulative Year to date ended 30.9.2020 RM'000
Total retained profits of KGB:		
- Realised	97,724	74,894
- Unrealised	1,742	1,048
Total group retained profits as per consolidated accounts	99,466	75,942