

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MAY 2019**

	Unaudited 2019 Current Quarter Ended 31-May RM'000	Audited 2018 Comparative Quarter Ended 31-May RM'000	Unaudited 2019 Cumulative Year To Date 31-May RM'000	Audited 2018 Cumulative Year To Date 31-May RM'000
Revenue	2,917	16,858	28,878	48,263
Cost of sales	(4,174)	(9,150)	(13,831)	(25,080)
Gross profit	(1,257)	7,708	15,046	23,183
Other income	245	312	885	521
Selling and distribution	(19)	(10)	(79)	(48)
Administrative and general expenses	(1,412)	(2,321)	(3,739)	(4,727)
Profit / (Loss) Before Interest, Taxes, Depreciation and Amortisation	(2,443)	5,689	12,113	18,929
Amortisation of Intangible Assets	(932)	(157)	(3,712)	(2,152)
Depreciation	(71)	(1,523)	(285)	(283)
Profit / (Loss) from operations	(3,447)	4,009	8,117	16,494
Finance Cost	(17)	(14)	(64)	(51)
Profit / (Loss) before tax	(3,464)	3,995	8,053	16,444
Profit / (Loss) before tax is stated after charging/(crediting):-				
Interest income	(4)	(22)	(77)	(33)
Depreciation and amortisation	1,003	1,680	3,997	(2,435)
Foreign exchange (gain) / loss	(208)	(290)	(49)	(466)
Income tax expense	832	44	(1,213)	(1,599)
Profit / (Loss) for the period	(2,632)	4,039	6,840	14,845
Foreign currency translation	-	-	-	-
Total comprehensive profit / (loss)	(2,632)	4,039	6,840	14,845
Attributable to :-				
Owners of the Company	(2,632)	4,039	6,840	14,845
Non-Controlling Interests	-	-	-	-
	(2,632)	4,039	6,840	14,845
Total comprehensive profit / (loss) attributable to:-				
Owners of the Company	(2,632)	4,039	6,840	14,845
Non-Controlling Interests	-	-	-	-
	(2,632)	4,039	6,840	14,845
Earnings / (Loss) per share - Basic (sen)	(0.57)	1.10	1.47	4.02
- Diluted (sen)	(0.57)	1.10	1.47	4.02

Note:

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the period ended 31 May 2018 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2019

	Unaudited As At 31 May 2019 RM'000	Audited As At 31 May 2018 RM'000
<u>ASSETS</u>		
Non-Current Assets		
Property, Plant and Equipment	833	1,087
Intangible Assets	31,707	29,365
Total Non-Current Assets	<u>32,540</u>	<u>30,452</u>
Current Assets		
Inventories	0	26
Deferred tax assets	0	0
Trade Receivables	19,395	4,974
Other Receivables	1,590	320
Deposits, cash and bank balances	2,920	6,205
Total Current Assets	<u>23,905</u>	<u>11,525</u>
Total Assets	<u>56,445</u>	<u>41,977</u>
<u>EQUITY AND LIABILITIES</u>		
Capital and Reserves		
Share capital	21,762	21,762
Accumulated profit / (loss)	17,105	10,265
Total Equity	<u>38,866</u>	<u>32,027</u>
Non-Current Liabilities		
Trade and other payables	11,029	494
Deferred tax liabilities	2,080	1,482
Total Non-Current Liabilities	<u>13,109</u>	<u>1,976</u>
Current Liabilities		
Trade and other payables	4,203	7,854
Income tax liabilities	266	120
Total Current Liabilities	<u>4,469</u>	<u>7,974</u>
Total Liabilities	<u>17,579</u>	<u>9,950</u>
Total Equity and Liabilities	<u>56,445</u>	<u>41,977</u>
Net Assets Per Share Attributable to owners of the Company (Sen)	8.38	6.90

Note:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2018 and the accompanying explanatory notes attached to the interim financial statements.

UCREST BERHAD

(Company No.: 420056-K)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MAY 2019**

	Share Capital RM'000	Warrants Reserve RM'000	Accumulated profit / (loss) RM'000	Equity Attributable to the Owners of the Company RM'000	Total Equity RM'000
<u>Quarter ended 28 February 2019</u>					
Balance as at 1 June 2018 (Audited)	21,762		10,265	32,027	32,027
Foreign exchange difference					
Total Other comprehensive income for the period					
Profit for the period			6,840	6,840	6,840
Comprehensive profit for the period			6,840	6,840	6,840
Issuance of shares					
Balance as at 31 May 2019 (Unaudited)	21,762		17,105	38,866	38,866

Note:

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 May 2018 and the accompanying notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MAY 2019**

	Unaudited 12 Months to date ended 31/05/2019 RM'000	Unaudited 12 Months to date ended 31/05/2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	8,053	15,573
Adjustments for:		
Amortisation of intangible assets	3,712	631
Depreciation of property, plant and equipment	285	1,735
Cash discount allowed	-	-
Impairment loss on intangible assets	-	-
Impairment loss on trade receivables	-	-
Finance costs	64	51
Interest expense	-	-
Bad debts written off	-	-
Inventories written off	26	-
Deposit written off	-	-
Other income	-	-
Interest income	77	33
Reversal of impairment loss on trade receivables	-	-
Unrealised gain on foreign exchange translation	-	-
Operating profit / (loss) before changes in working capital	<u>12,217</u>	<u>18,022</u>
Changes in working capital:-		
Inventories	-	(2)
Trade and other receivables	(15,692)	(2,348)
Trade and other payables	6,884	5,849
Cash generated from / (used in) operations	<u>3,408</u>	<u>21,521</u>
Interest paid	-	-
Interest received	(77)	(33)
Finance costs	(64)	-
Tax paid	(469)	-
Net cash generated from / (used in) operating activities	<u>2,798</u>	<u>21,488</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment	(30)	(1,245)
Purchase of intangible assets	(6,053)	(21,413)
Proceeds from disposal of fixed assets	-	-
Net cash used in investing activities	<u>(6,083)</u>	<u>(22,658)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	5,780
Net cash generated from financing activities	<u>-</u>	<u>5,780</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,285)	4,610
CASH AND CASH EQUIVALENTS AT 01 JUNE	6,205	1,593
CASH AND CASH EQUIVALENTS AT 31 MAY	<u>2,920</u>	<u>6,203</u>

Cash and cash equivalents

Cash and cash equivalents included in the statements of cash flows comprise the following statements of financial position amounts:

Deposits	1,842	4,554
Cash and bank balances	1,078	1,651
	<u>2,920</u>	<u>6,205</u>

Note:

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 May 2018 and the accompanying notes attached to the interim financial statements.

SELECTED EXPLANATORY NOTES

1. Accounting Policies and Methods Of Computation

The current quarter financial report ended 31 May 2019 is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the ACE Market.

The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2018. The explanatory notes attached to the quarterly financial report provide an explanation on 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 May 2018.

The accounting policies and methods of computation adopted by the Group in the quarterly financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 May 2018.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 May 2018 was not qualified.

3. Segmental Reporting

Geographical information

	<u>Individual Quarter Ended</u>		<u>Individual YTD</u>	
	<u>31-May-19</u>	<u>31-May-18</u>	<u>31-May-19</u>	<u>31-May-18</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	65		1,606	302
Singapore		12,262	6,100	15,053
Russia	2,852	4,596	21,170	32,908
India			2	
Group revenue	<u>2,917</u>	<u>16,858</u>	<u>28,878</u>	<u>48,263</u>

4. Unusual Items

During the quarter under review, there were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group.

5. Changes In Estimates Of Amount Reported Previously Affecting Current Interim Period

There are no changes in estimates of amount reported that will have a material effect in the current interim period.

6. Seasonality or Cyclicity

The operations of the Group are not subject to any seasonality or cyclicity factors.

7. Dividends Paid Or Proposed

Dividends were neither paid nor proposed during the current interim period.

8. Valuation of Property, Plant and Equipment

The Group has not carried out any valuation on its property, plant & equipment.

9. Debts and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities.

10. Change In The Composition of The Group

There has been no change in the composition of the group for the quarter 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 quarter under review.

13. Changes In Contingent Liabilities & Assets

There are no material contingent liabilities as at the date of this report.

SELECTED EXPLANATORY NOTES**14. Subsequent Events**

There were no material events subsequent to the end of the reporting quarter that have not been reflected in the quarter under review.

Additional Information As Per ACE Market Listing Requirement**15. Review Of Performance**

During the current quarter under review, the Group recorded a net loss attributable to Owners of the Company of RM 2,632 million.

16. Material Change In the Profit / (Loss) Before Taxation Compared To The Results of :-

	<u>Immediate Preceding Quarter</u>		<u>Individual Quarter Ended</u>		<u>Individual YTD</u>	
	<u>31-May-19</u>	<u>28-Feb-19</u>	<u>31-May-19</u>	<u>31-May-18</u>	<u>31-May-19</u>	<u>31-May-18</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
P/(L)BITDA	(2,443)	4,082	(2,443)	5,689	12,113	18,929
Less : Amortisation of Intangible Assets	(932)	(932)	(932)	(157)	(3,712)	(2,152)
Less : Depreciation	(71)	(72)	(71)	(1,523)	(285)	(283)
Less : Finance cost	(17)	(17)	(17)	(14)	(64)	(51)
Profit / (Loss) before tax	<u>(3,464)</u>	<u>3,061</u>	<u>(3,464)</u>	<u>3,995</u>	<u>8,053</u>	<u>16,444</u>

The Group recorded loss before tax of RM 3,464 million. in the current quarter, and profit before tax RM 3,061 million in the immediate preceding quarter.

17. Commentary Of Prospects

The Company has recorded two consecutive years of profits. As part of the ecosystem that the Company is developing, imedic-pharma is launched specifically for the pharmaceutical companies and pharmacies to have access to the patients directly for the first time to better manage the patients in terms of patient adherence as efficacy. Side effects and allergies are tracked and sent to pharmaceutical companies. The Company has signed an agreement with one of the leading pharmaceutical companies in the world for services in Malaysia and expected to roll out in the region.

The Company has signed an agreement with Inova Inc. and has started the development and customization of imedic for the U.S. market. The marketing effort has yielded a few promising prospects and are expected to add to the future revenue.

18. Profit Forecast

There was no profit forecast issued by the Group.

19. Taxation

The tax expenses for the 12 months period ending 31 May 2019 consist of the following :-

	<u>RM'000</u>
<u>Current tax :</u>	
Current financial year	506
Under provision in prior financial years	108
	<u>614</u>
<u>Deferred tax</u>	
Origination of temporary differences	599
Tax expenses	<u><u>1,213</u></u>

20. Unquoted Investments / Properties

There were no purchase or sales of unquoted investments or properties during the current interim period under review.

21. Purchase or Disposal of Quoted Securities

There were no purchase or disposal of quoted securities during the current interim period under review.

22. Status of Corporate Proposal

The Company had on 28 December 2017 obtained the Bursa Securities' approval for a private placement exercise to issue up to 106,901,642 new ordinary share in the Company ("Private Placement"). As of to date, none of the shares has been placed out.

There were no other corporate proposal that is still pending, other than the above.

23. Group Borrowings and Debt Securities

There were no borrowings and debts securities for the financial quarter under review.

24. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

SELECTED EXPLANATORY NOTES**25. Material Litigation**

There were no Material Litigation for the financial quarter under review.

26. Realised and Unrealised Profits/Losses

On 25 March 2010, Bursa Securities issued a directive to all listed issuers pursuant to Rules 2.07 and 2.23 of Bursa Securities ACE Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits and losses.

On 20 December 2010, Bursa Securities further issued guidance on the disclose and the format period.

The breakdown of accumulated losses of the Group as at the reporting date, into realised and unrealised losses, pursuant to the directive, is as follows:

	Group	
	<u>Unaudited</u> 31/05/2019 RM'000	<u>Audited</u> 31/05/2018 RM'000
Total accumulated losses of UCrest Berhad and it's subsidiaries:		
- Realised	17,954	11,675
- Unrealised - in respect of other items of income and expense	(849)	(1,410)
	<u>17,105</u>	<u>10,265</u>
Add: Consolidation adjustments		
Total Group accumulated profit as per consolidated accounts	<u>17,105</u>	<u>10,265</u>

The determination of realised and unrealised losses is based on the Guidedance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

27. Dividends Payable

The Board of Directors does not recommend any interim dividends for the current quarter ended 31 May 2019.

28. Earnings / (Loss) Per Share**(a) Basic**

The basic earnings / (loss) per share for the quarter and cumulative year to date are computed as follow:

	<u>Individual quarter ended</u>		<u>Cumulative YTD</u>	
	<u>Unaudited</u> 31-May-19	<u>Audited</u> 31-May-18	<u>Unaudited</u> 31-May-19	<u>Audited</u> 31-May-18
Net Profit / (Loss) attributable to owners of the company (RM'000)	(2,632)	4,039	6,840	14,845
Weighted average number of ordinary shares in issue ('000)	464,033	368,844	464,033	368,844
Basic earnings / (loss) Per Share (sen)	(0.57)	1.10	1.47	4.02

(b) Diluted

For the purpose of calculating diluted earning / (loss) per share, the weighted average number of ordinary shares in issue during the financial year has been adjusted for the dilutive effects of warrants.

The diluted earning / (loss) per share for the quarter and cumulative year to date are computed as follow:

	<u>Individual quarter ended</u>		<u>Cumulative YTD</u>	
	<u>Unaudited</u> 31-May-19	<u>Audited</u> 31-May-18	<u>Unaudited</u> 31-May-19	<u>Audited</u> 31-May-18
Net Profit / (Loss) attributable to owners of the company (RM'000)	(2,632)	4,039	6,840	14,845
Weighted average number of ordinary shares in issue ('000)	464,033	368,844	464,033	368,844
Adjusted for assumed conversion of warrants ('000)				
Adjusted weighted average number of ordinary shares in issue and issueable ('000)	464,033	368,844	464,033	368,844
Diluted earnings / (loss) Per Share (sen)	(0.57)	1.10	1.47	4.02