

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

	Unaudited 2019 Current Quarter Ended 31-Aug RM'000	Audited 2018 Comparative Quarter Ended 31-Aug RM'000	Unaudited 2019 Cumulative Year To Date 31-May RM'000	Audited 2018 Cumulative Year To Date 31-May RM'000
Revenue	7,514	8,146	7,514	8,146
Cost of sales	(4,055)	-	(4,055)	-
Gross profit	<u>3,459</u>	<u>8,146</u>	<u>3,459</u>	<u>8,146</u>
Other income	11	111	11	111
Selling and distribution	(28)	(16)	(28)	(16)
Administrative and general expenses	(2,278)	(393)	(2,278)	(393)
Profit / (Loss) Before Interest, Taxes, Depreciation and Amortisation	<u>1,164</u>	<u>7,848</u>	<u>1,164</u>	<u>7,848</u>
Amortisation of Intangible Assets	(932)	(157)	(932)	(157)
Depreciation	(71)	(830)	(71)	(830)
Profit / (Loss) from operations	<u>161</u>	<u>6,861</u>	<u>161</u>	<u>6,861</u>
Finance Cost	(18)	(15)	(18)	(15)
Profit / (Loss) before tax	<u>143</u>	<u>6,846</u>	<u>143</u>	<u>6,846</u>
Profit / (Loss) before tax is stated after charging/(crediting):-				
Interest income	(11)	(35)	(11)	(35)
Impairment loss on trade receivables	998	-	998	-
Depreciation and amortisation	1,003	987	1,003	987
Foreign exchange (gain) / loss	748	(75)	748	(75)
Income tax expense	-	(1,902)	-	(1,902)
Profit / (Loss) for the period	<u>143</u>	<u>4,944</u>	<u>143</u>	<u>4,944</u>
Foreign currency translation	-	-	-	-
Total comprehensive profit / (loss)	<u>143</u>	<u>4,944</u>	<u>143</u>	<u>4,944</u>
Attributable to :-				
Owners of the Company	143	4,944	143	4,944
Non-Controlling Interests	-	-	-	-
	<u>143</u>	<u>4,944</u>	<u>143</u>	<u>4,944</u>
Total comprehensive profit / (loss) attributable to:-				
Owners of the Company	143	4,944	143	4,944
Non-Controlling Interests	-	-	-	-
	<u>143</u>	<u>4,944</u>	<u>143</u>	<u>4,944</u>
Earnings / (Loss) per share - Basic (sen)	0.03	1.07	0.03	1.07
- Diluted (sen)	0.03	1.10	0.03	1.34

Note:

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the period ended 31 May 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 AUG 2019

	Unaudited As At 31 Aug 2019 RM'000	Audited As At 31 May 2019 RM'000
<u>ASSETS</u>		
Non-Current Assets		
Property, Plant and Equipment	766	833
Intangible Assets	30,775	31,707
Total Non-Current Assets	<u>31,541</u>	<u>32,540</u>
Current Assets		
Inventories	-	-
Deferred tax assets	-	-
Trade Receivables	24,989	18,469
Other Receivables	1,443	1,434
Deposits, cash and bank balances	1,994	2,920
Total Current Assets	<u>28,426</u>	<u>22,823</u>
Total Assets	<u>59,967</u>	<u>55,363</u>
<u>EQUITY AND LIABILITIES</u>		
Capital and Reserves		
Share capital	21,762	21,762
Reserves	16,893	16,873
Total Equity	<u>38,655</u>	<u>38,635</u>
Non-Current Liabilities		
Trade and other payables	259	393
Deferred tax liabilities	2,080	2,080
Total Non-Current Liabilities	<u>2,339</u>	<u>2,473</u>
Current Liabilities		
Trade and other payables	18,733	13,989
Income tax liabilities	240	266
Total Current Liabilities	<u>18,973</u>	<u>14,255</u>
Total Liabilities	<u>21,312</u>	<u>16,728</u>
Total Equity and Liabilities	<u>59,967</u>	<u>55,363</u>
Net Assets Per Share Attributable to owners of the Company (Sen)	8.33	8.33

Note:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2019 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 AUG 2019**

	Share Capital RM'000	Exchange 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 31 AUG 2019</u>					
Balance as at 1 June 2019 (Audited)	21,762	123	16,750	38,635	38,635
Foreign exchange difference					
Total Other comprehensive income for the period		(123)			
Profit for the period			143	143	143
Comprehensive profit for the period	-	(123)	143	20	20
Issuance of shares					
Balance as at 31 Aug 2019 (Unaudited)	21,762	-	16,893	38,655	38,655

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 2019 and the accompanying notes attached to the interim financial statements.

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

	Unaudited 3 Months to date ended 31/08/2019 RM'000	Audited 12 Months to date ended 31/05/2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	143	7,698
Adjustments for:		
Amortisation of intangible assets	932	3,712
Depreciation of property, plant and equipment	71	285
Cash discount allowed		-
Impairment loss on other receivables		73
Impairment loss on trade receivables	998	1,232
Finance costs	18	64
Interest expense		-
Bad debts written off		-
Inventories written off		26
Deposit written off		-
Other income		-
Interest income	(11)	(77)
Reversal of impairment loss on trade receivables		-
Unrealised gain on foreign exchange translation	(123)	(670)
Operating profit / (loss) before changes in working capital	<u>2,028</u>	<u>12,342</u>
Changes in working capital:-		
Inventories	-	-
Trade and other receivables	(7,527)	(15,697)
Trade and other payables	4,610	6,210
Cash generated from / (used in) operations	<u>(889)</u>	<u>2,855</u>
Interest paid		-
Interest received	11	77
Finance costs	(18)	(64)
Tax paid	(26)	(469)
Net cash generated from / (used in) operating activities	<u>(922)</u>	<u>2,399</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment	(4)	(30)
Purchase of intangible assets		(6,053)
Proceeds from disposal of fixed assets	-	-
Net cash used in investing activities	<u>(4)</u>	<u>(6,083)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of creditor settlement		(177)
Net cash generated from financing activities	<u>-</u>	<u>(177)</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(926)	(3,861)
CASH AND CASH EQUIVALENTS AT 01 JUNE	2,920	6,205
EFFECTS OF EXCHANGE RATE CHANGES	-	576
CASH AND CASH EQUIVALENTS AT 31 AUG	<u>1,994</u>	<u>2,920</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	1,086	1,842
Cash and bank balances	908	1,078
	<u>1,994</u>	<u>2,920</u>

Note:

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 May 2019 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 Aug 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 2019. 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 2019.

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 2019.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 May 2019 was not qualified.

3. Segmental Reporting

Geographical information

	<u>Individual Quarter Ended</u>		<u>Individual YTD</u>	
	<u>31-Aug-19</u>	<u>31-Aug-18</u>	<u>31-Aug-19</u>	<u>31-Aug-18</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	180	2	180	2
Russia	7,334	8,144	7,334	8,144
Group revenue	<u>7,514</u>	<u>8,146</u>	<u>7,514</u>	<u>8,146</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.

14. Subsequent Events

SELECTED EXPLANATORY NOTES

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 profit attributable to Owners of the Company of RM 0.143 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-Aug-19</u>	<u>31-May-19</u>	<u>31-Aug-19</u>	<u>31-Aug-18</u>	<u>31-Aug-19</u>	<u>31-Aug-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	1,164	(2,443)	1,164	7,848	1,164	7,848
Less : Amortisation of Intangible Assets	(932)	(932)	(932)	(157)	(932)	(157)
Less : Depreciation	(71)	(72)	(71)	(830)	(71)	(830)
Less : Finance cost	(18)	(17)	(18)	(15)	(18)	(15)
Profit / (Loss) before tax	<u>143</u>	<u>(3,464)</u>	<u>143</u>	<u>6,846</u>	<u>143</u>	<u>6,846</u>

The Group recorded profit before tax of RM 0.143 million in the current quarter, and loss before tax RM 3.464 million in the immediate preceding quarter.

17. Commentary Of Prospects

The Group has recorded consecutive years of profits and profitable Q1FY2020. The imedic-Pharma release has gained strong traction and market acceptance. The number of users is on a steady rise and the potential is very encouraging. The Company has been working on imedic 5.0 and expected to roll out in early part of 2020. Designed to be the most comprehensive digital health system in the world, imedic 5.0 will have the breakthrough capabilities for all the stakeholders of healthcare system i.e. doctors/hospitals, patients, medical device/equipment manufacturers, pharmaceutical companies/pharmacies and insurance related companies.

The Group has conducted digital health workshop and has trained over 250 CEOs, Head of Departments of hospitals and the high level management of the Ministry of Health from China over the past 18 months. The digital health workshop of the Group is well known in the industry and this initiative has laid solid ground work for the penetration into the China market in the future. The Group plans to introduce the same workshop in Malaysia and other countries.

18. Profit Forecast

There was no profit forecast issued by the Group.

19. Taxation

The tax expenses for the 3 months period ending 31 August 2019 consist of the following :-

	<u>RM'000</u>
Current tax expenses	-
Deferred tax expenses	<u>2,080</u>
	<u><u>2,080</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.

25. Material Litigation

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

SELECTED EXPLANATORY NOTES**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> 31/08/2019 RM'000	<u>Audited</u> 31/05/2019 RM'000
Total accumulated losses of UCrest Berhad and it's subsidiaries:		
- Realised	3,416	16,627
- Unrealised - in respect of other items of income and expense		123
	<u>3,416</u>	<u>16,750</u>
Add: Consolidation adjustments	13,477	
Total Group accumulated profit as per consolidated accounts	<u>16,893</u>	<u>16,750</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 August 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)	143	4,039	143	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)	<u>0.03</u>	<u>1.10</u>	<u>0.03</u>	<u>4.02</u>

(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)	143	4,039	143	4,944
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)	<u>464,033</u>	<u>368,844</u>	<u>464,033</u>	<u>368,844</u>
Diluted earnings / (loss) Per Share (sen)	<u>0.03</u>	<u>1.10</u>	<u>0.03</u>	<u>1.34</u>