

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 Nov 2019**

	Unaudited 2019 Current Quarter Ended 30-Nov RM'000	Audited 2018 Comparative Quarter Ended 30-Nov RM'000	Unaudited 2019 Cumulative Year To Date 30-Nov RM'000	Audited 2018 Cumulative Year To Date 30-Nov RM'000
Revenue	2,508	10,616	10,022	18,762
Cost of sales	(2,222)	(6,299)	(6,277)	(7,276)
Gross profit	<u>286</u>	<u>4,317</u>	<u>3,745</u>	<u>11,486</u>
Other income	763	27	26	95
Selling and distribution	0	(26)	(29)	(42)
Administrative and general expenses	(1,362)	(691)	(2,892)	(1,042)
Profit / (Loss) Before Interest, Taxes, Depreciation and Amortisation	<u>(312)</u>	<u>3,627</u>	<u>851</u>	<u>10,497</u>
Amortisation of Intangible Assets	(747)	(903)	(1,864)	(1,789)
Depreciation	(256)	(100)	(142)	(201)
Profit / (Loss) from operations	<u>(1,315)</u>	<u>2,624</u>	<u>(1,155)</u>	<u>8,508</u>
Finance Cost	(19)	(15)	(37)	(30)
Profit / (Loss) before tax	<u>(1,335)</u>	<u>2,609</u>	<u>(1,192)</u>	<u>8,478</u>
Profit / (Loss) before tax is stated after charging/(crediting):-				
Interest income	(10)	(27)	(21)	(62)
Impairment loss on trade receivables	466	-	1,464	-
Depreciation and amortisation	1,003	1,003	2,006	1,990
Foreign exchange (gain) / loss	(732)	(42)	(10)	(33)
Income tax expense		468		(1,434)
Profit / (Loss) for the period	<u>(1,335)</u>	<u>3,077</u>	<u>(1,192)</u>	<u>7,044</u>
Foreign currency translation	-	-	-	-
Total comprehensive profit / (loss)	<u>(1,335)</u>	<u>3,077</u>	<u>(1,192)</u>	<u>7,044</u>
Attributable to :-				
Owners of the Company	(1,335)	3,077	(1,192)	7,044
Non-Controlling Interests	-	-	-	-
	<u>(1,335)</u>	<u>3,077</u>	<u>(1,192)</u>	<u>7,044</u>
Total comprehensive profit / (loss) attributable to:-				
Owners of the Company	(1,335)	3,077	(1,192)	7,044
Non-Controlling Interests	-	-	-	-
	<u>(1,335)</u>	<u>3,077</u>	<u>(1,192)</u>	<u>7,044</u>
Earnings / (Loss) per share - Basic (sen)	(0.29)	0.66	-0.26	1.52
- Diluted (sen)	(0.29)	0.66	-0.26	0.85

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 30 NOV 2019

	Unaudited As At 30 Nov 2019 RM'000	Audited As At 31 May 2019 RM'000
<u>ASSETS</u>		
Non-Current Assets		
Property, Plant and Equipment	695	833
Intangible Assets	29,843	31,707
Total Non-Current Assets	<u>30,538</u>	<u>32,540</u>
Current Assets		
Inventories	(22)	0
Deferred tax assets	0	0
Trade Receivables	27,081	18,469
Other Receivables	1,441	1,434
Deposits, cash and bank balances	1,724	2,920
Total Current Assets	<u>30,224</u>	<u>22,823</u>
Total Assets	<u>60,762</u>	<u>55,363</u>
<u>EQUITY AND LIABILITIES</u>		
Capital and Reserves		
Share capital	21,762	21,762
Reserves	15,558	16,873
Total Equity	<u>37,320</u>	<u>38,635</u>
Non-Current Liabilities		
Trade and other payables	278	393
Deferred tax liabilities	2,080	2,080
Total Non-Current Liabilities	<u>2,358</u>	<u>2,473</u>
Current Liabilities		
Trade and other payables	20,894	13,989
Income tax liabilities	190	266
Total Current Liabilities	<u>21,084</u>	<u>14,255</u>
Total Liabilities	<u>23,442</u>	<u>16,728</u>
Total Equity and Liabilities	<u>60,762</u>	<u>55,363</u>
Net Assets Per Share Attributable to owners of the Company (Sen)	8.04	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.

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

	Unaudited 6 Months to date ended 30/11/2019 RM'000	Audited 12 Months to date ended 31/05/2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	(1,192)	7,698
Adjustments for:		
Amortisation of intangible assets	1,864	3,712
Depreciation of property, plant and equipment	142	285
Cash discount allowed	-	-
Impairment loss on intangible assets	-	73
Impairment loss on trade receivables	1,464	1,232
Finance costs	37	64
Interest expense	-	-
Bad debts written off	-	-
Inventories written off	-	26
Deposit written off	-	-
Other income	-	-
Interest income	21	(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>2,213</u>	<u>12,342</u>
Changes in working capital:-		
Inventories	22	-
Trade and other receivables	(10,083)	(15,697)
Trade and other payables	6,790	6,210
Cash generated from / (used in) operations	<u>(1,058)</u>	<u>2,855</u>
Interest paid	-	-
Interest received	(21)	77
Finance costs	(37)	(64)
Tax paid	(76)	(469)
Net cash generated from / (used in) operating activities	<u>(1,192)</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	(1,196)	(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 MAY	<u>1,724</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	1,093	1,842
Cash and bank balances	631	1,078
	<u>1,724</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.

UCREST BERHAD

(Company No.: 420056-K)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 Nov 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 30 November 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)		(123)	(123)
Profit for the period			(1,192)	(1,192)	(1,192)
Comprehensive profit for the period	-	(123)	(1,192)	(1,315)	(1,315)
Issuance of shares					
Balance as at 30 Nov 2019 (Unaudited)	21,762	-	15,558	37,320	37,320

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.

SELECTED EXPLANATORY NOTES

1. Accounting Policies and Methods Of Computation

The current quarter financial report ended 30 November 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>30-Nov-19</u>	<u>30-Nov-18</u>	<u>30-Nov-19</u>	<u>30-Nov-18</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia		2,202		1,227
Singapore	2,508		10,022	
Russia		8,413		17,534
India		1		1
Group revenue	2,508	10,616	10,022	18,762

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 1.192 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>30-Nov-19</u>	<u>31-Aug-19</u>	<u>30-Nov-19</u>	<u>30-Nov-18</u>	<u>30-Nov-19</u>	<u>30-Nov-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	(312)	1,164	(312)	3,627	851	10,497
Less : Amortisation of Intangible Assets	(747)	(932)	(747)	(903)	(1,864)	(1,789)
Less : Depreciation	(256)	(71)	(256)	(100)	(142)	(201)
Less : Finance cost	(19)	(18)	(19)	(15)	(37)	(30)
Profit / (Loss) before tax	<u>(1,335)</u>	<u>143</u>	<u>(1,335)</u>	<u>2,609</u>	<u>(1,192)</u>	<u>8,477</u>

The Group recorded loss before tax of RM 1.192 million. in the current quarter, and profit before tax RM 0.143 million in the immediate preceding quarter.

17. Commentary Of Prospects

The Company is on schedule to release iMedic 5.0 that has the 360 capabilities of the complete transaction of online doctor consultation, e-prescription and insurance payment on a single platform, giving the Company the clear competitive advantage over any player in the market. The Company has received a new initial order from medical device customer with iMedic bundled with the shipment of medical devices, indicating the adoption and endorsement of iMedic by the medical device manufacturers. The Company expects to continue to have wider penetration into the medical device market in the future.

18. Profit Forecast

There was no profit forecast issued by the Group.

19. Taxation

The tax expenses for the 6 months period ending 30 November 2019 consist of the following :-

	<u>RM'000</u>
Current tax :	
Current tax expenses	
Deferred Tax expenses	<u>2,080</u>
	<u>2,080</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 14 June 2019, submitted an application to Bursa Securities seeking its approval for an extension of time of six months until 28 December 2019 to complete the Proposed Private Placement ("Third Extension of Time"); Bursa Securities had vide its letter dated 5 September 2019 granted the Company approval for an extension of time of six months until 28 December 2019 to complete the Proposed Private Placement;

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> 30/11/2019 RM'000	<u>Audited</u> 31/08/2019 RM'000
Total accumulated losses of UCrest Berhad and it's subsidiaries:		
- Realised	8,780	3,416
- Unrealised - in respect of other items of income and expense	(1,855)	
	<u>6,925</u>	<u>3,416</u>
Add: Consolidation adjustments	8,633	13,477
Total Group accumulated profit as per consolidated accounts	<u>15,558</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 30 November 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> 30-Nov-19	<u>Audited</u> 30-Nov-18	<u>Unaudited</u> 30-Nov-19	<u>Audited</u> 30-Nov-18
Net Profit / (Loss) attributable to owners of the company (RM'000)	(1,335)	3,077	-1,192	7,044
Weighted average number of ordinary shares in issue ('000)	464,033	368,844	464,033	368,844
Basic earnings / (loss) Per Share (sen)	(0.29)	0.83	(0.26)	1.91

(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> 30-Nov-19	<u>Audited</u> 30-Aug-18	<u>Unaudited</u> 30-Nov-19	<u>Audited</u> 30-Aug-18
Net Profit / (Loss) attributable to owners of the company (RM'000)	(1,335)	3,077	-1,192	7,044
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)	(0.29)	0.83	-0.26	1.91