

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 29 Feb 2020**

	Unaudited 2020 Current Quarter Ended 29-Feb RM'000	Audited 2019 Comparative Quarter Ended 28-Feb RM'000	Unaudited 2020 Cumulative Year To Date 29-Feb RM'000	Audited 2019 Cumulative Year To Date 28-Feb RM'000
Revenue	2,280	7,199	12,302	25,961
Cost of sales	(1,981)	(2,381)	(8,235)	(9,657)
Gross profit	<u>299</u>	<u>4,818</u>	<u>4,067</u>	<u>16,304</u>
Other income	7	11	68	74
Selling and distribution	(33)	(16)	(62)	(58)
Administrative and general expenses	(2,018)	(731)	(4,949)	(1,740)
Profit / (Loss) Before Interest, Taxes, Depreciation and Amortisation	<u>(1,745)</u>	<u>4,082</u>	<u>(876)</u>	<u>14,580</u>
Amortisation of Intangible Assets	(932)	(932)	(2,796)	(2,780)
Depreciation	(71)	(72)	(214)	(213)
Profit / (Loss) from operations	<u>(2,748)</u>	<u>3,078</u>	<u>(3,885)</u>	<u>11,587</u>
Finance Cost	(20)	(17)	(57)	(57)
Profit / (Loss) before tax	<u>(2,768)</u>	<u>3,061</u>	<u>(3,942)</u>	<u>11,530</u>
Profit / (Loss) before tax is stated after charging/(crediting):-				
Interest income	(27)	(11)	(27)	(74)
Impairment loss on trade receivables	(569)	-	(2,034)	-
Depreciation and amortisation	1,003	1,004	3,009	2,993
Foreign exchange (gain) / loss	(44)	(192)	(34)	(159)
Income tax expense	-	(611)	-	(2,045)
Profit / (Loss) for the period	<u>(2,768)</u>	<u>2,450</u>	<u>(3,942)</u>	<u>9,485</u>
Foreign currency translation	-	-	-	-
Total comprehensive profit / (loss)	<u>(2,768)</u>	<u>2,450</u>	<u>(3,942)</u>	<u>9,485</u>
Attributable to :-				
Owners of the Company	(2,768)	2,450	(3,942)	9,485
Non-Controlling Interests	-	-	-	-
	<u>(2,768)</u>	<u>2,450</u>	<u>(3,942)</u>	<u>9,485</u>
Total comprehensive profit / (loss) attributable to:-				
Owners of the Company	(2,768)	2,450	(3,942)	9,485
Non-Controlling Interests	-	-	-	-
	<u>(2,768)</u>	<u>2,450</u>	<u>(3,942)</u>	<u>9,485</u>
Earnings / (Loss) per share - Basic (sen)	(0.60)	0.53	-0.85	2.05
- Diluted (sen)	(0.60)	0.53	-0.85	2.05

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 29 Feb 2020

	Unaudited As At 29 Feb 2020 RM'000	Audited As At 31 May 2019 RM'000
<u>ASSETS</u>		
Non-Current Assets		
Property, Plant and Equipment	650	833
Intangible Assets	28,911	31,707
Total Non-Current Assets	<u>29,561</u>	<u>32,540</u>
Current Assets		
Inventories	-	-
Deferred tax assets	-	-
Trade Receivables	28,196	18,469
Other Receivables	1,440	1,434
Deposits, cash and bank balances	1,396	2,920
Total Current Assets	<u>31,032</u>	<u>22,823</u>
Total Assets	<u>60,593</u>	<u>55,363</u>
<u>EQUITY AND LIABILITIES</u>		
Capital and Reserves		
Share capital	21,762	21,762
Reserves	12,808	16,873
Total Equity	<u>34,570</u>	<u>38,635</u>
Non-Current Liabilities		
Trade and other payables	297	393
Deferred tax liabilities	2,080	2,080
Total Non-Current Liabilities	<u>2,377</u>	<u>2,473</u>
Current Liabilities		
Trade and other payables	23,491	13,989
Income tax liabilities	156	266
Total Current Liabilities	<u>23,647</u>	<u>14,255</u>
Total Liabilities	<u>26,024</u>	<u>16,728</u>
Total Equity and Liabilities	<u>60,593</u>	<u>55,363</u>
Net Assets Per Share Attributable to owners of the Company (Sen)	7.45	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 29 Feb 2020**

	Share Capital RM'000	Foreign Currency translation 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 29 February 2020</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			(3,942)	(3,942)	(3,942)
Comprehensive profit for the period	-	(123)	(3,942)	(4,065)	(4,065)
Issuance of shares					
Balance as at 29 Feb 2020 (Unaudited)	21,762	-	12,808	34,570	34,570

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 29 FEB 2020**

	Unaudited 9 Months to date ended 29/02/2020 RM'000	Audited 12 Months to date ended 31/05/2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	(3,942)	7,698
Adjustments for:		
Amortisation of intangible assets	2,796	3,712
Depreciation of property, plant and equipment	214	285
Cash discount allowed		-
Impairment loss on intangible assets		73
Impairment loss on trade receivables	2,034	1,232
Finance costs	57	64
Interest expense		-
Bad debts written off		-
Inventories written off		26
Deposit written off		-
Other income		-
Interest income	(27)	(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>1,008</u>	<u>12,342</u>
Changes in working capital:-		
Inventories		-
Trade and other receivables	(11,909)	(15,697)
Trade and other payables	9,407	6,210
Cash generated from / (used in) operations	<u>(1,494)</u>	<u>2,855</u>
Interest paid		-
Interest received	27	77
Finance costs	(57)	(64)
Tax paid		(469)
Net cash generated from / (used in) operating activities	<u>(1,524)</u>	<u>2,399</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment		(30)
Purchase of intangible assets		(6,053)
Proceeds from disposal of fixed assets	-	-
Net cash used in investing activities	<u>-</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	(1,524)	(3,861)
CASH AND CASH EQUIVALENTS AT 01 JUNE	2,920	6,205
EFFECTS OF EXCHANGE RATE CHANGES	-	576
CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL PERIOD	<u>1,396</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	631	1,842
Cash and bank balances	765	1,078
	<u>1,396</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 29 February 2020 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>29-Feb-20</u>	<u>28-Feb-19</u>	<u>29-Feb-20</u>	<u>28-Feb-19</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	-	314	-	1,541
Russia	1,680	6,884	11,702	24,418
India	-	1	-	2
Group revenue	<u>1,680</u>	<u>7,199</u>	<u>11,702</u>	<u>25,961</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 loss attributable to Owners of the Company of RM 3.127 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>29-Feb-20</u>	<u>30-Nov-19</u>	<u>29-Feb-20</u>	<u>29/2/2019</u>	<u>29-Feb-20</u>	<u>29/2/2019</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
P/(L)BITDA	(1,745)	(312)	(1,745)	4,082	(876)	14,579
Less : Amortisation of Intangible Assets	(932)	(747)	(932)	(932)	(2,796)	(2,780)
Less : Depreciation	(71)	(256)	(71)	(72)	(214)	(213)
Less : Finance cost	(20)	(19)	(20)	(17)	(57)	(47)
Profit / (Loss) before tax	<u>(2,768)</u>	<u>(1,335)</u>	<u>(2,768)</u>	<u>3,061</u>	<u>(3,942)</u>	<u>11,539</u>

The Group recorded loss before tax of RM 2.768 million. in the current quarter, and loss before tax RM 2.768 million in the immediate preceding quarter.

17. Commentary Of Prospects

The Group has gained tremendous traction amid COVID-19 pandemic from different parts of the world in the past three months. A paernership deal with China non Government Medical Institution Association (CNMIA) is inked where the Association will promote iMedic to its member hospitals and clinics. CNMIA is a Government set up to manage all the private hospitals and clinics in China. The Group has also made significant breakthrough into sleep clinics in the use with the ventilators. A contract of initial order bundling iMedic with ventilators and CPAP machines from BMC Medical is signed establishing the strategy of bundling IMedic with medical devices to reach out to every patients with the BMC Medical devices.

18. Profit Forecast

There was no profit forecast issued by the Group.

19. Taxation

The tax expenses for the 9 months period ending 29 February 2020 consist of the following :-

	RM'000
Current tax :	
Current tax expenses	
Deferred Tax expenses	<u>2,080</u>
	2,080

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 29 June 2020, submitted an application to Bursa Securities seeking its approval for an extension of time of six months until 28 December 2020 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.

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.

SELECTED EXPLANATORY NOTES

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	
	Unaudited 29/02/2020 RM'000	Audited 31/05/2019 RM'000
Total accumulated losses of UCrest Berhad and it's subsidiaries:		
- Realised	13,747	17,954
- Unrealised - in respect of other items of income and expense	(940)	(849)
	<u>12,807</u>	<u>17,105</u>
Add: Consolidation adjustments		
Total Group accumulated profit as per consolidated accounts	<u>12,807</u>	<u>17,105</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 29 February 2020.

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:

	Individual quarter ended		Cumulative YTD	
	Unaudited 29-Feb-20	Audited 28-Feb-19	Unaudited 29-Feb-20	Audited 28-Feb-19
Net Profit / (Loss) attributable to owners of the company (RM'000)	(2,768)	3,061	(3,942)	11,530
Weighted average number of ordinary shares in issue ('000)	464,033	368,844	464,033	368,844
Basic earnings / (loss) Per Share (sen)	(0.60)	0.83	(0.85)	3.13

(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:

	Individual quarter ended		Cumulative YTD	
	Unaudited 29-Feb-20	Audited 28-Feb-19	Unaudited 29-Feb-20	Audited 28-Feb-19
Net Profit / (Loss) attributable to owners of the company (RM'000)	(2,768)	3,061	(3,942)	11,530
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)	(0.60)	0.83	-0.85	3.13