

UCREST BERHAD

(Company No.: 420056-K)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 AUG 2023**

	Current Quarter Ended 31-Aug-2023 RM'000	Comparative Quarter Ended 31-Aug-2022 RM'000	Cumulative Year To Date 31-Aug-2023 RM'000	Cumulative Year To Date 31-Aug-2022 RM'000
Income				
Revenue	1,992	1,055	1,992	1,055
Cost of sales	(1,245)	(918)	(1,245)	(918)
Gross Profit	<u>747</u>	<u>137</u>	<u>747</u>	<u>137</u>
Other income	1,872	91	1,872	91
Total Income	3,864	1,146	3,864	1,146
Expenses				
Selling and distribution	(12)	(3)	(12)	(3)
Administrative and general expenses	(962)	(529)	(962)	(529)
Profit / (Loss) from Operations (EBITA)	<u>1,645</u>	<u>(304)</u>	<u>1,645</u>	<u>(304)</u>
Amortisation of Intangible Assets	(657)	(657)	(657)	(657)
Depreciation	(44)	(45)	(44)	(45)
Profit / (Loss) Before Interest and Taxes (EBIT)	<u>944</u>	<u>(1,006)</u>	<u>944</u>	<u>(1,006)</u>
Finance Cost	(4)	(30)	(4)	(30)
Profit / (Loss) before Tax	<u>940</u>	<u>(1,036)</u>	<u>940</u>	<u>(1,036)</u>
Profit / (Loss) before tax is stated after charging/(crediting):-				
Interest income	(74)	(26)	(74)	(26)
Reversal of impairment loss on trade receivables	(1,729)	-	(1,729)	-
Depreciation and amortisation	701	702	701	702
Foreign exchange (gain) / loss	(48)	(47)	(48)	(47)
Income tax expense	-	-	-	-
Profit / (Loss) for the period	<u>940</u>	<u>(1,036)</u>	<u>940</u>	<u>(1,036)</u>
Foreign currency translation	106	226	106	226
Total Comprehensive Profit / (Loss)	<u>1,046</u>	<u>(810)</u>	<u>1,046</u>	<u>(810)</u>
Attributable to :-				
Owners of the Company	940	(1,036)	940	(1,036)
Non-Controlling Interests	-	-	-	-
	<u>940</u>	<u>(1,036)</u>	<u>940</u>	<u>(1,036)</u>
Total comprehensive profit / (loss) attributable to:-				
Owners of the Company	1,046	(810)	1,046	(810)
Non-Controlling Interests	-	-	-	-
	<u>1,046</u>	<u>(810)</u>	<u>1,046</u>	<u>(810)</u>
Earnings / (Loss) per share - Basic (sen)	0.13	(0.17)	0.13	(0.17)
- Diluted (sen)	0.13	(0.17)	0.14	(0.17)

Note:

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the period ended 31 May 2023 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 AUG 2023

	As At 31 Aug 2023 RM'000	As At 31 May 2023 RM'000
<u>ASSETS</u>		
Non-Current Assets		
Property, Plant and Equipment	34	38
Right-of-use Assets	282	321
Intangible Assets	4,310	4,967
Trade Receivables	13,803	15,857
Total Non-Current Assets	<u>18,429</u>	<u>21,183</u>
Current Assets		
Trade Receivables	9,578	6,533
Other Receivables	118	1,217
Tax Recoverable	539	719
Deposits, Cash and Bank Balances	22,728	17,633
Total Current Assets	<u>32,963</u>	<u>26,102</u>
Total Assets	<u>51,392</u>	<u>47,285</u>
<u>EQUITY AND LIABILITIES</u>		
Capital and Reserves		
Share Capital	56,754	52,079
Reserves	(18,568)	(19,614)
Total Equity	<u>38,186</u>	<u>32,465</u>
Current Liabilities		
Trade Payables	11,424	12,910
Other Payables	1,486	1,577
Leased Liabilities	296	333
Bank Overdraft	-	-
Total Current Liabilities	<u>13,206</u>	<u>14,820</u>
Total Liabilities	<u>13,206</u>	<u>14,820</u>
Total Equity and Liabilities	<u>51,392</u>	<u>47,285</u>
Net Assets Per Share Attributable to owners of the Company (Sen)	6	5

Note:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2023 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 2023**

	Share Capital RM'000	Foreign Currency translation Reserve RM'000	ESOS Reserve RM'000	Accumulated Loss RM'000	Equity Attributable to the Owners of the Company RM'000	Total Equity RM'000
<u>Quarter ended 31 Aug 2023</u>						
Balance as at 1 Jun 2023 (Audited), As previously stated	52,079	1,675	127	(21,416)	32,465	32,465
Issuance of shares pursuant to private placement	4,675	-	-	-	4,675	4,675
Share options granted under ESOS	-	-	-	-	-	-
Lapsed share options	-	-	-	-	-	-
Profit/(loss) for the period	-	106	-	940	1,046	1,046
Comprehensive profit/(loss) for the period	4,675	106	-	940	5,721	5,721
Balance as at 31 Aug 2023 (Unaudited)	56,754	1,781	127	(20,476)	38,186	38,186

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 2023 and the accompanying notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 AUG 2023**

	3 Months to date ended 31/8/2023 RM'000	12 Months to date ended 31/05/2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	940	101
Adjustments for:		
Amortisation of intangible assets	657	2,628
Depreciation of property, plant and equipment	4	22
Depreciation of right-of-use asset	39	157
Impairment loss on trade receivables	-	765
Reversal of impairment loss on receivables	(1,729)	(3,391)
ESOS expenses	-	1,771
Finance costs	4	99
Interest income	(74)	(163)
Unrealised gain on foreign exchange translation	(43)	(353)
Unrealised loss on foreign exchange translation	19	165
Operating (loss)/profit before changes in working capital	(183)	1,801
Changes in working capital:-		
Trade and other receivables	1,839	(10,679)
Trade and other payables	(1,596)	4,558
Cash used in operations	60	(4,320)
Interest received	74	(108)
Tax paid	180	163
Net cash generated from / (used in) operating activities	314	(4,265)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment	-	(7)
Net cash used in investing activities	-	(7)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of share capital		
- private placement	4,675	-
- pursuant to exercise of ESOS	-	4,396
Repayment of lease liability	(37)	(146)
Interest paid	(4)	(20)
Net cash generated from financing activities	4,634	4,230
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	4,948	(42)
CASH AND CASH EQUIVALENTS AT 01 JUNE	17,633	15,487
EFFECTS OF EXCHANGE RATE CHANGES	147	2,188
CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL PERIOD	22,728	17,633

Cash and cash equivalents

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

Deposits	17,268	12,158
Cash and bank balances	5,460	5,475
	22,728	17,633

Note:

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 May 2023 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 2023 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 2023. 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 2023.

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 2023.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 May 2023 was not qualified.

3. Segmental Reporting

Geographical information

	<u>Individual Quarter Ended</u>		<u>Individual YTD</u>	
	31-Aug-23	31-Aug-22	31-Aug-23	31-Aug-22
	RM'000	RM'000	RM'000	RM'000
Malaysia	60	-	60	-
International	1,932	1,055	1,932	1,055
Group revenue	1,992	1,055	1,992	1,055

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.

SELECTED EXPLANATORY NOTES

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

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 RM0.940 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-23</u>	<u>31-May-23</u>	<u>31-Aug-23</u>	<u>31-Aug-22</u>	<u>31-Aug-23</u>	<u>31-Aug-22</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	1,645	3,457	1,645	(304)	1,645	(304)
Less : Amortisation of intangible assets	(657)	(657)	(657)	(657)	(657)	(657)
Less : Depreciation	(44)	(44)	(44)	(45)	(44)	(45)
Less : Impairment los on trade receivables	-	(748)	-	-	-	-
Less : Finance cost	(4)	(5)	(4)	(30)	(4)	(30)
Profit / (Loss) before tax	940	2,003	940	(1,036)	940	(1,036)

The Group recorded profit before tax of RM 0.940 million in the current quarter, and profit before tax of RM 2.003 million in the immediate preceding quarter.

17. Commentary Of Prospects

The certified iMedic SmartCMS has started to generate revenue and the Company expects the revenue continues to grow. iMedic is the only CMS that has the IoT medical devices connected and digital telemedicine, effectively a 3-in-1 e-commerce system. The feedback has been astounding and many clinics have on boarded. Many have requested training workshop to better utilize the system to the fullest extend. The Company expects the business continues to grow in the next few quarters contributing positively to the financial of the Company.

The Company has recorded revenue from the 3D printing for the healthcare products since the announcement of the technologies and products. 3D printing for medical products specifically dental and orthopedic products will be the primary focus of the Company in addition to other applications. The Company is focusing on the China and Singapore as the primary markets and expects the revenue to grow significantly in the coming quarters.

18. Profit Forecast

There was no profit forecast issued by the Group.

SELECTED EXPLANATORY NOTES

19. Taxation

There were no tax provision during the current interim period under review.

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 at the Annual General Meeting held on 25 November 2022 obtained the shareholders' approval for a private placement exercise to issue up to 70,481,900 new ordinary shares in the Company representing not more than ten percent (10%) of the issued share capital of the company ("Private Placement").

Bursa Securities had, vide its letter dated 25 May 2023, approved the listing and quotation of up to 70,481,900 Placement Shares to be issued pursuant to the Private Placement.

As at the date of this report, 50,000,000 new Ordinary Shares were issued pursuant to the Private Placement and were subsequently listed and quoted on the ACE Market of Bursa Malaysia Securities Berhad.

The details of the utilisation of proceeds from the Private Placement were as follows:-

Description	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Balance to be utilized (RM'000)
Working capital	6,213	4,570	1,643
Expenses for the proposed private placement	130	105	25

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 profit / (losses) of the Group as at the reporting date, into realised and unrealised losses, pursuant to the directive, is as follows:

	Group	
	Unaudited 31/8/2023 RM'000	Audited 31/05/2023 RM'000
Total accumulated profit / (losses) of UCrest Berhad and it's subsidiaries:		
- Realised	(20,428)	(21,251)
- Unrealised - in respect of other items of income and expense	(48)	(165)
Total Group accumulated profit as per consolidated accounts	<u>(20,476)</u>	<u>(21,416)</u>

The determination of realised and unrealised losses is based on the Guidance 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 Aug 2023.

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 31-Aug-23	Unaudited 31-Aug-22	Unaudited 31-Aug-23	Audited 31-Aug-22
Net profit / (loss) attributable to owners of the company (RM'000)	940	(1,036)	940	(1,036)
Weighted average number of ordinary shares in issue ('000)	741,877	621,877	741,877	621,877
Basic earnings / (loss) per share (sen)	<u>0.13</u>	<u>(0.17)</u>	<u>0.13</u>	<u>(0.17)</u>

(b) Diluted

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

	Individual quarter ended		Cumulative YTD	
	Unaudited 31-Aug-23	Unaudited 31-Aug-22	Unaudited 31-Aug-23	Audited 31-Aug-22
Net profit / (loss) attributable to owners of the company (RM'000)	940	(1,036)	940	(1,036)
Dilutive shares on option outstanding ('000)	742,733	622,197	692,102	622,197
Diluted earnings / (loss) per share (sen)	<u>0.13</u>	<u>(0.17)</u>	<u>0.14</u>	<u>(0.17)</u>