

BRITE-TECH BERHAD
Registration No. 200101014455 (550212-U)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2021

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**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED 31 MARCH 2021**

	<----- Individual Quarter ----->		<----- Cumulative Quarters ----->	
	Current Quarter Ended 31.03.2021 (Unaudited) RM'000	Preceding Year Corresponding Quarter Ended 31.03.2020 (Unaudited) RM'000	Current Year-To-Date 31.03.2021 (Unaudited) RM'000	Preceding Year-To-Date 31.03.2020 (Unaudited) RM'000
Revenue	6,232	6,005	6,232	6,005
Operating expenses	(4,941)	(5,076)	(4,941)	(5,076)
Other operating income	245	252	245	252
Profit from operating activities	1,536	1,181	1,536	1,181
Finance income	50	98	50	98
Finance costs	(331)	(225)	(331)	(225)
Profit before tax	1,255	1,054	1,255	1,054
Taxation	(444)	(244)	(444)	(244)
Profit for the period	811	810	811	810
Total comprehensive income for the period	811	810	811	810
Total comprehensive income for the period				
Owners of the Company	855	756	855	756
Non-controlling interests	(44)	54	(44)	54
	811	810	811	810
Number of shares in issue ('000)	252,000	252,000	252,000	252,000
Weighted average number of shares ('000)	252,000	252,000	252,000	252,000
Earnings per ordinary share attributable to owners of the Company (sen):				
- Basic	0.34	0.30	0.34	0.30
- Diluted	N/A	N/A	N/A	N/A

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2020.)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	As at End of Current Year Quarter 31.03.2021 (Unaudited) RM'000	As at Preceding Financial Year End 31.12.2020 (Audited) RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	22,352	51,631
Right-of-use assets	2,064	2,247
Investment properties	62,984	33,729
Goodwill on consolidation	641	641
Total Non-Current Assets	88,041	88,248
Current Assets		
Inventories	1,196	1,114
Trade and other receivables	6,585	6,775
Tax recoverable	402	335
Short-term investments	12,935	14,575
Cash and bank balances	3,824	3,106
Total Current Assets	24,942	25,905
TOTAL ASSETS	112,983	114,153
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	25,200	25,200
Reserves	45,628	44,773
	70,828	69,973
Non-controlling interests	689	733
Total Equity	71,517	70,706
Non-Current Liabilities		
Long term borrowings (secured)	30,572	24,540
Lease liabilities	345	426
Deferred taxation	4,578	4,455
	35,495	29,421
Current Liabilities		
Trade and other payables	3,936	12,039
Amount due to director	4	12
Lease liabilities	267	267
Bank overdraft	99	99
Short term borrowings (secured)	1,295	1,220
Provision for taxation	370	389
	5,971	14,026
Total Liabilities	41,466	43,447
TOTAL EQUITY AND LIABILITIES	112,983	114,153
Net assets per share attributable to owners of the Company (RM)	0.28	0.28

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2020.)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE 1ST QUARTER ENDED 31 MARCH 2021

	<----- Attributable to owners of the Company ----->					
	<---- Non-distributable---->		<-Distributable ->			
	Share Capital RM'000	Revaluation Reserves RM'000	Retained Profits RM'000	Total Shareholders' Equity RM'000	Non- controlling Interests RM'000	Total Equity RM'000
<u>3 Months Ended 31 March 2021</u>						
<u>(Unaudited)</u>						
Balance as at 1 January 2021	25,200	24,591	20,182	69,973	733	70,706
Total comprehensive income for the financial period	-	-	855	855	(44)	811
Balance as at 31 March 2021	<u>25,200</u>	<u>24,591</u>	<u>21,037</u>	<u>70,828</u>	<u>689</u>	<u>71,517</u>

3 Months Ended 31 March 2020
(Unaudited)

Balance as at 1 January 2020	25,200	16,966	19,571	61,737	917	62,654
Total comprehensive income for the financial period	-	-	756	756	54	810
Dividend by a subsidiary to non-controlling interest	-	-	-	-	(200)	(200)
Balance as at 31 March 2020	<u>25,200</u>	<u>16,966</u>	<u>20,327</u>	<u>62,493</u>	<u>771</u>	<u>63,264</u>

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE 1ST QUARTER ENDED 31 MARCH 2021

	3 Months Period Ended 31.03.2021 (Unaudited) RM'000	3 Months Corresponding Period Ended 31.03.2020 (Unaudited) RM'000
Cash flows from operating activities		
Profit before taxation	1,255	1,054
Adjustments for:		
Depreciation	336	376
Finance costs	331	225
Finance income	(50)	(98)
Operating profit before working capital changes	<u>1,872</u>	<u>1,557</u>
Changes in working capital:		
Inventories	(82)	(132)
Trade & other receivables	190	394
Trade & other payables	(8,103)	<u>1,717</u>
Cash (used in)/from operations	<u>(6,123)</u>	<u>3,536</u>
Interest received	50	98
Interest paid	(331)	(225)
Income tax paid	(407)	(420)
Net cash (used in)/from operating activities	<u>(6,811)</u>	<u>2,989</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(141)	(1,849)
Proceeds from disposal of property, plant and equipment	12	-
Net cash used in investing activities	<u>(129)</u>	<u>(1,849)</u>
Cash flows from financing activities		
Repayments to directors	(8)	-
Drawdown of loan and borrowings, net of repayment	6,026	(22)
Dividend paid to non-controlling interest	-	(200)
Net cash from/(used in) financing activities	<u>6,018</u>	<u>(222)</u>
Net changes in cash and cash equivalents	(922)	918
Cash and cash equivalent at beginning of period	<u>17,582</u>	<u>17,159</u>
Cash and cash equivalent at end of period	<u><u>16,660</u></u>	<u><u>18,077</u></u>
Cash and cash equivalents comprise the following:		
Short-term investments and fixed deposits	12,935	14,310
Cash and bank balances	3,824	3,864
Bank overdraft	(99)	(97)
Cash and cash equivalents at end of the period	<u><u>16,660</u></u>	<u><u>18,077</u></u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2020.)

A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 ("MFRS 134")

A1 Basis of preparation

The unaudited interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The unaudited interim financial statements should be read in conjunction with the audited financial statement for the financial year ended 31 December 2020. The explanatory notes attached to the interim financial statements provide an explanation of 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 December 2020.

The accounting policies and presentation adopted for this unaudited interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2020, except as below:

Amendments to MFRS 9, Financial Instruments
Amendments to MFRS 139, Financial Instruments: Recognition and Measurement
Amendments to MFRS 7, Financial Instruments: Disclosure
Amendments to MFRS 4, Insurance Contracts
Amendments to MFRS 16, Leases

The adoption of these new MFRSs do not have any significant financial impact on the financial statements of the Group for the current quarter.

A2 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the year ended 31 December 2020 was not qualified.

A3 Comments About Seasonal or Cyclical Factors

The Group's principal business is not significantly affected by seasonality or cyclicity factors during the current quarter under review.

A4 Unusual Items Affecting Interim Financial Report

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

A5 Dividends Paid

There was no dividend paid for the current quarter under review.

A6 Material Changes in Estimates Used

There were no significant changes in the nature and amount of estimates used in prior interim reporting period or prior financial years that have a material effect in the current quarter under review.

A7 Debt and Equity Securities

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter under review.

A8 Segmental Information

Segment revenue and segment results for the financial period ended 31 March 2021 by the respective operating segments are as follows:

<u>Financial Period Ended 31.3.2021</u>	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter- segment Eliminations RM'000	Group RM'000
REVENUE					
External revenue	5,604	628	-	-	6,232
Inter-segment revenue	47	1	375	(423)	-
Total revenue	<u>5,651</u>	<u>629</u>	<u>375</u>	<u>(423)</u>	<u>6,232</u>
RESULT					
Segment results (external)	1,621	208	(331)	38	1,536
Finance income	35	12	3	-	50
Finance costs	(309)	(22)	-	-	(331)
Profit before taxation	<u>1,347</u>	<u>198</u>	<u>(328)</u>	<u>-</u>	<u>1,255</u>
Taxation					(444)
Profit for the period					811
Non-controlling interests					44
Profit attributable to Owners of the Company					<u>855</u>

<u>Financial Period Ended 31.03.2020</u>	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter- segment Eliminations RM'000	Group RM'000
REVENUE					
External revenue	5,314	691	-	-	6,005
Inter-segment revenue	38	2	425	(465)	-
Total revenue	<u>5,352</u>	<u>693</u>	<u>425</u>	<u>(465)</u>	<u>6,005</u>
RESULT					
Segment results (external)	1,321	190	(330)	-	1,181
Finance income	53	12	33	-	98
Finance costs	(208)	(17)	-	-	(225)
Profit before taxation	<u>1,166</u>	<u>185</u>	<u>(297)</u>	<u>-</u>	<u>1,054</u>
Taxation					(244)
Profit for the period					810
Non-controlling interests					(54)
Profit attributable to Owners of the Company					<u>756</u>

A9 Valuations of Properties

There were no valuation undertaken for the Group's properties in the current quarter under review.

A10 Material Subsequent Events

There were no material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

A12 Derivatives

- (a) There were no outstanding derivatives (including financial instruments designated as hedging instruments) as at the end of the quarter ended 31 March 2021; and
- (b) The Group has not entered into a type of derivatives not disclosed in the previous financial year or any of the previous quarters under the current financial year.

A13 Gains / Losses Arising from Fair Value Changes of Financial Liabilities

There were no material amount of gains or losses arising from fair value changes of its financial liabilities for the current and cumulative quarter.

A14 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets arising since the last financial year ended on 31 December 2020.

A15 Capital Commitments

After having made all reasonable enquiries and save as disclosed below, as at the end of the financial year, the Board is not aware of any material commitment for capital expenditure incurred or known to be incurred by the Group that has not been provided for which, upon becoming enforceable, may have a material impact on the financial results / position of the Group:

	31.03.2021 (Unaudited) RM'000
Capital expenditures not provided for in the financial statements	
- Approved and contracted for	-
- Approved but not contracted for	8,472

The above mentioned material commitments are expected to be funded through internally-generated fund and / or bank borrowings of the Group.

A16 Significant Related Party Transactions

The Group has the following inter companies transactions:

	Current Year Quarter 31.03.2021 RM'000	Cumulative Year To Date 31.03.2021 RM'000
Management fees	<u>375</u>	<u>375</u>
Rental	<u>41</u>	<u>41</u>
Revenue	<u>48</u>	<u>48</u>

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET

B1 Review of Performance for the Current Quarter and Financial Year-To-Date

	----- Individual Quarter ----->				<----- Cumulative Quarters ----->			
	Current Quarter Ended 31.03.2021 RM'000	Preceding Year Corresponding Quarter Ended 31.03.2020 RM'000	Changes Amount RM'000	Changes %	Current Year-To-Date 31.03.2021 RM'000	Preceding Year-To-Date 31.03.2020 RM'000	Changes Amount RM'000	Changes %
Revenue	6,232	6,005	227	3.78	6,232	6,005	227	3.78
Operating Profit	1,536	1,181	355	30.06	1,536	1,181	355	30.06
Profit Before Tax	1,255	1,054	201	19.07	1,255	1,054	201	19.07
Profit After Tax	811	810	1	0.12	811	810	1	0.12
Profit Attributable to: Owners of the Company	855	756	99	13.10	855	756	99	13.10
Non-Controlling Interest	(44)	54	(98)	(181.48)	(44)	54	(98)	(181.48)

The Group's revenue for the current quarter ended 31 March 2021 showed an increase of 3.78% to RM6.232 million from RM6.005 million in the preceding corresponding year's quarter. The Group's profit before tax increased by 19.07% to RM1.255 million as against preceding corresponding year's quarter of RM1.054 million.

The Group's revenue for the current financial year-to-date ended 31 March 2021 showed an increase of 3.78% to RM6.232 million from RM6.005 million in the preceding corresponding year's financial year-to-date. The Group's profit before tax increased by 19.07% to RM1.255 million as against preceding corresponding financial year-to-date of RM1.054 million.

The increase in the Group's profit before tax for the current quarter and for the current financial year-to-date was due to higher revenue achieved.

Environmental products and services

This segment is the main contributor for the financial period ended 31 March 2021 as it comprised 89.92% of the total revenue.

For the financial period ended 31 March 2021, the revenue in environmental products and services increased by RM0.299 million or 5.59% to RM5.651 million as compared to RM5.352 million reported in the corresponding financial period ended 31 March 2020. The profit before tax for the financial period ended 31 March 2021 was increased by RM0.181 million or 15.52% to RM1.347 million as compared to RM1.166 million reported in the corresponding financial period ended 31 March 2020.

System equipment and ancillary products

This segment comprised 10.08% of the total revenue for the financial period ended 31 March 2021.

For the financial period ended 31 March 2021, the revenue in system equipment and ancillary products decreased by RM0.064 million or 9.24% to RM0.629 million as compared to RM0.693 million reported in the corresponding financial period ended 31 March 2020. The profit before tax for the financial period ended 31 March 2021 increased by RM0.013 million or 7.03% to RM0.198 million as compared to RM0.185 million reported in the corresponding financial period ended 31 March 2020.

The results of the current quarter and financial year-to-date under review have not been affected by any transactions or events of a material or unusual nature.

B2 Variation of Results Against Immediate Preceding Quarter

	Current Year Quarter 31.03.2021 RM'000	Immediate Preceding Quarter 31.12.2020 RM'000	Changes Amount RM'000	Changes %
Revenue	6,232	6,631	(399)	(6.02)
Operating Profit	1,536	1,482	54	3.64
Profit Before Tax	1,255	1,426	(171)	(11.99)
Profit After Tax	811	991	(180)	(18.16)
Profit Attributable to: Owners of the Company	855	943	(88)	(9.33)
Non-Controlling Interest	(44)	48	(92)	(191.67)

For the current quarter under review, the Group recorded revenue of RM6.232 million, representing a decrease of 6.02% from the immediate preceding quarter's revenue of RM6.631 million. The Group's profit before tax for the current quarter decreased by 11.99% to RM1.255 million as compared to the preceding quarter.

B3 Prospects for the Financial Year 2022

The Group is cautiously optimistic on the business prospects and expects the year ahead to be challenging with the evolving COVID-19 pandemic and the effects related to implementation of the movement control order 3.0 which will undeniably have some impact to business in Malaysia including our Group.

Despite such challenges, the Group believes that the Group shall be able to ride through this difficult time with the resources the Group has and efforts taken by the Group. The Group has resumed normal business operations with modifications where necessary to implement the required Standard Operating Procedures.

The Group maintains a positive outlook for the business activities that the Group are involved in. The Group will continue to focus on its existing business activities and concentrate on its core competencies while at the same time, improve its operational efficiency and cost management. The Group will continue to implement various cost saving measures and stringent cost control to counter the challenges ahead and to enhance the Group's competitiveness in the Group's industry.

The Group will continue to explore and assess other viable business and investment opportunities within the same or complementary sectors and also outside the Group's industry domain for opportunities which can bring financial stability to the Group.

Barring any unforeseen circumstances, the Board of Directors is of the opinion that the performance of the existing business of the Group is likely to remain satisfactory for the year ahead.

B4 Variance of Actual Profit from Forecast Profit

Not applicable as the Group did not issue any profit forecast or profit guarantee for the current quarter under review.

B5 Taxation

The Group's taxation for the current quarter and financial year-to-date were as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31.03.2021 RM'000	Preceding Year Corresponding Quarter 31.03.2020 RM'000	Current Year-To-Date 31.03.2021 RM'000	Preceding Year-To-Date 31.03.2020 RM'000
Income and deferred tax				
-Current	322	254	322	254
-Under/(over) provision in prior year	122	(10)	122	(10)
	<u>444</u>	<u>244</u>	<u>444</u>	<u>244</u>

B6 Additional Notes to Condensed Consolidated Statements of Comprehensive Income

	Current Year Quarter 31.03.2021 (Unaudited) RM'000	Current Year-To-Date 31.03.2021 (Unaudited) RM'000
Other operating income:		
Bad debts recovered	1	1
Rental income	221	221
Operating expense:		
Depreciation	336	336

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B7 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

B8 Borrowings

The Group's borrowings as at the current quarter are as follows:

	Current Year Quarter 31.03.2021 RM'000
Short term borrowings (Secured)	1,394
Long term borrowings (Secured)	30,572
Total	<u>31,966</u>

Bank overdraft of RM 0.99 million has been included as short term borrowings.

The Group has no unsecured borrowings in the current quarter under review.

The Group's borrowings are all denominated in Ringgit Malaysia.

B9 Changes in Material Litigation

There were no pending material litigation which would materially and adversely affect the financial position of the Group and of the Company at the date of this announcement.

B10 Earnings Per Share

The basic and diluted earnings per share (EPS) for the current quarter and financial year-to-date have been calculated as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31.03.2021	Preceding Year Corresponding Quarter 31.03.2020	Current Year-To-Date 31.03.2021	Preceding Year-To-Date 31.03.2020
Profits attributable to owners of the Company (RM'000)	855	756	856	756
Weighted average number of shares in issue ('000)	252,000	252,000	252,000	252,000
Basic earnings per share (sen)	0.34	0.30	0.34	0.30
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The diluted EPS is not applicable as there were no potential ordinary shares in issue for the current quarter and cumulative quarter.

BRITE-TECH BERHAD

Registration No. 200101014455 (550212-U)

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE 1ST QUARTER ENDED 31 MARCH 2021**

B11 Dividends Payable

a) No dividend has been proposed for the financial period ended 31 March 2021.

b) The Board of Directors is proposing a final single tier dividend on ordinary share of 0.80 sen per share amounting to RM2,016,000 in respect of the financial year ended 31 December 2020 (2019: 0.80 sen per share), subject to approval by shareholders at the forthcoming Annual General Meeting.

BY ORDER OF THE BOARD

Wong Maw Chuan (MIA 7413) (SSM PC No. 202008003554)

Wong Youn Kim (f) (MAICSA 7018778) (SSM PC No. 201908000410)

Lee Chin Wen (f) (MAICSA 7061168) (SSM PC No. 202008001901)

Company Secretaries

25 May 2021