



YBS INTERNATIONAL BERHAD

(Company No: 200201014380 (582043-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the nine months ended 31 December 2020 - unaudited

	Current quarter Three months ended 31 December		Cumulative quarter Nine months ended 31 December	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Revenue	16,443	16,272	46,159	53,198
Cost of sales	(13,538)	(13,538)	(37,425)	(44,386)
Gross profit	2,905	2,734	8,734	8,812
Other operating (expenses)/income	(327)	(272)	(808)	301
Selling and distribution expenses	(175)	(219)	(434)	(647)
Administrative expenses	(1,604)	(2,214)	(5,776)	(6,354)
Operating profit	799	29	1,716	2,112
Finance costs	(161)	(136)	(373)	(467)
Profit/(Loss) before tax	638	(107)	1,343	1,645
Income tax expense	(22)	(167)	(335)	(871)
Profit/(Loss) after tax for the period	616	(274)	1,008	774
Other comprehensive income/(loss) <i>Item that may be reclassified subsequently to profit or loss</i>				
Foreign currency exchange differences on translation of foreign operations	49	4	95	(73)
Total comprehensive income/(loss) for the period	665	(270)	1,103	701
Profit/(Loss) after tax attributable to:				
Owners of the Company	553	(357)	883	883
Non-controlling interests	63	83	125	(109)
Profit/(Loss) after tax for the period	616	(274)	1,008	774
Total comprehensive income/(loss) attributable to:				
Owners of the Company	597	(358)	970	805
Non-controlling interests	68	88	133	(104)
Total comprehensive income/(loss) for the period	665	(270)	1,103	701



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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (continued) For the nine months ended 31 December 2020 - unaudited

	Current quarter		Cumulative quarter	
	Three months ended		Nine months ended	
	31 December		31 December	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Earnings/(Loss) per share attributable to owners of the Company (sen per share)				
Basic	0.23	(0.15)	0.37	0.37
Diluted	-	-	-	-

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



YBS INTERNATIONAL BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 December 2020

	31 December 2020 (Unaudited) RM'000	31 March 2020 (Audited) RM'000
Non-current assets		
Property, plant and equipment	26,716	30,588
Investment properties	612	623
Right-of-use assets	5,805	4,714
Goodwill	10,656	10,656
Deferred tax assets	534	526
Other receivables, deposits and prepayments	247	249
	<u>44,570</u>	<u>47,356</u>
Current assets		
Inventories	9,209	11,409
Receivables, deposits and prepayments	17,447	14,707
Current tax assets	597	410
Short term investment	2,225	808
Fixed deposits with licensed banks	183	193
Cash and bank balances	6,958	6,615
	<u>36,619</u>	<u>34,142</u>
Total assets	<u>81,189</u>	<u>81,498</u>
Equity		
Share capital	35,671	35,116
Treasury shares	(278)	(327)
Reserves	24,957	23,482
Equity attributable to owners of the Company	<u>60,350</u>	<u>58,271</u>
Non-controlling interests	852	719
Total equity	<u>61,202</u>	<u>58,990</u>
Non-current liabilities		
Borrowings	2,061	1,672
Lease liabilities	2,169	949
Deferred tax liabilities	1,238	1,195
Deferred income on government grants	569	618
	<u>6,037</u>	<u>4,434</u>
Current liabilities		
Payables and accrued liabilities	9,692	11,560
Bank overdrafts	460	733
Borrowings	2,948	4,722
Lease liabilities	850	1,059
	<u>13,950</u>	<u>18,074</u>
Total liabilities	<u>19,987</u>	<u>22,508</u>
Total equity and liabilities	<u>81,189</u>	<u>81,498</u>



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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

As at 31 December 2020

	31 December 2020 (Unaudited) RM'000	31 March 2020 (Audited) RM'000
Net assets per share attributable to owners of the Company (RM)	<u>0.25</u>	<u>0.24</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



YBS INTERNATIONAL BERHAD

(Company No: 200201014380 (582043-K))
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the nine months ended 31 December 2020 - unaudited

	Share capital RM'000	Treasury shares RM'000	<u>Non-distributable</u>		<u>Distributable</u>	Equity attributable to owners of the company RM'000	Non-controlling interests RM'000	Total equity RM'000
			Share option reserve RM'000	Exchange fluctuation reserve RM'000	Retained profits RM'000			
At 1 April 2020	35,116	(327)	-	559	22,923	58,271	719	58,990
Total comprehensive income for the period								
Profit after tax for the period	-	-	-	-	883	883	125	1,008
Other comprehensive income:								
- Foreign currency exchange differences on translation of foreign operations	-	-	-	87	-	87	8	95
	-	-	-	87	883	970	133	1,103
Transactions with owners								
Sale of treasury shares	-	49	-	-	31	80	-	80
Issuance of shares pursuant to exercise of ESOS	555	-	(168)	-	-	387	-	387
Share-based payment under ESOS	-	-	642	-	-	642	-	642
	555	49	474	-	31	1,109	-	1,109
At 31 December 2020	35,671	(278)	474	646	23,837	60,350	852	61,202



YBS INTERNATIONAL BERHAD

(Company No: 200201014380 (582043-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued) For the nine months ended 31 December 2020 - unaudited

			<u>Non- distributable</u>	<u>Distributable</u>			
	Share capital RM'000	Treasury shares RM'000	Exchange fluctuation reserve RM'000	Retained profits RM'000	Equity attributable to owners of the company RM'000	Non- controlling interests RM'000	Total equity RM'000
At 1 April 2019	35,116	(146)	621	22,312	57,903	878	58,781
Total comprehensive income/(loss) for the period							
Profit/(Loss) after tax for the period	-	-	-	883	883	(109)	774
Other comprehensive expenses:							
- Foreign currency exchange differences on translation of foreign operations	-	-	(78)	-	(78)	5	(73)
	-	-	(78)	883	805	(104)	701
Transactions with owners							
Purchase of treasury shares	-	(145)	-	-	(145)	-	(145)
	-	(145)	-	-	(145)	-	(145)
At 31 December 2019	35,116	(291)	543	23,195	58,563	774	59,337

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



YBS INTERNATIONAL BERHAD

(Company No: 200201014380 (582043-K))
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the nine months ended 31 December 2020 – unaudited

	Nine months ended 31 December	
	2020 RM'000	2019 RM'000
Cash flows from operating activities		
Profit before tax	1,343	1,645
Adjustments for:		
Depreciation of property, plant and equipment	2,756	3,007
Depreciation of investment properties	11	11
Depreciation of right-of-use assets	938	750
Amortisation of deferred income on government grants	(49)	(49)
Share-based payment under ESOS	642	-
Finance costs	373	467
Gain on disposal of property, plant and equipment	(14)	-
Property, plant and equipment written off	8	-
Allowance for write-down of inventories	873	-
Interest income	(37)	(48)
Unrealised loss on foreign exchange	1,073	279
Operating profit before working capital changes	<u>7,917</u>	<u>6,062</u>
Changes in working capital:		
Inventories	1,326	(473)
Receivables	(2,945)	(1,045)
Payables	(1,855)	(12)
Related parties	(29)	-
Cash generated from operations	<u>4,414</u>	<u>4,532</u>
Interest paid	(279)	(467)
Interest received	37	48
Tax paid	(521)	(867)
Tax refund	12	266
Net cash from operating activities	<u>3,663</u>	<u>3,512</u>
Cash flows for investing activities		
Purchase of property, plant and equipment	(1,108)	(1,803)
Proceeds from disposal of property, plant and equipment	37	-
Net cash for investing activities	<u>(1,071)</u>	<u>(1,803)</u>
Cash flows from/(for) financing activities		
Sale/(Purchase) of treasury shares	80	(145)
Drawdown of additional term loans	3,510	1,293
Drawdown of bankers' acceptances	4,348	6,437
Drawdown of lease liabilities	1,841	-
Repayment of bankers' acceptances	(4,416)	(6,785)
Repayment of lease liabilities	(872)	(528)
Repayment of term loans	(4,694)	(2,283)
Proceed from issuance of shares pursuant to exercise of ESOS	387	-
Placement of fixed deposits pledged as securities	-	(89)
Advance from related parties	-	88
Net cash from/(for) financing activities	<u>184</u>	<u>(2,012)</u>
Net increase/(decrease) in cash and cash equivalents	2,776	(303)
Effect of exchange differences	(744)	(135)
Cash and cash equivalents at beginning of financial period	6,691	6,000
Cash and cash equivalents at 31 December	<u>8,723</u>	<u>5,562</u>



YBS INTERNATIONAL BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued) For the nine months ended 30 December 2020 – unaudited

	Nine months ended 31 December	
	2020	2019
	RM'000	RM'000
Cash and cash equivalents comprise of:		
Cash and bank balances	6,958	6,685
Fixed deposits with licensed banks	183	186
Short term investment	2,225	502
Bank overdrafts	(460)	(1,625)
Pledged deposits	(183)	(186)
	<u>8,723</u>	<u>5,562</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements.



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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A. Notes pursuant to Malaysian Financial Reporting Standard 134 *Interim Financial Reporting*

A1. Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board and should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2020.

The consolidated financial statements of the Group for the year ended 31 March 2020 are available upon request from the Company’s registered office at 57-G Persiaran Bayan Indah, Bayan Bay, Sungai Nibong, 11900 Penang.

The notes attached to the condensed consolidated 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 year ended 31 March 2020.

A2. Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2020, except with the adoption of the following MFRSs, Amendments and/or IC Interpretations effective for financial periods beginning on or after 1 January 2020:

- Amendments to MFRS 3 Business Combinations – Definition of a Business
- Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement and MFRS 7 Financial Instruments: Disclosures – Interest Rate Benchmark Reform
- Amendments to MFRS 101 Presentation of Financial Statements and MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material
- Amendments to References to the Conceptual Framework in MFRS Standards
- Annual Improvements to MFRS Standards 2018 - 2020

The adoption of the above standards, interpretations or amendments are not expected to have material financial impact to the financial statements of the Group.

A3. Seasonal or cyclical factors

The Group’s operations were not significantly affected by any seasonal or cyclical factors.

A4. Unusual items

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

A5. Changes in estimates

There were no changes in estimates that have had a material effect for the period under review.



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A6. Debt and equity securities

Save as disclosed below, there were no issues, cancellations, repurchases, resale and repayments of debt and equity securities during the period under review.

- 1) On 27 August 2020, the Company has resold 360,000 of its treasury shares held to the open market at an average price of RM0.22 per share. As at 31 December 2020, a total of 2,068,800 ordinary shares are held as treasury shares by the Company.
- 2) On 24 December 2020, the Company has issued 3,100,200 new ordinary shares arising from the exercise of options granted under the Employees' Share Option Scheme ("ESOS") for the eligible employees of the Group at the exercise price of RM0.125 per share.

A7. Dividends paid

There were no dividends paid during the period under review.

A8. Segment information

The Group is organised and managed into business units based on its products and services as follows:

- i. Precision engineering and plastic injection moulding - Involved in the design and manufacture of high precision moulds, tools and dies, plastic injection moulding and sub-assembly.
- ii. Precision machining and stamping - Involved in the manufacture and sale of precision machining and stamping components for the telecommunication, industrial sensors, switches, electronic equipment and other industries and the provision of related specialised engineering services.
- iii. Others - Involved in the manufacture and assembly of electronic components and manufacture of paper honeycomb products.

During the period under review, the Group's Executive Board has changed its internal reporting structure to combine the segment of precision engineering and precision plastic injection moulding into precision engineering and plastic injection moulding segment. Therefore, the Group's basis of measurement of segment profit or loss has been changed from the last annual financial statements in order to be consistent with the internal reporting structure. The segment information for prior year corresponding quarter and period has been restated to reflect the change.

Information in respect of the Group's reportable segments for the period ended 31 December 2020 was as follows:

	Precision engineering and plastic injection moulding RM'000	Precision machining and stamping RM'000	Others RM'000	Total RM'000
External revenue	17,288	26,404	2,467	46,159
Inter-segment revenue	1,813	22	1	1,836
Reportable segment profit	3,015	2,230	632	5,877
Reportable segment assets	34,578	44,832	3,886	83,296
Reportable segment liabilities	11,236	17,326	1,391	29,953



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(Incorporated in Malaysia)

A8. Segment information (continued)

Reconciliation of reportable segment profit:

	Period to date RM'000
Total profit for reportable segments	5,877
Depreciation and amortisation	(3,705)
Finance costs	(373)
Interest income	37
Unallocated corporate expenses	(682)
Elimination of inter-segment profits	189
Consolidated profit before tax	<u>1,343</u>

A9. Events after the end of the interim period

Save as disclosed in Note B7, there were no events after the current period ended 31 December 2020 that has not been reflected in this quarterly report.

A10. Changes in the composition of the Group

There were no changes in the composition of the Group for the current period ended 31 December 2020.

A11. Capital expenditure

The major additions of property, plant and equipment during the current quarter and period ended 31 December 2020 were as follows:

	Current quarter RM'000	Period to date RM'000
Additions	411	<u>1,108</u>

A12. Material commitments

As at 31 December 2020, the Group has the following material commitments:

	RM'000
Contracted but not provided for:	
Capital expenditure	<u>19,509</u>

Included in the capital expenditure is an amount of RM19.224 million for the acquisition of a piece of industrial land together with the building erected thereon known as Plot 300 at Penang Science Park, Penang as disclosed in Note B7(1).

A13. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets arising since the end of the last annual reporting period.



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A14. Related party transactions

Related party transactions have been entered into in the normal course of business under normal trade terms. The related party transaction of the Group was as follows:

	Current quarter	Period to date
	RM'000	RM'000
Transactions with company in which Director have substantial interest		
- Sales of goods	71	166
- Purchases of goods	122	296
- Transportation charges	2	2
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B. Notes pursuant to Chapter 9, Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Performance review

Financial performance

	Current quarter		Period to date	
	Three months ended		Nine months ended	
	31 December		31 December	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Revenue:				
Precision engineering and plastic injection moulding	6,151	4,964	17,288	15,841
Precision machining and stamping	9,172	9,706	26,404	32,468
Others	1,120	1,602	2,467	4,889
	<u>16,443</u>	<u>16,272</u>	<u>46,159</u>	<u>53,198</u>
Gross profit	2,905	2,734	8,734	8,812
Profit/(Loss) before tax	638	(107)	1,343	1,645
Profit/(Loss) after tax	616	(274)	1,008	774

The Group reported revenue of RM46.159 million for the current period ended 31 December 2020, representing a decrease of 13.2% as compared to the prior corresponding period ended 31 December 2019. For the current quarter ended 31 December 2020, the Group achieved revenue of RM16.443 million which was slightly higher as compared to the prior year corresponding quarter of RM16.272 million. The decline in revenue for current period was attributable to decrease in revenue contribution from the precision machining and stamping segment and the manufacture of electronic components under others segment.

The Group's profit before tax for the current period ended 31 December 2020 amounted to RM1.343 million as compared to RM1.645 million reported in the prior corresponding period ended 31 December 2019. The decline in profit before tax was in tandem with the decrease in the Group's revenue. For the current quarter, the Group recorded a profit before tax of RM0.638 million as compared to a loss before tax of RM0.107 million in the prior year corresponding quarter due to the lower operating expenses as a result of the cost cutting measures.

Precision engineering and plastic injection moulding segment

Revenue for the current period and quarter ended 31 December 2020 increased by 9.1% and 23.9% respectively as compared to previous year's corresponding period. The increase in revenue was due to higher demand from its existing and new customers.

Precision machining and stamping segment

Revenue for the current period and quarter ended 31 December 2020 decreased by 18.7% and 5.5% respectively as compared to previous year's corresponding period. The decrease was mainly due to lower demand as a result of the global Covid-19 pandemic which has disrupted the precision machining and stamping industry.

Gross profit

The Group's gross profit for the current period and quarter ended 31 December 2020 amounted to RM8.734 million and RM2.905 million respectively, representing a decrease of 0.9% and an increase of 6.3% respectively as compared to last year corresponding period. The changes in gross profit were in tandem with the revenue and there is no major variance noted for the current period and quarter.



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(Incorporated in Malaysia)

B2. Comment on material change in profit before tax

	Current quarter RM'000	Preceding quarter RM'000	Variance	
			RM'000	%
Revenue	16,443	15,097	1,346	8.9
Profit/(Loss) before tax	638	(116)	754	(650.0)

The Group recorded a profit before tax of RM0.638 million for the current quarter ended 31 December 2020 as compared to a loss before tax of RM0.116 million recorded in the previous quarter ended 30 September 2020. The profit before tax was mainly attributable to the expenses of share option granted under ESOS of RM0.642 million which incurred in the immediate preceding quarter.

B3. Future prospects

The Group is of the view that the business environment remains volatile and challenging. The ongoing trade tensions between the United States of America and China have dented global growth. The uncertainties created by the Covid-19 pandemic and disruption in the global supply chain have negatively affected global economic growth especially the third wave of the Covid-19 has brought an increasing number of cases and some countries including Malaysia have restricted the economic and social activities.

Besides, any significant movement in the exchange rate between Ringgit Malaysia and United States Dollar may result in foreign exchange gains or losses, which may also affect the Group's performance.

Premised on the above, the Group remains cautious on the overall outlook for financial year ending 2021.

B4. Statement by the Board of Directors on revenue or profit estimate, forecast, projection or internal targets

The Group did not announce any revenue or profit estimate, forecast, projection or internal targets for the financial period ended 31 December 2020.

B5. Variance of actual profit from profit forecast or shortfall in the profit guarantee (only applicable to the final quarter for corporations which have previously announced or disclosed a profit forecast or profit guarantee in a public document)

Not applicable.

B6. Income tax expense

	Current quarter RM'000	Period to date RM'000
Income tax	(39)	309
Deferred tax	61	26
	<u>22</u>	<u>335</u>

The effective tax rate of the Group is higher than the statutory tax rate of 24% mainly due to certain expenses which were not deductible for income tax purposes and losses of certain subsidiaries cannot be set off against taxable profits generated by the other subsidiaries.



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B7. Status of corporate proposals

Save as disclosed below, there is no outstanding uncompleted corporate proposals as at the date of this quarterly report.

- 1) On 29 October 2019, Affin Hwang Investment Bank Berhad (“Affin Hwang IB”) had on behalf of the Board of Directors (“Board”), announced that Oriental Fastech Manufacturing Sdn Bhd (“OFM”), a wholly owned subsidiary of YBS International Berhad (“YBS”), had on 29 October 2019 accepted the letter of offer dated 25 October 2019 (“Letter of Offer”) from Penang Development Corporation (“PDC”) in relation to the proposed acquisition by OFM of a piece of industrial land together with the building erected thereon known as Plot 300 at Penang Science Park, Penang (“Property”) from PDC for a total purchase consideration of RM24,029,874 to be satisfied entirely by cash (“Proposed Acquisition”).

The Property comprises an area of approximately 10.03 acres (equivalent to approximately 436,906.80 square feet). The Property is under a leasehold title which was issued by the Land Office on 20 May 2008. The lease has another forty-nine (49) years remaining and will expire on 19 May 2068.

OFM has paid the earnest deposit of RM2,402,987.40, being 10% of the purchase consideration for the Proposed Acquisition (“Earnest Deposit”). The Earnest Deposit is considered as part of the purchase consideration and is only refundable in the event OFM fails to execute the SPA due to failure in obtaining the approval of Bursa Malaysia Securities Berhad (“Bursa Securities”) and the shareholders of YBS at an extraordinary general meeting (“EGM”) of the Company to be convened in relation to the Proposed Acquisition. Pursuant thereto, OFM will only enter into the SPA with PDC subsequent to YBS obtaining the relevant approvals from Bursa Securities as well as its shareholders’ approval at an EGM to be convened for the Proposed Acquisition.

The Proposed Acquisition shall be subject to a formal sale and purchase agreement (“SPA”) to be entered into between OFM and PDC by 28 February 2020. On 29 January 2020, Affin Hwang IB had on behalf of the Board, announced that PDC and OFM had agreed to extend the deadline to execute the SPA until 31 March 2020. All other provisions contained in the Letter of Offer shall remain unchanged.

On 12 February 2020, YBS has issued a Circular in relation to the Proposed Acquisition and Notice of EGM to its shareholders. The EGM has been held on 5 March 2020 and the shareholders had approved the Proposed Acquisition by poll-voting.

On 29 May 2020, Affin Hwang IB had on behalf of the Board, announced that PDC and OFM had agreed to extend the deadline to execute the SPA until 30 September 2020. All other provisions contained in the Letter of Offer shall remain unchanged. However, Affin Hwang IB had on behalf of the Board, announced that OFM had on 2 October 2020 entered into the SPA with PDC for the Proposed Acquisition.

On 22 February 2021, Affin Hwang IB had on behalf of the Board, announced that OFM had on 18 February 2021 settled the final payment to PDC, marking the completion of the Proposed Acquisition.

- 2) On 5 August 2020, the Board had announced that the Company has offered a share options to its eligible Directors and employees to subscribe for 32,536,000 new ordinary shares in YBS (“Options”) under the ESOS in accordance with the ESOS By-laws of the Company. The exercise price of the Options offered was fixed at RM0.125 per share. The number of Options offered to each director are as follows:



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(Company No: 200201014380 (582043-K))
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B7. Status of corporate proposals (continued)

Directors	Designation	Number of Options offered
Ybhg Dato' (Dr) Pahamin Ab Rajab	Chairman	300,000
Yong Chan Cheah	Managing Director	2,613,000
Yong Swee Chuan	Executive Director	2,613,000
Low Hee Chung	Independent Director	500,000
Gor Siew Yeng	Independent Director	380,000

The vesting period of the Options offered was five (5) years period commencing from 7 September 2020 or 7 September 2020 until expiry date of the period of ESOS whichever is earlier, subject to the exercise conditions as determined by the ESOS Committee.

On 13 August 2020, the Board had announced that they had approved the extension of the ESOS which will be expiring on 28 February 2021, for a further period of five (5) years from 1 March 2021 to 28 February 2026.

B8. Borrowings and debt securities

The Group's loans and borrowings as at the end of the reporting period were as follows:

	As at 31 December 2020		
	Short term RM'000	Long term RM'000	Total RM'000
<i>Secured</i>			
Bank overdrafts	460	-	460
Bankers' acceptance	1,792	-	1,792
Finance lease liabilities	850	2,169	3,019
Term loans	1,156	2,061	3,217
	<u>4,258</u>	<u>4,230</u>	<u>8,488</u>

	As at 31 December 2019		
	Short term RM'000	Long term RM'000	Total RM'000
<i>Secured</i>			
Bank overdrafts	1,625	-	1,625
Bankers' acceptance	2,095	-	2,095
Term loans	1,676	1,616	3,292
	<u>5,396</u>	<u>1,616</u>	<u>7,012</u>

Loans and borrowings denominated in currencies other than Ringgit Malaysia were as follows:

	As at 31 December 2020		
	Short term RM'000	Long term RM'000	Total RM'000
Vietnamese Dong	748	-	748

	As at 31 December 2019		
	Short term RM'000	Long term RM'000	Total RM'000
United States Dollar	679	-	679
Vietnamese Dong	708	-	708



YBS INTERNATIONAL BERHAD

(Company No: 200201014380 (582043-K))
(Incorporated in Malaysia)

B9. Material litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this quarterly report.

B10. Dividends

The Directors do not recommend any dividend for the period under review.

B11. Earnings per share

Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the current quarter and financial period to date was based on the profit attributable to owners of the Company and the weighted average number of ordinary shares in issue, excluding treasury shares, in the respective periods as follows:

	Current quarter	Year to date
Profit attributable to owners of the Company (RM'000)	553	883
Weighted average number of ordinary shares in issue (units)	240,263,163	239,845,174
Basic earnings per ordinary share (sen)	<u>0.23</u>	<u>0.37</u>

Diluted earnings per ordinary share

Not applicable.

B12. Auditor's report on preceding annual financial statements

The auditor's report on the audited financial statements for the year ended 31 March 2020 was not qualified.

B13. Profit for the period

	Current quarter RM'000	Period to date RM'000
Profit for the period is arrived at after charging:		
Foreign currency exchange losses	445	1,286
Allowance for write-down of inventories	463	873
Depreciation	1,225	3,705
Finance costs	161	373
and after crediting:		
Amortisation of deferred income on government grants	16	49
Gain on disposal of property, plant and equipment	13	14
Foreign currency exchange gain	(1)	173
Interest income	18	37

Other than the above, there were no other income including investment income, provision for and write off of receivables, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, gain or loss on derivatives and exceptional items for the current quarter and period ended 31 December 2020.



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B14. Derivative financial instruments

The Group does not have any derivative financial instruments at the end of the reporting period.

B15. Fair value changes of financial liabilities

The Group does not have any financial liabilities that are measured at fair value through profit or loss.