



VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2021

The Board of Directors of Vsolar Group Berhad is pleased to announce the following unaudited consolidated financial statements for the quarter ended 30 June 2021 which should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 June (“FYE”) 2020 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER Quarter Ended			CUMULATIVE QUARTER Year Ended		
		30.06.2021 RM'000 (unaudited)	30.06.2020 RM'000 (unaudited)	Changes %	30.06.2021 RM'000 (unaudited)	30.06.2020 RM'000 (restated)	Changes %
Revenue	A8	707	859	-8	7,727	2,782	>100
Cost of sales		(539)	(643)	-4	(6,621)	(1,849)	>100
Gross profit		168	216	-21	1,106	933	19
Other income		272	42	>100	403	75	>100
Administrative expenses		(11,322)	(2,066)	>100	(35,448)	(5,134)	>100
Loss from operations		(10,882)	(1,808)	>100	(33,939)	(4,126)	>100
Finance costs		(54)	(7)	71	(60)	(17)	100
Loss before taxation	B11	(10,936)	(1,815)	>100	(33,999)	(4,143)	>100
Taxation		(99)	3	>100	(125)	3	>100
Loss for the financial period		(11,035)	(1,812)	>100	(34,124)	(4,140)	>100
Loss for the financial period attributable to:							
- Owners of the Company		(10,998)	(1,615)	>100	(34,125)	(3,895)	>100
- Non-controlling interests		(37)	(197)	93	1	(245)	>100
		(11,035)	(1,812)	>100	(34,124)	(4,140)	>100
Total comprehensive loss attributable to:							
- Owners of the Company		(10,998)	(1,615)	>100	(34,125)	(3,895)	>100
- Non-controlling interests		(37)	(197)	93	1	(245)	>100
		(11,035)	(1,812)	>100	(34,124)	(4,140)	>100
Losses per share attributable to the owner of the company	B12						
Basic (sen)		(0.42)	(0.39)		(1.43)	(0.97)	

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As At 30.06.2021 RM'000 (unaudited)	As At 30.06.2020 RM'000 (restated)
ASSETS			
Non-current assets			
Property, plant & equipment		5,873	9,638
Intangible asset		-	-
Right-of-use assets		1,913	932
Other investment		22,446	-
Total non-current assets		30,232	10,570
Current assets			
Trade receivables	B13	3,373	1,708
Other receivables, deposits and prepayments		3,275	3,617
Cash and cash equivalents		68,557	499
Total current assets		75,205	5,824
Total assets		105,437	16,394
EQUITY AND LIABILITIES			
EQUITY			
Share capital		147,029	50,759
Reserves		(43,114)	(37,083)
Equity attributable to owners of the parent		103,915	13,676
Non-controlling interest		(961)	(962)
Total equity		102,954	12,714
LIABILITIES			
Non-current liability			
Lease liabilities		1,732	773
Current liabilities			
Trade payables		34	1,170
Other payables and accruals		376	1,536
Bank overdraft	B8	7	5
Lease liabilities		250	196
Income tax payable		84	-
Total current liabilities		751	2,907
Total liabilities		2,483	3,680
Total equity and liabilities		105,437	16,394
Net asset per share attributable to the owners of the parent (sen)		2.81	3.09

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	[----- Non-distributable -----]			Distributable Accumulated losses	Total	Non-controlling interests	Total
	Share capital RM'000	Warrant reserve RM'000	ESOS reserve RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 July 2020	50,759	-	-	(37,070)	13,689	(962)	12,727
Prior year adjustments	-	-	-	(13)	(13)	-	(13)
As at 1 July 2020 (restated)	50,759	-	-	(37,083)	13,676	(962)	12,714
Transactions with owners:							
Grant of equity-settled share options (“ESOS”) to employees	-	-	27,618	-	27,618	-	27,618
Ordinary share issued pursuant to:-							
-ESOS	53,640	-	(24,168)	-	29,472	-	29,472
-Private placement	30,547	-	-	-	30,547	-	30,547
-Conversion of warrants	12	(6)	-	-	6	-	6
Right issue	12,071	24,650	-	-	36,721	-	36,721
	96,270	24,644	3,450	-	124,364	-	124,364
Total comprehensive loss for the financial year	-	-	-	(34,125)	(34,125)	1	(34,124)
As at 30 June 2021	147,029	24,644	3,450	(71,208)	103,915	(961)	102,954
As at 1 July 2019	48,126	-	133	(33,188)	15,071	(717)	14,354
Transactions with owners:							
Employees’ share options lapsed	-	-	(133)	-	(133)	-	(133)
Grant of ESOS	-	-	1,271	-	1,271	-	1,271
Ordinary share issued pursuant to:-							
-ESOS	2,633	-	(1,271)	-	1,362	-	1,362
	2,633	-	(133)	-	2,500	-	2,500
Total comprehensive loss for the financial year	-	-	-	(3,882)	(3,882)	(245)	(4,127)
As at 30 June 2020	50,759	-	-	(37,070)	13,689	(962)	12,727

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CONSOLIDATED STATEMENT OF CASH FLOWS

	Year Ended	
	30.06.2021 RM'000 (unaudited)	30.06.2020 RM'000 (restated)
Operating activities		
Loss before tax	(33,999)	(4,143)
Adjustments for:-		
Bad debts written off	-	835
Depreciation of property, plant and equipment	680	784
Depreciation of right-of-used assets	274	224
Property, plant and equipment written off	115	638
Impairment loss on other receivables	-	27
Impairment loss on trade receivables	80	-
Impairment loss on intangible assets	242	-
Impairment loss on property, plant and equipment	3,000	-
Interest expense	60	43
Interest income	(355)	(37)
Expenses written off	-	605
Loss on lease modification	16	-
Share-based payments	27,618	1,138
Operating loss before working capital changes	(2,269)	114
Changes in working capital:-		
Payables	(2,947)	1,496
Receivables	(1,299)	(3,652)
Cash used in operating activities	(6,515)	(2,042)
Tax paid	(26)	(23)
Net cash used in operating activities	(6,541)	(2,065)
Investing activities		
Purchase of property, plant and equipment	(30)	(29)
Additions to right-of-use assets	(491)	(1,156)
Acquisition of a subsidiary	269	-
Placement of investment	(22,446)	-
Interest received	355	13
Net cash generated used in investing activities	(22,343)	(1,172)
Financing activities		
Proceed from issuance of ordinary shares pursuant to		
- ESOS	29,472	1,362
- Private placement	30,547	-
- Right issues	36,721	-
- Warrant	6	-
(Placement)/Withdrawal of fixed deposits	-	1,200
Interest paid on lease liabilities	(60)	(43)
Drawdown/(Repayment) of lease liabilities	254	331
Net cash from financing activities	96,940	2,850
CASH AND CASH EQUIVALENTS		
Net changes	68,056	(387)
Cash and cash equivalents at beginning of year	211	598
Cash and cash equivalents at the end of year	68,267	211

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CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

Cash and cash equivalents at the end of the financial year comprise the following:

Cash and bank balances	68,557	499
Less: Fixed deposits pledged as securities	(283)	(283)
Bank overdraft	(7)	(5)
	<hr/>	<hr/>
	68,267	211
	<hr/> <hr/>	<hr/> <hr/>

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NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in MFRS 134 – Interim Financial Reporting, the International Accounting Standard 34 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

The interim financial statements should be read in conjunction with the audited financial statements for the FYE 2020 and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes 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 FYE 2020.

The accounting policies and methods of computation used in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the FYE 2020 except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 January 2020.

The Group has adopted the following Amendments to Standards during the financial period.

MFRS effective for financial periods beginning on or after 1 January 2020

Amendment to MFRS 3	<i>Business Combination - Definition of a Business</i>
Amendment to MFRS 101	<i>Presentation of Financial Statements: Definition of Material</i>
Amendments to MFRS 108	<i>Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Material</i>
Amendment to MFRS 16	<i>Leases – Covid-19 – Related Rent Concessions</i>

The adoption of the above pronouncements did not have material impact on the financial statements of the Group and of the Company.

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

MFRS effective for financial periods beginning on or after 1 January 2021

Amendment to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement, MFRS 7 Financial Instruments: Disclosures, MFRS4 Insurance Contract and MFRS 16 Leases – Interest Rate Benchmark Reform-Phase 2

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A1. Basis of Preparation (cont'd)

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board (cont'd):

MFRS effective for financial periods beginning on or after 1 January 2022

Amendment to MFRS 3	<i>Business Combinations- Reference to the Conceptual Framework</i>
Amendment to MFRS 116	<i>Property, Plant and Equipment – Proceeds before Intended Use</i>
Amendments to MFRS 137	<i>Provisions, Contingent Liabilities and Contingent Assts – Onerous Contract – Cost of Fulfilling a Contract</i>
Amendment to MFRS 1	<i>First time Adoption of Malaysian Financial Reporting Standards -Annual Improvements to MFRS Standards 2018-2020</i>
Amendment to MFRS 9	<i>Financial Instruments - Annual Improvements to MFRS Standards 2018-2020</i>

MFRS effective for financial periods beginning on or after 1 January 2023

MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 17	<i>Insurance Contracts</i>
Amendment to MFRS 101	<i>Presentation of Financial Statements - Classification of liabilities as current or non-current</i>

The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

A2. Qualification of financial statements

The audit report of the Group's financial statements for the FYE 2020 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the current financial quarter were not affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current financial quarter.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior financial periods, which have a material effect in the current financial quarter.

A6. Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current financial quarter and period except for :-

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A6. Debt and equity securities (cont'd)

i) The Company issued new ordinary shares pursuant to ESOS exercise as below:

Corporate Exercise	Listing Date	No. of Shares '000	Share Price RM	Proceeds RM'000
ESOS	19 August 2020	82,000	0.0475	3,895
ESOS	22 September 2020	150,000	0.0450	6,750
ESOS	13 October 2020	89,942	0.0350	3,148
ESOS	19 October 2020	90,058	0.0350	3,152
ESOS	23 October 2020	46,309	0.0350	1,621
ESOS	03 November 2020	42,468	0.0350	1,486
ESOS	10 November 2020	12,740	0.0350	446
ESOS	11 November 2020	13,893	0.0350	486
ESOS	25 November 2020	71,039	0.0500	3,552
ESOS	18 January 2021	94,900	0.0400	3,796
ESOS	22 January 2021	28,490	0.0400	1,140
TOTAL				29,472

ii) The Company issued new ordinary shares pursuant to Rights Issue exercise as below:

Corporate Exercise	Listing Date	No. of Shares '000	Share Price RM	Proceeds RM'000
Rights Issue	13 July 2020	1,232,492	0.0300	36,975
TOTAL				36,975

iii) The Company issued new ordinary shares pursuant to Private Placement exercise as below:

Corporate Exercise	Listing Date	No. of Shares '000	Share Price RM	Proceeds RM'000
Private Placement	18 November 2020	210,163	0.0342	7,187
Private Placement	11 January 2021	245,193	0.0378	9,268
Private Placement	17 May 2021	170,000	0.0225	3,825
Private Placement	10 June 2021	200,000	0.0161	3,220
Private Placement	17 June 2021	476,215	0.0161	7,667
TOTAL				31,167

iv) The Company issued new ordinary shares pursuant to warrant conversion as below:

Corporate Exercise	Listing Date	No. of Shares '000	Share Price RM	Proceeds RM'000
Warrant	9 December 2020	200	0.03	6
TOTAL				6

A7. Dividend paid

There were no dividends paid during the current financial quarter.

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A8. Segmental information

All businesses were transacted in Malaysia and mostly generated from solar energy business and information technology related business.

Year Ended 30.06.2021	Publication	Trading	Renewable Energy	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	-	4,909	2,895	-	(77)	7,727
Result:						
Segment result	(12)	333	(16,039)	(51,170)	32,546	(34,342)
Other Income	-	-	-	403	-	403
Finance costs	(1)	-	(56)	(3)	-	(60)
(Loss)/Profit before taxation	(13)	333	(16,095)	(50,770)	32,546	(33,999)
Taxation	(6)	(100)	(19)	-	-	(125)
(Loss)/Profit after taxation	(19)	233	(16,114)	(50,770)	32,546	(34,124)
Segment assets	292	6,487	15,642	149,151	(66,135)	105,437
Segment liabilities	4,938	6,176	36,790	58,642	(104,063)	2,483

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current financial quarter.

A10. Material events subsequent to the end of the current quarter

- i) On 30 June 2021, 300,000,000 shares option were offered to eligible employee at an exercise price of RM0.015 each and were issued on 6 July 2021.
- ii) On 15 July 2021, 300,000,000 shares option were offered to eligible employee at an exercise price of RM0.0125 each and were issued on 21 July 2021.
- iii) On 18 August 2021, 300,000,000 shares option were offered to eligible employee at an exercise price of RM0.0125 each and were issued on 20 August 2021.
- iv) On 30 August 2021, 300,000,000 shares option were offered to eligible employee at an exercise price of RM0.0125 each.
- v) On 3 September 2021 and 6 September 2021, Cubetech Asia Sdn Bhd (“CASB”) acquired 32,500,000 ordinary shares at average price of RM0.18 per share for a total consideration of RM5,916.390.05 representing 4.31% shareholdings of Meridian Berhad.
- vi) On 6 September 2021, 7 September 2021 and 8 September 2021, CASB acquired 15,726,300 ordinary shares at average price of RM0.58 per share for a total consideration of RM9,251,410.93 representing 2.33% shareholdings of Symphony Life Berhad.

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A11. Changes in the composition of the Group

On 18 February 2021, the Company subscribed additional 540,177 ordinary shares at RM1.00 for a total consideration of RM540,177 of Vsolar Engineering Sdn Bhd (“VESB”). Upon completion, VESB became a 99% owned subsidiary of the Group.

On 15 April 2021, the Company acquired 50,000 ordinary shares at representing 100% shareholdings of Integrated Solar Farm Sdn Bhd (“ISF”).

Save for the above, there were no changes in the composition of the Group during the current financial quarter and period.

A12. Contingent liabilities

The Company has given corporate guarantee of RM800,000 to Fast Track Solution Sdn Bhd, a subsidiary company as security against banking facility granted to Fast Track Solution Sdn Bhd in the form of bank overdraft.

A13. Capital commitments

There were no capital commitments as at 30 June 2021.

A14. Significant related party transactions

There were no significant related party transactions during the current financial quarter.

A15. Financial Instruments

a) Categories of Financial Instruments

The table below provides an analysis of financial instrument as at 30 June 2021 categorised as follows:

	As At 30.06.2021 Unaudited RM'000	As At 30.06.2020 Restated RM'000
Financial assets		
Trade receivables	3,373	1,708
Other receivables and deposits	3,254	3,582
Cash and cash equivalents	68,557	499
	75,184	5,789
Financial liabilities		
Trade payables	34	1,170
Other payables and accruals	376	1,536
Lease liabilities	250	196
Bank overdrafts	7	5
	667	2,907

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A15. Financial Instruments (Cont'd)

b) Fair Value Information

The carrying amount of cash and cash equivalents, short term receivables and payables and short term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

A16. Fair Value Measurement

The financial assets maturing within the next 12 months reasonably approximate their fair values due to the relatively short-term maturity of the financial instruments.

Fair value hierarchy

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows (cont'd):

	As At 30.06.2021 Unaudited RM'000	As At 30.06.2020 Audited RM'000
Level 1: Other investment	<u>22,446</u>	<u>-</u>

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PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review Of Performance

Statement of Profit & Loss and Other Comprehensive Income

Group Results	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	Quarter Ended		Changes		Year Ended		Changes	
	30.06.2021 RM'000 (unaudited)	30.06.2020 RM'000 (unaudited)	RM'000	%	30.06.2021 RM'000 (unaudited)	30.06.2020 RM'000 (restated)	RM'000	%
Revenue	707	859	(152)	-18	7,727	2,782	4,945	>100
Gross profit	168	216	(48)	-22	1,106	933	173	19
Loss before tax	(10,936)	(1,815)	(9,121)	->100	(33,999)	(4,143)	(29,856)	->100
Loss after tax	(11,035)	(1,812)	(9,223)	->100	(34,124)	(4,140)	(29,984)	->100

Revenue

The Group's registered revenue of RM0.71 million for three (3) months ended 30 June 2021, representing a decreased of RM0.15 million compared to the preceding corresponding financial quarter of RM0.86 million. The decrease in revenue primarily attributable to the lower revenue contribution from the trading segment with lower demand.

Gross profit and gross profit margin

The Group's gross profit of RM0.17 million for the three (3) months ended 30 June 2021 is lower compared to the preceding corresponding financial quarter of RM0.22 million, contributed from lower revenue as explained above. The gross profit margin for current quarter of 23.7% is lower than the previous financial quarter of 25.1% attributable to the lower margin from the trading segment.

Loss after tax

The Group recorded a loss after tax of RM10.94 million for the three (3) months ended 30 June 2021 as compared to loss after tax of RM1.82 million for the preceding corresponding financial quarter. The increase in loss after tax was mainly due to the impairment loss on solar plant RM3.00 million, share based payment amounted to RM7.62 million incurred during the current financial quarter pursuant to the revised valuation report of ESOS granted (RM4.17 million) and additional ESOS offered (RM3.45 million).

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B2. Material Changes In Financial Performance For the Quarter Compared with Immediate Preceding Quarter

Group Results	Quarter Ended		Changes (%)	
	30.06.2021 RM'000 (unaudited)	31.03.2021 RM'000 (unaudited)	RM'000	%
Revenue	707	3,327	(2,620)	-79
Gross profit	168	381	(213)	56
Loss before tax	(10,936)	(3,673)	(7,263)	->100
Loss after tax	(11,035)	(3,684)	(7,351)	->100

Revenue

The Group recorded a decrease of RM2.62 million revenue to RM0.71 million in the current financial quarter as compared to RM3.32 million in the immediate preceding financial quarter. The decrease was mainly attributable to the realisation of revenue from VESB in immediate preceding financial quarter.

Loss after tax

The Group recorded a loss after tax of RM10.94 million in the current financial quarter as compared to loss after tax of RM3.68 million loss in the immediate preceding financial quarter. The loss was attributable to impairment loss on solar plant and share based payment as explained in B1 as compared to RM3.11 million incurred in the immediate preceding financial quarter.

B3. Current year prospects

Since the outbreak of Covid-19 in Malaysia, the country had been imposing restriction on different level to curb the spread of the virus. A full Movement Control Order (“MCO”) had been implemented by the government for the whole country starting from 1 June 2021. The Covid-19 induced recession has led to an increase in the demand for the green energy solutions. The Malaysia government had been supportive in the adoption of RE with the rolling of tax incentives introduced by the Malaysia Investment Development Authority such as Green Investment Tax Allowances, Green Income Tax Exemption and Solar Leasing Tax Exemption.

VESB had on 12 July 2021 entered into a collaboration agreement with Pasukhas Energy Sdn Bhd to jointly bid for Solar PV-related projects. With the combined resources from the collaboration, it creates a project management team that can cater for any upcoming large scale solar (“LSS”) project that requires a turnkey operator to come on stream.

CASB acquired 2.33% and 4.31% in Symphony Life Berhad and Meridian Berhad respectively in early September 2021. The Group sees the potential of the property business and invested in both companies that were listed on the Main Market of the Bursa Malaysia Securities Berhad.

At this juncture, the Group’s main revenue contributor generated from its trading segment, which accounts for over 63% of this quarter’s total revenue. This business mainly focuses on value-added reselling and provisioning of computer products and related accessories on project basis. The business has been providing a stable and continuous revenue to the Group.

Premised on the above, the management of Vsolar believes that both Solar and Biomass/Biogas RE is a stable RE source for the future. Therefore, these businesses have a favourable outlook based on the increasing demand for RE.

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B4. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5. Taxation

Tax charges comprises:-

	Current Quarter Ended 30.06.2021 RM'000	Cumulative Year Ended 30.06.2021 RM'000
Current quarter/year to date	83	111
Overprovision in prior quarter/year	16	14
Tax expense	99	125

B6. Status of corporate proposals

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

B7. Status of utilisation of proceeds

The Company has on 13 July 2020 completed a Renounceable Rights Issue of 1,232,492,289 Rights Shares and 821,661,526 Warrants on the ACE Market of Bursa Securities. The Renounceable Rights Issue with Warrants has raised a gross proceeds of RM36,974,769. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5 %)
Capital expenditure for development and construction of biomass/biogas plants	34,085	-	34,085	Between 12 to 36 months	-	N/A
Working Capital	2,040	-	2,040	Within 36 months from the completion of the construction of biomass/biogas plants	-	N/A
Estimated expenses for the Right Issue with Warrants	850	(850)	-	Within 1 month	-	N/A
	36,975	(850)	36,125		-	

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B7. Status of utilisation of proceeds (Cont'd)

The Company has on 18 November 2020 completed a private placement of 210,163,000 new shares. The private placement raised a gross proceeds of RM7,187,574. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	6,884	(7,059)	175	-	Within 24 months	-	N/A
Estimated expenses	303	(128)	(175)	-	Immediate	-	N/A
	<u>7,187</u>	<u>(7,187)</u>	<u>-</u>	<u>-</u>		<u>-</u>	

The Company has on 11 January 2021 completed a private placement of 245,193,000 new shares. The private placement raised a gross proceeds of RM9,268,295. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	8,823	(4,629)	307	4,501	Within 24 months	-	N/A
Estimated expenses	445	(138)	(307)	-	Immediate	-	N/A
	<u>9,268</u>	<u>(4,767)</u>	<u>-</u>	<u>4,501</u>		<u>-</u>	

The Company has on 17 June 2021 completed a private placement of three tranches amounted to 846,215,000 new shares. The private placement raised a gross proceeds of RM14,712,061. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	13,642	-	715	14,357	Within 24 months	-	N/A
Estimated expenses	1,070	(355)	(715)	-	Immediate	-	N/A
	<u>14,712</u>	<u>(355)</u>	<u>-</u>	<u>14,357</u>		<u>-</u>	

B8. Borrowings and debt securities

The Group did not issue any debt securities or long term borrowings during the current financial quarter. The Group's borrowings which are denominated in Ringgit Malaysia as at 30 June 2021 are as follows:

	Secured RM'000	Unsecured RM'000	Total
Short term loans			
Overdraft	7	-	7

B9. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

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B10. Dividend

The Board of Directors did not recommend any dividend for the current financial quarter.

B11. Loss before tax

	INDIVIDUAL QUARTER Quarter Ended		CUMULATIVE QUARTER Year Ended	
	30.06.2021 RM'000	30.06.2020 RM'000	30.06.2021 RM'000	30.06.2020 RM'000
Loss before tax is stated after crediting:- Interest income	224	25	355	37
Loss before tax is stated after charging:- Bad debts written off	-	835	-	835
Depreciation of property, plant and equipments	170	63	680	784
Depreciation of right-of-use assets	96	63	274	224
Impairment loss on other receivables	-	27	-	27
Impairment loss on intangible assets	242	-	242	-
Impairment loss on property, plant and equipment	3,000	-	3,000	-
Interest expense	54	33	60	43
Loss on lease modification	16	-	16	-
Property, plant and equipment written off	-	638	-	638
Share-based payments	7,624	(133)	27,618	1,138

B12. Loss per share

Basic loss per share is calculated by dividing the net loss attributable to owners of parent for the period by the number of ordinary shares in issue during the period.

	INDIVIDUAL QUARTER Quarter Ended		CUMULATIVE QUARTER Year Ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Net loss attributable to owners of the parent (RM'000)	(10,998)	(1,615)	(34,125)	(3,895)
Weighted average number of ordinary shares in issue ('000)	3,024,202	410,831	2,386,474	403,050
Basic & diluted loss per share attributable to owners of the parent (sen)*	(0.36)	(0.39)	(1.43)	(0.97)

*The diluted loss per share for the financial period is equal to the basic loss per share as the conversion of potential ordinary share would decrease loss per share from continuing operation. Thus, the potential effect of the conversion of warrants would be anti-dilutive.

B13. Trade Receivables

	As at 30.06.2021 RM'000 (unaudited)	As at 30.06.2020 RM'000 (audited)
Trade receivables	3,453	1,772
Less: Impairment losses	(80)	(64)
	<u>3,373</u>	<u>1,708</u>

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B13. Trade Receivables (Cont'd)

The aging analysis of the Group's trade receivables as at 30 June 2021 is as follows:

	As at 30.06.2021 RM'000 (unaudited)	As at 30.06.2020 RM'000 (audited)
Neither past due nor impaired	596	602
Past due but not impaired:		
1 – 30 days past due	-	177
31 – 60 days past due	844	-
More than 61 days past due	2,013	993
Gross trade receivables	<u>3,453</u>	<u>1,772</u>
Less: Allowance for impairment loss	<u>(80)</u>	<u>(64)</u>
	<u><u>3,373</u></u>	<u><u>1,708</u></u>

B14. Authorisation For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the resolution of the Board of Directors.

By order of the board

Wong Yuet Chyn
MAICSA 7047163
Company secretary
30 September 2021
Kuala Lumpur