

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 4th Quarter Ended 31 December 2020 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Current Year To Date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
Revenue	6,792	7,081	23,755	30,570
Cost of sales	(2,771)	(3,279)	(9,561)	(12,499)
Gross profit	4,021	3,802	14,194	18,071
Other income	863	37	2,007	3,021
Distribution and selling expenses	(173)	(230)	(984)	(1,375)
Administrative expenses	(2,388)	(2,632)	(9,702)	(12,013)
Other expenses	(530)	(289)	(192)	(306)
Finance income	34	2	52	18
Finance costs	(21)	(3)	(25)	(11)
Share of loss of equity-accounted joint venture	(234)	(585)	(775)	(585)
Profit before taxation	1,572	102	4,575	6,820
Taxation	(138)	(481)	(1,170)	(1,843)
Profit for the year	1,434	(379)	3,405	4,977
Other comprehensive income	2	29	8	29
Total comprehensive income for the year	1,436	(350)	3,413	5,006
Profit for the year				
- Owner of the Company	1,474	(350)	3,441	4,977
- Minority interest	(40)	-	(36)	-
	1,434	(350)	3,405	4,977
Total comprehensive income for the year				
- Owner of the Company	1,476	(350)	3,449	5,006
- Minority interest	(40)	-	(36)	-
	1,436	(350)	3,413	5,006
Earnings per share (sen)				
(a) Basic	0.57	(0.15)	1.34	1.96
(b) Fully diluted	N/A	N/A	N/A	N/A

* Negligible

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 4th Quarter Ended 31 December 2020

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(the figures have not been audited)

	AS AT 31.12.2020 RM'000	AS AT 31.12.2019 RM'000
NON-CURRENT ASSETS		
<i>Property, plant and equipment</i>	71,633	66,038
<i>Investment property</i>	16,110	16,110
<i>Goodwill on consolidation</i>	1,600	584
<i>Investment in a joint venture</i>	252	1,018
	<u>89,595</u>	<u>83,750</u>
CURRENT ASSETS		
<i>Investment in unit trusts</i>	13,080	22,837
<i>Inventories</i>	211	236
<i>Trade receivables</i>	7,470	6,694
<i>Other receivables</i>	1,359	1,334
<i>Amount owing by a joint venture</i>	1,560	394
<i>Tax recoverable</i>	248	-
<i>Deposits, cash and bank balances</i>	9,597	6,280
	<u>33,525</u>	<u>37,775</u>
CURRENT LIABILITIES		
<i>Borrowings</i>	1,039	1,584
<i>Trade payables</i>	93	208
<i>Other payables</i>	4,100	2,436
<i>Tax payable</i>	65	25
	<u>5,297</u>	<u>4,253</u>
NET CURRENT ASSETS	<u>28,228</u>	<u>33,522</u>
	<u>117,823</u>	<u>117,272</u>
REPRESENTED BY:		
<i>Share capital</i>	26,387	26,387
<i>Treasury shares</i>	(1,354)	(1,111)
<i>Foreign exchange reserve</i>	37	29
<i>Retained profits</i>	83,697	80,255
<i>Minority interest</i>	663	-
<i>Shareholders' Equity</i>	<u>109,430</u>	<u>105,560</u>
<i>Borrowings</i>	6,335	9,288
<i>Deferred tax liabilities</i>	2,058	2,424
<i>Non-current liabilities</i>	8,393	11,712
	<u>117,823</u>	<u>117,272</u>
Net assets per share (sen)	<u>43.22</u>	<u>41.55</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Quarterly Report on Results for the 4th Quarter Ended 31 December 2020 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	Note	Share Capital RM'000	Treasury Shares RM'000	Foreign Exchange Reserve RM'000	Retained Profits RM'000	Total RM'000	Minority interest RM'000	Total RM'000
At 1 January 2020		26,387	(1,111)	29	80,255	105,560	-	105,560
Addition of non-controlling interest of subsidiaries		-	-	-	1	1	699	700
Purchase of treasury shares		-	(243)	-	-	(243)	-	(243)
Profit for the period		-	-	-	3,441	3,441	(36)	3,405
Total comprehensive income for the period		-	-	8	-	8	-	8
At 31 December 2020		<u>26,387</u>	<u>(1,354)</u>	<u>37</u>	<u>83,697</u>	<u>108,767</u>	<u>663</u>	<u>109,430</u>
At 1 January 2019		26,257	(1,468)	-	76,808	101,597	-	101,597
Issuance of Employees' Share Scheme ("ESS")		130	1,000	-	-	1,130	-	1,130
Purchase of treasury shares		-	(643)	-	-	(643)	-	(643)
Total comprehensive income for the period		-	-	29	4,977	5,006	-	5,006
Appropriation:								
Interim dividend paid for the financial year ended 31 December 2019		-	-	-	(1,530)	(1,530)	-	(1,530)
At 31 December 2019		<u>26,387</u>	<u>(1,111)</u>	<u>29</u>	<u>80,255</u>	<u>105,560</u>	<u>-</u>	<u>105,560</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Quarterly Report on Results for the 4th Quarter Ended 31 December 2020

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	4,575	6,820
Adjustments for:		
Depreciation of property, plant and equipments	3,468	3,424
Allowance for expected credit losses - net	(211)	192
Changes in fair value of investment	(18)	(286)
Bad debts written off - net	84	29
Inventory written off	-	20
Gain on investment in unit trust	(780)	(764)
Gain on disposal of investment in unit trust	(130)	(593)
Gain on disposal of property, plant and equipments	(49)	(14)
Share of loss of equity-accounted joint venture	775	585
Unrealised (gain)/loss on foreign exchange	(36)	44
Employees' Share Scheme ("ESS") expenses	-	1,130
Interest expense	25	11
Interest income	(52)	(18)
Operating profit before working capital changes	<u>7,651</u>	<u>10,580</u>
Decrease/(Increase) in inventories	25	(137)
(Increase)/Decrease in trade receivables	(649)	2,257
Increase in other receivables	(25)	(378)
(Decrease)/Increase in trade payables	(115)	89
Increase/(Decrease) in other payables	1,664	(364)
Cash generated from operations	<u>8,551</u>	<u>12,047</u>
Interest paid	(25)	(11)
Tax paid	(1,744)	(2,248)
Tax refunded	-	1,568
Net cash generated from operating activities	<u>6,782</u>	<u>11,356</u>

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date	Preceding Year
	31.12.2020	Corresponding Period
	RM'000	31.12.2019
		RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	52	18
Proceeds from disposal of property, plant and equipments	93	166
Net changes in investment in unit trust	10,685	(390)
Addition of non-controlling interest	700	-
Purchase of property, plant and equipments	(6,302)	(4,518)
Investment in subsidiaries	(3,821)	-
Investment in a joint venture	-	(1,574)
Net cash generating from/(used in) investing activities	1,407	(6,298)
CASH OUTFLOW FROM FINANCING ACTIVITIES		
Advances to a joint venture	(1,167)	(394)
Repayment of term loan	(3,658)	(1,456)
Addition/(Repayment) of hire purchase and finance lease payable	160	(215)
Purchase of treasury shares	(243)	(643)
Dividend paid	-	(1,530)
Net cash used in financing activities	(4,908)	(4,238)
Effect of foreign exchange	36	(44)
Net increase in cash and cash equivalents	3,281	820
Cash and cash equivalents at beginning of period	6,280	5,504
Cash and cash equivalents at end of period (Note A15)	9,597	6,280

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Quarterly Report on Results for the 4th Quarter Ended 31 December 2020

NOTES

A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standards 134 (MFRS134): "Interim Financial Reporting" and Rule 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with IAS34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2019. These 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 year ended 31 December 2019.

The accounting policies and methods of computation adopted by the Company and its subsidiaries ("Group") in this interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2019.

The adoption of the new/amended MFRS and its amendments does not give rise to any adjustment to the opening balances of retained profit of prior and current years or changes in comparatives.

A2 Auditors' report of preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2019 was not qualified.

A3 Seasonal or cyclical factors

The Group's operations were not subject to any seasonal or cyclical changes.

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

Save for the information disclosed in this interim report, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Company during the quarter under review.

A5 Material changes in estimates

There were no changes in estimates that have a material effect in the current financial quarter.

A6 Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A7 Dividend paid

There were no dividends paid during the current financial period.

A8 Valuation of property, plant and equipments

Property, plant and equipments of the Group are stated at cost less accumulated depreciation. No valuation of property, plant and equipments was undertaken during the current quarter under review.

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Quarterly Report on Results for the 4th Quarter Ended 31 December 2020

NOTES

A9 Segment information

	Investment holding RM'000	Recovery and recycling services RM'000	Manufacturing RM'000	Trading RM'000	Others ^A RM'000	Renewable energy RM'000	Eliminations RM'000	Total RM'000
Current Year Quarter								
31.12.2020								
Revenue								
External sales	-	6,510	28	1	273	(20)	-	6,792
Inter-segment sales	21,360	-	-	-	-	-	(21,360)	-
Total revenue	21,360	6,510	28	1	273	(20)	(21,360)	6,792
Results								
Segment results	(11)	4,711	32	380	31	(116)	-	5,027
Finance income	*	34	-	-	-	-	-	34
Finance cost	-	(21)	-	-	-	-	-	(21)
Depreciation	-	(2,956)	(15)	(416)	(81)	-	-	(3,468)
Profit before taxation	(11)	1,768	17	(36)	(50)	(116)	-	1,572
Current Year To Date								
31.12.2020								
Revenue								
External sales	-	22,577	30	159	783	206	-	23,755
Inter-segment sales	21,360	-	7	-	-	-	(21,367)	-
Total revenue	21,360	22,577	37	159	783	206	(21,367)	23,755
Results								
Segment results	350	9,790	6	597	462	(551)	-	10,654
Finance income	*	51	-	-	-	1	-	52
Finance cost	-	(19)	-	-	-	(6)	-	(25)
Depreciation	-	(5,195)	(27)	(728)	(81)	(75)	-	(6,106)
Profit before taxation	350	4,627	(21)	(131)	381	(631)	-	4,575
Preceding Year Corresponding Quarter								
31.12.2019								
Revenue								
External sales	-	6,180	-	633	268	-	-	7,081
Inter-segment sales	8,770	-	-	-	-	-	(8,770)	-
Total revenue	8,770	6,180	-	633	268	-	(8,770)	7,081
Results								
Segment results	(1)	1,198	(6)	100	243	(585)	-	949
Finance income	1	1	-	-	-	-	-	2
Finance cost	-	(3)	-	-	-	-	-	(3)
Depreciation	-	(739)	(4)	(103)	-	-	-	(846)
Profit before taxation	-	457	(10)	(3)	243	(585)	-	102
Preceding Year Corresponding Period								
31.12.2019								
Revenue								
External sales	-	28,853	-	645	1,072	-	-	30,570
Inter-segment sales	10,300	-	1	-	-	-	(10,301)	-
Total revenue	10,300	28,853	1	645	1,072	-	(10,301)	30,570
Results								
Segment results	607	8,831	(67)	462	989	(585)	-	10,237
Finance income	7	11	-	-	-	-	-	18
Finance cost	-	(8)	-	(3)	-	-	-	(11)
Depreciation	-	(2,979)	(15)	(430)	-	-	-	(3,424)
Profit before taxation	614	5,855	(82)	29	989	(585)	-	6,820

^{*} Negligible

^A This segment represents the rental of investment property.

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A9 Segment information

	Malaysia RM'000	United Kingdom RM'000	Eliminat- ions RM'000	Total RM'000
Current Year Quarter				
31.12.2020				
Revenue				
External sales	6,792	-	-	6,792
Inter-segment sales	21,360	-	(21,360)	-
Total revenue	28,152	-	(21,360)	6,792
Results				
Segment results	5,261	(234)	-	5,027
Finance income	34	-	-	34
Finance cost	(21)	-	-	(21)
Depreciation	(3,468)	-	-	(3,468)
Profit before taxation	1,806	(234)	-	1,572
Current Year To Date				
31.12.2020				
Revenue				
External sales	23,755	-	-	23,755
Inter-segment sales	21,367	-	(21,367)	-
Total revenue	45,122	-	(21,367)	23,755
Results				
Segment results	11,429	(775)	-	10,654
Finance income	52	-	-	52
Finance cost	(25)	-	-	(25)
Depreciation	(6,106)	-	-	(6,106)
Profit before taxation	5,350	(775)	-	4,575
Preceding Year Corresponding Quarter				
31.12.2019				
Revenue				
External sales	7,081	-	-	7,081
Inter-segment sales	8,770	-	(8,770)	-
Total revenue	15,851	-	(8,770)	7,081
Results				
Segment results	1,534	(585)	-	949
Finance income	2	-	-	2
Finance cost	(3)	-	-	(3)
Depreciation	(846)	-	-	(846)
Profit before taxation	687	(585)	-	102
Preceding Year Corresponding Period				
31.12.2019				
Revenue				
External sales	30,570	-	-	30,570
Inter-segment sales	10,301	-	(10,301)	-
Total revenue	40,871	-	(10,301)	30,570
Results				
Segment results	10,822	(585)	-	10,237
Finance income	18	-	-	18
Finance cost	(11)	-	-	(11)
Depreciation	(3,424)	-	-	(3,424)
Profit before taxation	7,405	(585)	-	6,820

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A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the current financial period up to the date of this report that would affect the financial results for the current financial period under review.

A11 Changes in the composition of the Company

On 10 November 2020, Tex Cycle Sdn Bhd ("Tex Cycle"), a wholly-owned subsidiary had completed the incorporation of Lestari G2E Sdn Bhd ("LG2E") in which wholly owned by Tex Cycle.

A12 Contingent liabilities

There were no contingent liabilities or contingent assets as at the date of this report.

A13 Capital commitments

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Acquisition of property, plant and equipments:		
Approved and contracted for	6,069	1,906
Approved but yet to be contracted for	-	25
	<u>6,069</u>	<u>1,931</u>

A14 Related party transactions

As at the end of the current quarter under review, the Group has not entered into any related party transactions.

A15 Cash and cash equivalents

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Cash in hand and at banks	<u>9,597</u>	<u>6,280</u>

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

B1 Review of performance

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Current Year To Date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
Revenue	6,792	7,081	23,755	30,570
Profit before taxation	1,572	102	4,575	6,820

For the quarter ended 31 December 2020, Tex Cycle and its subsidiaries ("Group") generated total revenue of RM6.8million, a decrease of RM0.3million or 4% compared to the corresponding quarter of the preceding year ended 31 December 2019 as a result of global and domestic economic downturn due to Covid-19 pandemic. However, the Group made a profit before taxation of RM1.6million for the current quarter, an increase of RM1.5million or 1441% compared to the corresponding quarter of the preceding year ended 31 December 2019. The increase in profit before taxation was due to reversal of allowance of expected credit losses, higher dividend income received from investment and lower staff cost (i.e overtime) during this quarter.

Recycling and recovery division

For the quarter ended 31 December 2020, the revenue of the recycling business increased by RM0.3million or 5% as compared to that of the corresponding quarter preceding year. The increase is mainly due to increase in demand from the recovery and recycling industry after upliftment of the movement control order by the government.

Manufacturing division

There is sales generated from manufacturing division for current quarter ended 31 December 2020 compared to corresponding quarter of the preceding year ended 31 December 2019. The increase is due to the increase in demand from the defence industry.

Trading division

For the current quarter, the revenue of the trading division decreased as compared to the corresponding quarter preceding year due to the lower sales demand from customers.

Renewable energy division

For the quarter ended 31 December 2020, renewable energy division has begun to generate revenue for the group from the solar Feed-in-Tariff ("FIT") plant. However, it was mitigated by share of loss in equity-accounted joint venture of RM234,456 for the operating expenses incurred on the renewable energy project in UK and other operating expenses incurred by the on-going projects which were yet to commence its operation.

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B2 Material changes in quarterly results compared to the results of the preceding quarter

	Current Year Quarter 31.12.2020 RM'000	Previous Quarter 30.9.2020 RM'000
Revenue	6,792	6,503
Profit before taxation	1,572	2,226

The Group's revenue for the current quarter was RM6.8million as compared to the revenue for the preceding quarter of RM6.5million, representing an increase of RM0.3million, or 4%. However, the Group made a lower profit before taxation of RM1.6million for the current quarter, a decrease of RM0.6million compared to the preceding quarter ended 30 September 2020 resulting from the a share of loss in equity-accounted joint venture amounting to RM234,456 for the operating expenses incurred on the renewable energy project in UK.

B3 Prospects

The country's economic growth for the year 2020 has been severely affected by the Covid-19 pandemic. The economic conditions in the next 12 months remain very uncertain though positive signs are there due to the presence of vaccines. However, the Group is monitoring the development of Covid-19 pandemic closely and actively with much focus on cost optimisation and streamlining its existing processes.

The Directors have not held back but rather have been aggressively venturing into necessities of the future which is the Renewable Energy sector. Several focus of this sector that can bring great value to the Group are biomass to energy, waste to energy, solar energy, biogas and other related green products. This would be in line with the Malaysian Government's initiative to reduce the carbon emissions by way of utilizing renewable energy resources which are abundantly available in our country. On the other hand, the Group's core business of scheduled waste management has not been left hanging behind the doors but rather the Management is working on a vast range of researches to upgrade its environmental services and technology to be a dominant role in the market. With the expansion on medical waste and municipal waste treatment which is expected to take occurrence in the year 2021 at its' United Kingdom ("UK") joint venture company, the Group aims to grow rapidly in the ASEAN region in the near future.

As of the date of this quarterly report, some of the important progress of the Group are as follows:

- 1 Tex Cycle (P2) Sdn Bhd ("Tex Cycle P2"), which has a Sustainable Energy Development Authority Malaysia ("SEDA") approved Renewable Electrical Energy Power ("REEP") plant with an export capacity of 2MWh to Tenaga Nasional Berhad, at present has appealed to the Department of Environment ("DOE") Selangor for another round of test run of its REEP system as part of meeting the Environmental Impact Assessment ("EIA"). As such, regrettably the commissioning of the REEP will expect some delay, coupled with the impact of Movement Control Order ("MCO").
- 2 On 10 November 2020, Tex Cycle Sdn Bhd ("Tex Cycle") has completed the incorporation of a wholly-owned subsidiary, Lestari G2E Sdn Bhd ("LG2E") primarily focusing on the designing, building and operating of biogas renewable energy plants as well as trading and/or export of the by-products.
- 3 EFS MYSolar Sdn Bhd ("EFS MYSolar") has entered into a Corporate Renewable Energy Power Purchase Agreement ("CREPPA") with Barry Callebaut Malaysia Sdn Bhd ("BCM") on 13 November 2020 for sales of solar renewable energy to BCM at an estimated installed capacity of 2.1MWh.

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- 4 Culzean W2E Limited ("Culzean") which is setting up a facility to process medical and clinical waste via high temperature incineration plant ("HTI Plant") has on 5 October 2020 entered into an arrangement with Simonswood Properties Limited ("Simonswood"), to rent a site at Kirkby. Culzean is currently in the process of preparing the Schedule 13 Small Waste Incineration Plant permit application and the planning statement for submission.

In hindsight, the Directors are cautiously optimistic on longer term prospects that the business will gradually recover amidst the fluid economic environment and stay competitive amongst others. Progressive announcements on the Group will be made in due course.

B4 Profit forecast and profit guarantee

Not applicable as no profit forecast was published by the Group.

B5 Taxation

The taxation is calculated based on the profit for the financial period ended 31 December 2020 comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Current Year To Date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
Income tax				
Estimated tax payable for current period	491	944	1,630	2,128
(Over)/Under provision in prior year	(92)	(56)	(94)	122
Deferred tax				
Estimated deferred tax for current period	(173)	(248)	(278)	(248)
Over provision in prior year	(88)	(159)	(88)	(159)
	<u>138</u>	<u>481</u>	<u>1,170</u>	<u>1,843</u>

B6 Status of corporate proposals

There were no corporate proposals as at the date of this report.

B7 Borrowings and debt securities

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
<i>Short term borrowings:</i>		
Secured - Term loan	1,019	1,483
Unsecured - Hire purchase and finance lease payable	20	101
	<u>1,039</u>	<u>1,584</u>
<i>Long term borrowings:</i>		
Secured - Term loan	6,083	9,278
Unsecured - Hire purchase and finance lease payable	252	10
	<u>6,335</u>	<u>9,288</u>
	<u>7,374</u>	<u>10,872</u>

TEX CYCLE TECHNOLOGY (M) BERHAD

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B8 Material litigation

There is no material litigation as at 25 February 2021.

B9 Dividends declared

No dividend has been recommended for the current financial period ended 31 December 2020.

B10 Profit before taxation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Current Year To Date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
Profit before taxation is arrived at after the following charges/(credits):				
Depreciation of property, plant and equipments	830	846	3,468	3,424
Allowance for expected credit losses - net	(5)	172	(211)	192
Bad debts written off - net	-	(56)	84	(822)
Inventory written off	-	-	-	20
Gain on disposal of property, plant and equipments	(49)	-	(49)	(14)
Gain on investment in unit trusts	(604)	(349)	(780)	(764)
Judgement sum received from FACT case	-	-	-	(258)
Employees' Share Scheme ("ESS") expenses	-	-	-	1,130
Changes in fair value of unit trusts	460	47	(18)	(286)
(Loss)/Gain on disposal of investment in unit trusts	20	(105)	(130)	(593)
Share of loss of equity-accounted joint venture	235	585	775	585
Unrealised (gain)/loss on foreign exchange	(7)	45	(36)	45
Interest income from deposits placed with licensed banks	(1)	(2)	(20)	(18)
Interest income from loans to joint venture	(33)	-	(32)	-
Interest expenses on loans to joint venture	16	-	16	-
Interest expenses on term loans	5	1	9	4
Interest expenses on finance lease liabilities	-	2	-	7

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B11 Earnings per share

(a) Basic earnings per ordinary share

Basic earnings per share amounts are calculated by dividing the net profit for the period attributable to ordinary shareholders of the parent by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	31.12.2020	Quarter	31.12.2020	Period
		31.12.2019		31.12.2019
Net profit for the period (RM'000)	1,434	(379)	3,405	4,977
Weighted average number of ordinary shares in issue ('000)	253,204	254,275	253,204	254,275
Basic earnings per share (sen)	<u>0.57</u>	<u>(0.15)</u>	<u>1.34</u>	<u>1.96</u>

(b) Diluted earnings per ordinary share

Not applicable to the Company.

By Order of the Board

Ho Siew Choong

Executive Chairman

Selangor Darul Ehsan

Date: 25 February 2021