

ELSOFT RESEARCH BERHAD

(Company No. 200301015084 (617504-K))

(Incorporated in Malaysia)

SUMMARY OF KEY FINANCIAL INFORMATION**31 MARCH 2022**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31 Mar 2022 RM'000	Preceding Year Corresponding Quarter 31 Mar 2021 RM'000	Current Year To Date 31 Mar 2022 RM'000	Preceding Year Corresponding Period 31 Mar 2021 RM'000
1 Revenue	6,979	3,990	6,979	3,990
2 Profit/(loss) before tax	3,026	553	3,026	553
3 Profit/(loss) for the period	2,914	450	2,914	450
4 Profit/(loss) attributable to ordinary equity holders of the parent	2,914	450	2,914	450
5 Earnings/(loss) per share (sen) :				
-Basic	0.43	0.07	0.43	0.07
-Diluted	0.43	0.07	0.43	0.07
6 Proposed / Declared dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END
		31 Mar 2022 RM		31 Dec 2021 RM
7 Net assets per share attributable to ordinary equity holders of the parent		<u>0.17</u>		<u>0.16</u>

Note: For full text of the above announcement, please access the Bursa Malaysia website at www.bursamalaysia.com

ELSOFT RESEARCH BERHAD
 (Company No. 200301015084 (617504-K))
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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2022

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter (Unaudited) 31 Mar 2022 RM'000	Preceding Year Corresponding Quarter (Unaudited) 31 Mar 2021 RM'000	Current Year To Date (Unaudited) 31 Mar 2022 RM'000	Preceding Year Corresponding Period (Unaudited) 31 Mar 2021 RM'000
Revenue		6,979	3,990	6,979	3,990
Cost of sales		(4,209)	(2,617)	(4,209)	(2,617)
Gross profit		<u>2,770</u>	<u>1,373</u>	<u>2,770</u>	<u>1,373</u>
Other income and expenses	B14	1,139	(82)	1,139	(82)
Administrative expenses		(913)	(827)	(913)	(827)
Share of profit/(loss) in associate		30	89	30	89
Profit/(Loss) before tax	B15	<u>3,026</u>	<u>553</u>	<u>3,026</u>	<u>553</u>
Taxation	B5	(112)	(103)	(112)	(103)
Profit/(Loss) for the period		<u>2,914</u>	<u>450</u>	<u>2,914</u>	<u>450</u>
Other comprehensive income for the period, net of tax		-	-	-	-
Total comprehensive income/(loss) for the period		<u><u>2,914</u></u>	<u><u>450</u></u>	<u><u>2,914</u></u>	<u><u>450</u></u>

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	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter (Unaudited) 31 Mar 2022 NOTE	Preceding Year Corresponding Quarter (Unaudited) 31 Mar 2021 RM'000	Current Year To Date (Unaudited) 31 Mar 2022 RM'000	Preceding Year Corresponding Period (Unaudited) 31 Mar 2021 RM'000
Attributable to :				
Equity holders of the parent	2,914	450	2,914	450
Non-controlling interest	-	-	-	-
	<u>2,914</u>	<u>450</u>	<u>2,914</u>	<u>450</u>
Total comprehensive income/(loss) attributable to :				
Equity holders of the parent	2,914	450	2,914	450
Non-controlling interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Earnings/(loss) per share ("EPS") attributable to equity holders of the parent :				
Basic EPS (sen)	B13 <u>0.43</u>	<u>0.07</u>	<u>0.43</u>	<u>0.07</u>
Diluted EPS (sen)	B13 <u>0.43</u>	<u>0.07</u>	<u>0.43</u>	<u>0.07</u>

The unaudited condensed consolidated statement of profit or loss and comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

ELSOFT RESEARCH BERHAD
(Company No. 200301015084 (617504-K))
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	NOTE	(Unaudited) 31 Mar 2022 RM'000	(Audited) 31 Dec 2021 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	A9	17,005	17,110
Right-of-use asset		2,682	2,698
Investment properties		2,574	2,595
Investment in associate		9,478	9,448
		<u>31,739</u>	<u>31,851</u>
Current assets			
Inventories		5,488	4,776
Trade receivables		10,924	13,992
Other receivables, deposits and prepayments		471	385
Current tax assets		49	49
Other investments	B8	59,276	56,088
Cash and bank balances		13,684	12,840
		<u>89,892</u>	<u>88,130</u>
TOTAL ASSETS		<u>121,631</u>	<u>119,981</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		48,809	47,405
Treasury shares	A6	(1,087)	(1,087)
Share options reserve		564	875
Retained profits		64,390	61,476
Total equity		<u>112,676</u>	<u>108,669</u>
Non-current liabilities			
Deferred tax liabilities		955	955
		<u>955</u>	<u>955</u>
Current liabilities			
Trade payables		1,075	1,715
Other payables, accruals and provisions		3,612	4,546
Current tax liabilities		-	-
Contract liability		3,313	4,096
		<u>8,000</u>	<u>10,357</u>
Total liabilities		8,955	11,312
TOTAL EQUITY AND LIABILITIES		<u>121,631</u>	<u>119,981</u>
Net assets per share (RM)		<u>0.17</u>	<u>0.16</u>

ELSOFT RESEARCH BERHAD

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022**

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

ELSOFT RESEARCH BERHAD
 (Company No. 200301015084 (617504-K))
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

	-----Non-distributable -----			Distributable	
	Share capital	Share option reserves	Treasury shares	Retained profits	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2022	47,405	875	(1,087)	61,476	108,669
Total comprehensive income	-	-	-	2,914	2,914
Transaction with owners					
Purchase of treasury shares	-	-	-	-	-
Share-based payments	-	-	-	-	-
Issue of shares pursuant to ESOS	1,404	(311)	-	-	1,093
Interim dividend paid	-	-	-	-	-
	1,404	(311)	-	-	1,093
Balance as at 31 March 2022	48,809	564	(1,087)	64,390	112,676
Balance as at 1 January 2021	44,686	844	(1,087)	57,253	101,696
Total comprehensive income	-	-	-	450	450
Transaction with owners					
Purchase of treasury shares	-	-	-	-	-
Share-based payments	-	-	-	-	-
Issue of shares pursuant to ESOS	761	(223)	-	-	538
Interim dividend paid	-	-	-	-	-
	761	(223)	-	-	538
Balance as at 31 March 2021	45,447	621	(1,087)	57,703	102,684

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

ELSOFT RESEARCH BERHAD
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST QUARTER ENDED
 31 MARCH 2022**

	Note	(Unaudited) 31 Mar 2022 RM'000	(Unaudited) 31 Mar 2021 RM'000
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before tax		3,026	553
Adjustment for:			
Amortisation of prepaid lease payment		16	16
Depreciation of property, plant and equipment		161	167
Depreciation of investment properties		21	21
Dividend income		(160)	(73)
(Gain)/Loss on disposal of other investments		-	485
(Gain)/Loss on fair value adjustment of other investments	B8	(25)	497
Interest income		(19)	(7)
Unrealised (gain)/loss on foreign exchange		(67)	(282)
Share of (gain)/loss in associate		(30)	(89)
Property, plant and equipment written off		-	1
Operating profit before working capital changes		<u>2,923</u>	<u>1,289</u>
Decrease/(Increase) in inventories		(712)	(461)
Decrease/(Increase) in trade and other receivables		3,001	307
Increase/(Decrease) in trade and other payables		(1,583)	(150)
Increase/(Decrease) in contract liability		<u>(783)</u>	<u>(12)</u>
		2,846	973
Tax (paid)/refund		(112)	(105)
Net cash flow from/(used in) operating activities		<u>2,734</u>	<u>868</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	A9	(56)	(29)
Sales/(Purchase) of other investments	B8	(3,000)	5,935
Interest received		19	7
Net cash flow from/(used in) investing activities		<u>(3,037)</u>	<u>5,913</u>

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST QUARTER ENDED
 31 MARCH 2022**

	(Unaudited) 31 Mar 2022 RM'000	(Unaudited) 31 Mar 2021 RM'000
CASH FLOW FROM FINANCING ACTIVITY		
Purchase of treasury shares	A6 -	-
Issue of shares	1,093	538
Interim dividend paid	-	-
Net cash flow from/(used in) financing activity	<u>1,093</u>	<u>538</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	790	7,319
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	54	68
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	12,840	3,414
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>13,684</u>	<u>10,801</u>
Represented by :		
Short term funds	427	-
Cash and bank balances	13,257	10,801
	<u>13,684</u>	<u>10,801</u>

Short term funds represents highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2022**

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 MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021. These explanatory notes attached to the interim financial statements provide an explanation of the 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 2021.

The financial statements of the Group and the Company for the financial year ended 31 December 2021 were prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) in Malaysia.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31 December 2021, except for the adoption of the Standards, Amendments and Annual Improvement to Standards effective as of 1 January 2022.

Effective for annual periods commencing on or after 1 January 2022

Amendments to MFRS 3 Business Combinations - *Reference to the Conceptual Framework*

Amendments to MFRS 116 Property, Plant and Equipment - *Proceeds before Intended Use*

Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets

- *Onerous Contracts - Cost of Fulfilling a Contract*

Annual Improvements to MFRS Standards 2018-2020:

- Amendment to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards

- Amendment to MFRS 9 Financial Instruments

- Amendment to MFRS 141 Agriculture

The adoption of the above pronouncements did not have any impact on the financial statements of the Group.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2022**

A1 Basis of preparation (Continued)

The following Standards and Amendment to Standards have been issued by the MASB but are not yet effective by the Group.

Effective for annual periods commencing on or after 1 January 2023

MFRS 17 Insurance Contracts and Amendments to MFRS 17

Amendments to MFRS 17 Insurance Contracts - *Initial Application of MFRS 17 and MFRS 9*
- *Comparative Information*

Amendments to MFRS 101 Presentation of Financial Statements - *Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies*

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors
- *Definition of Accounting Estimates*

Amendments to MFRS 112 Income Taxes - *Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

Issued but not yet effective

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures: *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2022**

A2 Audit report of preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

A3 Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 31 March 2022.

A5 Material changes in estimates

There were no changes in estimates that have had any material effect on the quarter ended 31 March 2022.

A6 Changes in debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter-to-date under review, except for the following:

Treasury shares

The treasury shares held as at 31 March 2022 were as follows:

	RM'000
Balance as at 1 January 2022	(1,087)
Add: Purchase of treasury shares	-
Less: Resale of treasury shares	-
Balance as at 31 March 2022	<u><u>(1,087)</u></u>

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
 31 MARCH 2022**

A7 Dividends paid

No dividend was paid during the current interim period under review.

A8 Segmental information

Operating Segments

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely research, design and development of test, burn-in and application specific embedded system.

Geographical information

Revenue information based on the geographical location of customers is as follows: -

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	RM' 000	RM' 000	RM' 000	RM' 000
Malaysia	3,753	3,492	3,753	3,492
China	1,338	275	1,338	275
Japan	912	-	912	-
Singapore	944	-	944	-
Others	32	223	32	223
	<u>6,979</u>	<u>3,990</u>	<u>6,979</u>	<u>3,990</u>

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2022**

A9 Property, plant and equipment

The valuation of the property, plant and equipment have been brought forward without amendment from the financial statements for the financial year ended 31 December 2021.

Property, plant and equipment costing approximately RM56,000 were acquired during the financial year ended 31 December 2022.

A10 Material events subsequent to the end of the quarter

There were no material events between the end of the reporting quarter and the date of this announcement.

A11 Changes in the composition of the Group

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

A12 Contingent liabilities

During current quarter under review, the directors are of the opinion that the Group has no contingent liabilities which, upon materialisation would have a material impact on the financial position and business of the Group.

A13 Related party transactions

During the current quarter under review, the directors are of the opinion that the Group has no related party transactions which would have a material impact on the financial position and business of the Group.

A14 Capital Commitments

There is no capital commitments in the interim financial statements as at 31 March 2022.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR MAIN MARKET****B1 Review of performance**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Year Quarter (Unaudited) 31 Mar 2022 RM'000	Preceding Year Corresponding Quarter (Unaudited) 31 Mar 2021 RM'000	Changes (%)	Current Year To Date (Unaudited) 31 Mar 2022 RM'000	Preceding Year Corresponding Period (Unaudited) 31 Mar 2021 RM'000	Changes (%)
Revenue	6,979	3,990	75%	6,979	3,990	75%
Cost of sales	(4,209)	(2,617)	61%	(4,209)	(2,617)	61%
Gross profit	2,770	1,373	102%	2,770	1,373	102%
Other income and expenses	1,139	(82)	1489%	1,139	(82)	1489%
Administrative expenses	(913)	(827)	10%	(913)	(827)	10%
Share of profit/(loss) in associate	30	89	-66%	30	89	-66%
Profit/(Loss) before tax	3,026	553	447%	3,026	553	447%
Taxation	(112)	(103)	9%	(112)	(103)	9%
Profit/(Loss) for the period	2,914	450	548%	2,914	450	548%

Comparison with the corresponding quarter in the previous year

For the current quarter, the Group recorded revenue of RM6.979 million, an increase of 75% as compared to the preceding year corresponding quarter. The improved revenue was contributed from smart devices industry and automotive industry in current quarter.

In terms of bottom line performance, the Group recorded profit before tax ("PBT") of RM3.026 million. The significant improvement in PBT was mainly due to the improved revenue and positive contribution from other investments.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
 31 MARCH 2022**

B2 Variation of results against preceding quarter

	Current Year Quarter (Unaudited) 31 Mar 2022 RM'000	Immediate Preceding Quarter (Unaudited) 31 Dec 2021 RM'000	Changes (%)
Revenue	6,979	12,903	-46%
Cost of sales	(4,209)	(5,997)	-30%
Gross profit	2,770	6,906	-60%
Other income and expenses	1,139	688	-66%
Administrative expenses	(913)	(1,472)	-38%
Share of profit/(loss) in associate	30	(311)	-110%
Profit/(Loss) before tax	3,026	5,811	-48%
Taxation	(112)	(152)	-26%
Profit/(Loss) for the period	2,914	5,659	-49%

Comparison with the immediate preceding quarter

For the current quarter, the Group recorded revenue of RM6.979 million, an decrease of 46% as compared to the previous quarter. The decrease in revenue for current quarter was mainly due to the shortage of components, thus affected the delivery schedule.

In term of bottom line performance, the Group recorded PBT of RM3.026 million, an decrease of 48% as compared to the previous quarter. The lower profit recorded was in tandem with lower revenue generated and also lower product mix margin.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**B3 Prospects**

Barring any unforeseen circumstances, the management of Elsoft expects the business and financial performance to gradually improve for the financial year ending 31 December 2022 in view of the healthy order book.

B4 Profit estimate, forecast, projection or internal targets and profit guarantee

The Group did not announce or provide any profit estimate, forecast, projection, internal targets or profit guarantee in any public documents.

B5 Taxation

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022 RM' 000	31 Mar 2021 RM' 000	31 Mar 2022 RM' 000	31 Mar 2021 RM' 000
Current tax	112	103	112	103

For the year ending 31 December 2021, the effective tax rate for the Group is lower than the statutory tax rate due to 100% tax exemption for Pioneer Status pursuant to Section 4D, Promotion of Investment Act, 1986 for Elsoft Systems Sdn. Bhd..

B6 Unquoted investments and properties

There were no changes in the unquoted investments and properties of the Group during the current quarter under review.

B7 Corporate proposals

Save as disclosed below, there were no other corporate proposals announced but not completed at the latest practicable date which must not be earlier than 7 days from the date of issue of the quarterly report.

On 16 March 2022, Elsoft Research Berhad (“Elsoft”) had announced that its wholly owned subsidiary company, Siangtronics Technology Sdn Bhd, had on the same day entered into a conditional sale and purchase agreement with SRM Integration (Malaysia) Sdn Bhd for the disposal of a piece of leasehold land together with a 2-storey factory-cum-office building with ancillary buildings erected thereon, held under Pajakan Negeri No. 4026, Lot No. 12459, Mukim 12, Daerah Barat Daya, Negeri Pulau Pinang for a total cash consideration of RM38,000,000 (“Proposed Disposal”).

The Proposed Disposal is subject to shareholders approval being obtained at an extraordinary general meeting to be convened.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**B8 Other investment**

A summary of the movement of other investments during the period ended 31 March 2022 is as follow:

	RM'000
Other investment	
Balance at 1 January 2022	56,088
Sales/(Purchase) during the period	3,000
Dividend reinvest	160
	<u>59,248</u>
Gain/(Loss) on fair value adjustment	25
Gain/(Loss) on foreign exchange	3
Balance at 31 March 2022	<u><u>59,276</u></u>

B9 Group's borrowings and debt securities

There were no borrowings and debt securities outstanding/issued during the current quarter under review.

B10 Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

B11 Material litigation

The Group is not engaged in any material litigation as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

B12 Dividends

No interim dividend has been recommended for current quarter under review.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**B13 Earnings per share**

a. Basic

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period attributable to ordinary equity holders of the parent by weighted average number of ordinary shares in issue during the period.

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	RM' 000	RM' 000	RM' 000	RM' 000
Profit/(loss) attributable to ordinary equity holders of the parent	2,914	450	2,914	450
	<hr/>		<hr/>	
	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	Units	Units	Units	Units
	(In thousands)	(In thousands)	(In thousands)	(In thousands)
Weighted average number of ordinary shares in issue	677,469	673,295	677,469	673,295
	<hr/>		<hr/>	
	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	Sen	Sen	Sen	Sen
Basic earnings/(loss) per share for: Profit/(loss) for the period	0.43	0.07	0.43	0.07
	<hr/>		<hr/>	

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**B13 Earnings per share (cont'd)**

b. Diluted

For the purpose of calculating diluted earnings/(loss) per share, the profit/(loss) for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e share option granted to employees.

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	RM '000	RM '000	RM '000	RM '000
Profit/(loss) attributable to ordinary equity holders of the parent	2,914	450	2,914	450
	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	Units	Units	Units	Units
	(In thousands)	(In thousands)	(In thousands)	(In thousands)
Weighted average number of ordinary shares in issue	677,469	673,295	677,469	673,295
Effects of dilution :				
Share option	759	793	1,108	793
	678,228	674,088	678,577	674,088
	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	Sen	Sen	Sen	Sen
Diluted earnings/(loss) per share for: Profit/(loss) for the period	0.43	0.07	0.43	0.07

ELSOFT RESEARCH BERHAD

(Company No. 200301015084 (617504-K))

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**B14 Other income and expenses**

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	RM '000	RM '000	RM '000	RM '000
Other income/(expenses):				
Dividend income	160	73	160	73
Interest income	19	7	19	7
Rental received	835	609	835	609
Gain/(loss) on disposal of other investment	-	(485)	-	(485)
Gain/(loss) on fair value adjustment of other investment	25	(497)	25	(497)
Gain/(loss) on disposal of short term investment	1	-	1	-
Unrealised gain/(loss) on foreign exchange	67	282	67	282
Realised gain/(loss) on foreign exchange	32	(71)	32	(71)
Total other income/(expenses)	<u>1,139</u>	<u>(82)</u>	<u>1,139</u>	<u>(82)</u>

B15 Profit before tax

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31 Mar 2022	31 Mar 2021	31 Mar 2022	31 Mar 2021
	RM '000	RM '000	RM '000	RM '000
Profit before tax is arrived after charging:				
Audit Fee	17	22	17	22
Amortisation of prepaid leasehold land	16	16	16	16
Depreciation				
- property, plant and equipment	161	167	161	167
- Investment property	21	21	21	21
Property, plant and equipment written off	-	1	-	1

B16 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29 April 2022.

By Order of the Board

Tan Cheik Eaik

Director