

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2019

The results of Mikro MSC Berhad and its subsidiaries ("Group") for the period ended 31 December 2019 are as follows:-

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31/12/2019	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31/12/2018	CURRENT YEAR TO DATE 31/12/2019	PRECEDING YEAR CORRESPONDING PERIOD ENDED 31/12/2018
	RM	RM	RM	RM
Revenue	16,911,176	12,836,029	33,259,823	22,630,715
Cost of sales	<u>(10,676,334)</u>	<u>(6,409,351)</u>	<u>(21,213,251)</u>	<u>(12,272,784)</u>
Gross profit	6,234,842	6,426,678	12,046,572	10,357,931
Other operating income	568,213	564,755	946,074	1,048,955
Finance costs	(13,162)	(15,373)	(19,239)	(26,728)
Operating expenses	<u>(3,843,498)</u>	<u>(4,274,726)</u>	<u>(8,908,144)</u>	<u>(7,757,576)</u>
Profit before tax	2,946,395	2,701,334	4,065,263	3,622,582
Tax expense	(692,662)	(744,156)	(1,192,184)	(1,103,414)
Profit for the financial period/year	<u>2,253,733</u>	<u>1,957,178</u>	<u>2,873,079</u>	<u>2,519,168</u>
Profit for the financial period/year attributable to:				
Owners of the parent	2,304,798	1,930,007	2,873,079	2,436,477
Non-controlling interest	(51,065)	27,171	-	82,691
	<u>2,253,733</u>	<u>1,957,178</u>	<u>2,873,079</u>	<u>2,519,168</u>
Earnings per share attributable to equity holders				
Basic earnings per share (in sen)	0.46	0.45	0.57	0.56

The consolidated statement of comprehensive income should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2019

	(UNAUDITED) AS AT END OF CURRENT YEAR QUARTER ENDED 31/12/2019 RM	(AUDITED) AS AT FINANCIAL YEAR ENDED 30/06/2019 RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	22,423,642	21,333,522
Goodwill	24,160,566	-
Intangible assets	12,451,977	11,252,003
	<u>59,036,185</u>	<u>32,585,525</u>
Current Assets		
Inventories	13,145,996	12,485,160
Trade and other receivables	19,375,155	12,156,944
Current tax assets	4,919,268	4,621,206
Cash and bank balances	14,705,928	12,092,847
Deposits with a licensed bank	303,596	-
	<u>52,449,943</u>	<u>41,356,157</u>
TOTAL ASSETS	<u><u>111,486,128</u></u>	<u><u>73,941,682</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	77,529,419	43,487,753
Share options reserve	138,503	138,503
Retained earnings	19,029,108	16,093,327
	<u>96,697,030</u>	<u>59,719,583</u>
Non-controlling interests	-	834,548
TOTAL EQUITY	<u><u>96,697,030</u></u>	<u><u>60,554,131</u></u>
LIABILITIES		
Non-Current Liabilities		
Borrowings	8,406,834	8,666,716
Deferred tax liabilities	932,092	860,243
	<u>9,338,926</u>	<u>9,526,959</u>
Current Liabilities		
Trade and other payables	4,921,820	3,300,429
Borrowings	528,352	560,163
	<u>5,450,172</u>	<u>3,860,592</u>
TOTAL LIABILITIES	<u><u>14,789,098</u></u>	<u><u>13,387,551</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>111,486,128</u></u>	<u><u>73,941,682</u></u>
Net asset per share (sen)	16.41	13.86

The consolidated statement of financial position should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2019

	-----Equity attributable to owners of the parent-----						
	Share Capital RM	Share Premium RM	Share Options Reserves RM	Retained Earnings RM	Total RM	Non-controlling Interest RM	Total Equity RM
As at 1 July 2018	43,487,753	-	131,930	15,428,547	59,048,230	713,656	59,761,886
Effect of adopting MFRS 9 & 15	-	-	-	(109,105)	(109,105)	-	(109,105)
As restated	43,487,753	-	131,930	15,319,442	58,939,125	713,656	59,652,781
Recognition of share options expenses	-	-	6,573	-	6,573	-	6,573
Dividends paid	-	-	-	(3,447,134)	(3,447,134)	-	(3,447,134)
Total comprehensive income for the period	-	-	-	4,221,019	4,221,019	120,892	4,341,911
Balance as at 30 June 2019	<u>43,487,753</u>	<u>-</u>	<u>138,503</u>	<u>16,093,327</u>	<u>59,719,583</u>	<u>834,548</u>	<u>60,554,131</u>
As at 1 July 2019	43,487,753	-	138,503	16,093,327	59,719,583	834,548	60,554,131
Effect of adopting MFRS 9 & 15	-	-	-	(2,503,541)	(2,503,541)	-	(2,503,541)
As restated	43,487,753	-	138,503	13,589,786	57,216,042	834,548	58,050,590
Acquisition of new subsidiary	-	-	-	2,431,695	2,431,695	-	2,431,695
Acquisition of shares from NCI	-	-	-	134,548	134,548	(834,548)	(700,000)
Allotment and issuance of shares	34,041,666	-	-	-	34,041,666	-	34,041,666
Total comprehensive income for the period	-	-	-	2,873,079	2,873,079	-	2,873,079
Balance as at 31 December 2019	<u>77,529,419</u>	<u>-</u>	<u>138,503</u>	<u>19,029,108</u>	<u>96,697,030</u>	<u>-</u>	<u>96,697,030</u>

The consolidated statement of changes in equity should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 DECEMBER 2019

	CURRENT YEAR TO DATE ENDED 31/12/2019	PRECEDING YEAR TO DATE PERIOD ENDED 31/12/2018
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	4,065,263	3,622,582
	<u>4,065,263</u>	<u>3,622,582</u>
Adjustments for:-		
Amortisation of intangible assets	2,248,431	226,000
Depreciation of property, plant and equipment	672,524	402,370
Reversal of impairment loss on trade and other receivables	(247,688)	-
Interest expense	19,239	26,728
Interest income	(20,123)	(166,642)
Unrealised (gain)/loss on foreign exchange	(413,577)	(697,296)
	<u>6,324,069</u>	<u>3,413,742</u>
Operating profit before working capital changes	6,324,069	3,413,742
Changes in working capital:-		
Inventories	1,103,834	(768,731)
Receivables	(1,915,630)	(1,374,295)
Payables	4,435,240	509,158
	<u>9,947,513</u>	<u>1,779,874</u>
CASH GENERATED FROM OPERATIONS	9,947,513	1,779,874
Tax paid	(1,108,007)	(1,739,559)
Interest paid	(19,239)	(26,728)
Interest received	20,123	166,642
NET CASH FROM OPERATING ACTIVITIES	8,840,390	180,229
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of shares from NCI	(834,548)	-
Purchase of property, plant and equipment	(1,762,644)	(2,071,265)
Additions of intangible assets	(3,448,405)	(431,989)
NET CASH USED IN INVESTING ACTIVITIES	(6,045,597)	(2,503,254)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	-	(2,154,461)
Drawdown of flexi loan	(179,187)	(170,243)
Repayments of hire purchase creditors	(112,506)	(203,263)
Proceeds from issuance of ordinary shares under ESOS	-	-
NET CASH USED IN FINANCING ACTIVITIES	(291,693)	(2,527,967)
Net (decrease) increase in cash and cash equivalents	2,503,100	(4,850,992)
Effect of exchange rate changes on cash and cash equivalents	413,577	697,296
Cash and cash equivalents at beginning of financial year	12,092,847	18,411,492
Cash and cash equivalents at end of financial year	15,009,524	14,257,796
NOTES TO STATEMENT OF CASH FLOW		
Cash and cash equivalents comprises:		
Deposits with a licensed bank	303,596	-
Cash and bank balances	14,705,928	14,603,583
Bank overdrafts	-	(345,787)
	<u>15,009,524</u>	<u>14,257,796</u>

The consolidated statement of cash flow should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.