

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2020

The results of Mikro MSC Berhad and its subsidiaries ("Group") for the period ended 31 March 2020 are as follows:-

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED	PRECEDING YEAR CORRESPONDING QUARTER ENDED	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD ENDED
	31/03/2020	31/03/2019	31/03/2020	31/03/2019
	RM	RM	RM	RM
Revenue	9,067,482	10,734,061	42,327,305	33,364,776
Cost of sales	(6,370,030)	(5,715,909)	(27,583,281)	(17,988,694)
Gross profit	2,697,452	5,018,152	14,744,024	15,376,082
Other operating income	662,101	(186,286)	1,608,175	862,669
Finance costs	(27,130)	(19,160)	(46,369)	(45,888)
Operating expenses	(3,052,718)	(3,257,966)	(11,960,861)	(11,015,541)
Profit before tax	279,705	1,554,740	4,344,969	5,177,322
Tax expense	(178,106)	(542,300)	(1,370,290)	(1,645,714)
Profit for the financial period/year	<u>101,599</u>	<u>1,012,440</u>	<u>2,974,679</u>	<u>3,531,608</u>
Profit for the financial period/year attributable to:				
Owners of the parent	101,599	927,553	2,974,679	3,364,030
Non-controlling interest	-	84,887	-	167,578
	<u>101,599</u>	<u>1,012,440</u>	<u>2,974,679</u>	<u>3,531,608</u>
Earnings per share attributable to equity holders				
Basic earnings per share (in sen)	0.02	0.22	0.55	0.78

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 MARCH 2020

	(UNAUDITED) AS AT END OF CURRENT YEAR QUARTER ENDED 31/03/2020 RM	(AUDITED) AS AT FINANCIAL YEAR ENDED 30/06/2019 RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	22,916,104	21,333,522
Right-of-use assets	294,997	-
Goodwill	24,160,566	-
Intangible assets	12,685,691	11,252,003
	<u>60,057,358</u>	<u>32,585,525</u>
Current Assets		
Inventories	13,603,124	12,485,160
Trade and other receivables	16,585,048	12,156,944
Current tax assets	5,447,726	4,621,206
Cash and bank balances	15,947,938	12,092,847
Deposits with a licensed bank	805,263	-
	<u>52,389,099</u>	<u>41,356,157</u>
TOTAL ASSETS	<u>112,446,457</u>	<u>73,941,682</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	19,121,899	16,093,327
	<u>96,789,821</u>	<u>59,719,583</u>
Non-controlling interests	-	834,548
TOTAL EQUITY	<u>96,789,821</u>	<u>60,554,131</u>
LIABILITIES		
Non-Current Liabilities		
Borrowings	8,500,636	8,666,716
Deferred tax liabilities	932,092	860,243
Lease liabilities	142,946	-
	<u>9,575,674</u>	<u>9,526,959</u>
Current Liabilities		
Trade and other payables	5,335,841	3,300,429
Borrowings	580,316	560,163
Lease liabilities	164,805	-
	<u>6,080,962</u>	<u>3,860,592</u>
TOTAL LIABILITIES	<u>15,656,636</u>	<u>13,387,551</u>
TOTAL EQUITY AND LIABILITIES	<u>112,446,457</u>	<u>73,941,682</u>
Net asset per share (sen)	16.43	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 MARCH 2020

	-----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	-	-	-	(2,512,350)	(2,512,350)	-	(2,512,350)
As restated	43,487,753	-	138,503	13,580,977	57,207,233	834,548	58,041,781
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	-	-	-	2,974,679	2,974,679	-	2,974,679
Balance as at 31 March 2020	<u>77,529,419</u>	<u>-</u>	<u>138,503</u>	<u>19,121,899</u>	<u>96,789,821</u>	<u>-</u>	<u>96,789,821</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 MARCH 2020

	CURRENT YEAR TO DATE ENDED 31/03/2020	PRECEDING YEAR TO DATE PERIOD ENDED 31/03/2019
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	4,344,968	5,177,322
	<u>4,344,968</u>	<u>5,177,322</u>
Adjustments for:-		
Amortisation of intangible assets	2,377,259	620,038
Depreciation of property, plant and equipment	1,055,422	339,000
Depreciation of right-of-use assets	161,043	-
Reversal of impairment loss on trade and other receivables	(547,688)	-
Gain on disposal of property, plant and equipment	(79,449)	-
Interest expense	28,184	45,888
Interest income	(34,309)	(23,749)
Unrealised (gain)/loss on foreign exchange	(747,475)	(557,658)
	<u>6,557,955</u>	<u>5,600,841</u>
Operating profit before working capital changes	6,557,955	5,600,841
Changes in working capital:-		
Decrease/(Increase) in inventories	646,707	(768,810)
Decrease/(Increase) in trade and other receivables	872,063	(1,032,212)
(Increase)/Decrease in trade and other payables	4,851,675	(942,259)
	<u>12,928,400</u>	<u>2,857,560</u>
CASH GENERATED FROM OPERATIONS		
Tax paid	(1,514,571)	(2,511,571)
Interest paid	(28,184)	(45,888)
Interest received	34,309	23,749
NET CASH FROM OPERATING ACTIVITIES	<u>11,419,954</u>	<u>323,850</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of shares from NCI	(834,548)	-
Purchase of property, plant and equipment	(2,540,030)	(4,255,830)
Additions of intangible assets	(3,810,947)	(666,989)
NET CASH USED IN INVESTING ACTIVITIES	<u>(7,185,525)</u>	<u>(4,922,819)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	-	(2,154,461)
New financing obtained from hire purchase	300,000	-
Drawdown of flexi loan	(293,491)	(258,043)
Repayments of lease liabilities	(175,623)	-
Repayments of hire purchase creditors	(152,436)	(305,962)
NET CASH USED IN FINANCING ACTIVITIES	<u>(321,550)</u>	<u>(2,718,466)</u>
Net (decrease) increase in cash and cash equivalents	3,912,879	(7,317,435)
Effect of exchange rate changes on cash and cash equivalents	747,475	557,658
Cash and cash equivalents at beginning of financial year	<u>12,092,847</u>	<u>18,411,492</u>
Cash and cash equivalents at end of financial year	<u><u>16,753,201</u></u>	<u><u>11,651,715</u></u>
NOTES TO STATEMENT OF CASH FLOW		
Cash and cash equivalents comprises:		
Deposits with a licensed bank	805,263	-
Cash and bank balances	15,947,938	12,228,550
Bank overdrafts	-	(576,835)
	<u>16,753,201</u>	<u>11,651,715</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.