

**MIKRO MSC BERHAD (738171-M)**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED 30 JUNE 2020**

The results of Mikro MSC Berhad and its subsidiaries ("Group") for the period ended 30 June 2020 are as follows:-

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 30/06/2020	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30/06/2019	CURRENT YEAR TO DATE 30/06/2020	PRECEDING YEAR CORRESPONDING PERIOD ENDED 30/06/2019
	RM	RM	RM	RM
Revenue	8,098,230	7,768,281	50,425,535	41,133,057
Cost of sales	(6,401,596)	(4,795,972)	(33,984,877)	(22,784,666)
Gross profit	1,696,634	2,972,309	16,440,658	18,348,391
Other operating income	2,862,893	245,255	4,471,068	1,107,924
Finance costs	(3,358)	(11,184)	(49,727)	(57,072)
Operating expenses	(4,111,830)	(3,016,061)	(16,072,691)	(14,031,602)
Profit before tax	444,339	190,319	4,789,308	5,367,641
Tax expense	(273,797)	619,984	(1,644,087)	(1,025,730)
Profit for the financial period/year	<u>170,542</u>	<u>810,303</u>	<u>3,145,221</u>	<u>4,341,911</u>
<b>Profit for the financial period/year attributable to:</b>				
Owners of the parent	170,542	856,989	3,145,221	4,221,019
Non-controlling interest	-	(46,686)	-	120,892
	<u>170,542</u>	<u>810,303</u>	<u>3,145,221</u>	<u>4,341,911</u>
Earnings per share attributable to equity holders				
Basic earnings per share (in sen)	0.03	0.19	0.55	0.98

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 30 JUNE 2020**

	(UNAUDITED) AS AT END OF CURRENT YEAR QUARTER ENDED 30/06/2020 RM	(AUDITED) AS AT FINANCIAL YEAR ENDED 30/06/2019 RM
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	22,436,888	21,333,522
Right-of-use assets	1,192,176	-
Goodwill	24,160,566	-
Intangible assets	11,695,585	11,252,003
	<u>59,485,215</u>	<u>32,585,525</u>
<b>Current Assets</b>		
Inventories	12,978,533	12,485,160
Trade and other receivables	16,611,991	12,156,944
Current tax assets	6,092,200	4,621,206
Cash and bank balances	17,068,738	12,092,847
Deposits with a licensed bank	812,724	-
	<u>53,564,186</u>	<u>41,356,157</u>
<b>TOTAL ASSETS</b>	<u><u>113,049,401</u></u>	<u><u>73,941,682</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	77,529,419	43,487,753
Share options reserve	-	138,503
Retained earnings	19,499,692	16,093,327
	<u>97,029,111</u>	<u>59,719,583</u>
Non-controlling interests	-	834,548
<b>TOTAL EQUITY</b>	<u><u>97,029,111</u></u>	<u><u>60,554,131</u></u>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
Borrowings	8,158,368	8,666,716
Deferred tax liabilities	1,302,359	860,243
Lease liabilities	308,044	-
	<u>9,768,771</u>	<u>9,526,959</u>
<b>Current Liabilities</b>		
Trade and other payables	5,488,688	3,300,429
Borrowings	432,032	560,163
Lease liabilities	330,799	-
	<u>6,251,519</u>	<u>3,860,592</u>
<b>TOTAL LIABILITIES</b>	<u><u>16,020,290</u></u>	<u><u>13,387,551</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>113,049,401</u></u>	<u><u>73,941,682</u></u>
Net asset per share (sen)	16.47	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 30 JUNE 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
<b>As at 1 July 2018</b>	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
<b>Balance as at 30 June 2019</b>	<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>
<b>As at 1 July 2019</b>	43,487,753	-	138,503	16,093,327	59,719,583	834,548	60,554,131
Effect of adopting MFRS 16	-	-	-	(11,907)	(11,907)	-	(11,907)
As restated	43,487,753	-	138,503	16,081,420	59,707,676	834,548	60,542,224
Acquisition of shares from NCI	-	-	-	134,548	134,548	(834,548)	(700,000)
Acquisition of new subsidiaries	34,041,666	-	-	-	34,041,666	-	34,041,666
Share options lapse	-	-	(138,503)	138,503	-	-	-
Dividends paid	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	3,145,221	3,145,221	-	3,145,221
<b>Balance as at 30 June 2020</b>	<u>77,529,419</u>	<u>-</u>	<u>-</u>	<u>19,499,692</u>	<u>97,029,111</u>	<u>-</u>	<u>97,029,111</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 30 JUNE 2020**

	<b>CURRENT YEAR TO DATE ENDED 30/06/2020</b>	<b>PRECEDING YEAR TO DATE PERIOD ENDED 30/06/2019</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	4,789,308	5,367,641
	<u>4,789,308</u>	<u>5,367,641</u>
Adjustments for:-		
Amortisation of intangible assets	2,782,653	743,321
Amortisation of right-of-use assets	533,768	-
Depreciation of property, plant and equipment	1,058,728	870,727
Impairment loss on trade receivables	1,674,019	-
Intangible assets written off	-	-
Inventories written down	442,133	-
Reversal of inventories previously written down	(322,621)	(280)
Reversal of impairment loss on trade and other receivables	(2,506,746)	-
Property, plant and equipment written off	-	-
Gain on disposal of property, plant and equipment	(79,449)	-
Interest expense	49,727	57,072
Interest income	(42,832)	(24,783)
Recognition of ESOSs expenses	-	6,573
Unrealised (gain)/loss on foreign exchange	(824,779)	(1,003,399)
	<u>7,553,909</u>	<u>6,016,872</u>
Operating profit before working capital changes		
Changes in working capital:-		
Decrease/(Increase) in inventories	2,316,955	(928,947)
Decrease/(Increase) in trade and other receivables	5,692,782	2,281,263
(Increase)/Decrease in trade and other payables	(2,957,251)	(802,540)
	<u>12,606,395</u>	<u>6,566,648</u>
<b>CASH GENERATED FROM OPERATIONS</b>		
Tax paid	(3,115,958)	(3,544,949)
Interest paid	(11,473)	(57,072)
Interest received	42,832	24,783
	<u>9,521,796</u>	<u>2,989,410</u>
<b>NET CASH FROM OPERATING ACTIVITIES</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of shares from NCI	(700,000)	-
Acquisition of subsidiaries, net of cash acquired	13,225	-
Purchase of property, plant and equipment	(1,789,176)	(4,415,672)
Purchase of right-of-used assets	(136,530)	-
Additions of intangible assets	(1,285,235)	(1,585,329)
	<u>(3,897,716)</u>	<u>(6,001,001)</u>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid	-	(3,447,134)
Repayments of flexi loan	(243,560)	(347,335)
Repayments of lease liabilities	(417,161)	(388,826)
Interest paid on lease liabilities	(38,254)	-
	<u>(698,975)</u>	<u>(4,183,295)</u>
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		
Net (decrease) increase in cash and cash equivalents	4,925,105	(7,194,886)
Effect of exchange rate changes on cash and cash equivalents	863,510	876,241
Cash and cash equivalents at beginning of financial year	12,092,847	18,411,492
<b>Cash and cash equivalents at end of financial year</b>	<u><u>17,881,462</u></u>	<u><u>12,092,847</u></u>
<b>NOTES TO STATEMENT OF CASH FLOW</b>		
Cash and cash equivalents comprises:		
Deposits with a licensed bank	812,724	-
Cash and bank balances	17,068,738	12,092,847
	<u>17,881,462</u>	<u>12,092,847</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.