



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31-Mar-2021 RM'000	Preceding Period Corresponding Quarter 31-Mar-2020 RM'000	Current Period To Date 31-Mar-2021 RM'000	Preceding Period Corresponding To Date 31-Mar-2020 RM'000
Revenue	241,333	104,696	241,333	104,696
Cost of sales	(98,316)	(99,435)	(98,316)	(99,435)
Gross profit	143,017	5,261	143,017	5,261
Other operating expense	(1,319)	(598)	(1,319)	(598)
Administration expenses	(6,297)	(2,201)	(6,297)	(2,201)
Finance costs	(664)	(1,256)	(664)	(1,256)
Shares of profit in joint venture	13,179	-	13,179	-
Profit before taxation	147,916	1,206	147,916	1,206
Taxation	(24,373)	(65)	(24,373)	(65)
Profit after taxation	123,543	1,141	123,543	1,141
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the financial period	123,543	1,141	123,543	1,141
<b>Profit after taxation:</b>				
Owners of the Company	123,543	1,141	123,543	1,141
Non-controlling interest	-	-	-	-
	123,543	1,141	123,543	1,141



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31-Mar-2021 RM'000	Preceding Period Corresponding Quarter 31-Mar-2020 RM'000	Current Period To Date 31-Mar-2021 RM'000	Preceding Period Corresponding To Date 31-Mar-2020 RM'000
<b>Total comprehensive Income for the financial period attributable to:</b>				
Owners of the Company	123,543	1,141	123,543	1,141
Non-controlling interest	-	-	-	-
	<u>123,543</u>	<u>1,141</u>	<u>123,543</u>	<u>1,141</u>
<b>Profit per share attributable to owners of the Company:</b>				
Basic (sen)	22.98	0.21	22.98	0.21

#### **Notes :**

The Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited consolidated financial statements of Careplus Group Berhad ("Company") for the financial year ended 31 December 2020 and the accompanying explanatory notes in this interim financial report.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

## Unaudited Condensed Consolidated Statements of Financial Position

	UNAUDITED As at 31-Mar-2021 RM'000	AUDITED As at 31-Dec-2020 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment in joint venture	67,424	54,245
Goodwill on consolidation	205	205
Property, plant and equipment	203,685	179,813
Other receivables and prepaid expenses	5,673	5,646
	<u>276,987</u>	<u>239,909</u>
<b>Current assets</b>		
Inventories	52,600	53,845
Trade receivables	107,610	63,638
Other receivables, deposits and prepaid expenses	41,094	6,071
Amount owing by a joint venture	1,178	3,952
Derivative assets	-	2,447
Fixed deposits with licensed banks	101,253	42,233
Cash and bank balances	33,633	30,090
	<u>337,368</u>	<u>202,276</u>
<b>TOTAL ASSETS</b>	<u>614,355</u>	<u>442,185</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	136,115	136,115
Retained profits	238,461	125,919
	<u>374,576</u>	<u>262,034</u>
Non-controlling interest	370	370
<b>Total equity</b>	<u>374,946</u>	<u>262,404</u>



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Financial Position (Cont'd)

	UNAUDITED As at 31-Mar-2021 RM'000	AUDITED As at 31-Dec-2020 RM'000
<b>Non-current liability</b>		
Long-term borrowings	6,659	7,084
Deferred tax liabilities	3,893	3,893
Other payables	10,979	10,610
	<u>21,531</u>	<u>21,587</u>
<b>Current liabilities</b>		
Trade payables	29,986	20,191
Other payables and accrued expenses	51,131	42,776
Contract liabilities	91,222	67,343
Amount owing to joint venture	78	1,626
Tax payable	22,861	2,403
Short-term borrowings	20,140	23,855
Derivative liabilities	2,460	-
	<u>217,878</u>	<u>158,194</u>
<b>Total liabilities</b>	<u>239,409</u>	<u>179,781</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>614,355</u>	<u>442,185</u>
Net assets per share attributable to owners of the Company (sen)	<u>69.69</u>	<u>48.75</u>

#### **Notes:**

The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited consolidated financial statements of the Company for the financial year ended 31 December 2020 and the accompanying explanatory notes in this interim financial period.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Cash Flows

	Current Year To Date 31-Mar-2021 RM'000	Preceding Year Corresponding To Date 31-Dec-2020 RM'000
<b>CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES</b>		
Profit before tax	147,916	148,547
Adjustments for:		
Depreciation of property, plant and equipment	4,634	15,747
Interest expense	664	3,630
Inventories written down	-	4,018
Fair value loss/(gain) on derivatives	4,907	(2,283)
Allowance for doubtful debts on trade receivables	22	164
Unrealised gain on foreign exchange	(1,435)	(822)
Interest income	(259)	(550)
Gain on disposal of subsidiary	-	(15,445)
Gain on disposal of property, plant and equipment	(1)	(4)
Share of profit in joint venture	(13,179)	(9,986)
Operating profit before working capital changes	143,269	143,016
Decrease/(Increase) in inventories	1,245	(31,543)
Increase in trade and other receivables	(74,404)	(21,194)
Decrease in amount owing by joint venture	1,249	-
Increase in trade and other payables	6,843	9,927
Increase in contract liabilities	23,880	67,343
Increase in amount owing to joint venture	-	1,626
Cash generated from operations	102,082	169,175
Income tax paid	(3,168)	(20,593)
Income tax refund	-	492
<b>Net cash from operating activities</b>	98,914	149,074
<b>CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES</b>		
Interest received	259	339
Proceeds from disposal of property, plant and equipment	7	93
Disposal of subsidiary	-	12,685
Acquisition of non-controlling interests	-	(5,750)
Additional subscription of shares in joint venture	-	(7,000)
Other receivable	(3,550)	-
Purchase of property, plant and equipment	(28,511)	(99,031)
Repayment of advance to joint venture	-	4,401
<b>Net cash used in investing activities</b>	(31,795)	(94,263)
<b>Balance carried forward</b>	67,119	54,811



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Cash Flows (Cont'd)

	Current Year To Date 31-Mar-2021 RM'000	Preceding Year Corresponding To Date 31-Dec-2020 RM'000
<b>Balance brought forward</b>	67,119	54,811
<b>CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES</b>		
Dividends paid	-	(2,702)
Dividend paid to non-controlling interest by subsidiary	-	(5,852)
Net repayment of bills payable	(4,917)	(21,834)
Net proceeds from issuance of shares from private placement	-	45,640
Drawdown of term loans	1,103	-
Repayment of hire purchase obligations	(896)	(3,899)
Repayment of term loans	(116)	(449)
Interest paid	(295)	(2,871)
Changes in pledged fixed deposits	5,981	(4,084)
<b>Net cash from financing activities</b>	<u>860</u>	<u>3,949</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	67,979	58,760
<b>EFFECTS OF FOREIGN EXCHANGE TRANSLATION</b>	564	(788)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<u>64,090</u>	<u>6,118</u>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u><u>132,633</u></u>	<u><u>64,090</u></u>
<b>CASH AND CASH EQUIVALENTS COMPRISE</b>		
Fixed deposits	101,253	42,233
Cash and bank balances	33,633	30,090
Less: Fixed deposits pledged to licensed banks	(2,253)	(8,233)
	<u>132,633</u>	<u>64,090</u>

#### **Notes :**

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited consolidated financial statements of the Company for the financial year ended 31 December 2020 and the accompanying explanatory notes in this interim financial report



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Changes in Equity

	Non-distributable		Distributable	Attributable		Non-Controlling Interest	Total Equity
	Share Capital	Merger Deficit	Retained Profits	To Owners of The Company			
	RM'000	RM'000	RM'000	RM'000		RM'000	RM'000
Balance at 1.1.2021	136,115	-	125,919	262,034		370	262,404
Contributions by / distributions to owners of the Company:-							
Dividend declared on ordinary shares	-	-	(11,001)	(11,001)		-	(11,001)
Total transactions with the owners of the Company	-	-	(11,001)	(11,001)		-	(11,001)
Profit after taxation / Total comprehensive income for the financial period	-	-	123,543	123,543		-	123,543
<b>Balance at 31.03.2021</b>	<b>136,115</b>	<b>-</b>	<b>238,461</b>	<b>374,576</b>		<b>370</b>	<b>374,946</b>



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### Unaudited Condensed Consolidated Statements of Changes in Equity (Cont'd)

	Non-distributable		Distributable	Attributable	Non-Controlling Interest	Total Equity
	Share Capital	Merger Deficit	Retained Profits	To Owners of The Company		
	RM'000	RM'000	RM'000	RM'000		
Balance at 1.1.2020	90,475	(11,521)	17,676	96,630	-	96,630
Contributions by / distributions to owners of the Company :-						
Shares issued pursuant to private placement	45,640	-	-	45,640	-	45,640
Shares for Non-Controlling Interest	-	-	-	-	385	385
Disposal of subsidiary	-	11,521	(11,521)	-	-	-
Dividend declared on ordinary shares	-	-	(2,702)	(2,702)	-	(2,702)
Total transactions with the owners of the Company	45,640	11,521	(14,223)	42,938	385	43,323
Profit after taxation / Total comprehensive income for the financial period	-	-	122,466	122,466	(15)	122,451
<b>Balance at 31.12.2020</b>	<b>136,115</b>	<b>-</b>	<b>125,919</b>	<b>262,034</b>	<b>370</b>	<b>262,404</b>

#### Notes :

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited consolidated financial statements of the Company for the financial year ended 31 December 2020 and the accompanying explanatory notes in this interim financial report.





# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

#### 1. Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The interim financial report should be read in conjunction with the audited consolidated financial statements of the Company for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

The significant accounting policies and presentation adopted by the Group for the interim financial statements are consistent with those of the Group’s consolidated audited financial statements for the financial year ended 31 December 2020 except for the adoption of the following new MFRS/amendments with effect from 1 January 2021:

Amendments to MFRS 16	Covid-19-Related Rent Concessions
Amendments to MFRS 9, MFRS 139 and MFRS 7	Interest Rate Benchmark Reform – Phase 2

The adoption of the abovementioned standards did not have material impact on the financial statements of the Group.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 2. Auditors' Report on Preceding Annual Financial Statements

The auditors' reports for the Company and its subsidiaries for the financial year ended 31 December 2020 were not subject to any qualification.

### 3. Seasonal or Cyclical Factors

The Group's business operations were not significantly affected by any major seasonal or cyclical factors.

### 4. Significant Unusual Items

There were no significant unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

### 5. Material Changes in Estimates

There were no material changes in estimates of amounts reported that have a material effect on the current quarter under review.

### 6. Details of Changes in Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities during the current financial quarter under.

### 7. Dividend Paid

During the quarter under review, the Board of Directors has declared a special dividend of 2.0 sen per ordinary share amounting to RM11,001,595.58 in respect of the financial year ended 31 December 2020. The dividend has been paid to the shareholders of the Company on 24 March 2021.

### 8. Segmental Reporting

The Group's business comprises mainly of manufacturing and sales of latex and nitrile gloves. The Group's manufacturing activities are operated solely in Malaysia. On this basis, no reportable operating segment is presented as all information required are disclosed in this report.

### 9. Valuation of Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation. The carrying amounts of property, plant and equipment are reviewed at each reporting period to determine whether there is any indication of impairment.

### 10. Changes in the Composition of the Group

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



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 11. Valuation of inventories

Reviews are made monthly by management on expected selling price and economic trends when assessing the net realisable value of inventories. These reviews require judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories. There were no provision inventories written down for this quarter.

### 12. Contingent Liabilities and Contingent Assets

The Group has no outstanding contingent liabilities and contingent assets as at 7 May 2021 which might materially and adversely affect the position or business of the Group.

### 13. Capital Commitments

Authorized capital expenditure not provided for in the interim financial report as at the end of the current quarter were as follows:

	<b>As at 31-Mar-2021 (UNAUDITED) RM'000</b>
<u>Authorised and contracted but not provided for:-</u>	
Construction of building	2,958
Construction of plant and machineries	39,102
	<u>42,060</u>
 <u>Authorised but not contracted and not provided for:-</u>	
Land and building	35,000
Construction of plant and machineries	88,772
	<u>123,772</u>

### 14. Events Subsequent to the End of the Interim Reporting Period

On 23 April 2021, UOBKH had, on behalf of our Board, announced that Careplus proposed to undertake the proposed transfer of the listing of and quotation for the entire issued share capital of Careplus from the ACE Market to the Main Market of Bursa Securities ("Proposed Transfer").

The Proposed Transfer is pending submission to the relevant authorities.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 15. Related Party Disclosures

(a) Identities of related parties

The Company has controlling related party relationships with:

- (i) Its subsidiaries
- (ii) Entities controlled by certain key management personnel, directors and/or substantial shareholders; and
- (iii) The directors who are the key management personnel.

(b) In addition to balances detailed elsewhere in the financial statements, the Group carried out the following transactions with its related parties during the period under review:

	<b>3 Months Ended 31-Mar-2021 (UNAUDITED) RM'000</b>
Transactions with joint venture:	
Sales to joint venture	4,999
Purchases from joint venture	2,153
Interest income	35
Transactions with a close member of the family of a director:	
Insurance and renewal of road tax services expenses	32
Rental paid	46
Transactions with directors:	
Rental paid	29

(c) Key management personnel

	<b>3 Months Ended 31-Mar-2021 (UNAUDITED) RM'000</b>
Short-term employee benefits*	552

\* Excluded remuneration received from Careplus (M) after 14 May 2020, being the date Careplus (M) ceased to be a wholly-owned subsidiary of Careplus.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE LISTING REQUIREMENTS

#### 1. Financial review for current quarter and financial year to date

	INDIVIDUAL/CUMULATIVE PERIOD			
	Current Year Quarter 31/3/2021 (UNAUDITED)	Preceding Year Corresponding Quarter 31/3/2020 (UNAUDITED)	Changes	
			RM'000	RM'000
Revenue	241,333	104,696	136,637	130.51
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	140,903	7,649	133,254	1,742.11
Profit before interest and tax ("PBIT")	148,580	2,462	146,118	5,934.93
Profit before taxation ("PBT")	147,916	1,206	146,710	12,165.01
Profit after taxation ("PAT")	123,543	1,141	122,402	10,727.61
Profit attributable to owners of the Company	123,543	1,141	122,402	10,727.61

#### Performance Review (current quarter vs preceding year's corresponding quarter)

The Group recorded a revenue of approximately RM241.33 million for the quarter ended 31 March 2021, which is 130.51% higher than the revenue recorded in the last year's corresponding quarter. The Group's revenue has increased on the back of higher selling price and higher capacity output. Two (2) new lines in Careglove Global Sdn. Bhd. ("Careglove") were commissioned during the first quarter.

The Group's PBT and profit attributable to owners of the Company has improved significantly by 12,165.01% and 10,727.61% respectively which were contributed by higher glove sales, higher utilisation rate and higher selling prices as a result of surge in demand due to the COVID-19 pandemic.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 2. Financial review for current quarter compared with immediate preceding quarter

	Current Quarter 31/3/2021 (UNAUDITED)	Immediate Preceding Quarter 31/12/2020 (UNAUDITED)	Changes	
	RM'000	RM'000	RM'000	%
Revenue	241,333	129,331	112,002	86.60
EBITDA	140,903	55,006	85,897	156.16
PBIT	148,580	59,963	88,617	147.79
PBT	147,916	59,529	88,387	148.48
PAT	123,543	42,282	81,261	192.19
Profit attributable to owners of the Company	123,543	42,297	81,246	192.08

The Group recorded an increase in revenue of RM112.0 million or 86.60% from the immediate preceding quarter. The Group's PBT and Profit attributable to owners of the Company continued to increase by 148.48% and 192.08% respectively.

The contribution was mainly due to continued increase in average selling price, higher glove sales and better capacity utilisation. During this quarter, Careglove has also fully commissioned two (2) new production lines which contributed to the higher glove sales.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 3. Prospects

We are now running 34 lines with an annual capacity of 5.82 billion pieces of gloves. By mid of June 2021, we shall complete installation 6 lines and another 8 lines by end of 2021, with an addition of 9 lines in planning stage to be completed by end 2022.

Barring any unforeseen circumstances, the Group will have 57 production lines with an annual capacity of 10.5 billion pieces of medical and surgical gloves by end 2022. The Group has also put in place to increase surgical gloves packing facilities from 72 million pairs to 288 million pairs annually by end 2021.

The prospects remain generally good. The Average Selling Price (ASP) should have reached its peak in current quarter and began to soften gradually. Production and sales quantity will continue to rise with the additional production lines provided there is no major disruption by Covid-19 or labour availability.

### 4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

### 5. Taxation

The Group's taxation figures were as follows:

	<b>3 Months Ended 31-Mar-2021 (UNAUDITED) RM'000</b>
Income tax	
- Current period	<u>24,373</u>

The Group's effective tax rate is lower than the statutory tax rate due to claimable capital allowances, reinvestment allowance and unabsorbed export allowance brought forward from previous year by subsidiaries.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 6. Realised and Unrealised Retained Profits of the Group

	<b>As at 31-Mar-2021 (UNAUDITED) RM'000</b>	<b>As at 31-Mar-2020 (UNAUDITED) RM'000</b>
Total retained profits, net of consolidation adjustments:		
Realised	232,288	31,706
Unrealised	(4,919)	(548)
	<u>227,369</u>	<u>31,158</u>
Less: Consolidation adjustments	11,092	(12,341)
As at 31.3.2021 / 31.3.2020	<u>238,461</u>	<u>18,817</u>

### 7. Profit Before Tax

Profit before tax was arrived at after charging / (crediting): -

	<b>3 Months Ended 31-Mar-2021 (UNAUDITED) RM'000</b>	<b>3 Months Ended 31-Mar-2020 (UNAUDITED) RM'000</b>
Depreciation of property, plant and equipment	4,634	5,131
Fair value loss on derivatives	4,907	323
Gain on disposal of property, plant and equipment	(1)	-
Interest expenses	664	1,256
Interest income	(259)	(15)
Rental expenses	459	142
Realised (gain)/loss on foreign exchange	(2,337)	245
Rental income	(13)	(11)
Unrealised gain on foreign exchange	(1,435)	(490)

There were no gain or loss on disposal of unquoted investment or properties, write off of receivables, provision for and write off of inventories, impairment of assets and exceptional items during the current quarter under review.





# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 8. Status of Corporate Proposal

Save as disclosed below, there were no other corporate proposals announced but not completed at the latest practicable date which is not earlier than seven (7) days from the date of issue of this interim financial report: -

- (a) On 5 February 2020, UOBKH had, on behalf of our Board of Director of the Company (“Board”) announced that Careplus had, on February 2020 entered into a joint venture arrangement with Ansell Services (Asia) Sdn Bhd (“Ansell”) (“Joint Venture”) comprising, amongst others, the disposal by Careplus of 50% equity interest in Careplus (M) Sdn Bhd (“Careplus M”), consisting of 14,550,000 ordinary shares in Careplus M (“Careplus M Share(s)”) for a disposal consideration of approximately RM26.81 million, subject to adjustments, to be satisfied entirely by cash (“Disposal Consideration”) (“Disposal”), via a conditional share purchase agreement (“SPA”) entered into between Careplus and Ansell on even date.

The Disposal had become unconditional and was completed on 14 May 2020, following which, Careplus M ceased to be a wholly owned subsidiary of Careplus and became a 50% of joint venture of Careplus.

The status of utilisation of the Disposal Consideration are set out as follows: -

Details of Utilisation	Timeframe for utilisation	Initial Consideration RM'000	Retained Consideration RM'000	Total Disposal Consideration RM'000	Amount Utilised RM'000	Amount Unutilised RM'000
Careplus M Subscription	Upon Completion	10,500	-	10,500	10,500	-
Capital expenditure	Within 6 months upon receipt of the proceeds	10,000	-	10,000	10,000	-
Working capital	Within 30 months upon receipt of the proceeds	815	5,394	6,209	815	5,394
Estimated expenses for the Joint Venture	Upon Completion	260	-	260	260	-
<b>Total</b>		<b>21,575</b>	<b>5,394</b>	<b>26,969</b>	<b>11,575</b>	<b>5,394</b>

- (b) On 5 June 2020, UOBKH had, on behalf of our Board, announced that Careplus proposed to undertake the establishment of a share grant plan (“SGP”) of up to 10% of the total number of issued shares in Careplus (excluding treasury shares, if any) at any point in time during the duration of the SGP for the eligible Executive Directors and employees of Careplus Group. The SGP was approved by the shareholders of Careplus at the Extraordinary General Meeting held on 8 July 2020 and is pending implementation by the Board. On 11 December 2020, Careplus obtained approval from Bursa Securities for an extension of time of 6 months, from 12 December 2020 until 11 June 2021, for Careplus to implement the SGP.

The SGP, when implemented, shall be in force for an initial period of 5 years, and may be extended for an aggregate duration of up to 10 years.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

- (c) On 12 June 2020, AmInvestment Bank Berhad (“**AmInvestment Bank**”) had, on behalf of the Board of Directors of Careplus Group Berhad (“**Careplus**” or the “**Company**”) (“**Board**”), announced that the Company proposed to undertake a private placement of up to 53,135,900 new ordinary shares in Careplus (“**Careplus Shares**”) (“**Placement Shares**”), representing up to 10% of the total number of issued shares in Careplus of 531,359,799 Careplus Shares as at 11 June 2020 (“**Private Placement**”).

On 23 June 2020, AmInvestment Bank had, on behalf of the Board, announced that Bursa Malaysia Securities Berhad (“**Bursa Securities**”) had, vide its letter dated 23 June 2020, approved the listing and quotation of up to 53,135,900 Placement Shares on the ACE Market of Bursa Securities (“**Bursa Securities’ Approval**”).

On 17 December 2020, AmInvestment Bank had, on behalf of the Board, announced that Bursa Securities had, vide its letter dated 17 December 2020, approved the Company’s application for an extension of time until 22 June 2021 to complete the implementation of the Private Placement.

As at 7 May 2021, the Company had successfully placed out 18,720,000 Placement Shares on the ACE Market of Bursa Securities pursuant to the Private Placement, which raised cumulative gross proceeds of approximately RM46.42 million.

The table below sets out the status of utilisation of proceeds raised from the Private Placement as mentioned above amounting to RM46.42 million:

Descriptions	Proposed Utilisation* RM'000	Actual Proceeds Raised RM'000	Actual Utilisation RM'000	Balance RM'000	Estimated timeframe for the utilisation of proceeds from the date of listing of the Placement Shares
Capital Expenditure	76,511	45,638	38,220	7,418	Within 12 months
Working Capital	5,000	-	-	-	Within 12 months
Estimated expenses in relation to the Private Placement	1,450	784	784	-	Within 1 month
<b>Total Proceeds</b>	<b>82,961</b>	<b>46,422</b>	<b>39,004</b>	<b>7,418</b>	

*Note:*

\* As per announcement dated 12 June 2020



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

- (d) On 23 April 2021, UOBKH had, on behalf of our Board, announced that Careplus proposed to undertake the proposed transfer of the listing of and quotation for the entire issued share capital of Careplus from the ACE Market to the Main Market of Bursa Securities (“Proposed Transfer”).

The Proposed Transfer is pending submission to the relevant authorities.

### 9. Investment in joint venture

	As at 31-Mar-2021 (UNAUDITED) RM'000	As at 31-Dec-2020 (AUDITED) RM'000
Reconciliation to carrying amount		
Beginning balance as at 1 January 2021/1 January 2020	54,245	-
Retained interest of the joint venture upon change in ownership interest	-	26,759
Additional subscription of shares	-	17,500
Share of profits in joint venture	13,179	9,986
Ending balance as at 31 March 2021/31 December 2020	67,424	54,245

The details of the joint venture are as follows:

Name of company	Principal activities	Country of incorporation	Group's effective interest	
			31 March 2021 %	31 Dec 2020 %
Careplus (M) Sdn Bhd	Manufacturing gloves and provision for quality control services for outsourced gloves	Malaysia	50	50



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

The following table summarises the financial information of the Group's material joint venture:

	<b>As at 31 March 2021 (UNAUDITED) RM'000</b>	<b>As at 31 December 2020 (AUDITED) RM'000</b>
Non-current assets	99,805	85,150
Current assets	171,606	108,131
Non-current liabilities	(11,670)	(12,454)
Current liabilities	(140,337)	(87,782)
Equity attributable to owners of the Company	119,404	93,045
Revenue	67,480	130,860
Profit for the year	26,359	19,972
Shares of profit in joint venture	13,179	9,986

The shares of profit in the joint venture of RM13,179,000 was derived from the profit for the period from 1 January 2021 until 31 March 2021.

Reconciliation of the above summarised financial information to the carrying amount of the interest in the joint venture recognised in the consolidated financial statements:

	<b>As at 31 March 2021 (UNAUDITED) RM'000</b>	<b>As at 31 December 2020 (AUDITED) RM'000</b>
Net assets of the joint venture	119,404	93,045
Proportion of the Group's interest in the joint venture	50%	50%
Goodwill	59,702	46,523
Carrying amount of the Group's interest in the joint venture	7,722	7,722
	67,424	54,245



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 10. Group Borrowings and Debt Securities

(a) The Group's borrowings as at 31 March 2021 and 31 March 2020 were as follows:

	<b>As at 31 March 2021</b>		<b>Total RM'000</b>
	<b>Long term RM'000</b>	<b>Short term RM'000</b>	
Secured:			
Hire purchase	3,918	1,981	5,899
Term loans	2,741	5,927	8,668
Bills payable	-	12,232	12,232
	<u>6,659</u>	<u>20,140</u>	<u>26,799</u>
	<b>As at 31 March 2020</b>		<b>Total RM'000</b>
	<b>Long term RM'000</b>	<b>Short term RM'000</b>	
Secured:			
Bank overdrafts	-	46	46
Hire purchase	2,791	6,317	9,108
Term loans	15,621	2,170	17,791
Bills payable	-	77,216	77,216
	<u>18,412</u>	<u>85,749</u>	<u>104,161</u>

(b) There were no unsecured debts during the current quarter under review.

(c) Included in bill payables, there is a total amount of RM11.1 million (31.3.2020: RM49.0 million) denominated in USD.

### 11. Derivatives Financial Instruments

As at 31 March 2021, the Group's outstanding derivatives were as follows:

<b>Type of Derivatives</b>	<b>Contract/Notional Value RM'000</b>	<b>Assets/(Liabilities) RM'000</b>
Currency forwards - Less than 1 year	<u>129,493</u>	<u>(2,460)</u>

The Group entered currency forwards to hedge highly probable forecast transactions denominated in foreign currencies, which are expected to occur in the future. The currency forwards have maturity dates that match the expected occurrence of these transactions.

All derivative financial instruments are executed with creditworthy counter parties with a view to limit the credit risk exposure of the Group.



# CAREPLUS GROUP BERHAD

[Registration No. 201001011474 (896134-D)]

(Incorporated in Malaysia)

## Unaudited Quarterly Financial Report for the 1<sup>st</sup> Quarter Ended 31 March 2021

### 12. Material Litigation

There were no material litigations involving the Group as at the date of this report.

### 13. Dividends Declared / Proposed

Details of the dividend under single-tier tax system approved and declared by the Board are as follows:

<b>Interim dividend per share</b>	<b>2.0 sen</b>
For the financial year ending	31 December 2021
Approved and declared on	7 May 2021
Entitlement to dividend based on record of depositors as at	28 May 2021
Date payable	16 June 2021

### 14. Earnings Per Share

The computation of basic and diluted earnings per share for the financial period ended 31 March 2021 and 31 March 2020 was as follows: -

#### (a) Basic

	<b>3 Months Ended 31-Mar-2021 (UNAUDITED)</b>	<b>3 Months Ended 31-Mar-2020 (UNAUDITED)</b>
Profit attributable to owners of the Company (RM'000)	123,543	1,141
Weighted average number of ordinary shares as at 1 January/31 March ('000)	<u>537,517</u>	<u>531,360</u>
Basic earnings per share (sen)	<u>22.98</u>	<u>0.21</u>

#### (b) Diluted

Diluted earnings per share is not applicable for the financial period ended 31 March 2021 and 31 March 2020 as there were no potential ordinary shares in issue for the current quarter and cumulative quarter.