



YEW LEE PACIFIC GROUP BERHAD

Registration No. 202001036243 (1392564-D)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 31 MARCH 2022

YEW LEE PACIFIC GROUP BERHAD

Registration No. 202001036243 (1392564-D)

(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the First Quarter Ended 31 March 2022⁽¹⁾

	Note	Individual Quarter		Cumulative Quarter	
		Unaudited Current Quarter 31.03.2022 RM'000	Unaudited Preceding Year Corresponding Quarter ⁽²⁾ 31.03.2021 RM'000	Unaudited Current Year-to-date 31.03.2022 RM'000	Unaudited Preceding Year-to-date ⁽²⁾ 31.03.2021 RM'000
Revenue		9,798	N/A	9,798	N/A
Cost of sales		(6,626)	N/A	(6,626)	N/A
Gross profit		3,172	N/A	3,172	N/A
Other income		149	N/A	149	N/A
Administrative expenses		(1,668)	N/A	(1,668)	N/A
Selling and marketing expenses		(70)	N/A	(70)	N/A
Finance costs		(77)	N/A	(77)	N/A
Share of profit of an associate		83	N/A	83	N/A
Other expenses		(1)	N/A	(1)	N/A
Profit before tax	B12	1,588	N/A	1,588	N/A
Income tax	B5	(365)	N/A	(365)	N/A
Profit after tax		1,223	N/A	1,223	N/A
Other comprehensive income/(loss):					
Item that may be reclassified subsequently to profit or loss					
- Foreign currency translation of foreign operation		4	N/A	4	N/A
Total comprehensive income for the financial period		1,227	N/A	1,227	N/A
Profit attributable to:					
- Owners of the Company		1,224	N/A	1,224	N/A
- Non-controlling interest		(1)	N/A	(1)	N/A
		1,223	N/A	1,223	N/A
Total comprehensive income attributable to:					
- Owners of the Company		1,226	N/A	1,226	N/A
- Non-controlling interest		1	N/A	1	N/A
		1,227	N/A	1,227	N/A
Earnings per share ("EPS")					
- Basic (sen) ⁽³⁾	B11	0.31	N/A	0.31	N/A
- Diluted (sen) ⁽⁴⁾	B11	0.23	N/A	0.23	N/A

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**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
for the First Quarter Ended 31 March 2022⁽¹⁾ (Continued)**

NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 17 May 2022 ("Prospectus") and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report on Company's unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). As such, there are no comparative figures for the preceding year's corresponding quarter and preceding year's corresponding year-to-date.
- (3) Basic EPS is calculated based on the Company's share capital of 399,326,700 ordinary shares after issuance of shares for the acquisition of Yew Lee Pacific Manufacturer Sdn Bhd and Yew Lee Pacific Holding Sdn Bhd.
- (4) Diluted EPS is calculated based on the Company's share capital of 532,435,600 ordinary shares that shall be listed on the ACE Market of Bursa Securities on 7 June 2022.

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YEW LEE PACIFIC GROUP BERHAD

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Unaudited Condensed Consolidated Statement of Financial Position**As At 31 March 2022** ⁽¹⁾

	Note	Unaudited As at 31.03.2022 RM'000	Audited As at 31.12.2021 RM'000
Non-current assets			
Property, plant and equipment		10,002	10,110
Right-of-use assets		8,394	8,524
Investment in an associate		469	446
		18,865	19,080
Current assets			
Inventories		5,826	6,873
Trade receivables		9,067	9,160
Other receivables, deposits and prepayments		564	571
Tax recoverable		-	269
Fixed deposits with licensed banks		13,000	11,076
Cash and bank balances		10,058	8,737
		38,515	36,686
Total assets		57,380	55,766
Equity attributable to owners of the Company			
Share capital		31,547	(3) -
Invested equity		-	350
Merger reserves		(31,197)	-
Foreign currency translation reserve		(61)	(61)
Retained earnings		42,500	41,276
		42,789	41,567
Non-controlling interests		(1)	(3) -
Total equity		42,788	41,565
Non-current liabilities			
Bank borrowings	B8	7,949	7,936
Lease liabilities		414	485
Deferred tax liabilities		882	882
		9,245	9,303
Current liabilities			
Trade payables		3,358	2,733
Other payables and accruals		1,272	1,505
Bank borrowings	B8	356	358
Lease liabilities		298	302
Tax payable		63	-
		5,347	4,898
Total liabilities		14,592	14,201
Total equity and liabilities		57,380	55,766
Net assets per share (sen) ⁽²⁾		10.72	10.41

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**Unaudited Condensed Consolidated Statement of Financial Position
As At 31 March 2022⁽¹⁾ (Continued)**

NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the number of ordinary shares in issue of 399,326,700 shares. The number of ordinary shares used in calculating the net asset per share as at 31 December 2021 has been restated to reflect the increased number of shares arising from the issuance of 399,326,600 new ordinary shares pursuant to acquisition of entire equity interest of Yew Lee Pacific Manufacturer Sdn Bhd and Yew Lee Pacific Holding Sdn Bhd in conjunction with the Initial Public Offering ("IPO"), which was completed on 18 January 2022.
- (3) Represents less than RM1,000.

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**Unaudited Condensed Consolidated Statements of Changes in Equity
for the First Quarter Ended 31 March 2022⁽¹⁾**

	-----Attributable to Owners of the Company-----					Sub-Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	-----Non-Distributable-----			Distributable				
	Share Capital RM'000	Invested Equity RM'000	Merger Reserves RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000			
Balance as at 31 December 2021/ 1 January 2022 (Audited)	⁽²⁾ -	350	-	(61)	41,276	41,565	-	41,565
<u>Transaction with owners:</u>								
Acquisition of subsidiaries	-	(350)	(31,197)	-	-	(31,547)	-	(31,547)
Issuance of shares pursuant to acquisition of subsidiaries	31,547	-	-	-	-	31,547	-	31,547
Profit for the financial period	-	-	-	-	1,224	1,224	(1)	1,223
Foreign currency translations differences	-	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-	-	1,224	1,224	(1)	1,223
Balance as at 31 March 2022	31,547	-	(31,197)	(61)	42,500	42,789	(1)	42,788

NOTES :

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Represents less than RM1,000.

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**Unaudited Condensed Consolidated Statements of Cash Flows
for the First Quarter Ended 31 March 2022⁽¹⁾**

	Current Year-to-date 31.03.2022 RM'000	Preceding Year-to-date⁽²⁾ 31.03.2021 RM'000
Cash flow from operating activities		
Profit before tax	1,588	N/A
Adjustment for: -		
Amortisation of right-of-use assets	130	N/A
Depreciation of property, plant and equipment	223	N/A
Finance costs	77	N/A
Interest income	(43)	N/A
Property, plant and equipment written off	1	N/A
Share of result of an associate	(83)	N/A
Unrealised gain on foreign exchange	(11)	N/A
Operating profit before working capital changes	1,882	N/A
Changes in working capital:		
Inventories	1,106	N/A
Trade and other receivables	95	N/A
Trade and other payables	409	N/A
Cash generated from operations	3,492	N/A
Tax paid, net of tax refunded	(34)	N/A
Net cash generated from operating activities	3,458	N/A
Cash flow from investing activities		
Interest received	43	N/A
Purchase of property, plant and equipment	(115)	N/A
Net cash used in investing activities	(72)	N/A
Cash flow from financing activities		
Drawdown of term loan	102	N/A
Finance costs paid	(77)	N/A
Issuance of shares	-	N/A
Repayment of lease liabilities	(76)	N/A
Repayment of term loans	(90)	N/A
Net cash used in financing activities	(141)	N/A
Net increase in cash and cash equivalents	3,245	N/A
Effect of foreign currency translation	⁽³⁾ -	N/A
Cash and cash equivalents at beginning of the financial period	19,813	N/A
Cash and cash equivalents at end of the financial period	23,058	N/A

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**Unaudited Condensed Consolidated Statements of Cash Flows
for the First Quarter Ended 31 March 2022⁽¹⁾ (Continued)**

NOTES:

- (1) The basic of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the Listing Requirements. As the Company will be listed on the ACE Market of Bursa Securities on 7 June 2022, there are no comparative figures for the preceding year's corresponding period.
- (3) Represent less than RM1,000.

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YEW LEE PACIFIC GROUP BERHAD

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

Notes To the Unaudited Interim Financial Report for the First Quarter Ended 31 March 2022

A1. BASIS OF PREPARATION

The interim financial report of Yew Lee Pacific Group Berhad (“Yew Lee” or “the Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Boards and Rule 9.22 of the Listing Requirements.

This is the first interim financial report on the Company’s unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the Listing Requirements and hence, there are no comparative figures for the preceding year’s corresponding quarter and preceding year’s corresponding year-to-date.

The interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and presentation adopted for the interim financial statements are consistent with those adopted as disclosed in the Accountants’ Report in the Prospectus.

The new and amended standards and interpretations that are issued, but not yet effective and have not been adopted by the Group are as follow:

MFRS (Including the Consequential Amendments)		Effective Date
MFRS 17 and amendments to MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108	Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities Arising from a Single Transaction	1 January 2023
Amendments to MFRS 10 and 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The Group plans to apply the abovementioned MFRSs and amendments to MFRSs from the beginning of the financial year where they become effective, if applicable to the Group.

The adoption of the above MFRSs and amendments to MFRSs are expected to have no material impact on the financial statements of the Group in the period of initial application.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A3. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates during the current financial quarter under review.

A4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report for the preceding financial year ended 31 December 2021 was issued without any qualifications.

A5. SEASONAL OR CYCLICAL FACTORS

The nature of the Group’s business was not subject to any seasonal and cyclical factors during the current financial quarter under review.

A6. ITEMS OR INCIDENCE OF AN UNUSUAL NATURE

There were no material and unusual items affecting assets, liabilities, equity, net income or cash flows during the financial quarter under review.

A7. MATERIAL SUBSEQUENT EVENT

In conjunction with the Company’s listing on the ACE Market of Bursa Securities, the Company had on 17 May 2022 issued its Prospectus for its IPO entailing the following:

- (a) Public issue of new shares in the following manner:
 - (i) 26,621,800 new shares available for application by the Malaysian public;
 - (ii) 15,973,000 new shares available for application by our eligible directors and employees;
 - (iii) 23, 959,600 new shares by way of private placement to selected investors; and
 - (iv) 66,554,500 new shares by way of private placement to identified Bumiputera investors approved by the Ministry of International Trade and Industry.

- (b) Offer for sale of 26,621,800 existing shares by way of private placement to selected investors, at an IPO price of RM 0.28 per share.

Upon completion of the IPO, the Company is expected to be admitted to Official List of Bursa Securities and the Company’s entire enlarged issued share capital of 532,435,600 shares shall be listed and quoted on the ACE Market of Bursa Securities on 7 June 2022.

Save as disclosed above, there were no other material events subsequent to the end of the current financial quarter under review that have not been reflected in the interim financial report.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)**A8. DEBT AND EQUITY SECURITIES**

On 18 January 2022, the Company issued a total of 399,326,600 new ordinary shares pursuant to the acquisition of the entire equity interest in Yew Lee Pacific Manufacturer Sdn Bhd and Yew Lee Pacific Holding Sdn Bhd in conjunction with the IPO.

Save as disclosed above, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter under review.

A9. DIVIDEND PAID

There were no dividends paid during the financial quarter under review.

A10. SEGMENTAL INFORMATION

The Group is principally engaged and organised into business units based on business by product related activities and has two reportable segments as follows:

- (a) Manufacturing segment – Consist mainly the manufacturing of industrial brushes; and
- (b) Trading segment – Consist of trading of industrial hardware and machinery parts.

The Group operates predominantly in Malaysia and hence, no geographical segment presented.

	Manufacturing segment RM’000	Trading segment RM’000	Elimination RM’000	Total RM’000
31.03.2022				
Revenue				
External revenue	6,531	3,288	(21)	9,798
Inter-segment revenue	(19)	(2)	21	-
	<u>6,512</u>	<u>3,286</u>	<u>-</u>	<u>9,798</u>
Results				
Segment profit	1,414	169	-	1,583
Finance costs	(48)	(29)	-	(77)
Share of profit of an associate	83	-	-	83
Segment profit before tax	<u>1,449</u>	<u>140</u>	<u>-</u>	<u>1,589</u>
Tax expenses	(336)	(30)	-	(366)
Segment profit after tax	<u>1,113</u>	<u>110</u>	<u>-</u>	<u>1,223</u>

A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of property, plant and equipment in the current financial quarter under review.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)**A12. CHANGES IN THE COMPOSITION OF THE GROUP**

On 18 January 2022, the Company had completed the acquisition of the entire equity interest in Yew Lee Pacific Manufacturer Sdn Bhd and Yew Lee Pacific Holding Sdn Bhd at a purchase consideration of RM 31,546,801, which was fully satisfied by the issuance of 399,326,600 new shares at an issue price of RM 0.079 per share.

Save as disclosed above, there were no other material changes in the composition of the Group for the current financial quarter under review.

A13. CAPITAL COMMITMENTS

There were no material capital commitments incurred or known to be incurred for the current financial quarter under review.

A14. CONTINGENT ASSETS OR CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities as at the date of this interim financial report.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

There were no related party transactions in the current financial quarter under review.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

Notes To the Unaudited Condensed Consolidated Interim Financial Report for the First Quarter Ended 31 March 2022

B1. REVIEW OF PERFORMANCE

Results for the current quarter

The Group recorded revenue of RM9.8 million, gross profit of RM3.2 million and profit before tax of RM1.6 million for the current financial quarter under review.

The Group's revenue for the current financial quarter under review is mainly contributed from our manufacturing activities of RM6.5 million and trading activities of RM3.3 million.

The overall manufacturing activities of industrial brushes are ~~predominantly~~ lower during first quarter of our financial reporting as it ~~season as this have been the case annually since inception. This seasonal variation usually~~ coincides with the various public holidays and festive season break in first quarter. The first quarter result for year 2022 was further dampen with much lower sales orders received from oversea clients particularly Vietnam which experienced a lock down in the first quarter of year 2022.

The lower overall GP margin in manufacturing activities was also caused by the volatility in raw material prices in the financial year under review. This has been predominantly a global concern since the beginning of this year.

This is the first interim financial report on the Group's unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year's corresponding quarter.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

This is the first interim financial report on the Group's unaudited condensed consolidated financial results for first quarter ended 31 March 2022 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the immediate preceding quarter's results.

B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR

As disclosed in the Prospectus of the Company dated 17 May 2022, the Group will implement the following future plans:

- (a) to expand our range of industrial brushes by developing customisable industrial brushes and continue to strengthen our market position in the industrial brush industry in Malaysia;
- (b) to improve our manufacturing efficiency and automate our manufacturing processes by acquiring additional automated machineries and equipment to support the long-term growth of our business;
- (c) to expand our trading of industrial hardware and machinery parts business segment especially in the central and southern regions of Peninsular Malaysia; and
- (d) to expand our geographical presence to international markets.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR (CONTINUED)**

While the global COVID- pandemic has slightly affected the Group business for the first quarter of 2022, the Management remains optimistically on the performance for the following quarters and will be steadfast in putting in the necessary effort to ensure any variation are attended to in the most efficient and effective manner.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review.

B5. INCOME TAX EXPENSE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 31.03.2022 RM'000	Unaudited Preceding Year Corresponding Quarter ⁽¹⁾ 31.03.2021 RM'000	Unaudited Current Year- to-date 31.03.2022 RM'000	Unaudited Preceding Year Corresponding Year-to-date ⁽¹⁾ 31.03.2021 RM'000
In respect of current period:				
Income tax expense	365	N/A	365	N/A
Effective tax rate (%)	22.98	N/A	22.98	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

NOTE:

(1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the Listing Requirements and hence, there are no comparative figures for the preceding year's corresponding quarter and preceding year's corresponding year-to-date.

B6. STATUS OF CORPORATE PROPOSALS

Save for the IPO as disclosed in Note A12, there were no other corporate proposals announced but not implemented as at the date of this interim financial report.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B7. UTILISATION PROCEEDS FROM IPO**

The gross proceeds of approximately RM 37.27 million from IPO is intended to be utilised in the following manner:

<u>Utilisation of proceeds</u>	<u>RM'000</u>	<u>Actual Utilisation</u>	<u>Estimated timeframe for utilisation from Listing</u>
Purchase of additional manufacturing machineries and equipment	10,900	-	Within 12 months
Construction of new warehouse facility and office building	7,300	-	Within 24 months
Renovation of New Office	1,800	-	Within 36 months
Repayment of bank borrowings	8,900	-	Within 12 months
Working capital requirements	4,570	-	Within 8 months
Estimated listing expenses	3,800	-	Within 1 month
	<u>37,270</u>	-	

The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus. As at the date of this interim financial report, the IPO is pending for completion and hence there is no utilisation of IPO proceeds.

B8. BANK BORROWINGS

	<u>Unaudited As at 31.03.2022 RM'000</u>	<u>Audited As at 31.12.2021 RM'000</u>
<u>Current</u>		
Lease liabilities	298	302
Term loans	356	358
	<u>654</u>	<u>660</u>
<u>Non-current</u>		
Lease liabilities	414	485
Term loans	7,949	7,936
	<u>8,363</u>	<u>8,421</u>

The bank borrowings are secured and denominated in Ringgit Malaysia.

B9. MATERIAL LITIGATION

There were no material litigation involving the Group as at 31 March 2022.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B10. DIVIDEND PAYABLE**

On 1 June 2022, the Board of Directors has approved the declaration and payment of first interim single-tier dividend of RM 0.003 per ordinary share totalling RM 1,597,306.80 in respect of the financial year ending 31 December 2022. The entitlement date and payment date for the first interim single-tier dividend are on 17 June 2022 and 12 July 2022 respectively.

B11. EARNINGS PER SHARE

The basic and diluted earnings per share for the current financial quarter and financial year-to-date are computed as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current</u>	<u>Preceding Year</u>
	<u>Quarter</u>	<u>Corresponding</u>	<u>Year-to-date</u>	<u>Year-to-date⁽¹⁾</u>
	<u>31.03.2022</u>	<u>31.03.2021</u>	<u>31.03.2022</u>	<u>31.03.2021</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Profit attributable to the Owners of the Company	1,224	N/A	1,224	N/A
Number of ordinary shares	399,326	N/A	399,326	N/A
Basic EPS (sen) ⁽²⁾	0.31	N/A	0.31	N/A
Diluted EPS (sen) ⁽³⁾	0.23	N/A	0.23	N/A

NOTES:

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the Listing Requirements and hence, there are no comparative figures for the preceding year's corresponding quarter and preceding year's corresponding year-to-date.
- (2) Basic EPS is calculated based on the Company's share capital of 399,326,700 ordinary shares after issuance of shares to the acquisition of Yew Lee Pacific Manufacturer Sdn Bhd and Yew Lee Pacific Holding Sdn Bhd.
- (3) Diluted EPS is calculated based on the Company's share capital of 532,435,600 ordinary shares that shall be listed on the ACE Market of Bursa Securities on 7 June 2022.

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Registration No. 202001036243 (1392564-D)

(Incorporated in Malaysia)

PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND OTHER COMPREHENSIVE INCOME**

Profit before tax is arrived after charging/(crediting):

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>Current Year</u> <u>Quarter</u> <u>31.03.2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Corresponding</u> <u>Quarter⁽¹⁾</u> <u>31.03.2021</u> <u>RM'000</u>	<u>Unaudited</u> <u>Current</u> <u>Year-to-date</u> <u>31.03.2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Year-to-date⁽¹⁾</u> <u>31.03.2021</u> <u>RM'000</u>
Depreciation of property, plant and equipment	223	N/A	223	N/A
Amortisation of right-of-use assets	130	N/A	130	N/A
Interest income	(43)	N/A	(43)	N/A
Unrealised gain on foreign exchange	(11)	N/A	(11)	N/A
Interest expense	77	N/A	77	N/A
Rental	1	N/A	1	N/A
Property, plant and equipment written off	1	N/A	1	N/A

NOTE:

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced in compliance with the Listing Requirements and hence, there are no comparative figures for the preceding year's corresponding period.

B13. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 23 May 2022.

BY ORDER OF THE BOARD
YEW LEE PACIFIC GROUP BERHAD