



## **POLYMER LINK HOLDINGS BERHAD**

Company No: 201301011960 (1041798-A)

(Incorporated in Malaysia under the Companies Act, 1965 and deemed registered under the Company Act, 2016)

# **UNAUDITED FINANCIAL STATEMENTS FOR THE 2<sup>ND</sup> HALF-YEAR ENDED 30 SEPTEMBER 2020**

### **CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”)**

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY POLYMER LINK HOLDINGS BERHAD (“POLYMER LINK HOLDINGS” OR THE “COMPANY”). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

# POLYMER LINK HOLDINGS BERHAD

Company No: 201301011960 (1041798-A)

(Incorporated in Malaysia under the Companies Act, 1965 and deemed registered under the Company Act, 2016)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020<sup>(1)</sup>

	Unaudited as at 30.9.2020 RM'000	Audited as at 30.9.2019 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment <sup>(2)</sup>	35,569	25,593
Goodwill on consolidation	77	-
Investment in an associate company	-	152
<b>Total non-current assets</b>	<b>35,646</b>	<b>25,745</b>
<b>CURRENT ASSETS</b>		
Inventories	12,867	10,601
Trade receivables	9,725	4,764
Other receivables	4,716	2,952
Tax recoverable	519	97
Fixed deposit with a licensed bank	3,375	1,270
Cash and bank balances	4,771	7,097
<b>Total current assets</b>	<b>35,973</b>	<b>26,781</b>
<b>TOTAL ASSETS</b>	<b>71,619</b>	<b>52,526</b>
<b>EQUITY</b>		
Share capital	18,052	18,052
Merger deficit	(11,967)	(11,967)
Foreign currency translation reserve	1,121	348
Retained earnings	26,195	23,139
Non-controlling interest	383	24
<b>TOTAL EQUITY</b>	<b>33,784</b>	<b>29,596</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	4,880	695
Deferred tax liabilities	203	259
Bank borrowings	12,220	12,015
<b>Total non-current liabilities</b>	<b>17,303</b>	<b>12,969</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	1,973	605
Other payables	2,853	2,631
Contract liabilities	2,062	3,445
Lease liabilities	1,082	621
Bank borrowings	12,562	2,659
<b>Total current liabilities</b>	<b>20,532</b>	<b>9,961</b>
<b>TOTAL LIABILITIES</b>	<b>37,835</b>	<b>22,930</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>71,619</b>	<b>52,526</b>
Net assets per ordinary share (sen) <sup>(3)</sup>	7.30	6.40

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## 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 audited financial statements of the Company for the financial year ended ("FYE") 30 September 2019 and the accompanying explanatory notes attached to this interim financial report.*
2. *Included in the net carrying amount of property, plant and equipment for the FYE 30 September 2020 are right-of-use assets of RM6,211,000. In prior year, property, plant and equipment with net carrying amount of RM2,674,000 are financed under finance lease arrangement.*
3. *Net assets per ordinary share is calculated based on the Company's number of ordinary shares at the end of the reporting period of 462,854,370 shares.*

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## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 2<sup>ND</sup> HALF-YEAR ENDED 30 SEPTEMBER 2020<sup>(1)</sup>

	Individual 6 months ended		Cumulative 12 months ended	
	30.9.2020	30.9.2019	30.9.2020	30.9.2019
	RM'000	RM'000	RM'000	RM'000
Revenue	26,398	34,665	57,066	71,711
Cost of sales	(20,077)	(27,030)	(43,222)	(55,706)
Gross profit	6,321	7,635	13,844	16,005
Interest income	13	43	33	70
Other income	89	596	549	691
Gain on remeasurement	-	-	58	-
Administrative expenses	(3,900)	(3,573)	(7,198)	(4,972)
Selling and distribution expenses	(60)	(227)	(616)	(374)
Other expenses	(210)	214	(802)	(298)
Share of loss of an associate company	-	(42)	(17)	(42)
Finance costs	(201)	(150)	(478)	(268)
Profit before taxation	2,052	4,496	5,373	10,812
Taxation	(367)	(305)	(771)	(1,241)
Profit after taxation	1,685	4,191	4,602	9,571
Foreign currency translation differences	168	363	776	333
<b>Total comprehensive income</b>	<b>1,853</b>	<b>4,554</b>	<b>5,378</b>	<b>9,904</b>
Profit attributable to equity holders of the parent	1,629	4,192	4,598	9,591
Non-controlling interest	56	(1)	4	(20)
<b>Total</b>	<b>1,685</b>	<b>4,191</b>	<b>4,602</b>	<b>9,571</b>
Total comprehensive income attributable to equity holders of the parent	1,811	4,555	5,388	9,924
Non-controlling interest	42	(1)	(10)	(20)
<b>Total</b>	<b>1,853</b>	<b>4,554</b>	<b>5,378</b>	<b>9,904</b>
Attributable to equity holders of the parent:				
- Basic earnings per share (sen) <sup>(2)</sup>	0.35	0.91	0.99	2.07
- Diluted earnings per share (sen) <sup>(3)</sup>	0.35	0.91	0.99	2.07

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## **Notes:**

1. *The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the FYE 30 September 2019 and the accompanying explanatory notes attached to this interim financial report.*
2. *Basic earnings per share is calculated based on the Company's number of ordinary shares of 462,854,370 as at the reporting date.*
3. *Diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have convertible options at the end of the reporting period.*

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## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE 2<sup>ND</sup> HALF-YEAR ENDED 30 SEPTEMBER 2020<sup>(1)</sup>

	Share capital RM'000	Merger deficit RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Minority interest RM'000	Total RM'000
<b>As at 1.10.2019</b>	<b>18,052</b>	<b>(11,967)</b>	<b>348</b>	<b>23,139</b>	<b>24</b>	<b>29,596</b>
Effect from adoption of MFRS16, Leases	-	-	-	(41)	-	(41)
<b>Restated balance as at 1.10.2019</b>	<b>18,052</b>	<b>(11,967)</b>	<b>348</b>	<b>23,098</b>	<b>24</b>	<b>29,555</b>
Net profit for the financial year	-	-	-	4,597	4	4,601
Currency translation differences	-	-	790	-	(14)	776
Total comprehensive income for the financial year	-	-	790	4,597	(10)	5,377
Arising from acquisition of subsidiary companies	-	-	(17)	-	369	352
Dividend paid	-	-	-	(1,500)	-	(1,500)
<b>As at 30.9.2020</b>	<b>18,052</b>	<b>(11,967)</b>	<b>1,121</b>	<b>26,195</b>	<b>383</b>	<b>33,784</b>
<b>As at 1.10.2018</b>	<b>18,052</b>	<b>(11,967)</b>	<b>20</b>	<b>14,474</b>	<b>-</b>	<b>20,579</b>
Subscription of shares in new subsidiary company by non-controlling interest	-	-	-	-	44	44
Net profit for the financial year	-	-	-	9,591	(20)	9,571
Currency translation differences	-	-	328	-	-	328
Total comprehensive income for the financial year	-	-	328	9,591	(20)	9,899
Dividend paid	-	-	-	(926)	-	(926)
<b>As at 30.9.2019</b>	<b>18,052</b>	<b>(11,967)</b>	<b>348</b>	<b>23,139</b>	<b>24</b>	<b>29,596</b>

**Note:**

- The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the FYE 30 September 2019 and the accompanying explanatory notes attached to this interim financial report.

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## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE 2<sup>ND</sup> HALF-YEAR ENDED 30 SEPTEMBER 2020<sup>(1)</sup>

	12 months ended 30 September 2020 RM'000	12 months ended 30 September 2019 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	5,373	10,812
Adjustments for:		
Depreciation	2,183	1,209
Interest income	(33)	(70)
Interest expenses	478	268
Gain on remeasurement	(58)	-
Inventories written down	-	4
Share of results of an associate company	17	42
Unrealised loss/(gain) on foreign exchange	107	(592)
Operating profit before working capital changes	8,067	11,673
Changes in working capital:		
Inventories	(1,870)	(3,369)
Receivables	(6,490)	339
Payables	1,070	435
Contract liabilities	(1,475)	956
Cash (used in)/generated from operations	(698)	10,034
Tax paid	(1,256)	(1,620)
Interest paid	(1,342)	(283)
<b>Net cash (used in)/from operating activities</b>	<b>(3,296)</b>	<b>8,131</b>
<b>Cash flows from investing activities</b>		
Interest received	33	70
Placement of fixed deposit with a licensed bank	(2,107)	(27)
Purchase of property, plant & equipment	(5,207)	(3,539)
Net cash arising from acquisition of a subsidiary company	514	-
Subscription of shares in new subsidiary companies by non-controlling interest	-	44
Acquisition of interest in an associate company	-	(198)
<b>Net cash used in investing activities</b>	<b>(6,767)</b>	<b>(3,650)</b>
<b>Cash flows from financing activities</b>		
Dividend paid	(1,500)	(926)
Repayment to Directors	-	(8)
Repayment of lease liabilities	(996)	(932)
Net drawdown of bank borrowings	10,141	1,435
<b>Net cash from/(used in) financing activities</b>	<b>7,645</b>	<b>(431)</b>
Net changes in cash and cash equivalents	(2,418)	4,050
Cash and cash equivalents at beginning of period	7,097	2,930
Effect of foreign currency translation differences on cash and cash equivalents	92	117
<b>Cash and cash equivalents at end of period</b>	<b>4,771</b>	<b>7,097</b>

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**Note:**

1. *The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the FYE 30 September 2019 and the accompanying explanatory notes attached to this interim financial report.*

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# POLYMER LINK HOLDINGS BERHAD

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## EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 2<sup>ND</sup> HALF-YEAR ENDED 30 SEPTEMBER 2020

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### A. NOTES TO THE FINANCIAL REPORT

#### A1. Basis of Preparation

The interim financial report of Polymer Link Holdings and its subsidiaries (“**the Group**”) are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“**MFRS**”) 134 “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“**MASB**”) and Rule 6.12 and Appendix 6A of the LEAP Market Listing Requirements (“**Listing Requirements**”).

This is the interim financial report on the Company’s unaudited condensed consolidated financial results for the 2<sup>nd</sup> half-year ended 30 September 2020. The interim report should be read in conjunction with the Audited Financial Statements for the FYE 30 September 2019 and the accompanying explanatory notes attached to the interim financial report.

#### A2. Significant Accounting Policies

Save for the changes due to the adoption of MFRS 16 described below, the accounting policies and presentation adopted for the interim financial statements are consistent with those adopted in the most recent audited financial statements for the FYE 30 September 2019.

At the beginning of the current financial year, the Group adopted amendments/improvements to MFRS and the Issues Committee (“**IC**”) Interpretation which are mandatory for the current financial period.

Initial application of the amendments/improvements to the standards did not have material impact to the financial statements, except for:

##### **MFRS 16 Leases**

The Group adopted MFRS 16 Leases using the modified retrospective method of adoption with the date of initial application of 1 October 2019. Under this method, the standard is applied retrospectively with the cumulative effect of initially applying the standard recognised at the date of initial application. The Group elected to use the transition practical expedient to not reassess whether a contract is, or contains a lease at 1 October 2019. Instead, the Group applied the standard only to contracts that were previously identified as leases applying MFRS 117 and IC Interpretation 4 at the date of initial application.

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## A2. Significant Accounting Policies (cont'd)

### MFRS 16 Leases (cont'd)

The effect of adoption MFRS 16 as at 1 October 2019 is as follows:

	Audited 30.9.2019 RM'000	Effect of MFRS 16 Increase/ (Decrease) RM'000	Restated 1.10.2019 RM'000
<b>Non-current assets</b>			
Property, plant and equipment	25,593	3,393	28,986
<b>Liabilities</b>			
Lease liabilities – non-current	695	3,225	3,920
Lease liabilities – current	621	209	830
<b>Equity</b>			
Retained earnings	23,139	(41)	23,098

The Group has not applied the following MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group:

#### **MFRS, Amendments to MFRSs and IC Interpretation effective 1 January 2020:**

Amendments to <b>MFRS 3</b>	Business Combinations
Amendments to <b>MFRS 7, 9 and 139</b>	Interest Rate Benchmark Reform
Amendments to <b>MFRS 101 and 108</b>	Definition of Material
Amendments to References to the Conceptual Framework on MFRS Standards	

#### **Amendments to MFRS effective 1 June 2020:**

Amendments to <b>MFRS 16</b>	Covid-19 Related Rent Concessions
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#### **Amendments to MFRS effective 1 January 2022:**

Amendments to <b>MFRS 3</b>	Reference to the Conceptual Framework
Amendments to <b>MFRS 116</b>	Property, Plant and Equipment – Proceeds Before Intended Use
Amendments to <b>MFRS 137</b>	Onerous Contract-Cost of Fulfilling a Contract
Annual Improvements to MFRS standards 2018-2020 Cycle	

#### **MFRS and Amendments to MFRS effective 1 January 2023:**

<b>MFRS 17</b>	Insurance Contracts
Amendments to <b>MFRS 101</b>	Classification of Liabilities as Current or Non-current

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## A2. Significant Accounting Policies (cont'd)

### Deferred to a date to be determined by the MASB:

Amendments to **MFRS 10 and 128**

Consolidated Financial Statements and Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The initial application of the above standards, amendments and IC interpretation are not expected to have any financial impacts to the financial statements except for:

### Amendments to MFRS 101 and MFRS 108: Definition of Material

In October 2018, MASB issued amendments to MFRS 101 Presentation of Financial Statements and MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors to align the definition of 'material' across the standards and to clarify certain aspects of the definition. The new definition states that, information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.

## A3. Seasonal or Cyclical Factors

The Group does not experience significant fluctuations in operations due to seasonal factors or cyclical factors during the current financial period under review.

## A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The board of directors of Polymer Link Holdings ("**Board**") is not aware of any items or incidence of an unusual nature not otherwise dealt with us in this report which may or has substantially affected the value of assets, liabilities, equity, net income or cash flows of the Group for the current financial period under review.

## A5. Material Changes in Estimates

There were no changes in estimates that had a material effect in the current financial period under review.

## A6. Debt and Equity Securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period under review.

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## A7. Segmental Information

The analysis of revenue for the 2<sup>nd</sup> half-year ended 30 September 2020 and FYE 30 September 2020 is presented as follows:

### Analysis of revenue by business segment

	Individual 6 months ended		Cumulative 12 months ended	
	30.9.2020 RM'000	30.9.2019 RM'000	30.9.2020 RM'000	30.9.2019 RM'000
Plastic compound and powder	24,628	33,657	53,649	70,474
Industrial machinery and equipment	1,353	814	2,680	978
Investment holding and others	417	194	737	259
<b>Total</b>	<b>26,398</b>	<b>34,665</b>	<b>57,066</b>	<b>71,711</b>

### Analysis of revenue by geographical location

	Individual 6 months ended				Cumulative 12 months ended			
	30.9.2020		30.9.2019		30.9.2020		30.9.2019	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Philippines	19,292	73.0	31,231	90.1	44,782	78.5	64,056	89.3
Malaysia	2,733	10.4	1,899	5.5	5,212	9.1	4,846	6.8
India	2,813	10.7	-	-	3,642	6.4	-	-
Others *	1,560	5.9	1,535	4.4	3,430	6.0	2,809	3.9
<b>Total</b>	<b>26,398</b>	<b>100.0</b>	<b>34,665</b>	<b>100.0</b>	<b>57,066</b>	<b>100.0</b>	<b>71,711</b>	<b>100.0</b>

Notes:

\* Comprising Vietnam, Australia, United Kingdom and Germany.

## A8. Changes in the composition of the Group

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

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## A9. Interest bearing loans and borrowings

	<b>Unaudited as at 30.9.2020 RM'000</b>	<b>Audited as at 30.9.2019 RM'000</b>
<b>Long-term borrowings</b>		
Term loan	12,220	12,015
Lease liabilities	4,880	695
Total long-term borrowings	17,100	12,710
<b>Short-term borrowings</b>		
Term loan	408	245
Banker's acceptance	1,725	-
Trust receipts	997	2,414
Invoice financing	9,432	-
Lease liabilities	1,082	621
Total short-term borrowings	13,644	3,280
<b>Total interest bearing loans and borrowings</b>	<b>30,744</b>	<b>15,990</b>

## A10. Capital commitments

The capital commitments of the Group as at 30 September 2020 were as follows:

	<b>Unaudited As at 30.9.2020 RM'000</b>
Authorised and contracted for:	
- Factory building	9,273

## A11. Changes in contingent assets and contingent liabilities

There were no material changes in contingent liabilities and assets as at the end of the financial period under review.

## A12. Material events subsequent to the end of the financial period

On 7 October 2020, the Company had entered into three separate Share Sale and Purchase Agreement with KK Chempro Private Limited ("KKCPL") and a director of Maxpol Private Limited ("MPL") to dispose of a total of 1,041,531 ordinary shares, representing 59.07% of entire equity interest in share capital of MPL for a total cash consideration of Rs. 10,415,310 (equivalent to approximately RM560,694).

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### **A12. Material events subsequent to the end of the financial period (cont'd)**

On 7 October 2020, the Company had entered into a Share Subscription Agreement with MPL and PolymerLink India Private Limited (“**PLI**”) to subscribe for 3,300,000 ordinary shares of Rs. 10 each in the issued and paid up share capital of PLI, representing 55.0% of entire equity interest in share capital of PLI for a total cash consideration of Rs. 33,000,000 (equivalent to approximately RM1,857,956).

The condition precedent for the disposal of shareholding in MPL is subject to the completion of the share subscription in PLI. The above transactions were expected to complete by 31 October 2020.

On 1 November 2020, the Company had entered into four separate supplementary agreements with KKCPL, MPL, PLI and a director of MPL to revise the completion date of the above transactions to 31 December 2020.

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## B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

### B1. Review of performance

#### Performance of 2<sup>nd</sup> half year ended 30 September 2020 against the same period for the preceding year

The Group recorded a revenue of RM26.40 million for the 2<sup>nd</sup> half-year ended 30 September 2020, as compared to RM34.67 million recorded during the same period for the preceding year, representing a decrease of RM8.27 million or 23.9%. The decrease in Group revenue is generally attributable to the travel restriction implemented by the government of Malaysia and Philippines in late March 2020 which had led to all production lines in the plastic compound and powder business segment were halted for approximately six weeks. The production activities only able to resume progressively in mid May 2020.

The Group has recorded a profit before taxation (“PBT”) of RM2.05 million for the 2<sup>nd</sup> half-year ended 30 September 2020 as compared to RM4.50 million for same period for the preceding year, representing a decrease of RM2.45 million or 54.4%. The decrease in PBT is in line with the decrease in revenue for the current financial period under review.

#### Performance of current year to date against preceding year to date

The Group recorded revenue of RM57.07 million for current year to date ended 30 September 2020, as compared to RM71.71 million for the preceding year ended 30 September 2019, representing decrease of RM14.64 million or 20.4%. The decrease in Group revenue is mainly due to slow down of business activities in the plastic compound and powder business segment. Production capacity and shipment schedule were disrupted by the disease mitigating measures implemented by government of Malaysia and Philippines to contain outbreak of COVID-19. Consequently, caused order delivered to a major customer in the Philippines dropped by approximately 24.2% as compared to preceding year to date.

The Group recorded a PBT of RM5.37 million for current year to date ended 30 September 2020, as compared to RM10.81 million for the preceding year ended 30 September 2019, representing decrease of RM5.44 million or 50.3%.

The decrease in PBT is in line with the decrease in revenue for the current year to date performance under review, as well as the increase in operating expenses that were mainly due to the following:

- (i) Increase of administrative expenses merely arising from consolidation of full 12-months result from two subsidiaries, namely Polymer Link Synergy Sdn. Bhd. and Maqqo Synergy (Phils) Inc which were newly incorporated during the preceding year as well as partially consolidated MPL and PLI results which were recorded losses during the current reporting year;
- (ii) Increase of depreciation expenses of approximately RM0.97 million for a piece of leasehold land which was acquired on 27 September 2019, furniture and fittings, machineries and motor vehicles;
- (iii) Increase of sales and distribution expenses of approximately RM0.24 million arising from the increase in the headcount of sales and marketing work force;

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## **B1. Review of performance (cont'd)**

### Performance of current year to date against preceding year to date (cont'd)

- (iv) Slight increase of other expense of approximately RM0.50 million arising from foreign exchange losses; and
- (v) Slight increase of finance cost arising from the higher loans and borrowings.

## **B2. Prospects**

The Group anticipates that the industrial products and services sector outlook will remain uncertain and challenging for the FYE 30 September 2021.

However, the Group will remain committed to its core business strategy. The manufacturing plant setup in India and factory building construction in Malaysia are expected to complete in 1<sup>st</sup> quarter and 2<sup>nd</sup> quarter of 2021 respectively. The Group anticipates that the completion of both facilities will favourably contribute to the growth in the plastic compound and powder business segment.

In view of the business activities in the trading and servicing of air compressor system and lubricant, the Group started utilising the warehouse expansion with product mixes for building up a sustainable business relationship with local dealers and expanding sales in the end users' market. The Group's careful approach will focus in providing trainings and technical services through close tracking and monitoring of customers' air compressor service records and running hours. Training room in the new premise also helps to train staff competency in providing valuable technical support to customers.

The Group believes that its resilient business strategy would weather the challenges amid this challenging environment and the management opines that the business operation will resume as planned when the COVID-19 virus spread is contained. Barring any unforeseen circumstances, the Board will continue to deliver the quality products to the customers and to capitalise on the arising opportunities for the long-term growth plan.

## **B3. Variance of actual profit from profit forecast and profit guarantee**

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

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# POLYMER LINK HOLDINGS BERHAD

Company No: 201301011960 (1041798-A)

(Incorporated in Malaysia under the Companies Act, 1965 and deemed registered under the Company Act, 2016)

## C. OTHER INFORMATION

### C1. Status of corporate proposal

On 19 August 2020, the Company had announced that Teoh Lee Tean, Koh Song Heng, Koh Tat Wei, Koh Tat Chuan, Paul James Nugent, Argel Joseph Adarlo and Geeslin Montemayor Adarlo (collectively referred to as the “**Promoters**” or “**Proposers**”) had vide a letter dated 19 August 2020 (“**Proposal Letter**”) requested the Board to consider undertaking voluntary withdrawal of Polymer Link’s listing from the Official List of the LEAP Market (“**Proposed Withdrawal of Listing**”).

On 4 September 2020, Bursa Securities had vide its letter resolved to approve the application for the waiver from compliance with the requirements to make an Exit Offer and to appoint an independent adviser in connection with the Proposed Withdrawal of Listing.

On 14 September 2020, the Board (save for Koh Song Heng, Paul James Nugent, Koh Tat Wei and Koh Tat Chuan) had deliberated on the Proposed Withdrawal of Listing and had decided to put forth, at the request of the Proposers, the Proposed Withdrawal of Listing for consideration and voting by Polymer Link’s shareholders in accordance with the Listing Requirements at an Extraordinary General Meeting (“**EGM**”) to be convened.

On 4 November 2020, the Proposed Withdrawal of Listing was duly passed by way of poll at the EGM of the Company held on the same day.

On 6 November 2020, the Company has submitted an application for the withdrawal of the listing status of Polymer Link Holdings from the Official List of the LEAP Market of Bursa Securities.

On 23 November 2020, Bursa Securities had, vide its letter dated 23 November 2020, resolved to approve the Application for Withdrawal (“**Bursa Decision Letter**”). As stipulated in the Bursa Decision Letter:

- (i) Trading in Polymer Link’s shares will be suspended upon the expiry of five (5) market days from the date of Bursa Securities’ receipt of DWA Advisory Sdn Bhd’s confirmation letter dated 26 November 2020; and
- (ii) The effective date of suspension shall be from 4 December 2020 onwards.

Save for the Proposed Withdrawal of Listing, The Group does not have any corporate proposal which has been announced but pending completion.

### C2. Material litigation

There are no material litigations pending as at the date of this report.

### C3. Dividend

There was no dividend proposed or announced as at the date of this report.