



SEERS BERHAD

(Company No. 201701038519 (1252690-U))
(Incorporated in Malaysia)

**UNAUDITED HALF YEARLY
FINANCIAL STATEMENTS FOR THE INTERIM
FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

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 SEERS BERHAD. 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 CONSIDERATIONS, AND, IF APPROPRIATE, CONSULTATION WITH STOCKBROKER, MANAGER, SOLICITOR, ACCOUNTANT AND OTHER PROFESSIONAL ADVISERS.



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
(Incorporated in Malaysia)

**UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE INTERIM FINANCIAL PERIOD ENDED 31
DECEMBER 2022**

	INDIVIDUAL 6 MONTHS ENDED		CUMULATIVE 6 MONTHS ENDED	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Revenue	2,635	4,880	2,635	4,880
Cost of sales	(1,147)	(1,702)	(1,147)	(1,702)
Gross profit	1,488	3,178	1,488	3,178
Other income	44	282	44	282
Administrative and other operating expenses	(2,426)	(2,411)	(2,426)	(2,411)
(Loss)/profit from operation	(894)	1,049	(894)	1,049
Finance costs	(31)	(65)	(31)	(65)
(Loss)/profit before tax	(925)	984	(925)	984
Income tax expense	-	-	-	-
(Loss)/profit for the financial period	(925)	984	(925)	984
Other comprehensive income	-	-	-	-
Total comprehensive (loss)/profit for the financial period	(925)	984	(925)	984
(Loss)/profit for the financial period attributable:				
- Owners of the Company	(925)	984	(925)	984
(LOSS)/EARNINGS PER ORDINARY SHARE (SEN)				
- Basic/Diluted	(0.36)	0.38	(0.36)	0.38

The Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to this interim Financial Statements.

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SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
(Incorporated in Malaysia)

UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Unaudited	Audited
	As at	As at
	31.12.2022	30.06.2022
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Plant and equipment	617	652
Intangible assets	131	215
Right-of-use assets	5	151
TOTAL NON-CURRENT ASSETS	753	1,018
CURRENT ASSETS		
Inventories	3,031	2,710
Trade receivables	386	1,644
Other receivables, deposits and prepayments	267	254
Fixed deposits placed with a licensed bank	386	382
Cash and bank balances	187	151
Current tax assets	107	83
TOTAL CURRENT ASSETS	4,364	5,224
TOTAL ASSETS	5,117	6,242
EQUITY		
Share capital	8,759	8,759
Accumulated losses	(2,496)	(1,571)
Merger reserve	(3,414)	(3,414)
TOTAL EQUITY	2,849	3,774
NON-CURRENT LIABILITIES		
Lease liabilities	90	228
Provision for warranty	43	43
TOTAL NON-CURRENT LIABILITIES	133	271



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022 (CONT'D)

	Unaudited	Audited
	As at	As at
	31.12.2022	30.06.2022
	RM'000	RM'000
CURRENT LIABILITIES		
Trade payables	191	224
Other payables	438	835
Amount owing to a director	444	536
Bank borrowings	949	438
Lease liabilities	82	133
Provision for warranty	31	31
TOTAL CURRENT LIABILITIES	2,135	2,197
TOTAL LIABILITIES	2,268	2,468
TOTAL EQUITY AND LIABILITIES	5,117	6,242
NET ASSETS PER SHARE (RM) *	0.01	0.01

* Net assets per share is calculated based on the Company's number of ordinary shares at the end of the reporting period.

The Unaudited Consolidated Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to this interim Financial Statements.

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SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

	<i><----Non-distributable----></i> Share Capital RM'000	Merger Reserve RM'000	Distributable Accumulated Losses RM'000	Total Equity RM'000
Balance as at 1 July 2021	8,759	(3,414)	(3,248)	2,097
Profit for the financial year	-	-	1,677	1,677
Balance as at 30 June 2022	8,759	(3,414)	(1,571)	3,774
Balance as at 1 July 2022	8,759	(3,414)	(1,571)	3,774
Loss for the financial period	-	-	(925)	(925)
Balance as at 31 December 2022	8,759	(3,414)	(2,496)	2,849

The Unaudited Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to this interim Financial Statements.

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SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022

	UNAUDITED	
	6 MONTHS ENDED	
	31.12.2022	31.12.2021
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/profit before tax	(925)	984
Adjustments for:		
Amortisation of intangible assets	84	82
Bad debts written off	2	-
Depreciation of plant and equipment	99	137
Depreciation of right-of-use assets	146	151
Gain on disposal of plant and equipment	(1)	-
Interest expenses	21	65
Interest income	(5)	-
Unrealised loss on foreign exchange	3	-
Operating (loss)/profit before working capital changes	(576)	1,419
Changes in working capital: -		
Inventories	(321)	(784)
Trade receivables	1,257	(701)
Other receivables	(8)	(85)
Trade payables	(32)	(327)
Other payables	(397)	836
Cash (used in)/generated from operations	(77)	358
Interest paid	(21)	(65)
Tax paid	(34)	(53)
Net cash (used in)/generated from operating activities	(132)	240
CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	5	-
Proceeds from disposal of plant and equipment	1	-
Purchase of plant and equipment	(63)	(69)
Net cash used in investing activities	(57)	(69)
CASH FLOW FROM FINANCING ACTIVITIES		
Net change in amount due to director	(92)	24
Repayment of lease liabilities	(190)	(262)
Drawdown/(repayment) of bank borrowings	398	(193)
(Increase)/release of FD pledged	(4)	-
Net cash generated from /(used in) financing activities	112	(431)



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (CONT'D)

	UNAUDITED	
	6 MONTHS ENDED	
	31.12.2022	31.12.2021
	RM'000	RM'000
Net decrease in cash and cash equivalents	(77)	(260)
Cash and cash equivalents at beginning of the financial period	(122)	(202)
Cash and cash equivalents at end of the financial period	(199)	(462)
Cash and cash equivalents at end of the financial period comprises:		
- Fixed deposits placed with a licensed bank	386	377
- Cash and bank balances	187	312
- Bank overdraft	(386)	(774)
	187	(85)
Less: Fixed deposits pledged with a licensed bank	(386)	(377)
	(199)	(462)

The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to this interim Financial Statements.

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SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022

A1. BASIS OF PREPARATION

The interim financial statements of Seers Berhad 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.

This is the unaudited interim financial report on the consolidated results for the interim financial period ended 31 December 2022 announced by the Company in compliance with Paragraph 6.12 of the LEAP Market’s Listing Requirements of Bursa Securities.

The unaudited interim financial statements ended 31 December 2022 should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial report.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies and method of computation applied in the preparation of this unaudited interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the financial year ended 30 June 2022.

The following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board but have not been adopted by the Group and the Company:

MFRSs, Interpretations and amendments effective for annual year beginning on or after 1 January 2022

- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020 Cycle)
- Amendments to MFRS 3, Reference to the Conceptual Framework, (Business Combinations)
- Amendments to MFRS 9, Financial Instruments (Annual Improvements to MFRS Standards 2018-2020 Cycle)
- MFRS 116, Property, Plant and Equipment – Proceeds Before Intended Use
- Amendments to MFRS 137, Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to MFRS 141, Agriculture (Annual Improvements to MFRS Standards 2018-2020 Cycle)



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (CONT'D)

A2. CHANGES IN ACCOUNTING POLICIES (CONT'D)

MFRSs, Interpretations and amendments effective for annual year beginning on or after 1 January 2023

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Insurance Contracts
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates
- Amendments to MFRS 101, Presentation of Financial Statements – Disclosures of Accounting Estimates
- Amendments to MFRS 112, Income Tax – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

MFRSs, Interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10 and MFRS 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 accounting standards, amendments or interpretations are not expected to have any material financial impacts to the current and prior financial statements of the Group and of the Company.



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (CONT'D)

A3. SEASONAL OR CYCLICAL FACTORS

The businesses of the Group were not affected by any seasonal or cyclical factors for the financial period ended 31 December 2022.

A4. UNUSUAL ITEMS

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the financial period ended 31 December 2022.

A5. MATERIAL CHANGES IN ESTIMATES

There were no material changes in accounting estimates for the financial period ended 31 December 2022.

A6. DEBT AND EQUITY SECURITIES

There was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial period ended 31 December 2022.

A7. SEGMENTAL INFORMATION

The Group's revenue based on its products is presented as follows: -

	Individual 6 months ended		Cumulative 6 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Health Products				
Hybrid Atomic Energy Generator	184	297	184	297
Medical Devices and Supplies	1,506	2,909	1,506	2,909
Appliance Products				
Air-cooler	6	38	6	38
Hybrid Hot Water System	136	98	136	98
Storage DC-Heater	313	776	313	776
Instant Water Heater	23	47	23	47
Others*	467	715	467	715
	2,635	4,880	2,635	4,880

* Others include product components and parts, transportation, installation, testing and commissioning charges.



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PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE INTERIM FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (CONT'D)

A7. SEGMENTAL INFORMATION (CONT'D)

The Group's revenue based on geographical location is presented as follows: -

	Individual		Cumulative	
	6 months ended		6 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Local	1,670	4,823	1,670	4,823
Overseas	965	57	965	57
	<u>2,635</u>	<u>4,880</u>	<u>2,635</u>	<u>4,880</u>

A8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

There were no other material events subsequent to the end of the current financial period.

A9. CHANGES IN THE COMPOSITION OF THE GROUP

On 24 November 2022, the Company incorporated a wholly-owned subsidiary, Seers Rewards (M) Sdn. Bhd. with a total paid-up share capital of RM2 comprising of 2 ordinary shares. The Company has not commenced operations since incorporation and its intended principal activity is trading of medical goods.

A10. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities as at the end of the current financial period.

A11. CAPITAL COMMITMENTS

There were no material capital commitments in respect of plant and equipment as at the end of the current financial period.



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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PART B – ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS

B1. REVIEW OF PERFORMANCE

During the six (6) months period under review, the Group has generated a revenue of RM2.64 million as compared to RM4.88 million in the preceding corresponding financial period. The revenue is mainly derived from the sale of medical devices and supplies amounting to RM1.51 million or 57.20% of total revenue, followed by the sale of appliances i.e. storage heaters amounting to RM0.31 million or 11.74% of total revenue.

Our products are mainly sold within local market in Malaysia while 36.36% of our revenue or RM0.96 million is generated from the export of our products to overseas countries such as Singapore and Philippines.

The Group recorded a loss before tax of RM0.93 million for the six (6) months period ended 31 December 2022, which were mainly due to softening of market demand for our healthcare and appliances products coupled with slight increase in the administrative and other operating expenses by 0.62% as compared to the preceding corresponding financial period. Gross profit margin has also declined by 8.65% from 65.12% in the preceding corresponding financial period to 56.47% due to rising material cost and shortage in the supply chain.

B2. PROSPECTS OF THE GROUP

Market demand for appliances products is expected to increase as there are more projects from hotels and building contractors as economic activities continue to normalise and gradually gaining momentum post pandemic. Despite of lower growth of the revenue generated from the health products due to softening of COVID-19 which the demand was accelerated during the pandemic, the demand for health products is also expected to grow as a result of increasing health awareness from the public.

The Board is of the opinion that the business sentiment shall remain soft in both local and oversea markets in view of the headwinds arising from geographical tensions of the Ukraine-Russian conflict affecting the global supply chain as well as the global inflationary pressure and rising interest rates. The Group will also monitor current market condition and to respond appropriately to minimise the impact of the macroeconomic headwinds on the Group's operations.

The Group remains committed to continuously develop new, innovative products and improve current range of products to remain competitive in the market. The Group has put in place a plan to strengthen its presence in the retail market and increase brand awareness through online advertising and participation in trade conventions, which is expected to contribute positively to the performance of the Group.

There were no changes in the business direction of the Group which may have an impact on any of the business segments of the Group.



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PART B – ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS (CONT'D)

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.



SEERS BERHAD (COMPANY NO. 201701038519 (1252690-U))
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PART C - OTHER INFORMATION

C1. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but pending completion as at the date of this report.

C2. MATERIAL LITIGATION

The Board is not aware of any proceedings/ material litigations pending or threatened against the Group as at the date of this report.

C3. DIVIDENDS

The Board does not recommend any dividend for the current financial period.

C4. (LOSS)/EARNINGS PER SHARE

(i) The basic (loss)/earnings per share for the current financial period and financial year-to-date are computed as follows: -

	Individual 6 months ended		Cumulative 6 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
(Loss)/profit attributable to owners of the parent (RM'000)	(925)	984	(925)	984
Weighted average number of ordinary shares (RM'000)	257,625	257,625	257,625	257,625
Basic (loss)/earnings per share (sen)	(0.36)	0.38	(0.36)	0.38

(ii) Diluted earnings per share is the same as the basic earnings per share as there were no potential dilutive instruments.

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