



**TT VISION HOLDINGS BERHAD**  
Registration No 201801011030 (1273046-H)  
(Incorporated in Malaysia under the Companies Act, 2016)

**UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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 TT VISION HOLDINGS 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 CONSIDERATION.**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2020**

	<b>Unaudited 30-Jun-20 RM'000</b>	<b>Audited 31-Dec-19 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	12,064	12,634
Right-of-use assets	20,060	20,265
Intangible assets	4,609	4,100
<b>Total non-current assets</b>	<b>36,733</b>	<b>36,999</b>
<b>Current assets</b>		
Inventories	14,328	10,053
Trade and other receivables	3,875	5,632
Cash and bank balances	5,064	8,939
<b>Total current assets</b>	<b>23,267</b>	<b>24,624</b>
<b>TOTAL ASSETS</b>	<b>60,000</b>	<b>61,623</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	41,280	41,280
Other reserves	(10,073)	(10,073)
Retained earnings	9,914	12,046
<b>TOTAL EQUITY</b>	<b>41,121</b>	<b>43,253</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2020 (cont'd)**

	<b>Unaudited 30-Jun-20 RM'000</b>	<b>Audited 31-Dec-19 RM'000</b>
<b>Non-current liabilities</b>		
Loans and borrowings	4,098	3,626
Deferred income	515	673
Deferred tax liabilities	3,988	3,988
<b>Total non-current liabilities</b>	<b>8,601</b>	<b>8,287</b>
<b>Current liabilities</b>		
Loans and borrowings	153	306
Current tax liabilities	736	333
Trade and other payables	4,219	4,573
Contract liabilities	5,170	4,871
<b>Total current liabilities</b>	<b>10,278</b>	<b>10,083</b>
<b>TOTAL LIABILITIES</b>	<b>18,879</b>	<b>18,370</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>60,000</b>	<b>61,623</b>

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<b>TOTAL EQUITY AND LIABILITIES</b>	<b>60,000</b>	<b>61,623</b>
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<b>Net asset per share (RM)</b>	<b>0.11</b>	<b>0.11</b>

Net assets per share is calculated based on the Company's number of issued shares at the end of the relevant reporting period of 383,500,000 ordinary shares.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2020**

	Unaudited-Individual 6 Months Ended		Unaudited-Cumulative 6 Months Ended	
	30-Jun-20 RM'000	30-Jun-19 RM'000	30-Jun-20 RM'000	30-Jun-19 RM'000
Revenue	908	15,500	908	15,500
Cost of sales	(521)	(10,786)	(521)	(10,786)
<b>Gross profit</b>	<b>387</b>	<b>4,714</b>	<b>387</b>	<b>4,714</b>
Other income	973	715	973	715
Distribution expenses	(382)	(438)	(382)	(438)
Administrative expenses	(2,564)	(3,791)	(2,564)	(3,791)
Research and development expenses	(483)	(448)	(483)	(448)
<b>Operating profit/(loss)</b>	<b>(2,069)</b>	<b>752</b>	<b>(2,069)</b>	<b>752</b>
Finance costs	(52)	(35)	(52)	(35)
<b>Profit/(loss) before tax</b>	<b>(2,121)</b>	<b>717</b>	<b>(2,121)</b>	<b>717</b>
Income tax expense	(11)	(107)	(11)	(107)
<b>Profit/(loss) for the financial period</b>	<b>(2,132)</b>	<b>610</b>	<b>(2,132)</b>	<b>610</b>
<b>Other comprehensive income, net of tax</b>				
<b>Total comprehensive income for the financial period</b>	<b>(2,132)</b>	<b>610</b>	<b>(2,132)</b>	<b>610</b>
Basic Earnings/(Loss) Per Share <sup>(1)</sup> (sen)	(0.56)	0.17	(0.56)	0.17

Notes:-

- (1) Earnings per share are computed based on weighted average number of shares of 358,306,630 ordinary shares for the period ended 30 June 2019 and 383,500,000 for the period ended 30 June 2020 respectively. Further, there are no diluted potential equity instruments that would give a diluted effect to the basic earnings per share.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES OF EQUITY  
FOR THE PERIOD ENDED 30 JUNE 2020**

Attributable to the owners of the Company					
Group	Share Capital RM'000	Reorganisation Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
<b>At 1 Jan 2020</b>	41,281	(22,938)	12,866	12,046	43,255
Profit for the financial period representing total comprehensive income for the financial period	-	-	-	(2,132)	(2,132)
<b>At 30 June 2020</b>	<b>41,281</b>	<b>(22,938)</b>	<b>12,866</b>	<b>9,914</b>	<b>41,123</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2020**

	Unaudited 30-Jun-20 RM'000	Unaudited 30-Jun-19 RM'000
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax	(2,121)	717
Adjustments for:		
Amortisation and depreciation of property, plant and equipment	616	853
Amortisation and depreciation of right-of-use assets	205	-
Amortisation of deferred income	(158)	(85)
Amortisation of intangible assets	370	441
Grant income received	(406)	(493)
Interest expenses	52	36
Interest income	(49)	(35)
Unrealised (gain)/loss on foreign exchange	82	(32)
<b>Operating profit/(loss) before working capital changes</b>	<b>(1,409)</b>	<b>1,402</b>
Changes in working capital:		
Inventories	(4,275)	(122)
Receivables	1,990	2,375
Payables	(351)	(1,968)
Net cash flows generated from operations	(4,045)	1,687
Income tax( paid) /refund	170	(284)
Interests paid	-	(5)
Interests received	-	10
<b>Net cash flows from operating activities</b>	<b>(3,875)</b>	<b>1,408</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD  
ENDED 30 JUNE 2020 (cont'd)**

	<b>Unaudited 30-Jun-20 RM'000</b>	<b>Unaudited 30-Jun-19 RM'000</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(45)	(8,140)
Purchase of intangible assets	(879)	(1,123)
Grants received	406	493
Net cash flows (used in)/from investing activities	<u>(518)</u>	<u>(8,770)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of ordinary shares	-	7,200
Net changes of finance lease liabilities & term loans	319	1,754
Interests paid	(52)	(32)
Interests received	49	25
Net cash flows (used in)/from financing activities	<u>316</u>	<u>8,947</u>
Net (decrease)/increase in cash and cash equivalents	(4,077)	1,585
<b>Cash and bank balances at the beginning of the financial year/period</b>	<b>8,939</b>	<b>7,540</b>
Effects of exchange rate changes on cash and bank balances	202	32
<b>Cash and bank balances at the end of the financial year/period</b>	<b><u>5,064</u></b>	<b><u>9,157</u></b>



**PART A – EXPLANATORY NOTES TO THE SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2020**

**A1. BASIS OF PREPARATION**

The unaudited interim financial statements of TT Vision Holdings Berhad (“**TTVHB**” or the “**Company**”) and its subsidiaries, TT Vision Technologies Sdn Bhd (“**TTV**”) and TT Innovation Centre Sdn Bhd (“**TTI**”) (collectively, the “**Group**”) are prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRSs**”) 134 : *Interim Financial Reporting* and as well as Rule 6.12 and Appendix 6A of the LEAP Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

The accounting policies and methods of computation adopted by the Group in this unaudited financial report are consistent with those adopted in the annual financial statements of the Group. This interim financial report should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended (“**FY**”) 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.

**A2. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted by the Group in the interim financial report are consistent with those adopted in the audited financial statements for the FY 31 December 2019 and have adopted the following new MFRSs, amendments to MFRSs and new IC interpretations that are mandatory for the current financial year.

New MFRS

MFRS 16      Leases

Amendments/Improvements to MFRSs

MFRS 3      Business Combinations  
MFRS 9      Financial Instruments  
MFRS 11      Joint Arrangements  
MFRS 112      Income Taxes  
MFRS 119      Employee Benefits  
MFRS 123      Borrowing Costs  
MFRS 128      Investments in Associates and Joint Ventures

New IC Int

IC Int 23      Uncertainty over Income Tax Treatments

The adoption of the above new MFRSs, amendments/improvements to MFRSs and new IC Int did not have any significant effect on the financial statements of the Group and of the Company, and did not result in significant changes to the Group’s and the Company’s existing accounting policies, except for MFRS 16 using the retrospective approach with any cumulative effect of initial application recognised as an adjustment to the opening balance of retained earnings at the date of initial application. As such, the comparative information was not restated and continues to be reported under MFRS 117 and IC Int 4.

**A2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

The Group and the Company have not adopted the following new MFRSs and amendment/improvements to MFRSs that have been issued, but yet to be effective:

		<b>Effective for financial periods beginning on or after</b>
<u>New MFRSs</u>		
MFRS 17	Insurance Contracts	1 January 2023
<u>Amendments/Improvements to MFRSs</u>		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022 <sup>^</sup> / 1 January 2023 <sup>#</sup>
MFRS 3	Business Combinations	1 January 2020/ 1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 <sup>#</sup>
MFRS 7	Financial Instruments: Disclosures	1 January 2020/ 1 January 2023 <sup>#</sup>
MFRS 9	Financial Instruments	1 January 2020/ 1 January 2022 <sup>^</sup> / 1 January 2023 <sup>#</sup>
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 <sup>#</sup>
MFRS 16	Leases	1 June 2020 <sup>*</sup> / 1 January 2022 <sup>^</sup>
MFRS 101	Presentation of Financial Statements	1 January 2020/ 1 January 2023 <sup>#</sup>
MFRS 107	Statements of Cash Flows	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Error	1 January 2020
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 119	Employee Benefits	1 January 2023 <sup>#</sup>
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 <sup>#</sup>
MFRS 132	Financial instruments: Presentation	1 January 2023 <sup>#</sup>
MFRS 136	Impairment of Assets	1 January 2023 <sup>#</sup>
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 <sup>#</sup>
MFRS 138	Intangible Assets	1 January 2023 <sup>#</sup>
MFRS 139	Financial Instruments: Recognition and Measurement	1 January 2020
MFRS 140	Investment Property	1 January 2023 <sup>#</sup>
MFRS 141	Agriculture	1 January 2022 <sup>^</sup>

<sup>^</sup> The Annual Improvements to MFRS Standards 2018-2020

<sup>\*</sup> Earlier application is permitted, including in financial statements not authorised for issue at 28 May 2020

<sup>#</sup> Amendments as to the consequence of effective of MFRS 17 Insurance Contracts

**A3. SEASONAL OR CYCLICAL FACTORS**

Our Group operates within the semiconductor manufacturing equipment industry, a part of the larger umbrella of the industrial automation. The cyclical nature of the semiconductor and electronics industry may have impact on the outlook of our group performance.

**A4. UNUSUAL ITEMS**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual during the current period under review.

**A5. MATERIAL CHANGES IN ESTIMATES**

There were no material changes in accounting estimates during the current financial period.

**A6. DEBT AND EQUITY SECURITIES**

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

**A7. SEGMENTAL INFORMATION**

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

<i>Revenue by Business Activities</i>	<b>Individual 6 Months Ended 30 June</b>				<b>Cumulative 6 Months Ended 30 June</b>			
	<b>2020</b>		<b>2019</b>		<b>2020</b>		<b>2019</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM' 000</b>	<b>%</b>	<b>RM' 000</b>	<b>%</b>	<b>RM' 000</b>	<b>%</b>
Manufacture of machine vision equipment	396	44	14,330	92	396	44	14,330	92
Other related products and services	512	56	1,170	8	512	56	1,170	8
<b>Total</b>	<b>908</b>	<b>100</b>	<b>15,500</b>	<b>100</b>	<b>908</b>	<b>100</b>	<b>15,500</b>	<b>100</b>

The breakdowns of the Group's revenue by geographical markets, based on the billing country, for the period under review are as follows:-

<i>Revenue by Geographical Markets</i>	<b>Individual 6 Months Ended 30 June</b>				<b>Cumulative 6 Months Ended 30 June</b>			
	<b>2020</b>		<b>2019</b>		<b>2020</b>		<b>2019</b>	
	<b>RM'000</b>	<b>%</b>	<b>RM' 000</b>	<b>%</b>	<b>RM' 000</b>	<b>%</b>	<b>RM' 000</b>	<b>%</b>
Malaysia	450	50	15,175	98	450	50	15,175	98
Foreign Countries	458	50	325	2	458	50	325	2
<b>Total</b>	<b>908</b>	<b>100</b>	<b>15,500</b>	<b>100</b>	<b>908</b>	<b>100</b>	<b>15,500</b>	<b>100</b>

**A8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE PERIOD UNDER REVIEW**

There are no material events subsequent to the end of the current financial period under review.

**A9. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current financial period.

**A10. CHANGES IN CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

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

**A11. CAPITAL COMMITMENTS**

The capital commitments approved and contracted for amounted to RM0.53 million for property, plant and equipment as at the end of the financial period.

## **PART B – EXPLANATORY NOTES REQUIRED UNDER THE LISTING REQUIREMENTS**

### **B1. REVIEW OF PERFORMANCE**

#### 6 month financial period ended 30 June 2020

The Group revenue for the period under review is standing at RM0.91 million which were mainly contributed by the other related products and services, a decrease of 94% of the total revenue compared to the corresponding preceding period consequently the group incurred loss before tax of RM2.12 million. The revenue consists of approximately 32% of sales of solar sector related products and services and the balance of 68% was derived from the sales of semiconductor related products and services.

The semiconductor sector revenue was lower by RM4.0 million owing to softening of demand of the global automotive industry citing the uncertain global market outlook and cautious buying trend seen from our key customers impacted by the outbreak of the unprecedented Covid-19 pandemic which is felt worldwide causing disruptions to global supply chain, manpower, business and society.

As for solar sector, the revenue was dropped by RM10.59 million as a consequence of the suspension of operation during Movement Control Order. Notwithstanding our manufacturing activities have resumed full operations upon obtaining the approval from Ministry of International Trade (MITI) and were busy gearing up and capped to its maximum to work on the solar one step tester line, the shipment has been delayed to the second half of the year.

Concurrently, various costs cutting measures such as manpower rationalization, hiring freeze, voluntary pay cut and deferment of capital expenditure have been implemented to solidify cashflow position as reflected from the huge reduction by RM1.23 million of administrative expenses on top of the RM0.79 million variance due to listing expenses incurred in the corresponding preceding period.

Apart from that, the Group also benefited from the Prihatin Rakyat Economic Stimulus Incentive Package including but not limited to Loan Moratorium and Wage Subsidy Program.

In addition, append in the other income of RM0.97 million were mainly RM0.56 million of government grant income, RM0.25 million of realised and unrealised forex gain and RM0.098 million of wage subsidy.

**B2. PROSPECTS**

The persisting global market uncertainties in response to the Covid-19 pandemic and the disruptive effects of the continued US-China trade tensions impacted the capital equipment demand from global manufacturing industry have a large bearing on the likely sales revenues of the Group for the near term and even beyond year 2020.

Notwithstanding, there have not been indications of any orders or projects cancellations rather a postponement or a deferral of the purchase order. In essence, the management is cautiously optimistic that the Group will return to normalcy and expect a better second half outlook on the back of the current orders in hand, active engagement schedule with existing customers and along-with the semiconductor sectors established new clientele. In substance, the impetus for growth remains intact which is mainly driven by adoption in new applications for 5G, Automotive, Artificial Intelligence and Internet of things.

**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.

**PART C: OTHER INFORMATION**

**C1. STATUS OF CORPORATE PROPOSALS**

There were no corporate proposals during the financial period under review.

**C2. MATERIAL LITIGATION**

The Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

**C3. DIVIDEND PROPOSED**

There were no dividends proposed by the Board of Directors of the Company for the current period under review.