



**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 YEAR ENDED 31 DECEMBER 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 31 DECEMBER 2020**

	Group	
	Unaudited 31-Dec-20 RM'000	Audited 31-Dec-19 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,465	12,634
<b>Right of-use-assets</b>	30,045	20,265
Intangible assets	5,013	4,100
<b>Total non-current assets</b>	<b>36,523</b>	<b>36,999</b>
<b>Current assets</b>		
Inventories	6,244	10,052
Trade and other receivables	8,785	5,632
Cash and bank balances	15,831	8,940
<b>Total current assets</b>	<b>30,860</b>	<b>24,624</b>
<b>TOTAL ASSETS</b>	<b>67,383</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	14,203	12,046
<b>TOTAL EQUITY</b>	<b>45,410</b>	<b>43,253</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2020(cont'd)**

	Group	
	Unaudited 31-Dec-20 RM'000	Audited 31-Dec-19 RM'000
<b>Non-current liabilities</b>		
Loans and borrowings	6,891	3,626
Rental Lease Liability	36	-
Deferred income	358	673
Deferred tax liabilities	4,040	3,988
<b>Total non-current liabilities</b>	<b>11,325</b>	<b>8,287</b>
<b>Current liabilities</b>		
Loans and borrowings	1,271	306
Current tax liabilities	730	333
Trade and other payables	8,648	9,444
<b>Total current liabilities</b>	<b>10,649</b>	<b>10,083</b>
<b>TOTAL LIABILITIES</b>	<b>21,973</b>	<b>18,370</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>67,383</b>	<b>61,623</b>
<b>Net asset per share (RM)</b>	<b>0.12</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 year of 383,500,000 ordinary shares.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD AND YEAR ENDED 31 DECEMBER 2020**

	Unaudited-Individual 6 Months Ended		Group Unaudited- Cumulative 12 Months Ended	Audited- Cumulative 12 Months Ended
	31-Dec-20	31-Dec-19	31-Dec-20	31-Dec-19
	RM'000	RM'000	RM'000	RM'000
Revenue	24,019	5,160	24,927	20,660
Cost of sales	(15,305)	(5,788)	(15,825)	(16,830)
<b>Gross profit</b>	<b>8,714</b>	<b>(628)</b>	<b>9,102</b>	<b>3,830</b>
Other income	74	275	1,047	911
Distribution expenses	(301)	(258)	(683)	(680)
Administrative expenses	(3,291)	(3,798)	(5,855)	(6,626)
Research and development expenses	(736)	(542)	(1,220)	(1,230)
Other operating expenses	-	-	-	(698)
<b>Operating profit/(loss)</b>	<b>4,460</b>	<b>(4,951)</b>	<b>2,391</b>	<b>(4,493)</b>
Finance income/(costs)	(131)	(91)	(183)	(55)
<b>Profit/(loss) before tax</b>	<b>4,329</b>	<b>(5,042)</b>	<b>2,208</b>	<b>(4,548)</b>
Income tax/ deferred tax expense	(41)	(248)	(51)	115
<b>Profit/(loss) for the financial period</b>	<b>4,288</b>	<b>(5,290)</b>	<b>2,157</b>	<b>(4,433)</b>
<b>Total comprehensive income for the financial period</b>	<b>4,288</b>	<b>(5,290)</b>	<b>2,157</b>	<b>(4,433)</b>
Basic Earnings/(Loss) Per Share <sup>(1)</sup> (sen)	1.12	(1.38)	0.56	(1.16)

Notes:-

- (1) Earnings per share are computed based on weighted average number of shares of 371,006,849 ordinary shares for the year ended 31 December 2019 and 383,500,000 for the period ended 31 December 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 YEAR ENDED 31 DECEMBER 2020**

-----Attributable to the owners of the Company -----

<b>Group</b>	<b>Share capital RM'000</b>	<b>Reorganisation reserve RM'000</b>	<b>Revaluation reserve RM'000</b>	<b>Retained earnings RM'000</b>	<b>Total Equity RM'000</b>
<b>At 1 Jan 2020</b>	41,280	(22,939)	12,866	12,046	43,253
Profit for the financial period representing total comprehensive income for the financial period	-	-	-	2,157	2,157
<b>At 31 December 2020</b>	<b>41,280</b>	<b>(22,939)</b>	<b>12,866</b>	<b>14,203</b>	<b>45,410</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020**

	<b>Group</b>	
	<b>Unaudited 31-Dec-20 RM'000</b>	<b>Audited 31-Dec-19 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax	2,208	(4,549)
Adjustments for :		
Amortisation and depreciation of property, plant and equipment	1,856	1,490
Amortisation of deferred income	(315)	(310)
Amortisation of intangible assets	1,149	509
Bad debts written off	-	698
Grant income received	(406)	-
Interest expenses	188	131
Interest income	(80)	(76)
Unrealised (gain)/loss on foreign exchange	(43)	105
Wage subsidy	(178)	-
Inventories written down	-	695
Written down of intangible asset	-	694
<b>Operating profit/(loss) before working capital changes</b>	<b>4,379</b>	<b>(613)</b>
Changes in working capital:		
Inventories	3,809	(4,082)
Receivables	(3,272)	8,204
Payables	(474)	479
Net cash flows generated from operations	4,442	3,988
Income tax( paid) /refund-net	397	278
<b>Net cash flows from operating activities</b>	<b>4,839</b>	<b>4,266</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020(cont'd)**

	<b>Group</b>	
	<b>Unaudited 31-Dec-20 RM'000</b>	<b>Audited 31-Dec-19 RM'000</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(514)	(10,577)
Purchase of intangible assets	(2,172)	(2,069)
Grants received	406	68
Net cash flows (used in)/from investing activities	(2,280)	(12,578)
<b>Cash flows from financing activities</b>		
Proceeds from issuance of ordinary shares	-	7,200
Shares issuance expense	-	(270)
Net changes of finance lease liabilities & term loans	4,230	2,913
Interests paid	(188)	(131)
Interests received	80	76
Wage subsidy	178	-
Net cash flows (used in)/from financing activities	4,300	9,788
Net (decrease)/increase in cash and cash equivalents	6,859	1,476
<b>Cash and bank balances at the beginning of the financial year/period</b>	<b>8,940</b>	<b>7,541</b>
Effects of exchange rate changes on cash and bank balances	32	(77)
<b>Cash and bank balances at the end of the financial year/period</b>	<b>15,831</b>	<b>8,940</b>

**PART A – EXPLANATORY NOTES TO THE SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 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> / 1 January 2022
MFRS 107	Statements of Cash Flows	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 31 December</b>				<b>Cumulative 12 Months Ended 31 December</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 Equipments	23,415	97%	3,449	67%	23,811	96%	17,779	86%
Other Related Products and Services	604	3%	1,711	33%	1,116	4%	2,881	14%
<b>Total</b>	<b>24,019</b>	<b>100%</b>	<b>5,160</b>	<b>100%</b>	<b>24,927</b>	<b>100%</b>	<b>20,660</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>	Individual 6 Months Ended 31 December				Cumulative 12 Months Ended 31 December			
	2020		2019		2020		2019	
	RM'000	%	RM' 000	%	RM' 000	%	RM' 000	%
Malaysia	22,040	92%	1,387	27%	22,490	90%	16,562	80%
Foreign Countries	1,979	8%	3,773	73%	2,437	10%	4,098	20%
<b>Total</b>	<b>24,019</b>	<b>100%</b>	<b>5,160</b>	<b>100%</b>	<b>24,927</b>	<b>100%</b>	<b>20,660</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 RM50,000 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**

#### Individual 6 Months Ended 31 December 2020

Our group revenue for the period under review increased by 365% to RM24.02 million mainly contributed by the machine vision equipment from the solar and semiconductors sectors compared to the corresponding preceding period. Further, the Group's profit before tax increased by 186% to RM4.33 million during the period under review. The revenue consists of approximately 67% contributed by the sales from solar sector machine vision related products whilst the balance of 33% was from the sales of semiconductors and robotic sectors related products.

The solar sector's revenue recovered to close at RM16.58 million on the back of the strong stance of the world renewable energy industry. Despite various challenges faced during the implementation of the Movement Control Order, our manufacturing activities continue its full operations upon obtaining the approval from Ministry of International Trade (MITI). Subsequently, we successfully delivered the mega solar project in the second half of the year.

The semiconductors sectors had a weak start to the fiscal year 2020 due to the slowdown in the global automotive industry and US-China trade tensions. Moreover, we managed to penetrate into new local and overseas market and secured new machine vision equipment sales during the Covid-19 pandemic. Semiconductor sector's revenue was recovering and recorded at RM7.84 million attributed to the new customers.

Notwithstanding the unforeseen circumstance of the Covid-19 pandemic and its respective impact on our business operations, our drive for administration flexibility, global initiative for our products and various costs cutting measures such as manpower rationalization, hiring freeze, and deferment of capital expenditure were reflected positively by a much lower administrative expenses incurred in the period under review despite the additional expenses spent on Covid-19 related measures requirements.

#### Cumulative 12 Months Ended 31 December 2020

The Group achieved higher revenue of RM24.93 million, an increase of RM4.27 million or 21%, out of which 97% (RM23.42 million) was attributed to machine vision equipment sales to local based multinational companies. The Group recorded a profit before tax of RM2.21 million during the FY 31 December 2020 as compared to a loss before tax of RM4.55 million in the preceding year.

The Group also benefited from the Prihatin Rakyat Economic Stimulus Incentive Package including but not limited to Loan Moratorium and Wage Subsidy Program of RM0.18 million coupled with the government grant income of RM0.72 million which were reflected in the other income of RM1.05 million.

**B2. PROSPECTS**

In view of the ongoing covid pandemic, we foresee that 2021 would remain challenging as companies are expected to face an uncertain market environment. Notwithstanding, our strategy is to actively engage with existing customers via digital tools and allocate more resources to establish new clientele for solar, robotics and semiconductors sectors.

We believe that every challenge is an opportunity and the covid pandemic will accelerate the automation of the manufacturing process to reduce human dependency. We anticipated that artificial intelligence, 5G and blockchain technologies would apply more in the manufacturing processes, out of which machine vision equipment plays an important role.

**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.