



MMIS BERHAD

(Formerly known as MMIS Sdn Bhd)
(Company No. 201901006068 (1315395-W))
(Incorporated in Malaysia under the Companies Act, 2016)

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6-MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2019

**CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES")
("LEAP MARKET")**

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 AND 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 US. SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN US AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

MMIS BERHAD

(Formerly known as MMIS Sdn Bhd)
Company No.: 201901006068 (1315395-W)
(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Financial Position as at 31 December 2019

	Unaudited as at 31 December 2019 RM	Audited as at 30 June 2019 RM
Assets		
Property, plant and equipment	10,259,897	9,470,249
Investment property	1,093,259	1,099,841
Total non-current assets	<u>11,353,156</u>	<u>10,570,090</u>
Inventories	2,091,644	1,013,483
Contract assets	2,324,017	747,915
Trade receivable	2,621,450	2,082,901
Other receivables, deposits and prepayments	528,060	205,436
Current tax assets	1,051,979	534,450
Fixed deposits with a licensed bank	33,223	32,978
Cash and cash equivalents	4,183,157	4,508,171
Total current assets	<u>12,833,530</u>	<u>9,125,334</u>
Total assets	<u>24,186,686</u>	<u>19,695,424</u>
Equity		
Share capital	15,000,002	10,000,002
Merger deficit	(8,850,000)	(8,850,000)
Retained earnings	8,687,793	9,881,359
Total equity	<u>14,837,795</u>	<u>11,031,361</u>
Liabilities		
Deferred tax liabilities	237,000	237,000
Deferred income	225,000	240,000
Finance lease liabilities	2,113,513	2,519,219
Loan and borrowings	4,634,097	-
Total non-current liabilities	<u>7,209,610</u>	<u>2,996,219</u>
Trade payables	956,799	508,691
Other payables and accruals	206,323	648,075
Finance lease liabilities	793,729	789,453
Loan and borrowings	182,430	3,721,625
Total current liabilities	<u>2,139,281</u>	<u>5,667,844</u>
Total liabilities	<u>9,348,891</u>	<u>8,664,063</u>
Total equity and liabilities	<u>24,186,686</u>	<u>19,695,424</u>
Net assets per share (sen)	<u>2.97</u>	<u>2.21</u>

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Unaudited Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income for the 6-Months Financial Period Ended 31 December 2019

	Individual 6 months ended		Cumulative 6 months ended	
	Unaudited 31.12.2019 RM	Audited 31.12.2018 ⁽¹⁾ RM	Unaudited 31.12.2019 RM	Audited 31.12.2018 ⁽¹⁾ RM
Revenue	5,813,723	7,820,996	5,813,723	7,820,996
Cost of sales	<u>(2,921,121)</u>	<u>(3,510,926)</u>	<u>(2,921,121)</u>	<u>(3,510,926)</u>
Gross profit	2,892,602	4,310,070	2,892,602	4,310,070
Other operating income	40,888	185,883	40,888	185,883
Administrative expenses	(1,152,162)	(646,730)	(1,152,162)	(646,730)
Selling and distribution costs	<u>(83,210)</u>	<u>(50,301)</u>	<u>(83,210)</u>	<u>(50,301)</u>
Results from operating activities	1,698,118	3,798,922	1,698,118	3,798,922
Finance cost	<u>(191,387)</u>	<u>(179,651)</u>	<u>(191,387)</u>	<u>(179,651)</u>
Profit before tax	1,506,731	3,619,271	1,506,731	3,619,271
Tax expense	<u>(200,297)</u>	<u>(988,490)</u>	<u>(200,297)</u>	<u>(988,490)</u>
Profit for the period	1,306,434	2,630,781	1,306,434	2,630,781
Other comprehensive income	-	-	-	-
Total comprehensive income	<u>1,306,434</u>	<u>2,630,781</u>	<u>1,306,434</u>	<u>2,630,781</u>

Earnings per ordinary share (sen)

Basic ⁽²⁾	0.27	1,753.85	0.27	1,753.85
Diluted ⁽³⁾	N/A	N/A	N/A	N/A

Notes: -

- (1) The comparative figures of the Group were presented based on the financial statements of its wholly-owned subsidiary, Multi Mould Industries Sdn Bhd ("MMI") which were accounted for using the book value accounting to account for the acquisition as the wholly-owned subsidiary acquisition was completed under common control transactions. As disclosed in MMIS Berhad's information memorandum dated 28 June 2019, MMI's results for the 6-months financial period ended ("FPE") 31 December 2018 have been audited.
- (2) Basic earnings per share is calculated based on the MMIS Berhad's ("MMIS") weighted average number of ordinary shares ("MMIS Shares") of 481,521,739 MMIS Shares as at 31 December 2019 and 150,000 ordinary shares of MMI as at 31 December 2018.
- (3) N/A denotes not applicable as there are no dilutive potential equity instruments that would give a diluted effect to the basic earnings per shares.

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Unaudited Condensed Consolidated Statement of Changes in Equity for the 6-Months Financial Period Ended 31 December 2019

	← Non-distributable →		Distributable	
	Share capital	Merger deficit	Retained earnings	Total equity
	RM	RM	RM	RM
At 22.2.2019 (date of incorporation)	2	-	-	2
<i>Transactions with owners: -</i>				
- Issue of ordinary shares	10,000,000	-	-	10,000,000
- Effect of merger of subsidiary	-	(8,850,000)	6,508,853	(2,341,147)
- Dividends to owner of the Group	-	-	(120,000)	(120,000)
Total comprehensive income for the period	-	-	3,492,506	3,492,506
At 30 June 2019	10,000,002	(8,850,000)	9,881,359	11,031,361
<i>Transactions with owners: -</i>				
- Issue of ordinary shares	5,000,000	-	-	5,000,000
- Dividends paid	-	-	(2,500,000)	(2,500,000)
Total comprehensive income for the period	-	-	1,306,434	1,306,434
At 31 December 2019	<u>15,000,002</u>	<u>(8,850,000)</u>	<u>8,687,793</u>	<u>14,837,795</u>

MMIS BERHAD

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Unaudited Condensed Consolidated Statement of Cash Flow

	Cumulative 6 months ended	
	Unaudited 31 December 2019 RM	Audited 31 December 2018 ^(a) RM
Cash flows from operating activities		
Profit before tax	1,506,731	3,619,271
Adjustments for:		
Amortisation of government grant	(15,000)	(15,000)
Depreciation of investment property	6,582	6,581
Depreciation of property, plant and equipment	431,077	370,652
Gain on disposal of property, plant and equipment	-	(129,656)
Finance cost	191,387	179,651
Interest income	(6,491)	(7,959)
Operating profit before changes in working capital	2,114,286	4,023,540
Changes in working capital:		
Inventories	(1,078,161)	(369,702)
Trade receivables	(538,549)	695,785
Other receivables, deposits and prepayment	(322,624)	(94,309)
Fixed deposits with a licensed bank	(245)	464,908
Trade payables	448,108	(248,151)
Contract assets	(1,576,102)	-
Other payables and accruals	(441,752)	(522,575)
Cash (used in)/ generated from operations	(1,395,039)	3,949,496
Tax paid	(717,826)	(963,250)
Interest received	6,491	7,959
Net cash (used in)/ generated from operating activities	(2,106,374)	2,994,205
Cash flows from investing activities		
Acquisition of property, plant and equipment	(93,323)	(404,786)
Proceeds from disposal of property, plant and equipment	-	487,150
Net cash (used in)/ from investing activities	(93,323)	82,364

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Unaudited Condensed Consolidated Statement of Cash Flow (Cont'd)

	Cumulative 6 months ended	
	Unaudited	Audited
	31 December 2019	31 December 2018 ⁽¹⁾
	RM	RM
Cash flows from financing activities		
Interest paid	(191,387)	(179,651)
Proceeds of issue of share capital	5,000,000	-
Dividends paid	(2,500,000)	(1,050,000)
Proceeds of term loan	2,050,000	-
Repayment to a related party	-	(115,255)
Repayment of financial lease liabilities	(401,430)	(497,635)
Repayment of term loans	(2,082,500)	(189,541)
Net cash generated from / (used in) financing activities	1,874,683	(2,032,082)
Net (decrease)/ increase in cash and cash equivalents	(325,014)	1,044,487
Cash and cash equivalents at beginning of period	4,508,171	3,030,458
Cash and cash equivalents at end of period	4,183,157	4,074,945

Note: -

- (1) The comparative figures of the Group were presented based on the financial statements of its wholly-owned subsidiary, MMI which were accounted for using the book value accounting to account for the acquisition as the wholly-owned subsidiary acquisition was completed under common control transactions. As disclosed in MMIS's information memorandum dated 28 June 2019, MMI's results for the 6-months FPE 31 December 2018 have been audited.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 6-MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2019

A NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1 Basis of preparation

The Company was incorporated in Malaysia on 22 February 2019 under the Act as a private limited company under the name MMIS Sdn Bhd. On 29 April 2019, the Company was converted into a public company limited by shares and adopted the name MMIS Berhad.

On 6 September 2019, the Company was officially listed on the LEAP Market of Bursa Securities, raising RM5.00 million from the excluded issue of 50,000,000 new MMIS Shares at an issue price of RM0.10 to sophisticated investors within the meanings of Section 230 Capital Markets and Services Act 2007.

The interim financial statements of MMIS and its subsidiary (“the Group”) are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting.

This unaudited interim financial report on the Group’s unaudited condensed consolidated financial results for the 1st half-year ended 31 December 2019 is announced by the Company in compliance with Paragraph 6.12 of the LEAP Market Listing Requirements of Bursa Securities (“Listing Requirements”). The comparative figures have been presented as if the combination has occurred from the date when then combining entities first came under common control.

The interim financial report should be read in conjunction with MMIS’s Audited Financial Statements for the period from 22 February 2019 (date of incorporation) to 30 June 2019 and the accompanying explanatory notes attached to the interim financial report.

A2 Significant accounting policies

The significant accounting policies of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 6-MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2019 (CONT'D)

A2 Significant accounting policies (cont'd)

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2020

- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- MFRS 17, *Insurance Contracts*

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

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Company plans to apply the abovementioned accounting standards, amendments and interpretations:

- from the annual period beginning 1 July 2020 for those amendments that are effective for annual periods beginning on or after 1 January 2020

The Group and the Company does not plan to apply MFRS 17, *Insurance Contracts* that is effective for annual periods beginning on 1 January 2021 as it is not applicable to the Group and Company.

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impacts to the current period and prior period financial statements of the Group and the Company.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 6-MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2019 (CONT'D)

A3 Audit report of preceding annual financial statements

The auditors' report on the Group's most recent audited financial statements for the period from 22 February 2019 (date of incorporation) to 30 June 2019 were not subject to any qualification.

A4 Seasonal or cyclical factors

The Group operates pre-dominantly in the semiconductor industry thus the Group is vulnerable to the cyclical nature of the global semiconductor and electronics industry. Save as disclosed herein, the Group's operations were not affected materially by other seasonal or cyclical factors for the current financial period and the financial period-to-date under review.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current financial period and financial period-to-date.

A6 Material changes in estimates

There were no material changes in accounting estimates in the current financial period and financial period-to-date.

A7 Debt and equity securities

On 6 September 2019, MMIS was officially listed on the LEAP Market of Bursa Securities, raising RM5.00 million from the excluded issue of 50,000,000 new MMIS Shares at an issue price of RM0.10 to sophisticated investors within the meanings of Section 230 Capital Markets and Services Act 2007.

Save as disclosed above, there were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial period and financial period-to-date.

A8 Dividends

The single tier interim dividend of RM0.005 per ordinary share in respect of the financial year ending 30 June 2020 amounting to RM2,500,000 was paid on 10 December 2019.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 6-MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2019 (CONT'D)

A9 Segment information

There were no products, services and geographical location segment information presented as the Group is viewed as a single reportable segment.

A10 Contract Assets

The contract assets were primarily related to the Group's right to consideration for work completed but not yet billed at the reporting date. Typically, the amount will be billed within 30 days to 120 days and payment is expected within 60 days to 90 days.

A11 Profit before taxation

Included in the profit before taxation are the following (income) and expenses:

	Individual 6 months ended		Cumulative period	
	31 December 2019	31 December 2018 ⁽¹⁾	31 December 2019	31 December 2018 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Depreciation of investment property	7	7	7	7
Depreciation of property, plant and equipment	431	371	431	371
Loss on foreign exchange	-	1	-	1
Amortisation of government grant	(15)	(15)	(15)	(15)
Fixed deposits interest received	(6)	(8)	(6)	(8)
Gain on disposal of property, plant and equipment	-	(130)	-	(130)
Rental income	(15)	(15)	(15)	(15)

Note: -

- (1) The comparative figures of the Group were presented based on the financial statements of its wholly-owned subsidiary, MMI which were accounted for using the book value accounting to account for the acquisition as the wholly-owned subsidiary acquisition was completed under common control transactions. As disclosed in MMIS's information memorandum dated 28 June 2019, MMI's result for 6-months FPE 31 December 2018 have been audited.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 6-MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2019 (CONT'D)

A12 Valuation of property, plant and equipment

There was no valuation on property, plant and equipment during the current financial period and financial period-to-date.

A13 Material events subsequent to the end of the financial period

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

A14 Contingent liabilities and contingent assets

There are no material contingent liabilities and contingent assets as at the date of this interim report.

A15 Capital commitments

31.12.2019

RM

Capital expenditure commitment

Building

- Contracted but not provided for

1,122,000

A16 Financial liabilities

The Group has not entered into any derivatives and do not have any financial liabilities

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B ADDITIONAL INFORMATION REQUIRED UNDER LISTING REQUIREMENTS FOR LEAP MARKET

B1 Review of performance

	Individual 6 months ended		Cumulative period	
	31 December 2019	31 December 2018 ⁽¹⁾	31 December 2019	31 December 2018 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Revenue	5,814	7,821	5,814	7,821
Gross profit ("GP")	2,893	4,310	2,893	4,310
Profit before tax ("PBT")	1,507	3,619	1,507	3,619
Profit after tax ("PAT")	1,306	2,630	1,306	2,630

Notes: -

- (1) The comparative figures of the Group were presented based on the financial statements of its wholly-owned subsidiary, MMI which were accounted for using the book value accounting to account for the acquisition as the wholly-owned subsidiary acquisition was completed under common control transactions. As disclosed in MMIS Berhad's information memorandum dated 28 June 2019, MMI's results for the 6-months financial period ended ("FPE") 31 December 2018 have been audited.

The revenue of the Group for the 6-months FPE 31 December 2019 of RM5.814 million was mainly derived from MMI. The Group's revenue decreased by RM2.007 million or 25.67% in the 6-months FPE 31 December 2019, against the previous corresponding period, mainly due to lower orders from the Group's existing semiconductor customers amidst the severe trade tension between the United States ("US") and China, as well as attributable to other regional and global factors such as the increasingly tension of war situation in Middle East and epidemics that affected demand.

In line with the decreased revenue, the Group's gross profit decreased by about RM1.417 million or 32.88% during the 6-months FPE 31 December 2019, compared to the previous corresponding period. The Group's overall GP margin for the 6-months FPE 31 December 2019 fell to 49.76% compared to 55.11% for the 6-months FPE 31 December 2018, in view of lower revenue and increase in staff cost of approximately RM0.166 million, increase in upkeep and depreciation of machine and machine tool of about RM0.117 million. The increase in cost of production was due to increased staff count and increase in machines cost (i.e., depreciation, electricity, upkeep and maintenance).

The Group recorded a PBT of RM1.507 million for the 6-months FPE 31 December 2019 against RM3.619 million in the corresponding period of the preceding year, representing a decrease of RM2.112 million or 58.36%, mainly due to increase in staff salaries, processing fees for foreign worker, depreciation and decrease in other income. For the 6-months FPE 31 December 2019, the Group's PBT margin was 25.90% while for the previous corresponding period, the Group's PBT margin was 46.27%. The decrease in PBT margin was mainly due to:-

- a) The decrease in other income of RM0.145 million or 78.00% compared to the previous corresponding period, mainly due to gains on disposal of property, plant and equipment of RM0.130 million and sales of scrap metal of RM 0.173 million in the previous corresponding period.

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B ADDITIONAL INFORMATION REQUIRED UNDER LISTING REQUIREMENTS FOR LEAP MARKET (CONT'D)

B1 Review of performance (cont'd)

- b) The increase in administrative expenses of RM0.505 million or 78.15% compared to the previous corresponding period, were mainly due to the increase in staff cost of RM0.193 million, directors' salary of RM0.096 million, processing fees for foreign worker of RM0.045 million and depreciation of property, plant and equipment of RM0.033 million. The said increase was also a result of increased number of finance and administrative staff and the implementation of SAP software as part of the Group's efforts to improve the monitoring of its internal controls and compliance with regulatory requirements.

The Group recorded a profit after tax of RM1.306 million for the 6-months FPE 31 December 2019 as compared to a profit after tax of RM2.630 million for the previous corresponding period, representing a decrease of RM1.324 million or 50.34%, due to the decrease in revenue and GP as well as increased administrative expenses.

B2 Prospects

The Group plans and strategies to grow its business remains as follows: -

- (i) Expansion of production capacity via:
- a. Increase production floor space; and
 - b. Recruitment of additional manpower to populate the Group's expanded production facilities.
- (ii) Enlarge the Group's customer base, by leveraging on its capabilities and technological know-how by:
- a. Expanding the Group's range of offerings to its existing customers; and
 - b. Acquiring new customers (including those in the semiconductor industry), via targeted sales and marketing activities.

There has been no change in the business direction of the Group which may have an impact on the business of the Group.

The driving force in the world market continues to be vigilant due to the trade tension between the US and China including the increasingly tension of war situation in Middle East and global epidemics that affected demand. The Board is mindful of the implementation of the Group's plans and is cautiously optimistic on the business prospects of the Group's financial performance for the financial year ending 30 June 2020. The Board envisages that after consecutive months of decline, the growth trend has started to improve with month-to-month sales increasing from October 2019 onwards for the consecutive months. The US-based Semiconductor Industry Association (SIA) foresees that the global semiconductor industry is poised to grow 5.9 and 6.3 percent in 2020 and 2021 respectively (*Source: EDGEMARKETS 4 December 2019*). The Board foresees the global semiconductor industry to continue to grow moderately, driven by increase in demand and or strong growth in Artificial Intelligence ("AI"), Internet of Things (IoT), smart phone upgrade and fifth-generation wireless technology ("5G") deployment globally.

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B ADDITIONAL INFORMATION REQUIRED UNDER LISTING REQUIREMENTS FOR LEAP MARKET (CONT'D)

B3 Variance from profit forecast and profit guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee in any public document or announcement.

B4 Income tax expense

	Individual 6 months ended		Cumulative period	
	31 December 2019	31 December 2018 ⁽¹⁾	31 December 2019	31 December 2018 ⁽¹⁾
	RM'000	RM'000	RM'000	RM'000
Current taxation				
- Current year	200	852	200	852
- Prior year	-	27	-	27
	200	879	200	879
Deferred taxation				
- Current year	-	16	-	16
- Prior year	-	93	-	93
	-	109	-	109
Total tax expenses	200	988	200	988

Note: -

- (1) The comparative figures of the Group were presented based on the financial statements of its wholly-owned subsidiary, MMI which were accounted for using the book value accounting to account for the acquisition as the wholly-owned subsidiary acquisition was completed under common control transactions. As disclosed in MMIS's information memorandum dated 28 June 2019, MMI's result for 6-months FPE 31 December 2018 have been audited

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C OTHER INFORMATION

C1 Status of corporate proposal

On 29 July 2019, Bursa Securities approved MMIS's admission to the Official List of Bursa Securities and the listing of and quotation for the entire issued share capital of MMIS comprising up to 500,000,000 ordinary shares on the LEAP Market of Bursa Securities subject to the condition that the minimum public spread of 10% pursuant to Rule 3.03 of the Listing Requirements, not including ordinary shares which are subject to moratorium.

As such, the Board of Directors of MMIS has resolved to proceed with the maximum scenario i.e., to issue 50,000,000 MMIS Shares pursuant to the excluded issue.

On 6 September 2019, the Company was officially listed on the LEAP Market of Bursa Securities, raising RM5.00 million from the excluded issue of 50,000,000 new MMIS Shares at an issue price of RM0.10 to sophisticated investors within the meanings of Section 230 Capital Markets and Services Act 2007.

There was no corporate proposal announced pending completion as at the date of this report.

C2 Utilisation of proceeds

The status of the utilisation of proceeds from the excluded issue of RM5.00 million as at 31 December 2019 was as follows:

	Proposed utilisation RM'000	Actual utilisation RM'000	Intended timeframe for utilisation	Remaining balance RM'000
Capital expenditure ⁽¹⁾	2,000	(685)	Within 24 months	1,315
Working capital ⁽²⁾	2,000	(1,391)	Within 12 months	609
Estimated expenses ⁽³⁾	1,000	(1,000)	Immediate	-
Total	5,000	(3,076)		1,924

Notes: -

- (1) The actual utilisation for capital expenditure includes the purchase of one grinding machine for RM0.335 million and one CNC turret punch press for RM0.350 million.
- (2) The actual utilisation for working capital includes payment to trade creditors for the purchase of raw materials totalling RM1.325 million and salaries for machinists of RM0.066 million.
- (3) The actual utilisation for estimated expenses includes payment for professional and placement fees, fee to authorities, printing fees, and investor relations expenses and miscellaneous expenses (such as travelling cost and other out-of-pocket expenses).

The above status of utilisation as at 31 December 2019 should be read in conjunction with the information memorandum of the Company dated 28 June 2019.

C3 Material litigation

There is no material litigation as at the date of this report.

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C OTHER INFORMATION (CONT'D)

C4 Earnings per share

Basic earnings per share ("EPS")

Basic EPS was calculated by dividing the profit attributable to owners of the Company for the current financial quarter and the financial period-to-date by the weighted average number of ordinary shares in issue:

	Individual 6 months ended		Cumulative period	
	31 December 2019	31 December 2018 ⁽¹⁾	31 December 2019	31 December 2018 ⁽¹⁾
Profit attributable to owners of the Company (RM)	1,306,434	2,630,781	1,306,434	2,630,781
Weighted average number of Shares ⁽²⁾	481,521,739	150,000	481,521,739	150,000
Basic EPS (sen)	0.27	1,754	0.27	1,754
Diluted EPS (sen) ⁽³⁾	N/A	N/A	N/A	N/A

Notes: -

- (1) The comparative figures of the Group were presented based on the financial statements of its wholly-owned subsidiary, MMI which were accounted for using the book value accounting to account for the acquisition as the wholly-owned subsidiary acquisition was completed under common control transactions. As disclosed in MMIS's information memorandum dated 28 June 2019, MMI's result for 6-months FPE ended 31 December 2018 have been audited
- (2) Basic earnings per share is calculated based on 481,521,739 MMIS Shares as at 31 December 2019 and 150,000 ordinary shares of MMI as at 31 December 2018.
- (3) N/A denotes not applicable as there are no dilutive potential equity instruments that would give diluted effect to the basic earnings per share.