



SUPERGENICS BERHAD

(Company No. 201601043153 (1214095-X))

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE 2ND HALF YEAR 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 SUPERGENICS BERHAD (“SGBHD” 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.

SUPERGENICS BERHAD

(Company No. 201601043153 (1214095-X))

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2ND HALF YEAR ENDED 31 DECEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL 6 Months Ended		CUMULATIVE Year To Date	
	31 Dec 2022 RM'000	31 Dec 2021 RM'000	31 Dec 2022 RM'000	31 Dec 2021 RM'000
Revenue	5,686	5,647	10,716	10,992
Cost of sales	(3,405)	(3,800)	(6,936)	(8,284)
Gross profit	2,281	1,847	3,780	2,708
Other operating income	134	314	226	423
Operating and administrative expenses	(1,474)	(1,542)	(2,814)	(2,643)
Share of associate's results	(216)	-	(216)	-
Profit/(Loss) from operations	725	619	976	488
Finance costs	(175)	(183)	(357)	(357)
Profit/(Loss) before taxation	550	436	619	131
Taxation	(264)	(94)	(277)	(111)
Total comprehensive Profit/(Loss)	286	342	342	20
Total comprehensive profit/(Loss) attributable to :				
Owners of the parent	286	342	342	20
	286	342	342	20
Earning/(Loss) per-share	sen	sen	sen	sen
Basic	0.31	0.37	0.37	0.02
Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive income should be read in conjunction with the Audited Financial Statements for the year ended 31 Dec 2021.

SUPERGENICS BERHAD

(Company No. 201601043153 (1214095-X))

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2ND HALF YEAR ENDED 31 DECEMBER 2022**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	(UNAUDITED) As At 31 Dec 2022 RM'000	(AUDITED) As At 31 Dec 2021 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	4,856	4,898
Right-of-use assets	690	795
Investment in associate	27	-
Intangible asset	60	-
Contract assets	310	456
Deferred tax assets	253	333
	6,196	6,482
CURRENT ASSETS		
Trade receivables	5,050	5,735
Other receivables	567	346
Contract assets	162	148
Amount owing from associate	2,758	-
Other investments	58	77
Tax recoverable	-	13
Cash and bank balances	6	2,186
	8,601	8,505
TOTAL ASSETS	14,797	14,987
EQUITY		
Share capital	6,302	6,302
Merger reserve	(1,450)	(1,450)
Retained earnings	964	622
Total Equity	5,816	5,474
LIABILITIES		
NON-CURRENT LIABILITIES		
Lease liabilities	1,104	1,152
Bank borrowings	2,801	3,070
	3,905	4,222
CURRENT LIABILITIES		
Trade payables	1,413	867
Other payables	539	336
Contract liabilities	2,109	2,284
Amount owing to directors	46	102
Lease liabilities	367	269
Bank borrowings	608	1,433
Provision for taxation	(6)	-
	5,076	5,291
TOTAL LIABILITIES	8,981	9,513
TOTAL EQUITY AND LIABILITIES	14,797	14,987
NET ASSETS PER-SHARE (RM)	0.063	0.059

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 Dec 2021.

SUPERGENICS BERHAD

(Company No. 201601043153 (1214095-X))

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2ND HALF YEAR ENDED 31 DECEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GROUP	ATTRIBUTABLE TO THE OWNERS OF THE PARENT			TOTAL EQUITY RM'000
	Non-distributable		Distributable	
	Share Capital RM'000	Merger Reserve RM'000	Retained Earnings/ RM'000	
As at 1 Jan 2022	6,302	(1,450)	622	5,474
Profit for the financial period, representing total comprehensive income for the financial period	-	-	342	342
As at 31 Dec 2022	6,302	(1,450)	964	5,816
As at 1 Jan 2021	6,302	(1,450)	602	5,454
Profit for the financial year, representing total comprehensive income for the financial year	-	-	20	20
As at 31 Dec 2021	6,302	(1,450)	622	5,474

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 Dec 2021.

SUPERGENICS BERHAD

(Company No. 201601043153 (1214095-X))
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2ND HALF YEAR ENDED 31 DECEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 Months Ended 31 Dec 2022 (UNAUDITED) RM'000	12 Months Ended 31 Dec 2021 (AUDITED) RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	619	131
Adjustments for:		
Depreciation of property, plant and equipment	666	645
Depreciation of right-of-use asset	208	171
Gain on disposal of property, plant and equipment	(49)	-
Impairment loss on trade receivables	-	(83)
Share of associate's results	216	-
Interest expenses	357	357
Interest income	(8)	(45)
Fair value gain on financial assets at fair value through profit and loss	(36)	(25)
Operating profit before working capital changes	1,973	1,151
Changes in working capital:		
Trade & other receivables	463	(2,560)
Trade & other payables	749	(642)
Amount owing from associate	(2,758)	-
Contract assets & liabilities	(44)	2,145
Amount owing to directors	(56)	(33)
	(1,646)	(1,090)
Cash generated from operations	327	61
Interest paid	(111)	(357)
Interest received	44	45
Tax paid	(190)	(289)
	(257)	(601)
Net cash generated from/(used in) operating activities	70	(540)
CASH FLOW FROM INVESTING ACTIVITIES		
Withdrawal in other investment	19	1,088
Addition in intangible asset	(60)	-
Purchase of property, plant and equipment	(796)	(451)
Proceed from disposal of property, plant and equipment	49	-
Investment in an associate	(243)	-
Net cash (used in)/generated from investing activities	(1,031)	637
CASH FLOW FROM FINANCING ACTIVITIES		
Drawdown of borrowings	957	1,050
Repayment of borrowings	(2,494)	(195)
Proceed/(Repayment) of lease liabilities	318	(192)
Net cash (used in)/generated from financing activities	(1,219)	663
Net (decrease)/increase in cash and cash equivalents	(2,180)	760
Cash and cash equivalents at beginning of the year	2,186	1,426
Cash and cash equivalents at end of the year	6	2,186
CASH AND CASH EQUIVALENTS AT END OF THE YEAR COMPRISES:		
Cash and bank balances	6	2,186

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 Dec 2021.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

**PART A: EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL
REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

A1) Basis of preparation

This interim financial statements have been prepared under the historical cost convention. This interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 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”).

The interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

A2) Significant accounting policies and application of MFRS

The accounting policies adopted are consistent with those of the previous financial year except the amendments to following accounting standards that are effective for the Group's financial year beginning on or after 1 Jan 2022:-

Description	Effective for annual periods beginning on or after
Amendments to MFRS 3: Business Combinations – Reference • to the Conceptual Framework	1 Jan 2022
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 Jan 2022
Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract	1 Jan 2022
Annual Improvements to MFRS Standards 2018-2020:- • Amendment to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards • Amendment to MFRS 9: Financial Instruments • Amendment to MFRS 141: Agriculture Amendment to Illustrative Examples accompanying MFRS 16, “Leases”	1 Jan 2022



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

A2) Significant accounting policies and application of MFRS (Cont'd)

The above amendments to accounting standards effective during the financial year do not have any significant impact on the interim financial report of the Group.

The Group early adopted amendment to MFRS 16 "Leases", (COVID-19-Related Rent Concessions) which exempts lessees from having to determine whether rent concessions on individual lease contracts as a direct consequence of the COVID-19 pandemic are lease modifications and allows lessees to account for such rent concessions as if they were not lease modifications.

As at the date of authorisation of this Condensed Report, the following accounting Standards and amendments to accounting Standards have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective:-

Description	Effective for annual periods beginning on or after
MFRS 17: Insurance Contracts Amendments to MFRS 17: Insurance Contracts	1 Jan 2023
Amendments to MFRS108: Accounting policies, changes in Accounting Estimates and Errors	1 Jan 2023
Amendments to MFRS112: Deferred tax related to Assets and Liabilities arising from a single transaction	1 Jan 2023
Amendments to MFRS16: Lease Liability in a Sale and Leaseback	1 Jan 2024
Amendments to MFRS101 Presentation of Financial Statements – Classification of Liabilities as Current or Non-current	1 Jan 2024

Effective date of these Amendments to Standards has been deferred, and yet to be announced:-



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

A2) Significant accounting policies and application of MFRS (Cont'd)

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

The above pronouncements are either not relevant or do not have any impact on the financial statements of the Group.

A3) Seasonal or cyclical factors

The Group's performance is not significantly affected by seasonal and cyclical factors.

A4) Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the reporting period under review.

A5) Material changes in estimates

There were no significant changes in the nature and amount of estimates reported in the prior interim period of the current financial period or prior years that have a material effect on the current financial period ended 31 Dec 2022 under review.

A6) Debt and equity securities

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellations, share held as treasury shares by the Group during the financial period.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

A7) Segmental reporting

The Group's segmental report for the current financial period ended 31 Dec 2022 under review are as follows:-

Revenue by Business Activities

	Individual 6 Months Ended		Cumulative Year To Date	
	31 Dec 2022 RM'000	31 Dec 2021 RM'000	31 Dec 2022 RM'000	31 Dec 2021 RM'000
<u>REVENUE</u>				
Provision of integrated turnkey solutions	4,014	4,603	8,159	8,989
Provision of maintenance services	572	691	1,051	1,259
Laboratory Services	1,100	353	1,507	744
Total consolidated revenue	5,686	5,647	10,716	10,992

A8) Valuation of property, plant and equipment

There was no valuation on any of the Group's property, plant & equipment during the reporting period ended 31 Dec 2022.

A9) Significant events

There were no events of a material nature to be disclosed in the interim financial statements for the current financial period ended 31 Dec 2022.

A10) Material changes in the composition of the Group

There was no changes in the composition of the Group during the reporting period ended 31 Dec 2022.

A11) Contingent liabilities and contingent assets

There were no material contingent liabilities or assets for the reporting period ended 31 Dec 2022.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

A12) Material events subsequent to the end of the interim financial report

The management is not aware of any material events subsequent to the end of the interim financial report that have not been reflected in the financial statements for the current financial report ended 31 Dec 2022 under review.

A13) Capital commitment

There was no commitment for the purchase of property, plant and equipment provided for in the current financial report ended 31 Dec 2022.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

**PART B: ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1) Review of performance

(i) 2nd Half Year, FY 2022 (“H2FY2022”) vs 2nd Half Year, FY 2021 (“H2FY2021”)

	INDIVIDUAL			CUMULATIVE		
	6 Months Ended		Variance	Year To Date		Variance
	31 Dec 2022	31 Dec 2021		31 Dec 2022	31 Dec 2021	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	5,686	5,647	0.7	10,716	10,992	(2.5)
Gross profit	2,281	1,847	23.5	3,780	2,708	39.6
Profit/(Loss) before taxation	550	436	26.2	619	131	373.0

For the current financial period under review, the Group posted a revenue of RM5.69 million as compared to its corresponding preceding financial period, H2FY2021 of RM5.65 million. The revenue has only increase marginally which mainly contributed by the increase in the laboratory services. The improvement of the gross profit margin mainly contributed by the laboratory services project with higher profit margin.

In line with the increase in revenue, the Group had improved its performance by increasing the profit before taxation during the current period, whereby the Group has recorded profit before taxation of RM0.55 million as compared to its corresponding preceding financial period, H2FY2021 profit before taxation of RM0.44 million. The Group performance in H2Y2021 was impacted by the one-off adjustment of the provision of impairment of trade receivables.



NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED 31 DECEMBER 2022

B1) Review of performance (Cont'd)

(ii) Changes in revenue and PBT for H2FY2022 as compared with the immediate preceding period ended 30 Jun 2022 (“H1FY2022”)

	Current 6 Months Ended 31 Dec 2022	Immediate 30 Jun 2022	Variance
	RM'000	RM'000	%
Revenue	5,686	5,030	13.0
Gross profit	2,281	1,499	52.2
Profit/(Loss) before taxation	550	69	697.0

The Group has recorded revenue of RM5.69 million with profit before tax of RM0.55 million for the 2nd half year ended 31 Dec 2022 as compared to the immediate preceding half year which recorded revenue of RM5.03 million and profit before tax of RM0.07 million.

The improvement of the gross profit margin mainly contributed by the higher profit margin in the laboratory services as well as the cost saving from existing project in term of the implementation, software and licensing cost.

B2) Future prospects

The pace of Malaysia domestic economic recovery has gained momentum, with a rebound in growth of 3.1% in 2021 compared to a contraction of 5.5% in 2020. The growing trend of the economy has continued into 2022 with a growth of 5% and 8.9% in the first and second quarters, respectively. Currently, the economic recovery process is well underway and as the nation transitions into endemicity, efforts are now focused on quick execution of post-COVID-19 measures and strategies including expediting business recovery, providing conducive business environment, facilitating trade and investment, improving labour market conditions, safeguarding households' livelihood and inculcating sustainability principles throughout the whole spectrum of the economy. (Source: Ministry of Finance - Economy Outlook 2023)



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

B2) Future prospects (Cont'd)

Barring any unforeseen circumstances and in view of challenging global economic outlook in year 2023, the Group is working towards minimization of the impact on the existing and new integrated turnkey solutions projects. In addition, the Group intends to expand further in the laboratory service which would improve the bottom line of the Group in the coming financial year.

The Group will continue to expand our geographical reach and secure more cleanrooms development project as well as the provision of management services for cleanrooms. Our outstanding order book now stands at RM14.40 million.

With the continuous monitoring of projects and the efforts put in by the management to date to improve our Group's processes and efficiency, the Board is cautiously optimistic for the Group's performance in the coming financial year.

B3) Profit forecast, Profit Guarantee and Internal Targets

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



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED
31 DECEMBER 2022**

PART C: OTHER INFORMATION

C1) Status of Corporate Proposal

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

C2) Material Litigation

The management is not aware of any pending material litigation which will have a material effect on the financial position or the business of the Group and the Board is not aware of any proceedings pending or threatened against the Group or of any fact likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group at the date of this report.

C3) Dividends

No dividend has been declared by the Group since the end of the previous financial year. The Board of Directors do not recommend any dividend in respect of the current financial period under review.

C4) Utilisation of Proceeds

There were no any utilization of proceed during the reporting period ended 31 December 2022.



NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 2nd HALF YEAR ENDED 31 DECEMBER 2022

C5) Earnings per share

	Individual 6 Months Ended		Cumulative Year To Date	
	31 Dec 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021
a) <u>Basic earnings per-share</u>				
Profit attributable to the owners of parent ('000)	286	342	342	20
Total weighted average number of ordinary shares in issue ('000)	93,000	93,000	93,000	93,000
Basic earning per share (sen)	0.31	0.37	0.37	0.02
b) <u>Diluted earnings per-share</u>	N/A	N/A	N/A	N/A

C6) Authorisation for issue

The interim financial report were authorised for issue by the Board of Directors in accordance with resolution of the directors on 28 Feb 2023.