

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021

	Unaudited Individual Period (3rd Quarter)		Unaudited Cumulative Period (3rd Quarter)	
	Current Year Quarter 30.09.2021 RM'000	Preceding Year Corresponding Quarter 30.09.2020 RM'000	Current Period To- date 30.09.2021 RM'000	Preceding Year Corresponding Period To-date 30.09.2020 RM'000
Revenue	80,672	10,020	167,163	29,438
Cost of sales	(65,896)	(10,071)	(136,831)	(32,035)
Gross profit / (loss)	14,776	(51)	30,332	(2,597)
Other income	21,776	551	32,722	1,110
Other operating expenses	(7,201)	(9)	(15,031)	(27)
Administrative expenses	(341)	(857)	(1,699)	(2,441)
Operating expenses	(1,005)	-	(2,488)	-
Selling and distribution expenses	(30)	(495)	(33)	(1,282)
Finance costs	(2)	(78)	(28)	(164)
Profit/(Loss) before taxation	27,973	(939)	43,775	(5,401)
Income tax expenses	-	-	38	-
Profit/(Loss) after taxation	27,973	(939)	43,813	(5,401)
Total comprehensive profit/(loss) for the period	27,973	(939)	43,813	(5,401)
Profit/(Loss) after taxation for the financial period attributable to:				
Owners of the Company	27,973	(939)	43,813	(5,401)
Total comprehensive profit/(loss) attributable to:				
Owners of the Company	27,973	(939)	43,813	(5,401)
Earnings per share attributable to owners of the Company:				
Basic (Sen)	37.29	(1.28)	58.74	(7.36)

The above Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statement of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the quarterly report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021**

	As at 30.09.2021 (Unaudited) RM'000	As at 31.12.2020 (Audited) RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	11,593	15,841
Intangible asset	84,589	-
Right of use assets	1,504	1,538
	<u>97,686</u>	<u>17,379</u>
CURRENT ASSETS		
Trade receivables	98,742	25,624
Other receivables, prepayments and deposits	29,363	22,051
Tax refundable	250	498
Fixed deposit with licensed bank	51	51
Cash and bank balances	3,582	1,115
	<u>131,988</u>	<u>49,339</u>
TOTAL ASSETS	<u><u>229,674</u></u>	<u><u>66,718</u></u>
EQUITY AND LIABILITIES		
Share capital	93,464	92,374
Treasury shares	-	(694)
Accumulated profits/(losses)	3,251	(40,562)
Total Equity	<u>96,715</u>	<u>51,118</u>
NON-CURRENT LIABILITIES		
Lease liabilities	1,000	-
Loans and borrowings	-	1,151
Deferred tax liabilities	5,564	664
	<u>6,564</u>	<u>1,815</u>
CURRENT LIABILITIES		
Lease liabilities	616	-
Loans and borrowings	-	3,177
Trade payables	123,318	655
Other payables	2,461	9,953
	<u>126,395</u>	<u>13,785</u>
Total Liabilities	<u>132,959</u>	<u>15,600</u>
TOTAL EQUITY AND LIABILITIES	<u><u>229,674</u></u>	<u><u>66,718</u></u>
Net assets per share attributable to owners of the Company (RM)	<u>1.29</u>	<u>0.70</u>

The above Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.



ANNUM BERHAD
 (Formerly known as CYMAO HOLDINGS BERHAD)
 [Company No. 199701030432 (445931 – U)]
 (Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

	<u>Attributable to Equity Holders of the Company</u>			
	<u>Non-Distributable</u>			Total RM'000
	Share Capital RM'000	Treasury Shares RM'000	Accumulated Profit/(Losses) RM'000	
At 1 January 2020	92,374	(694)	(44,517)	
Total comprehensive profit for the financial year	-	-	3,955	3,955
At 31 December 2020	92,374	(694)	(40,562)	51,118
At 1 January 2021	92,374	(694)	(40,562)	51,118
Total comprehensive profit for the year	-	-	43,813	43,813
Disposal of treasury shares	1,090	694	-	1,784
At 30 September 2021	93,464	-	3,251	96,715

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

	Current Period To-Date 30.09.2021 RM'000	Corresponding Period To- Date 30.09.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation from continuing operation	43,775	(5,401)
Profit/(Loss) before taxation, total	43,775	(5,401)
Adjustments for:		
Amortisation of intangible asset	181	-
Depreciation of property, plant and equipment	1,206	1,313
Gain on disposal of investment in a subsidiary	(5,240)	-
Allowance of impairment on other receivables	6,841	-
Reversal of impairment on other receivables	(4,039)	-
Interest income	-	(6)
Interest expense	28	164
Written off of other receivables	1,020	-
Negative goodwill	(20,691)	-
Operating profit/(loss) before working capital changes	23,081	(3,930)
Change in inventories	-	9,483
Change in receivables	(84,255)	6,981
Change in payables	61,293	(7,454)
Cash generated from operations	119	5,080
Interest paid	(28)	(164)
Net tax refunded/(paid)	229	(343)
Net cash from operating activities	320	4,573
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(126)	(2,240)
Proceeds from disposal of property, plant and equipment	3,200	-
Interest received	-	6
Net cash from/(used in) investing activities	3,074	(2,234)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bankers' acceptance drawdown	-	8,066
Proceeds from disposal of treasury shares	1,784	-
Repayment of hire purchase liabilities	(233)	-
Repayment of term loan	-	(179)
Repayment of bankers' acceptance	(1,950)	(8,884)
Net cash used in financing activities	(399)	(997)
Net change in cash and cash equivalents	2,995	1,342
Cash and cash equivalents at beginning of financial period	638	1,085
Cash and cash equivalents at end of financial period	3,633	2,427

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021 (cont'd)

Cash and cash equivalents at the end of financial period comprise of the followings:

	Current Period To-Date 30.09.2021 RM'000	Corresponding Period To-Date 30.09.2020 RM'000
Cash in hand and at bank	3,633	2,482
Bank overdraft	-	(55)
Cash and bank balances	3,633	2,427

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.

EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) NO. 134 – INTERIM FINANCIAL REPORTING

1. Basis of Preparation

The financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 – Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. (“Bursa Securities”).

The financial statements should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached.

These explanatory notes attached to the financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

2. Significant Accounting Policies

The accounting policies applied by the Group in the interim financial statements are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2020 except for the adoption of the new and amended MFRSs and IC Interpretations effective for annual financial period beginning on or after 1 January 2021. The initial application of these new and amended MFRSs and IC Interpretations have no material impact on this interim financial reporting.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 9, MFRS 139, MFRS 7 and MFRS 4: Interest Rate Benchmark Reform – Phase 2	1-Jan-21
Amendments to MFRS 16: Covid -19-Related Rent Concessions	1-Jan-21
Amendments to MFRS 16: Covid -19-Related Rent Concessions beyond 30 June 2021	1-Apr-21

2. Significant Accounting Policies (cont'd)

Standards Issued but not Yet Effective

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 3: Reference to Conceptual Framework	1-Jan-22
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1-Jan-22
Amendments to MFRS 116: Property, Plant and Equipment- Proceeds before Intended Use	1-Jan-22
Amendments to MFRS 137: Onerous Contracts-Cost of Fulfilling a Contract	1-Jan-22
Annual improvements to MFRS 2018-2020	1-Jan-22
MFRS 17 Insurance Contracts	1-Jan-23
Amendments to MFRS 101 – Presentation of Financial Statements	1-Jan-23
Amendments to MFRS 108 – Definition of Accounting Estimates	1-Jan-23
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above standards and interpretations will have no material impact on the financial statement in the year of initial applications.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding audited financial statements of the Group for the financial year ended 31 December 2020 was not qualified.

4. Seasonality of operations

The Group's business operation and performance were not materially affected by any seasonal or cyclical factors during the current financial quarter.

5. Unusual Items

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

6. Changes in Estimates

There were no material changes in estimates of the amount reported in prior financial years which have a material effect in the current year quarter.

7. Debt and Equity Securities

There were no cancellation, repurchases, resale and repayments of debts and equity securities for the period under review.

8. Dividend Paid

There was no dividend paid by the Group during the current year quarter under review and year to-date.

9. Segmental Information

No segmental information has been presented as the Group activities are predominantly in Malaysia.

10. Valuations of Property, Plant and Equipment

The Group states its property, plant and equipment at cost less accumulated depreciation and accumulated impairment losses. There were no valuations of property, plant and equipment carried out since the last audited financial statements for the financial year ended 31 December 2020.

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11. Significant Events

Covid-19 outbreak

Up to the date of these financial statements, the Group has seen an impact of Covid-19 outbreak on the Group's revenue, earnings, cash flows and financial condition. At this juncture, it is not possible to estimate the full impact of the outbreak's short-term and long-term effects or the Government's varying efforts to combat the outbreak and support businesses.

However, there is an uncertainty about the length and severity of Government or regulatory intervention which could have unexpected impact. A prolonged economic downturn could also lead to further Government or regulatory intervention and more adverse outcomes to the Group's business.

The Group will continue to monitor the development of these events and have implemented measures to mitigate the impact of Covid-19 to the Group's business, including prudent management of its cash flows on the operating, investing and financing activities.

12. Subsequent Events

On 25 October 2021, an indirect wholly-owned subsidiary of the Company entered into a collaboration agreement with Greentech IOT Technology Sdn Bhd for the sub-contract works in relation to the provision of supply, laying, testing and commissioning of the pipelines from Salim Water Treatment Plant, Sibul Water Board to Kanowit Sibul Division, proposed Durin booster station, proposed elevated tank at Bukong Jagoi junction, refurbishment of existing Kanowit Reservoir at Lipus Road junction, piling works and mechanical and electrical works for the Sarawak Water Supply Grid Program – Stressed Areas.

There were no other material events subsequent to the end of the current quarter that have not been reflected in this report.

13. Changes in the Composition of the Group

On 20 September 2021, Annum Technology Sdn. Bhd., an indirect wholly-owned subsidiary of the Company, entered into a Share Sale Agreement with SGTech3 Sdn. Bhd. to acquire the entire equity interest of Annum Softcodes Sdn. Bhd. (formerly known as Bakti Kanan Sdn. Bhd.) for a total consideration of RM10,000.

14. Discontinued Operations

There were no discontinued operations during the current year quarter under review.

15. Capital Commitments

There were no capital commitments for the quarter ended 30 September 2021.

16. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last statements of financial position as at 31 December 2020 and up to the date of this report.

17. Property, Plant and Equipment

During the nine months ended 30 September 2021, disposals of property, plant and equipment by the Group were RM 3,200,000.

18. Recurrent Related Party Transactions

The recurrent related party transactions as at year to date were summarized as below:

	Current Year Quarter 30.09.2021 RM'000	Current Year To-date 30.09.2021 RM'000
Sales of goods	33,072	33,072

Sale of goods to group of companies of Ageson Berhad.

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ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES")

19. Review of Performance

Comparison of Quarterly Results for Current Year Quarter and Financial Year To-Date

	Current Year Quarter	Preceding Year Corresponding Quarter	Changes	
	30.09.2021	30.09.2020	RM'000	(%)
Revenue	80,672	10,020	70,652	705.11
Profit/(Loss) Before Interest and Tax	27,975	(862)	28,837	3,345.36
Profit/(Loss) Before Tax	27,973	(939)	28,912	3,079.02
Profit/(Loss) After Tax	27,973	(939)	28,912	3,079.02
Earnings Per Share Attributable to Ordinary Equity Holders of the Parent	37.29	(1.28)	38.57	3,013.28

For the current quarter ended 30 September 2021, the Group recorded significantly higher sales revenue of RM 80.67 million, an increase of RM 70.65 million or 705.11% from RM 10.02 million in corresponding quarter in preceding year. Profit before tax also increased significantly by RM 28.91 million or 3,079.02% to RM 27.97 million as compared to loss of RM 0.93 million in corresponding quarter in preceding year.

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19. Review of Performance (cont'd)

Comparison of Quarterly Results for Current Year Quarter and Financial Year To-Date (cont'd)

	Current Period To-date 30.09.2021	Preceding Year Corresponding Period To-date 30.09.2020	Changes	
	RM'000	RM'000	RM'000	(%)
Revenue	167,163	29,438	137,725	467.85
Profit/(Loss) Before Interest and Tax	43,803	(5,243)	49,046	935.46
Profit/(Loss) Before Tax	43,775	(5,401)	49,176	910.50
Profit/(Loss) After Tax	43,813	(5,401)	49,214	911.20
Earnings Per Share Attributable to Ordinary Equity Holders of the Parent	58.74	(7.36)	66.10	898.10

For the 9 months ended 30 September 2021, the Group recorded significantly higher sales revenue of RM 167.16 million, RM 137.72 million or 467.85% higher than the corresponding period in preceding year. Profit before tax has also increased significantly to RM 43.78 million, RM 49.18 million or 910.50% higher as compared to loss of RM 5.40 million in corresponding period in preceding year.

The higher sales revenue in current quarter and financial year to date was mainly due to surge in revenue on sales of plywood and polyester plywood. The significantly improved profit before tax for current quarter and financial year to date was mainly due to higher sales revenue and reduced administrative, selling and distribution expenses.

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19. Review of Performance (cont'd)

Comparison of Quarterly Results for Current Quarter with Immediate Preceding Quarter

	Current Year Quarter	Immediate Preceding Quarter	Changes	
	30.09.2021	30.06.2021	RM'000	(%)
Revenue	80,672	40,379	40,293	99.79
Profit Before Interest and Tax	27,975	7,832	20,143	257.19
Profit Before Tax	27,973	7,827	20,146	257.39
Profit After Tax	27,973	7,865	20,108	255.66
Earnings Per Share Attributable to Ordinary Equity Holders of the Parent	37.29	10.49	26.80	255.48

Revenue for the quarter amounted to RM 80.67 million, an increase of RM 40.29 million or 99.79%. The higher sales revenue was mainly due to increase in sales volume of plywood and polyester wood for the quarter.

Profit before tax for the quarter increased by RM 20.15 million or 257.39% to RM 27.97 million as compared with previous quarter mainly due to increase in sales of polyester wood for the quarter.

20. Prospects

The unprecedented outbreak of Covid-19 has caused economic activities to be affected significantly. The Board is taking a cautious view over the outlook for the third quarter of financial year 2021 due to preserving effects of Covid-19 and the measures necessary to control the pandemic. The Group will continue to monitor, reassess the financial position, take appropriate and timely action to minimize the possible impacts caused by Covid-19 pandemic. The Group will explore on Industry 4.0 technology related business activities to diversify from the construction and trading business.

21. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee

The Group did not publish any profit forecast for the current year quarter.

22. Taxation

	Current quarter 3 months ended 30.09.2021 (Unaudited) RM'000	Year To-date 9 months ended 30.09.2021 (Unaudited) RM'000
Income tax:		
Current Taxation	-	1
Deferred Tax	-	(39)
	<u>-</u>	<u>(38)</u>

Taxation is computed after taking into consideration the available capital allowances and the adjusted business losses carried forward from previous years to set off against taxable profit.

23. Status of Corporate Proposals

Save as disclosed below, there were no other corporate proposals announced but not completed, as at the date of this report.

On 6 July 2021, KAF Investment Bank Berhad (“KAF”) on behalf of the Board, announced that the Company had decided to revise the terms for the Proposals announced on 15 April 2021, 20 April 2021 and 5 May 2021.

On 7 July 2021, KAF on behalf of the Board, announced of the following: -

- (i) The Company had, on even date, submitted the letter to Bursa Securities to retract the following: -
 - a. The draft circular to the shareholders of the Company in relation to the Proposals submitted to Bursa Securities on 20 April 2021; and
 - b. The listing application in relation to the Proposals submitted to Bursa Securities on 20 April 2021.
- (ii) The Company had also, on even date, re-submitted the following based on the revised terms of the Proposals as announced by the Company on 6 July 2021: -
 - a. The revised draft circular to the shareholders of the Company in relation to the Proposals to Bursa Securities; and
 - b. The revised listing application in relation to the Proposals to Bursa Securities.

On 9 July 2021, KAF on behalf of the Board, re-submitted the revised application in relation to the Proposed Rights Issue of ICULS with Warrants to the Securities Commission.

23. Status of Corporate Proposals (cont'd)

On 23 September 2021, the Company has proposed new shareholders' mandate for recurrent related party transactions of a revenue or trading nature ("Proposed Shareholders' Mandate") pursuant to Paragraph 10.09 of the Main Market Listing Requirements of Bursa Securities. The Proposed Shareholders' Mandate was approved by the Shareholders at the Extraordinary General Meeting held on 8 October 2021.

24. Lease Liabilities

	Current Year To-date 30.09.2021 RM'000	Preceding Year To-date 30.09.2020 RM'000
<u>Secured</u>		
Non-current		
Lease liabilities	616	-
<u>Secured</u>		
Non-current		
Lease liabilities	1,000	-
Total lease liabilities	1,616	-

There were no lease liabilities denominated in foreign currency.

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25. Bank Borrowings

	Current Year To-date 30.09.2021 RM'000	Preceding Year To-date 30.09.2020 RM'000
<u>Secured</u>		
Long Term Borrowings		
Term Loan	-	1,353
<u>Secured</u>		
Short Term Borrowings		
Bankers' acceptance	-	6,795
Bank overdraft	-	54
Hire purchase	-	261
	-	7,110
Total Borrowings	-	8,463

There were no borrowings denominated in foreign currency. There were no unsecured borrowings.

26. Material Litigation

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

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27. Earnings Per Share

The basic earnings per share is calculated by dividing the Group's profit/(loss) attributable to the ordinary equity holders of the parent for the current year quarter / year to-date by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	Current Year Quarter 30.09.2021	Preceding Year Quarter 30.09.2020	Current Year To-date 30.09.2021	Preceding Year To-date 30.09.2020
Profit/(Loss) attributable to ordinary equity holders of the parent (RM'000)	27,973	(939)	43,813	(5,401)
Weighted average number of shares in issue ('000)	75,000	73,335	74,590	73,335
Basic profit/(loss) per share (Sen)	37.29	(1.28)	58.74	(7.36)

28. Notes to The Condensed Consolidated Statement of Comprehensive Income

Profit Before Taxation is arrived at after charging/(crediting):

	Current Year Quarter 30.09.2021 RM'000	Current Year To-date 30.09.2021 RM'000
Depreciation and amortization	666	1,387
Gain on disposal of investment in a subsidiary	-	(5,240)
Allowance of impairment on other receivables	-	6,841
Reversal of impairment on other receivables	-	(4,039)
Interest expense	-	26
Written off of other receivables	1,020	1,020
Negative goodwill	(20,691)	(20,691)

There were no other exceptional items for the current quarter under review and financial year-to-date.

- 29.** The Group's quarterly results for the 3rd quarter ended 30 September 2021 have been reviewed by the Company's external auditors except for the comparatives, which has not been reviewed.