



CENSOF HOLDINGS BERHAD
Company No: 828269-A
(Incorporated in Malaysia)

Unaudited Condensed Consolidated Financial Statement for the Financial Year 2021
Second Quarter Ended 30 September 2020



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

	UNAUDITED		UNAUDITED	
	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 Months Ended 30/09/2020 RM'000	3 Months Ended 30/09/2019 RM'000	6 Months Ended 30/09/2020 RM'000	6 Months Ended 30/09/2019 RM'000
Revenue	18,035	15,450	31,242	28,647
Cost of sales	(13,053)	(9,606)	(20,614)	(15,479)
Gross profit	4,982	5,844	10,628	13,168
Other income	4,302	115	13,896	423
Administrative expenses	(3,988)	(6,110)	(9,506)	(12,782)
Other expenses	(187)	(177)	(1,296)	(413)
Results from operating activities	5,109	(328)	13,722	396
Finance costs	(144)	(789)	(514)	(1,542)
Profit / (Loss) before share of associates result	4,965	(1,117)	13,208	(1,146)
Share of associates result	-	1,537	-	3,539
Profit before tax and zakat	4,965	420	13,208	2,393
Income tax expense	(137)	(130)	(262)	(209)
Net profit for the financial period	4,828	290	12,946	2,184
Other comprehensive income	(184)	318	132	893
Total comprehensive income for the financial period	4,644	608	13,078	3,077
Net profit attributable to:				
Equity holders of the Company	3,950	(178)	12,079	1,619
Non-controlling interests	878	468	867	565
	4,828	290	12,946	2,184
Total comprehensive income attributable to:				
Equity holders of the Company	8,445	141	12,198	2,513
Non-controlling interests	(11)	467	880	564
	4,644	608	13,078	3,077
Earnings/(loss) per share attributable to equity holders of the Company:				
Basic (sen)	0.79	(0.04)	2.41	0.32

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2020.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020**

	UNAUDITED	AUDITED
	As At	As At
	30/09/2020	31/03/2020
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	488	1,870
Right-of Use Assets	841	1,743
Intangible assets	14,566	16,541
Goodwill	26,324	26,324
Other investments	3,300	3,300
	45,519	49,778
Current assets		
Inventories	47	41
Trade receivables	25,064	28,874
Other receivables, deposits and prepayments	4,653	5,858
Amount owing by related parties	-	826
Current tax assets	221	672
Short-term investments	1,800	13,976
Fixed deposits placed with licensed banks	2,439	3,754
Cash and bank balances	11,828	7,610
	46,052	61,611
TOTAL ASSETS	91,571	111,389
EQUITY AND LIABILITIES		
Equity attributable to Equity Holders		
Share capital	100,575	100,575
Merger deficit	(12,300)	(12,300)
Accumulated losses	(17,704)	(29,783)
Foreign exchange translation reserve	(635)	(754)
	69,936	57,738
Non-controlling interests	5,138	6,342
Total equity	75,074	64,080

**CENSOF HOLDINGS BERHAD**

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020 (Continued)**

	UNAUDITED	AUDITED
	As At	As At
	30/09/2020	31/03/2020
	RM'000	RM'000
Non-current liabilities		
Long term borrowings	133	10,563
Lease liabilities	206	887
Deferred taxation	850	1,035
	<u>1,189</u>	<u>12,485</u>
Current liabilities		
Trade payables	1,122	2,965
Other payables and accruals	6,007	8,177
Amount owing to a related party	-	199
Short term borrowings	143	11,358
Lease liabilities	648	1,189
Deferred income	5,545	5,762
Bank overdrafts	-	3,577
Provision for taxation	1,843	1,597
	<u>15,308</u>	<u>34,824</u>
Total liabilities	<u>16,497</u>	<u>47,309</u>
TOTAL EQUITY AND LIABILITIES	<u>91,571</u>	<u>111,389</u>
Net assets per share attributable to ordinary equity holders of the Company (sen)	13.94	11.51

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2020.



CENSO HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

	←————— Attributable to Equity Holders of the Company —————→							Total Equity RM'000
	←————— Non-Distributable —————→			Distributable		Attributable to Owners of the Company		
	Share Capital RM'000	Merger Deficit RM'000	Share Option Reserve RM'000	Translation Reserve RM'000	Retained Profits RM'000	RM'000	Non-controlling Interest RM'000	
(UNAUDITED)								
At 1 April 2020	100,575	(12,300)	-	(754)	(29,783)	57,738	6,342	64,080
Profit after taxation	-	-	-	-	12,079	12,079	867	12,946
Other comprehensive income for the financial period:								
- Foreign currency translation differences	-	-	-	119	-	119	13	132
Total comprehensive income for the financial period	-	-	-	119	12,079	12,198	880	13,078
Contributions by and distributions to owners of the Company:								
- Dividend paid by subsidiaries to NCI	-	-	-	-	-	-	(806)	(806)
- Disposal of investment in subsidiary	-	-	-	-	-	-	(1,278)	(1,278)
At 30 September 2020	100,575	(12,300)	-	(635)	(17,704)	69,936	5,138	75,074



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020 (Continued)**

	← Attributable to Equity Holders of the Company →					Attributable to Owners of the Company	Non-controlling Interest	Total Equity
	← Non-Distributable →		Distributable					
	Share Capital RM'000	Merger Deficit RM'000	Share Option Reserve RM'000	Translation Reserve RM'000	Retained Profits RM'000	RM'000	RM'000	RM'000
(AUDITED)								
At 1 April 2019	100,575	(12,300)	168	(1,449)	42,982	129,976	3,914	133,890
Profit / (Loss) after taxation	-	-	-	-	(72,421)	(72,421)	772	(71,649)
Other comprehensive income:								
- Foreign currency translation differences	-	-	-	(169)	-	(169)	-	(169)
- Share of other comprehensive income of an equity accounted associate	-	-	-	1,773	-	1,773	-	1,773
Total comprehensive income	-	-	-	1,604	(72,421)	(70,817)	772	(70,045)
Contributions by and distributions to owners of the Company:								
- Accretion loss from changes in a subsidiary's ownership interests	-	-	-	-	(2,950)	(2,950)	2,950	-
- Acquisition of subsidiaries	-	-	-	-	-	-	109	109
- Warrant exercise	*	-	-	-	-	*	-	*
- Share issued by a subsidiary to non-controlling interest	-	-	-	-	-	-	98	98
- Dividends by subsidiaries to NCI	-	-	-	-	-	-	(1,662)	(1,662)
- Changes in a subsidiary's ownership interests that do no result in a loss of control	-	-	-	-	742	742	161	903
Total transactions with owners	-	-	-	-	(2,208)	(2,208)	1,656	(552)
Share of equity reserve of an associate	-	-	(1)	6	(594)	(589)	-	(589)
Reversal of reserves related to disposal of an associate	-	-	(167)	(915)	2,458	1,376	-	1,376
At 31 March 2020	100,575	(12,300)	-	(754)	(29,783)	57,738	6,342	64,080

Note (*) – Amount below RM500.

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2020.

**CENSOF HOLDINGS BERHAD**

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

	UNAUDITED 6 Months Ended 30/09/2020 RM'000	UNAUDITED 6 Months Ended 30/09/2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	13,208	2,393
Adjustments for:		
Amortisation of intangible assets	2,534	2,164
Depreciation of plant and equipment	160	367
Fair value gain on quoted investment	(8,894)	-
Gain on disposal of short term investment	(2,075)	-
Interest expense	514	1,542
Interest income	(18)	(137)
Share of results from an associate	-	(3,539)
Loss on disposal of investment in subsidiary	983	-
Operating profit before working capital changes	<u>6,412</u>	<u>2,790</u>
Changes in working capital:		
Inventories	(6)	(3)
Trade and other receivables	5,015	(4,401)
Trade and other payables	(4,013)	(696)
Deferred income	(217)	(229)
Amount owing to related party	627	300
Income tax paid	(308)	(106)
Finance cost	(514)	(1,542)
Net Operating Cash Flows	<u>6,996</u>	<u>(3,887)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(127)	(241)
Disposal of a subsidiary, net of cash and cash equivalents disposed of	(1,338)	-
Intangible assets additions	(559)	(1,513)
Proceeds from disposal of short term investment	23,145	-
Net Investing Cash Flows	<u>21,121</u>	<u>(1,754)</u>

**CENSOF HOLDINGS BERHAD**

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020 (Continued)**

	UNAUDITED	UNAUDITED
	6 Months	6 Months
	Ended	Ended
	30/09/2020	30/09/2019
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to non-controlling interests	(806)	-
Dividends received from an associates	-	1,425
Decrease in pledged fixed deposits with licensed bank and restricted cash	580	3,228
Interest received	18	137
Proceeds from disposal of subsidiary	800	-
Repayment of lease liabilities	(320)	-
Repayment of hire purchase obligations	(81)	(97)
Repayment of term loan	(21,564)	(32)
Net Financing Cash Flows	(21,373)	4,661
Net change in cash and cash equivalents	6,744	(980)
Effect of foreign exchange translation	316	(529)
Cash and cash equivalents at the beginning of the financial year	6,853	9,059
Cash and cash equivalents at the end of the financial year	13,913	7,550
Analysis of Cash and Cash Equivalents		
Fixed deposits placed with licensed banks	2,439	5,421
Cash and bank balances	11,828	5,895
Bank overdrafts	-	(3,034)
	14,267	8,282
Less: Fixed deposits pledged as security	(354)	(732)
Total	13,913	7,550

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2020.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART A – EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARD (“FRS”) 134 INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 - Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 March 2020. These explanatory notes attached to the interim financial report 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 since the financial year ended 31 March 2020.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted by the Group in the quarterly financial statements are consistent with those adopted in the financial statements for financial year ended 31 March 2020. The Group has not applied in advance the following accounting standards and/or interpretations (*including the consequential amendments, if any*) that have been issued by the Malaysian Accounting Standard Board (“MASB”) but are not yet effective for the current financial year:

MFRSs and IC Interpretations

MFRS 17	Insurance Contracts
---------	---------------------

Amendments to MFRSs and IC Interpretations

MFRS 1	Annual Improvements to MFRS Standards 2018-2020
MFRS 3	Business Combinations - Reference to the Conceptual Framework
MFRS 9	Financial Instruments – Annual Improvements to MFRS Standards 2018-2020
MFRS 16	Covid-19 Related Rent Concessions
MFRS 17	Insurance Contracts – Amendments to Insurance Contracts
MFRS 101	Presentation of Financial Statements
MFRS 116	Property, Plant and Equipment
MFRS 137	Provision, Contingent Liabilities and Contingent Assets
MFRS 141	Agriculture

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

A3. AUDIT REPORT

The auditors issued an unqualified audit opinion on the financial statements for the financial year ended 31 March 2020.

A4. SEASONAL OR CYCLICAL FACTORS

The operations of the Group were not significantly affected by any seasonal or cyclical factors during the financial period under review.

A5. UNUSUAL SIGNIFICANT ITEMS

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

**CENSOF HOLDINGS BERHAD**

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020**PART A – EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARD (“FRS”) 134 INTERIM FINANCIAL REPORTING****A6. CHANGES IN ESTIMATES**

There were no major changes in estimates that have a material effect for the current quarter ended 30 September 2020.

A7. DEBT AND EQUITY SECURITIES

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial period under review.

A8. DIVIDEND PAID

There was no payment of dividend in the current quarter.

A9. SEGMENTAL REPORTING**6 months ended 30 September 2020 (Current Financial Period)**

Division	Revenue RM'000	Elimination RM'000	Consolidation RM'000	Profit/(Loss) Before Tax RM'000
FMS - G	19,340	-	19,340	4,116
PAS	86	-	86	(12)
WMS	2,118	-	2,118	(367)
TS	60	-	60	(177)
FMS - C	9,638	-	9,638	2,386
OTHERS	1,323	(1,323)	-	7,262
ASSOCIATE	-	-	-	-
TOTAL	32,565	(1,323)	31,242	13,208

FMS – G : Financial Management Solution – Government

PAS : Payment Aggregation Solutions

WMS : Wealth Management Solutions

TS : Training Solutions

FMS – C : Financial Management Solution – Commercial

ASSOCIATE : Investment in Associates – Dagang Nexchange Berhad (“DNeX”)

6 months ended 30 September 2019 (Previous Financial Period)

Division	Revenue RM'000	Elimination RM'000	Consolidation RM'000	Profit/(Loss) Before Tax RM'000
FMS - G	16,165	-	16,165	1,261
PAS	141	-	141	(112)
WMS	2,996	-	2,996	638
TS	1,251	-	1,251	(723)
FMS - C	8,094	-	8,094	1,178
OTHERS	-	-	-	(3,388)
ASSOCIATE	-	-	-	3,539
TOTAL	28,647	-	28,647	2,393



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART A – EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARD (“FRS”) 134 INTERIM FINANCIAL REPORTING

A10. SIGNIFICANT SUBSEQUENT EVENTS

On 1st October 2020, the Company had entered into a Subscription Agreement with Packet Interactive Sdn Bhd (“PISB”) in order for PISB to subscribe 5,356,831 ordinary shares in T-Melmax Sdn Bhd, a wholly-owned subsidiary of Censof with a subscription price of RM250,000 comprising 51% of the enlarged paid-up share capital of TMAX, which is subject to the terms and conditions stipulated in the subscription agreement.

On 6th October 2020, the Company’s wholly owned subsidiary, Century Software (M) Sdn Bhd accepted a Letter of Award from Lembaga Hasil Dalam Negeri Malaysia (“LHDNM”) for a project named “Kontrak LHDNM IP (ICT) BIL. 18/2020: Perkhidmatan Penyelenggaraan Perisian, Aplikasi, Perkakasan dan Pembaharuan Lesen Sistem Perakauan Hasil (eRAS) Di Lembaga Hasil Dalam Negeri Malaysia” for a tenure of 3 years with a total contract sum of RM7.8 million.

A11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter ended 30 September 2020.

A12. CHANGES IN CONTINGENT LIABILITIES

As at 30 September 2020, the Group’s contingent liabilities are as follows:-

- (a) Bank Guarantee
The subsidiary company has pledged a fixed deposit of RM0.35 million for a bank guarantee facility.
- (b) Corporate Guarantee
Corporate guarantees totaling RM8.6 million were issued to licensed banks for credit facilities granted to subsidiary companies.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART A – EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARD ("FRS") 134 INTERIM FINANCIAL REPORTING

A13. CAPITAL COMMITMENTS

The Group does not have any material commitment for capital expenditure for the current quarter ended 30 September 2020.

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

(a) Identity of related parties:

The Company has related party relationship with:

- (i) an entity controlled by certain key management personnel; and
- (ii) the directors and certain members of senior management of the Company who are the key management personnel.

(b) The Group carried out the following significant transaction with its related parties during the financial period under review:-

	3 Months Ended 30/09/2020 RM'000	6 Months Ended 30/09/2020 RM'000
Related Parties		
Office rental *	132	264
Key Management Personnel		
Directors		
- Fees	106	212
- Non-fee emoluments	420	840

The transaction was contracted in the normal course of business and concluded under negotiated terms.

* -*Inventrix Sdn Bhd* – is a company controlled by common Directors namely *Tamil Selvan A/L M. Durairaj, Ameer Bin Shaik Mydin and Ang Hsin Hsien.*



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW

REVIEW OF PERFORMANCE AGAINST PREVIOUS YEAR CORRESPONDING QUARTER

	INDIVIDUAL PERIOD				CUMULATIVE PERIOD			
	3 Months Ended 30/09/2020 RM'000	3 Months Ended 30/09/2019 RM'000	Changes		6 Months Ended 30/09/2020 RM'000	6 Months Ended 30/09/2019 RM'000	Changes	
			RM'000	%			RM'000	%
Revenue	18,035	15,450	2,585	16.7%	31,242	28,647	2,595	9.1%
Operating Profit	5,109	(328)	5,437	>100.0%	13,722	396	13,326	>100.0%
Profit Before Interest and Tax	5,109	(328)	5,437	>100.0%	13,722	396	13,326	>100.0%
Profit Before Tax	4,965	420	4,545	>100.0%	13,208	2,393	10,815	>100.0%
Profit After Tax	4,828	290	4,538	>100.0%	12,946	2,184	10,762	>100.0%
Net Profit Attributable to Ordinary Equity Holders of the Company	3,950	(178)	4,128	>100.0%	12,079	1,619	10,460	>100.0%

The Group recorded revenue of RM18.04 million for the current quarter under review compared to the previous year's corresponding quarter revenue of RM15.45 million. The higher revenue for the current quarter as compared to the previous year's corresponding quarter was due to the higher project deliverables under FMS-G segment and revenue contribution under FMS-C segment upon the new acquisition of Netsense Group in year 2020.

The Group achieved a significant turnaround performance with profit before taxation of RM3.95 million for the current financial period against the loss recorded in the previous financial period of RM0.18 million. The positive contributing factor was mainly due to the disposal gain from short-term investment in Dagang Nexchange Berhad ("DNEX") of approximately RM2.08 million.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW (Continued)

	INDIVIDUAL PERIOD				CUMULATIVE PERIOD			
	3 Months Ended 30/09/2020	3 Months Ended 30/09/2019	Changes		6 Months Ended 30/09/2020	6 Months Ended 30/09/2019	Changes	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
REVENUE								
FMS - G	11,087	8,791	2,296	26.1%	19,340	16,165	3,175	19.6%
PAS	43	76	(33)	-43.4%	86	141	(55)	-39.0%
WMS	1,582	1,602	(20)	-1.2%	2,118	2,996	(878)	-29.3%
TS	-	996	(996)	-100.0%	60	1,251	(1,191)	-95.2%
FMS - C	5,323	3,985	1,338	33.6%	9,638	8,094	1,544	19.1%
OTHERS	-	-	-	0.0%	-	-	-	-
	<u>18,035</u>	<u>15,450</u>	<u>2,585</u>	<u>16.7%</u>	<u>31,242</u>	<u>28,647</u>	<u>2,595</u>	<u>9.1%</u>
PROFIT / (LOSS) BEFORE TAX								
FMS - G	2,408	(381)	2,789	-732.0%	4,116	1,261	2,855	>100.0%
PAS	(1)	(43)	42	-97.7%	(12)	(112)	100	-89.3%
WMS	418	480	(62)	-12.9%	(367)	638	(1,005)	>-100.0%
TS	-	(130)	130	-100.0%	(177)	(723)	546	-75.5%
FMS - C	1,577	742	835	>100.0%	2,386	1,178	1,208	>100.0%
OTHERS	563	(1,785)	2,348	>-100.0%	7,262	(3,388)	10,650	>-100.0%
ASSOCIATE	-	1,537	(1,537)	-100.0%	-	3,539	(3,539)	-100.0%
	<u>4,965</u>	<u>420</u>	<u>4,545</u>	<u>>100.0%</u>	<u>13,208</u>	<u>2,393</u>	<u>10,815</u>	<u>>100.0%</u>



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. OPERATING SEGMENTS REVIEW (Continued)

For the current year to date, revenue increased by 19.6% to RM19.34 million, arising mainly from the higher contribution by FMS-G segment and FMS-C segment. However, the Group ceased to recognize the revenue contribution from TS segment after the disposal of the subsidiary, Knowledgecom Corporation Sdn Bhd on 4th May 2020.

The Group recorded significant improvement in profit before taxation of RM13.21 million as compared to the previous year's corresponding period. This was mainly attributed by the gain on fair value adjustment on short-term investment of approximately RM8.89 million and the gain on disposal of short term investment of approximate RM2.08 million.

B2. MATERIAL CHANGES IN CURRENT QUARTER'S RESULT AS COMPARED TO PRECEDING QUARTER

	INDIVIDUAL PERIOD			
	3 Months Ended 30/09/2020	3 Months Ended 30/06/2020	Changes	
	RM'000	RM'000	RM'000	%
Revenue	18,035	13,207	4,828	36.6%
Operating Profit	5,109	8,613	(3,504)	-40.7%
Profit Before Interest and Tax	5,109	8,613	(3,504)	-40.7%
Profit Before Tax	4,965	8,243	(3,278)	-39.8%
Profit After Tax	4,828	8,118	(3,290)	-40.5%
Net Profit Attributable to Ordinary Equity Holders of the Company	3,950	8,129	(4,179)	-51.4%

In the current quarter, the Group posted a higher revenue of 36.6% over the preceding quarter. However, the profit before tax dropped to RM4.97 million against the preceding quarter of RM8.24 million.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B2. MATERIAL CHANGES IN CURRENT QUARTER'S RESULT AS COMPARED TO PRECEDING QUARTER (Continued)

	INDIVIDUAL PERIOD				INDIVIDUAL PERIOD			
	3 Months Ended 30/09/2020	3 Months Ended 30/06/2020	Changes		3 Months Ended 30/09/2020	3 Months Ended 30/06/2020	Changes	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
	REVENUE				PROFIT/(LOSS) BEFORE TAX			
FMS - G	11,087	8,253	2,834	34.3%	2,408	1,708	700	41.0%
PAS	43	43	-	0.0%	(1)	(11)	10	-90.9%
WMS	1,582	536	1,046	>100.0%	418	(785)	1,203	>100.0%
TS	-	60	(60)	-100.0%	-	(177)	177	-100.0%
FMS - C	5,323	4,315	1,008	23.4%	1,577	809	768	94.9%
OTHERS	-	-	-	-	563	6,699	(6,136)	-91.6%
ASSOCIATE	-	-	-	-	-	-	-	-
	<u>18,035</u>	<u>13,207</u>	<u>4,828</u>	<u>36.6%</u>	<u>4,965</u>	<u>8,243</u>	<u>(3,278)</u>	<u>-39.8%</u>

The Group recorded higher revenue of RM18.04 million for the current quarter as compared to RM13.21 million in the preceding quarter mainly due to higher revenue recognition for the FMS-G segment due to the fast tracking of project implementation schedule.

The Group continuously registered profit before taxation of RM4.97 million in current quarter. The strong contributing factors leading to the higher profit in the preceding quarter were due to the gain on fair value adjustment on short-term investment of approximately RM8.89 million by mark to market of DNeX's share price from 11 cents to 18 cents at preceding reporting date.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. CURRENT FINANCIAL YEAR PROSPECTS

The Board expects the current financial year overall performance to be better after the consolidation of the Group's business activities with the significant reduction in borrowings. The Board remains cautious on the challenging economy due to COVID-19 pandemic by remaining resilience going forward.

B4. STATEMENT OF THE BOARD OF DIRECTORS' OPINION ON ACHIEVEABILITY OF FINANCIAL ESTIMATE, FORECAST, PROJECTION AND INTERNAL TARGETS PREVIOUSLY ANNOUNCED

This is not applicable to the Group.

B5. FINANCIAL ESTIMATE, FORECAST OR PROJECTION / PROFIT GUARANTEE

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

B6. TAXATION

Taxation comprises the following:

	3 Months Ended 30/09/2020 RM'000	6 Months Ended 30/09/2020 RM'000
Current tax	137	262

B7. SALES OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no disposals of unquoted investments and/or properties held by the Group as at the date of this interim report.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B8. PURCHASE AND/OR DISPOSAL OF QUOTED SECURITIES

There were no purchase or disposal of quoted securities by the Group during the current quarter under review except as follows:

- (a) On 10th July 2020, the Company had disposed some 71 million Ordinary Shares in Dagang Nexchange Berhad (“DNeX”) comprising 4.04% of the issued and paid-up share capital of DNeX for a total consideration of RM12.78 million.
- (b) On 7th August 2020, the Company further disposed another of 46.057 million Ordinary Shares in Dagang Nexchange Berhad (“DNeX”) comprising 2.62% of the issued and paid-up share capital of DNeX for a total consideration of RM10.365 million.

B9. GROUP BORROWINGS

The details of the Group borrowings are as follows:

	RM Denomination		
	Long Term RM'000	Short Term RM'000	Total RM'000
Secured			
<u>As at 30 September 2020</u>			
Hire purchase	133	143	276
Term loans	-	-	-
Bank overdrafts	-	-	-
	<u>133</u>	<u>143</u>	<u>276</u>
<u>As at 30 September 2019</u>			
Hire purchase	289	137	426
Term loans	15,598	21,047	36,645
Bank overdrafts	-	3,034	3,034
	<u>15,887</u>	<u>24,218</u>	<u>40,105</u>

The bank overdrafts and term loans are secured by pledging of shares by the Company’s major shareholders, Saas Global Sdn Bhd, DNeX Shares and fixed deposits.

The Group had made repayment of RM17.976 million for term loans during the current quarter and the Group’s gearing ratio was enhanced to 0.004 time as compared to 0.40 times in the previous financial year.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B10. STATUS OF CORPORATE PROPOSALS

Gross Proceeds from Disposal of Quoted Investment

After this financial quarter, the Company had disposed 46.057 million Ordinary Shares in DNeX for a total consideration of RM10.365 million, classified as short-term investment on 7th August 2020.

As at to-date, the status of the utilization on gross proceeds were as follows:

Detail of Utilisation	Proposed Amount RM	Utilisation Period	Status
Repayment of principal term loan from Kenanga Investment Bank Berhad	3,500,000	Immediately	<i>Completed on 7th August 2020</i>
Repayment of principal and interest on share margin loan from MIDF Amanah Investment Bank Berhad	2,000,000	Within next 1 month from date of disposal	<i>Completed on 26th August 2020</i>
Strategic Investment	2,000,000	Within next 12 months from date of disposal	
Repayment of Bank Overdraft from Maybank under Subsidiary	1,500,000	Within next 2 months from date of disposal	<i>Completed on 28th September 2020</i>
Working Capital	1,365,282	Within next 12 months from date of disposal	
TOTAL	10,365,282		

B11. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at the date of this interim report.

B12. DERIVATIVES FINANCIAL INSTRUMENTS

There were no derivatives financial instruments as at the date of this interim report.

B13. MATERIAL LITIGATION

As at 11 November 2020, being 7 days prior to the date of this report, there has been no material litigation pending of which the value exceeds 5% of the Group's net tangible assets.

B14. DIVIDEND

No interim dividend has been declared for the current quarter under review.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020

PART B - EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B15. EARNINGS PER SHARE

Basic earnings/(loss) per share

The basic earnings/(loss) per share has been calculated by dividing the net profit/(loss) for the financial period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue.

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 Months Ended 30/09/2020	3 Months Ended 30/09/2019	6 Months Ended 30/09/2020	6 Months Ended 30/09/2019
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	3,950	(178)	12,079	1,619
Number of ordinary shares in issue ('000)	501,759	501,758	501,759	501,758
Basic earnings/(loss) per share (sen)	<u>0.79</u>	<u>(0.04)</u>	<u>2.41</u>	<u>0.32</u>

B16. NOTES TO THE CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

Total comprehensive income for the financial period was derived after charging/(crediting) the following items:

	3 Months Ended 30/09/2020 RM'000	6 Months Ended 30/09/2020 RM'000
Depreciation and amortisation	1,317	2,694
Finance costs	144	514
Loss on disposal of subsidiary	-	983
Fair value gain on quoted investment	-	(8,894)
Gain on disposal of short term investment	(2,075)	(2,075)
Interest income	(10)	(18)

Other than as disclosed above, the Group does not have any material items that were recognised as profit/loss in the Consolidated Statements of Comprehensive Income.

B17. AUTHORISATION FOR ISSUE

The interim financial statements were authorized for release by the Board of Directors as per the Board Meeting held on 18 November 2020.