



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

Unaudited Condensed Consolidated Financial Statement for the Financial Year 2023
Third Quarter Ended 31 December 2022



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

| | UNAUDITED | | UNAUDITED | |
|--|---|---|---|---|
| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
| | 3 Months Ended 31/12/2022 RM'000 | 3 Months Ended 31/12/2021 RM'000 | 9 Months Ended 31/12/2022 RM'000 | 9 Months Ended 31/12/2021 RM'000 |
| Revenue | 27,089 | 21,349 | 68,566 | 65,245 |
| Cost of sales | (17,563) | (13,069) | (41,564) | (40,501) |
| Gross profit | 9,526 | 8,280 | 27,002 | 24,744 |
| Other income | 310 | 299 | 673 | 562 |
| Administrative expenses | (5,652) | (4,822) | (17,735) | (14,233) |
| Other expenses | (1,763) | (370) | (3,766) | (2,023) |
| | 2,421 | 3,387 | 6,174 | 9,050 |
| Finance costs | (23) | (14) | (72) | (22) |
| Profit before share of associates result | 2,398 | 3,373 | 6,102 | 9,028 |
| Share of associates result | 4 | 3 | 56 | 9 |
| Profit before tax and zakat | 2,402 | 3,376 | 6,158 | 9,037 |
| Income tax expense | (1,226) | (549) | (2,611) | (1,388) |
| Net profit for the financial year | 1,176 | 2,827 | 3,547 | 7,649 |
| Other comprehensive income | (28) | (6) | 111 | 43 |
| Total comprehensive income for the financial year | 1,148 | 2,821 | 3,658 | 7,692 |
| Net profit attributable to: | | | | |
| Equity holders of the Company | 748 | 2,627 | 2,185 | 6,510 |
| Non-controlling interests | 428 | 200 | 1,362 | 1,139 |
| | 1,176 | 2,827 | 3,547 | 7,649 |
| Total comprehensive income attributable to: | | | | |
| Equity holders of the Company | 720 | 2,621 | 2,296 | 6,553 |
| Non-controlling interests | 428 | 200 | 1,362 | 1,139 |
| | 1,148 | 2,821 | 3,658 | 7,692 |
| Earnings per share attributable to equity holders of the Company: | | | | |
| Basic (sen) | 0.14 | 0.48 | 0.40 | 1.18 |

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022**

| | UNAUDITED | AUDITED |
|---|-------------------|-------------------|
| | As At | As At |
| | 31/12/2022 | 31/03/2022 |
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 2,291 | 825 |
| Right-of-use assets | 1,954 | 2,119 |
| Intangible assets | 7,299 | 9,745 |
| Goodwill | 29,590 | 29,590 |
| Other investments | 100 | 3,390 |
| Investment in associate | 236 | 180 |
| Investment in a joint operation | 12 | 12 |
| | 41,482 | 45,861 |
| Current assets | | |
| Inventories | 1,826 | 27 |
| Trade receivables | 38,895 | 45,171 |
| Other receivables, deposits and prepayments | 6,877 | 1,509 |
| Amount owing by a joint operation | - | 2 |
| Current tax assets | 202 | 502 |
| Short-term investments - quoted ordinary shares | 2,550 | 5,050 |
| Short-term investments - money market fund | 9,373 | 10,272 |
| Fixed deposits placed with licensed banks | 2,777 | 2,069 |
| Cash and bank balances | 24,632 | 17,769 |
| | 87,132 | 82,371 |
| TOTAL ASSETS | 128,614 | 128,232 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to Equity Holders | | |
| of the Company | | |
| Share capital | 115,075 | 115,075 |
| Merger deficit | (12,300) | (12,300) |
| Accumulated losses | (4,822) | (2,025) |
| Foreign exchange translation reserve | (338) | (449) |
| | 97,615 | 100,301 |
| Non-controlling interests | 2,943 | 1,690 |
| Total equity | 100,558 | 101,991 |

**CENSOF HOLDINGS BERHAD**

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022 (Continued)**

| | UNAUDITED | AUDITED |
|---|-------------------|-------------------|
| | As At | As At |
| | 31/12/2022 | 31/03/2022 |
| | RM'000 | RM'000 |
| Non-current liabilities | | |
| Long term borrowings | 399 | 415 |
| Lease liabilities | 1,409 | 1,393 |
| Deferred taxation | 449 | 528 |
| | <u>2,257</u> | <u>2,336</u> |
| Current liabilities | | |
| Trade payables | 5,962 | 1,778 |
| Other payables and accruals | 9,496 | 10,489 |
| Short term borrowings | 78 | 85 |
| Lease liabilities | 540 | 865 |
| Deferred income | 7,421 | 6,672 |
| Provision for taxation | 2,302 | 4,016 |
| | <u>25,799</u> | <u>23,905</u> |
| Total liabilities | <u>28,056</u> | <u>26,241</u> |
| TOTAL EQUITY AND LIABILITIES | <u>128,614</u> | <u>128,232</u> |
| Net assets per share attributable to ordinary equity holders of the Company (sen) | 17.67 | 18.16 |

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

| | ←——— Attributable to Equity Holders of the Company ———→ | | | ———→ | | | Total Equity RM'000 |
|---|---|--------------------------|-------------------------------|--|---|------------------------------------|------------------------|
| | Share Capital RM'000 | Merger Deficit RM'000 | Translation Reserve RM'000 | Distributable Retained Profits RM'000 | Attributable to Owners of the Company RM'000 | Non-controlling Interest RM'000 | |
| (UNAUDITED) | | | | | | | |
| At 1 April 2022 | 115,075 | (12,300) | (449) | (2,025) | 100,301 | 1,690 | 101,991 |
| Profit after taxation | - | - | - | 2,185 | 2,185 | 1,362 | 3,547 |
| Other comprehensive income for the financial year: | | | | | | | |
| - Foreign currency translation differences | - | - | 111 | - | 111 | - | 111 |
| Total comprehensive income for the financial period | - | - | 111 | 2,185 | 2,296 | 1,362 | 3,658 |
| Contributions by and distributions to owners of the Company: | | | | | | | |
| - Dividend paid | - | - | - | (4,142) | (4,142) | (176) | (4,318) |
| - Accretion loss from changes in a subsidiary's ownership interests | - | - | - | (840) | (840) | 67 | (773) |
| Total transactions with owners | - | - | - | (4,982) | (4,982) | (109) | (5,091) |
| At 31 December 2022 | 115,075 | (12,300) | (338) | (4,822) | 97,615 | 2,943 | 100,558 |



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (Continued)**

| | ←————— Attributable to Equity Holders of the Company —————→ | | | | ←————— | —————→ | | |
|---|---|-------------------------------------|------------------------|--|----------------|---------|----------------|--------|
| | Share Capital | Non-Distributable Merger Deficit | Translation Reserve | Distributable Accumulated Losses | | | | |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| (UNAUDITED) | | | | | | | | |
| At 1 April 2021 | 115,075 | (12,300) | (565) | (14,680) | 87,530 | 2,396 | 89,926 | |
| Profit after taxation | - | - | - | 6,510 | 6,510 | 1,139 | 7,649 | |
| Other comprehensive income: | | | | | | | | |
| - Foreign currency translation differences | - | - | 43 | - | 43 | - | 43 | |
| Total comprehensive income for the financial period | - | - | 43 | 6,510 | 6,553 | 1,139 | 7,692 | |
| Contributions by and distributions to owners of the Company: | | | | | | | | |
| - Dividend paid | - | - | - | (4,142) | (4,142) | (96) | (4,238) | |
| - Accretion loss from changes in a subsidiary's ownership interests | - | - | - | - | - | (3,937) | (3,937) | |
| - Changes in ownership interests in a subsidiary | - | - | - | (158) | (158) | - | (158) | |
| Total transactions with owners | - | - | - | (4,300) | (4,300) | (4,033) | (8,333) | |
| At 31 December 2021 | 115,075 | (12,300) | (522) | (12,470) | 89,783 | (498) | 89,285 | |

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 2022.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

| | UNAUDITED | UNAUDITED |
|---|-------------------|-------------------|
| | 9 Months | 9 Months |
| | Ended | Ended |
| | 31/12/2022 | 31/12/2021 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 6,158 | 9,037 |
| Adjustments for: | | |
| Amortisation of intangible assets | 2,452 | 2,778 |
| Depreciation of property, plant and equipment | 553 | 306 |
| Depreciation of right-of-use assets | 541 | - |
| Fair value loss on quoted investment | 2,500 | 1,500 |
| Gain on disposal of right-of-use assets | (75) | - |
| Gain on disposal of unquoted investment | (35) | - |
| Interest expense on lease liability | 61 | - |
| Interest expense | 11 | 22 |
| Interest income | (135) | (84) |
| Share of results from an associate | (56) | (9) |
| Inventories written off | 7 | - |
| Gain on disposal of investment in subsidiary | - | (4) |
| Unrealised gain on foreign exchange | (114) | - |
| | <hr/> | <hr/> |
| Operating profit before working capital changes | 11,868 | 13,546 |
| Changes in working capital: | | |
| Inventories | (1,806) | (2) |
| Trade and other receivables | 908 | (2,066) |
| Trade and other payables | 3,170 | (1,804) |
| Deferred income | 749 | (327) |
| Income tax paid | (4,103) | (2,041) |
| Finance cost | (72) | (22) |
| | <hr/> | <hr/> |
| Net Operating Cash Flows | 10,714 | 7,284 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (2,019) | (331) |
| Additions to intangible assets | - | (125) |
| Additions to right-of-use assets | (46) | - |
| Proceeds from disposal of right-of-use assets | 75 | - |
| Investment in an associate by a former subsidiary | - | (152) |
| Proceeds from disposal of short term investment | 3,325 | - |
| Repayment from a joint operation | 2 | - |
| | <hr/> | <hr/> |
| Net Investing Cash Flows | 1,337 | (608) |



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022 (Continued)**

| | UNAUDITED 9 Months Ended 31/12/2022 RM'000 | UNAUDITED 9 Months Ended 31/12/2021 RM'000 |
|---|--|--|
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividends paid to non-controlling interests | (176) | (96) |
| Proceeds from disposal of subsidiary | - | 13 |
| Decrease in pledged fixed deposits with licensed bank and restricted cash | - | 482 |
| Interest received | 135 | 84 |
| Repayment of lease liabilities | (785) | (214) |
| Repayment of project financing | - | (345) |
| Net repayment of term loan | (18) | - |
| Share buyback by a subsidiary | (646) | (3,937) |
| Dividends paid to shareholders of the Company | (4,142) | (4,142) |
| Net Financing Cash Flows | (5,632) | (8,155) |
| Net change in cash and cash equivalents | 6,419 | (1,479) |
| Effect of foreign exchange translation | 246 | 43 |
| Cash and cash equivalents at the beginning of the financial period | 29,922 | 28,633 |
| Cash and cash equivalents at the end of the financial period | 36,587 | 27,197 |
| Analysis of Cash and Cash Equivalents | | |
| Fixed deposits placed with licensed banks | 2,777 | 2,049 |
| Cash and bank balances | 24,632 | 18,917 |
| Money market funds | 9,373 | 6,291 |
| | 36,782 | 27,257 |
| Less: Fixed deposits pledged as security | (195) | (60) |
| Total | 36,587 | 27,197 |

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

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 2022. 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 2022.

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 2022. During the current financial year, the Group has adopted the following new accounting standards and/or interpretations (*including the consequential amendments, if any*):

Amendments to MFRSs and IC Interpretations

| | |
|----------|---|
| MFRS 3 | Business Combinations – Reference to the Conceptual Framework |
| MFRS 9 | Financial Instruments – Annual Improvements to MFRS Standards 2018-2020 |
| MFRS 116 | Property, Plant and Equipment – Proceeds before Intended Use |
| MFRS 137 | Onerous Contracts – Cost of Fulfilling a Contract |

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.

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 17 | Insurance Contracts – Amendments to Insurance Contracts |
| MFRS 17 | Initial Application of MFRS 17 and MFRS 9 – Comparative Information |
| MFRS 101 | Classification of Liabilities as Current or Non-current |
| MFRS 101 | Disclosure of Accounting Policies |
| MFRS 108 | Accounting Policies, Changes in Accounting Estimates and Errors |
| MFRS 112 | Deferred Tax related to Assets and Liabilities arising from a Single Transaction |
| MFRS 10 and MFRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture |

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. AUDIT REPORT

The auditors issued an unqualified audit opinion on the financial statements for the financial year ended 31 March 2022.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

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

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.

A6. CHANGES IN ESTIMATES

There were no major changes in estimates that have a material effect for the current quarter ended 31 December 2022.

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

| | 9 Months Ended 31/12/2022 RM'000 | 9 Months Ended 31/12/2021 RM'000 |
|----------------|---|---|
| Revenue | | |
| FMS - G | 40,721 | 43,518 |
| FMS - C | 17,978 | 17,331 |
| WMS | 7,006 | 4,851 |
| DT | 10,322 | 5,315 |
| OTHERS | 5,576 | 927 |
| Elimination | (13,037) | (6,697) |
| TOTAL | 68,566 | 65,245 |



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

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

A9. SEGMENTAL REPORTING (Continued)

| | 9 Months Ended 31/12/2022 RM'000 | 9 Months Ended 31/12/2021 RM'000 |
|---------------------------------|---|---|
| Profit/(Loss) Before Tax | | |
| FMS - G | 3,464 | 5,783 |
| FMS - C | 5,303 | 6,730 |
| WMS | 1,245 | 171 |
| DT | 2,208 | 1,268 |
| OTHERS | 37 | (3,327) |
| ASSOCIATE | 56 | 9 |
| Elimination | (6,155) | (1,597) |
| TOTAL | 6,158 | 9,037 |

FMS – G : Financial Management Solution – Government
FMS – C : Financial Management Solution – Commercial & SME
WMS : Wealth Management Solutions
DT : Digital Technology
ASSOCIATE : Investment in Associates – T-Melmax Sdn Bhd ("TMAX")

A10. SIGNIFICANT SUBSEQUENT EVENT

There was no significant subsequent event after the end of the quarter under review.

A11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter ended 31 December 2022.

A12. CHANGES IN CONTINGENT LIABILITIES

As at 31 December 2022, the Group's contingent liabilities are as follows: -

Corporate guarantees totaling RM8.0 million were issued to licensed banks for credit facilities granted to subsidiary companies.

A13. CAPITAL COMMITMENTS

The Group does not have any material commitment for capital expenditure for the current quarter ended 31 December 2022.



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

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

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 31/12/2022 RM'000 | 9 Months Ended 31/12/2022 RM'000 |
|---------------------------------|---|---|
| Related Parties | | |
| Office rental * | 128 | 383 |
| Key Management Personnel | | |
| Directors | | |
| - Fees | 71 | 271 |
| - Non-fee emoluments | 454 | 1,478 |

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 31 DECEMBER 2022

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 31/12/2022 | 3 Months Ended 31/12/2021 | Changes | | 9 Months Ended 31/12/2022 | 9 Months Ended 31/12/2021 | Changes | |
| | RM'000 | RM'000 | RM'000 | % | RM'000 | RM'000 | RM'000 | % |
| Revenue | 27,089 | 21,349 | 5,740 | 26.9% | 68,566 | 65,245 | 3,321 | 5.1% |
| Operating Profit | 2,421 | 3,387 | (966) | -28.5% | 6,174 | 9,050 | (2,876) | -31.8% |
| Profit Before Interest and Tax | 2,421 | 3,387 | (966) | -28.5% | 6,174 | 9,050 | (2,876) | -31.8% |
| Profit Before Tax | 2,402 | 3,376 | (974) | -28.9% | 6,158 | 9,037 | (2,879) | -31.9% |
| Profit After Tax | 1,176 | 2,827 | (1,651) | -58.4% | 3,547 | 7,649 | (4,102) | -53.6% |
| Net Profit Attributable to Ordinary Equity Holders of the Company | 748 | 2,627 | (1,879) | -71.5% | 2,185 | 6,510 | (4,325) | -66.4% |



CENSO HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

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 31/12/2022 | 3 Months Ended 31/12/2021 | Changes | | 9 Months Ended 31/12/2022 | 9 Months Ended 31/12/2021 | Changes | |
| | RM'000 | RM'000 | RM'000 | % | RM'000 | RM'000 | RM'000 | % |
| REVENUE | | | | | | | | |
| FMS - G | 16,451 | 14,113 | 2,338 | 16.6% | 40,721 | 43,518 | (2,797) | -6.4% |
| FMS - C | 6,196 | 5,224 | 972 | 18.6% | 17,978 | 17,331 | 647 | 3.7% |
| WMS | 3,395 | 1,887 | 1,508 | 79.9% | 7,006 | 4,851 | 2,155 | 44.4% |
| DT | 3,155 | 2,244 | 911 | 40.6% | 10,322 | 5,315 | 5,007 | 94.2% |
| OTHERS | - | 927 | (927) | -100.0% | 5,576 | 927 | 4,649 | 501.5% |
| Elimination | (2,108) | (3,046) | | | (13,037) | (6,697) | | |
| | <u>27,089</u> | <u>21,349</u> | <u>5,740</u> | <u>26.9%</u> | <u>68,566</u> | <u>65,245</u> | <u>3,321</u> | <u>5.1%</u> |
| PROFIT/(LOSS) BEFORE TAX | | | | | | | | |
| FMS - G | 1,790 | 2,255 | (465) | -20.6% | 3,464 | 5,783 | (2,319) | -40.1% |
| FMS - C | 1,382 | 1,604 | (222) | -13.8% | 5,303 | 6,730 | (1,427) | -21.2% |
| WMS | 926 | 80 | 846 | 1057.5% | 1,245 | 171 | 1,074 | 628.1% |
| DT | 623 | 591 | 32 | 5.4% | 2,208 | 1,268 | 940 | 74.1% |
| OTHERS | (2,181) | (26) | (2,155) | 8288.5% | 37 | (3,327) | 3,364 | -101.1% |
| ASSOCIATE | 4 | 3 | 1 | 33.3% | 56 | 9 | 47 | 522.2% |
| Elimination | (142) | (1,131) | | | (6,155) | (1,597) | | |
| | <u>2,402</u> | <u>3,376</u> | <u>(974)</u> | <u>-28.9%</u> | <u>6,158</u> | <u>9,037</u> | <u>(2,879)</u> | <u>-31.9%</u> |



CENSOF HOLDINGS BERHAD

(Company No. 828269-A)

INTERIM REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

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)

The Group revenue increased by 26.9% to RM27.09 million for the current quarter under review compared to the previous year’s corresponding quarter revenue of RM21.35 million. The increase in revenue in the current quarter was mainly due to higher project deliverables and new contracts secured in most of the segments particularly the FMS-G, WMS, FMS-C and DT with growth ranging between 16.6% and 79.9%.

Despite higher revenue recorded, the Group’s profit before taxation was slightly lower at RM2.40 million for the current quarter compared to the previous year’s corresponding quarter of RM3.37 million. The main contributing factor leading to lower profit in the current quarter was due to higher loss recognised on the fair value adjustment on short-term investment in Dagang NexChange Berhad (“DNeX”) of RM1.28 million (31 December 2021: RM0.2 million).

For the current year to date, the Group recorded an increase in revenue by 5.1% to RM68.57 million, arising mainly from higher contributions from DT and WMS segments. DT was the Group’s new revenue stream from robotic process automation business acquired in January 2022 with 94.2% growth. Whereas in WMS segment, a subsidiary in Indonesia secured one new major customer and has made inroads to Malaysia market with a 44.4% growth.

The Group recorded lower profit before taxation of RM6.16 million as compared to previous year’s corresponding period of RM9.04 million. This was mainly attributed by lower revenue from the FMS-G segment and higher operating cost to intensify marketing efforts in FMS-C segment.

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

| | INDIVIDUAL PERIOD | | | |
|---|---------------------------|--------------------------|---------|--------|
| | 3 Months Ended 31/12/2022 | 3 Months Ended 30/9/2022 | Changes | |
| | RM'000 | RM'000 | RM'000 | % |
| Revenue | 27,089 | 21,183 | 5,906 | 27.9% |
| Operating Profit | 2,421 | 2,348 | 73 | 3.1% |
| Profit Before Interest and Tax | 2,421 | 2,348 | 73 | 3.1% |
| Profit Before Tax | 2,402 | 2,355 | 47 | 2.0% |
| Profit After Tax | 1,176 | 1,689 | (513) | -30.4% |
| Net Profit Attributable to Ordinary Equity Holders of the Company | 748 | 1,154 | (406) | -35.2% |



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

| | INDIVIDUAL PERIOD | | | | INDIVIDUAL PERIOD | | | |
|-------------|-------------------|----------------|--------------|--------------|---------------------------------|----------------|-----------|-------------|
| | 3 Months Ended | 3 Months Ended | Changes | | 3 Months Ended | 3 Months Ended | Changes | |
| | 31/12/2022 | 30/9/2022 | | | 31/12/2022 | 30/9/2022 | | |
| | RM'000 | RM'000 | RM'000 | % | RM'000 | RM'000 | RM'000 | % |
| | REVENUE | | | | PROFIT/(LOSS) BEFORE TAX | | | |
| FMS - G | 16,451 | 12,436 | 4,015 | 32.3% | 1,790 | 1,133 | 657 | 58.0% |
| FMS - C | 6,196 | 6,047 | 149 | 2.5% | 1,382 | 2,197 | (815) | -37.1% |
| WMS | 3,395 | 1,878 | 1,517 | 80.8% | 926 | 243 | 683 | 281.1% |
| DT | 3,155 | 3,182 | (27) | -0.8% | 623 | 411 | 212 | 51.6% |
| OTHERS | - | - | - | N/A | (2,181) | (1,443) | (738) | 51.1% |
| ASSOCIATE | - | - | - | N/A | 4 | 33 | (29) | -87.9% |
| Elimination | (2,108) | (2,360) | | | (142) | (219) | | |
| | <u>27,089</u> | <u>21,183</u> | <u>5,906</u> | <u>27.9%</u> | <u>2,402</u> | <u>2,355</u> | <u>47</u> | <u>2.0%</u> |

In the current quarter, the Group posted an increase in revenue by 27.9% over the preceding quarter. The Group recorded higher revenue of RM27.09 million for the current quarter as compared to RM21.18 million in the preceding quarter mainly due the higher revenue recognition from the FMS-G and WMS segments.

The Group posted slightly higher profit before tax of RM2.40 million against the preceding quarter of RM2.36 million despite higher revenue recorded from FMS-G and WMS segments. This was mainly due to loss on fair value adjustment of short-term investment in the current quarter was higher at RM1.28 million (30 September 2022: RM0.13 million) by mark to market of DNeX's share price and higher marketing cost incurred by FMS-C segment.



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B3. CURRENT FINANCIAL YEAR PROSPECTS

The overall economic outlook for 2023 remains challenging as World Bank sees growth in Malaysia moderating at 4.5% as the growth of exports to major markets slows. Despite that, the ongoing digitalisation and deployment of 5G, artificial intelligence and Internet of Things in Malaysia are expected to create growing demand for technology solutions. The Group will continue to tap on these opportunities by offering innovative solutions through synergies among the subsidiaries to serve its existing and new customer base.

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 31/12/2022 RM'000 | 9 Months Ended 31/12/2022 RM'000 |
|---|---|---|
| Current tax | | |
| - Current financial year | 1,006 | 2,391 |
| - Underprovision in the previous financial year | <u>220</u> | <u>220</u> |
| | <u>1,226</u> | <u>2,611</u> |

B7. SALES OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no disposals of unquoted investments and/or properties held by the Group during the current quarter under review.

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.



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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 31 December 2022</u> | | | |
| Term loan | 477 | - | 477 |
| <u>As at 31 December 2021</u> | | | |
| Term loan | - | - | - |

The term loan is repayable over 84 monthly installments. It bore an interest rate, fixed at 3.5% per annum at the end of the reporting period and is secured by:

- a joint and several guarantee of the directors of a subsidiary; and
- Syarikat Jaminan Pembiayaan Perniagaan (“SJPP”) issued a guarantee of 80% coverage of unsecured portion of the facility.

The Group had made no repayment for project financing during the current quarter and the Group’s gearing ratio was at 0.005 times.

B10. STATUS OF CORPORATE PROPOSALS

Gross Proceeds from Disposal of Quoted Investment

On 9th February 2022, the Company had disposed 5 million Ordinary Shares in DNeX for a total consideration of RM5 million, classified as short-term investment.

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

| Detail of Utilisation | Proposed Amount RM | Utilisation Period | Status |
|-----------------------|-----------------------|---|---|
| Working Capital | 5,000,000 | Within next 12 months from date of disposal | <i>Utilised of approximately RM4.4 million as at 8th February 2023, being 7 days prior to date of this report.</i> |
| TOTAL | 5,000,000 | | |



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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 of 8th February 2023, 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.

B15. EARNINGS PER SHARE

Basic earnings per share

The basic earnings per share have been calculated by dividing the net profit 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 31/12/2022 | 3 Months Ended 31/12/2021 | 9 Months Ended 31/12/2022 | 9 Months Ended 31/12/2021 |

| | | | | |
|--|---------|---------|---------|---------|
| Net profit attributable to ordinary equity holders of the Company (RM'000) | 748 | 2,627 | 2,185 | 6,510 |
| Number of ordinary shares in issue ('000) | 552,282 | 552,282 | 552,282 | 552,282 |
| Basic earnings per share (sen) | 0.14 | 0.48 | 0.40 | 1.18 |



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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 31/12/2022 RM'000 | 9 Months Ended 31/12/2022 RM'000 |
|---|---|---|
| Depreciation and amortisation | 1,243 | 3,546 |
| Fair value loss on quoted investment | 1,275 | 2,500 |
| Finance costs | 23 | 72 |
| Gain on disposal of unquoted investment | - | (35) |
| Gain on disposal of right-of-use asset | - | (75) |
| Inventories written off | 2 | 7 |
| Interest income | (58) | (135) |
| Unrealised gain on foreign exchange | (150) | (114) |

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 15 February 2023.