

UWC BERHAD
(Company No. 201801012223) (1274239-A)
(Incorporated in Malaysia under the Companies Act 2016)

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 JANUARY 2021 ⁽¹⁾

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter Ended	Preceding Year Corresponding Quarter Ended	Current Year To Date	Preceding Year Corresponding Period
	31.01.2021	31.01.2020	31.01.2021	31.01.2020
	RM'000	RM'000	RM'000	RM'000
Revenue	77,810	54,938	149,310	101,848
Other income	802	473	1,794	1,551
	<u>78,612</u>	<u>55,411</u>	<u>151,104</u>	<u>103,399</u>
Changes in inventories of finished goods and work-in-progress	1,448	(80)	4,398	(1,502)
Raw materials and consumables used	(22,621)	(21,572)	(47,429)	(38,109)
Staff Costs	(8,976)	(8,186)	(18,063)	(15,847)
Depreciation expenses	(1,828)	(2,413)	(5,918)	(4,821)
Other operating expenses	(11,528)	(6,098)	(20,261)	(11,044)
Profit from operations	<u>35,107</u>	<u>17,062</u>	<u>63,831</u>	<u>32,076</u>
Finance costs	(77)	(75)	(144)	(302)
Profit before tax	<u>35,030</u>	<u>16,987</u>	<u>63,687</u>	<u>31,774</u>
Taxation	(7,790)	(3,677)	(14,739)	(7,249)
Profit for the financial period, attributable to owners of the parent	<u>27,240</u>	<u>13,310</u>	<u>48,948</u>	<u>24,525</u>
Other comprehensive income, net of tax:				
Items that may be subsequently reclassified to profit or loss	-	-	-	-
Total comprehensive income, attributable to owners of the parent	<u>27,240</u>	<u>13,310</u>	<u>48,948</u>	<u>24,525</u>
Earnings per share attributable to owners of the parent:				
Basic ⁽²⁾ (sen)	<u>4.95</u>	<u>3.63</u>	<u>8.90</u>	<u>6.69</u>
Diluted ⁽³⁾ (sen)	<u>4.94</u>	<u>3.63</u>	<u>8.88</u>	<u>6.69</u>

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 JANUARY 2021 ⁽¹⁾ (Cont'd)

Notes:

- (1) The Unaudited Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial report.
- (2) Based on weighted average number of ordinary shares outstanding during the period under review.
- (3) Based on weighted average number of ordinary shares outstanding during the period under review adjusted for the effects of dilutive potential ordinary shares.

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UWC BERHAD
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UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2021 ⁽¹⁾

	Unaudited as at 31 January 2021	Audited as at 31 July 2020
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	100,542	93,043
Right-Of-Use Assets	17,701	16,764
Current assets		
Inventories	49,229	43,500
Trade and other receivables	87,389	68,822
Marketable securities	3,000	-
Contract assets	441	465
Current tax assets	355	141
Cash and bank balances	62,090	57,812
TOTAL ASSETS	<u>320,747</u>	<u>280,547</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	115,467	115,467
Reserves	146,533	107,809
	<u>262,000</u>	<u>223,276</u>
Non-controlling interest	80	-
TOTAL EQUITY	<u>262,080</u>	<u>223,276</u>
Non-current liabilities		
Borrowings	1,824	2,630
Lease Liabilities	3,485	2,477
Government grants	2,973	3,562
Deferred tax liabilities	6,676	5,268
Current liabilities		
Trade and other payables	29,762	36,115
Borrowings	1,714	2,055
Lease Liabilities	436	351
Government grants	1,178	1,178
Current tax liabilities	10,619	3,635
TOTAL LIABILITIES	<u>58,667</u>	<u>57,271</u>
TOTAL EQUITY AND LIABILITIES	<u>320,747</u>	<u>280,547</u>

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UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2021 ⁽¹⁾
(Cont'd)

Note:

- (1) The Unaudited Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial report.

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UWC BERHAD
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UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR SECOND QUARTER ENDED 31 JANUARY 2021 ⁽¹⁾

	← <u>Attributable to owners of the Company</u> →						Non- controlling Interest	Total Equity
	<u>Non-distributable</u>			<u>Distributable</u>		Total		
	Share capital	Reorganisation debit reserve	Share grant reserve	Retained earnings				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 August 2020	115,467	(56,226)	-	164,035	223,276	-	223,276	
Profit for the financial period	-	-	-	48,948	48,948	-	48,948	
Total comprehensive income	-	-	-	48,948	48,948	-	48,948	
Transactions with owners:								
Share grant scheme expense	-	-	780	-	780	-	780	
Dividend paid	-	-	-	(11,004)	(11,004)	-	(11,004)	
Acquisition of shares by non-controlling interest	-	-	-	-	-	80	80	
Total Transactions with owners	-	-	780	(11,004)	(10,224)	80	(10,144)	
Balance as at 31 January 2021	115,467	(56,226)	780	201,979	262,000	80	262,080	

Note:

- (1) The Unaudited Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial report.

UWC BERHAD
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UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 31 JANUARY 2021 ⁽¹⁾

	6-months ended 31 January 2021 RM'000	6-months ended 31 January 2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	63,687	31,774
Adjustments for:		
Amortisation of government grants	(589)	(590)
Allowance for impairment loss	250	-
Depreciation of property, plant and equipment	5,557	4,821
Depreciation of right-of-use assets	361	-
Finance costs	144	302
Interest income	(477)	(662)
Share grant scheme expense	780	-
Gain on disposal of property, plant and equipment	(252)	(12)
Property, plant and equipment written off	-	7
Reversal of allowance for impairment loss	(16)	(44)
Operating profit before changes in working capital	<u>69,445</u>	<u>35,596</u>
(Increase)/ Decrease in inventories	(5,729)	955
Increase in trade and other receivables	(18,801)	(18,523)
Decrease in contract assets	24	444
(Decrease)/ Increase in trade and other payables	<u>(6,353)</u>	<u>8,572</u>
Cash generated from operations	38,586	27,044
Interest paid	(66)	(302)
Tax paid	<u>(6,561)</u>	<u>(4,661)</u>
Net cash from operating activities	<u>31,959</u>	<u>22,081</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	477	662
Proceeds from disposal of property, plant and equipment	541	17
Proceeds from subscription of equity interest by non-controlling interest	80	-
Purchase of marketable securities	(3,000)	-
Purchase of property, plant and equipment	<u>(13,345)</u>	<u>(10,279)</u>
Net cash used in investing activities	<u>(15,247)</u>	<u>(9,600)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bankers' acceptance	-	7,000
Dividend paid	(11,004)	(11,004)
Repayment of:		
- Bankers' acceptance	-	(14,000)
- Hire purchase payables	-	(10,857)
- Lease liabilities	(283)	-
- Term loans	<u>(1,147)</u>	<u>(1,098)</u>
Net cash used in financing activities	<u>(12,434)</u>	<u>(29,959)</u>
Net increase/ (decrease) in cash and cash equivalents	4,278	(17,478)
Cash and cash equivalents at beginning of financial year	<u>57,812</u>	<u>54,418</u>
Cash and cash equivalents at end of financial period	<u>62,090</u>	<u>36,940</u>

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UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 31 JANUARY 2021 ⁽¹⁾ (Cont'd)

Note:

- (1) The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 July 2020 and the accompanying explanatory notes attached to the interim financial report.

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A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report of UWC Berhad (“**UWC**” or the “**Company**”) and its subsidiaries (collectively, the “**Group**”) is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“**MFRS**”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Listing Requirements**”).

This interim financial report should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 July 2020 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation applied by the Group’s in these unaudited interim financial statements are consistent with those adopted in audited financial statements for the financial year ended 31 July 2020, except for the adoption of the following MFRSs and Amendment to MFRSs and IC Interpretation.

(a) New MFRSs adopted during the financial year

The Group and the Company adopted the following Standards of the MFRS Framework that were issued by the Malaysian Accounting Standards Board (‘MASB’) for annual financial periods beginning on or after 1 January 2020:

Title	Effective Date
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 3 Definition of a Business	1 January 2020
Amendments to MFRS 101 and MFRS 108 Definition of Material	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7 Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 16 Covid-19-Related Rent Concessions	1 June 2020

There is no material impact upon the adoption of the above Standards during the financial period.

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A2. Significant Accounting Policies (Cont'd)

(b) New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2021.

The Standards that are issued but not in effect up to the date of issuance of the unaudited financial statements of the Group are disclosed below. The Group intend to adopt these Standards, if applicable, when they become effective.

Title	Effective Date
Amendments to MFRS 4 Extension of the Temporary Exemption from Applying MFRS 9	17 August 2020
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137 Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for the future financial years.

A3. Auditors' Report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 July 2020.

A4. Seasonal or Cyclical Factors

The business operations of the Group were not affected by any seasonal or cyclical trend during the current quarter and financial period under review.

A5. Material Unusual Items

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

A6. Material Changes in Estimates

There were no changes in estimates that have a material effect in the current quarter and financial period under review.

A7. Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter and financial period under review.

A8. Dividend Paid

No dividend was paid during the current quarter.

A9. Segmental Information

The Group is principally involved in investment holding, provision of precision sheet metal fabrication and value-added assembly services, and the provision of precision machined components.

For management purposes, the Group is organised into business units based on its products and services, which comprise the following:

Segment I – Investment Holding;

Segment II – Provision of precision sheet metal fabrication and value-added assembly services, and the provision of precision machined components

The reportable segments of the Group's revenue are disaggregated by industries as follows:

- (a) Semiconductor industry;
- (b) Life science and medical technology industry;
- (c) Heavy duty industry; and
- (d) Others industry.

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A9. Segmental Information (Cont'd)

The Group's segmental information for the current quarter and financial period under review are as follows:

Cumulative quarter ended 31 January 2021	Segment I	←————— Segment II —————→				Total RM'000	Eliminations RM'000	Consolidated RM'000
	Investment Holding RM'000	Semiconductor RM'000	Life science and medical technology RM'000	Heavy duty RM'000	Others RM'000			
Results								
Revenue from external customers	-	88,103	48,960	6,267	5,980	149,310	-	149,310
Inter-segment revenue	-	29,218	-	-	-	29,218	(29,218)	-
Total revenue	-	117,321	48,960	6,267	5,980	178,528	(29,218)	149,310
Interest income	216					261	-	477
Interest expense	-					(160)	16	(144)
Net Interest income	216					101	16	333
Segment profit before tax	(195)					63,908	(26)	63,687

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A10. Material Events Subsequent to the end of the Quarter

Save as disclosed in Note B6 on the Status of Corporate Proposals, there were no other material events subsequent to the end of the current quarter and financial period under review that have not been reflected in the interim financial report.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter and financial period under review.

A12. Contingent Liabilities and Contingent Assets

There were no material contingent liabilities or contingent assets as at the date of this interim financial report.

A13. Material Capital Commitment

Save as disclosed below, as at 31 January 2021, the Group does not have any other material capital commitment:

	RM'000
Capital expenditure in respect of purchase of property, plant and equipment	
- Approved and contracted for	4,010
- Approved but not contracted for	11,435
Total	15,445

A14. Significant Related Party Transactions

There were no significant related party transactions during the current quarter under review.

A15. Fair Value of Financial Liabilities

There were no gains or losses arising from fair value changes of the Group's financial liabilities for the current quarter and financial period under review.

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B. EXPLANATORY NOTES PURSUANT TO PART A, APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of Performance

Comparison with the corresponding period in the previous financial year

The Group's revenue for the current quarter was RM77.8 million, representing a growth of 41.6% from RM54.9 million achieved in the corresponding quarter of the previous year. The increase was greatly attributed to the Group's larger involvement in the life science and medical technology industry in current quarter, as well as the continued strong global demand in the semiconductor industry.

Profit before tax ("**PBT**") of the Group for the quarter under review doubled up to RM35.0 million, which was surged by 106.2% from RM17.0 million recorded in the similar quarter of the preceding year. The higher revenue generated was mainly derived from the development in semiconductor industry and life science industry, which contributed for 59.0% and 32.8% of the total revenue respectively. Furthermore, the Group's priority in quality and productivity enhancements, increased production utilisation, effective operation and cost management also contributed to the improved bottom line. The higher performance also attributed to the lower depreciation expenses incurred and scrap income earned in the current quarter as compared to the corresponding period in the previous financial year.

B2. Comparison with Immediate Preceding Quarter

The Group's revenue for the quarter under review increased by 8.8% to RM77.8 million from RM71.5 million in the preceding quarter. The better result was mainly due to the higher demand from customers in semiconductor industry, as well as the increasing demand for the medical technology, laboratory and test equipment in the market, owing to the ongoing global pandemic and the continuous global surge in COVID-19 cases. By venturing into life science industry and involving in the COVID-19 test equipment supply chain, the Group has expanded and grown rapidly as the equipment demand continued to be robust and contributed positively to the sales.

The PBT of RM35.0 million was raised by a healthy 22.2% from RM28.7 million in the preceding quarter. The improved profit came on the back of the Group's focus in delivering high value products to customers as well as the ongoing technological advancement towards automation processes which continue to amplify manufacturing efficiencies. The performance was further improved by the staff costs and depreciation expenses incurred in the current quarter as compared to the immediate preceding quarter.

B3. Prospects

Notwithstanding the disruptions caused by the implementation of the various movement control orders, on the back of having continuously achieved revenue and profit growth, UWC continues to maintain optimism over its prospects. This is especially so when both the semiconductor and life science industries are expected to keep growing, fuelled by strong global market fundamentals and total addressable market, as exhibited by the increase in the Group's order book.

BNM expects Malaysia's gross domestic product (GDP) to grow between 6.5% and 7.5% in 2021. According to World Semiconductor Trade Statistics, from an expected impressive growth rate of over 5% in 2020, the semiconductor chip sales growth is predicted to accelerate to a higher 8.4% in 2021 while the semiconductor industry revenue is forecasted to rise by 12%. These positive projections coupled with the expected recovery path in 2021 and increased international trade, UWC can only adopt nothing short of a positive stance towards the Group's prospects given the potential boom of the semiconductor sector in the coming years.

SEMICONDUCTOR

Over the past few quarters up till today, the number of enquiries and orders received from existing and potential customers have been increasing, both locally and directly from their global headquarters. Broadening of our customer base is a continuous process, constant new products that are being mass

B3. Prospects (Cont'd)

produced are years of effort by the Group in perfecting each model according to our customer's global standards. By securing new customers as well as working closely with our existing customers in new product developments and project transfer, UWC expects to have more new products in the foreseeable future.

Chip testers and test handler sales are mainly driven by the increasing usages of technology applications such as automotive, AI, smart devices, 5G, cloud storage for data centres and various other applications which require processor chips. We foresee a stronger demand for these testers in the coming quarters, particularly the introduction of technology trends being accelerated by the coronavirus pandemic. In addition, the stronger demand for chip testers and test handlers are further fuelled by the global shortage of semiconductor chips for the automotive industry, which is increasingly reliant on chips as it ramps up electric car production in the near future.

Moving forward, with UWC's foray in front-end and automated test equipment customers to grow our business segments, the Group has successfully moved up the semiconductor value chain into technology devices and equipment supply sector by undertaking the manufacturing of front-end semiconductor equipment, automated test equipment and 5G test equipment. Furthermore, for the autonomous vehicle reliability chip testers, the Group expects mass production to commence by end of 2nd half 2021. Meanwhile, we are in the process of developing 5G NR millimetre - wave testers with our customer which would be the current fastest tester globally as of today. The Group's strategy is to stay focus on moving up the value chain and producing more front-end, automated test equipment and 5G test equipment in smart devices.

CAPACITY EXPANSION

The Group has completed the construction of the class 10k cleanroom and have conducted training for our production staff specifically for cleanroom operations in early February. Thus, it is ready to cater for front-end semiconductor equipment high level assembly. In addition, UWC is expanding capacity by converting some of the production walkways and stores into assembly bays to cater for higher orders from customers. Aligned with the business expansion and Industry 4.0 progression, the Group has purchased new automation machines such as robotic arm and cobot for our production floor to boost manufacturing efficiencies.

LIFE SCIENCE

As for the life-science and medical technology segments, the demand for COVID-19 related virus test equipment will continue to be robust amid the global effort to restrain the pandemic. Given our involvement in the manufacturing of such equipment, the Group expects sustainable substantial growth in the coming years as the application of this test equipment will be able to cater to other/ new virus strands.

With the COVID-19 virus reportedly to be mutating, demand for the equipment will continue to be supported by the development of vaccines, where UWC is also involved in medical testing and diagnostic testing. Hence, we strive for sustainable development in the life science industry by securing recurring sales orders from existing customers as well as on the lookout for potential customers. Currently, we are in the midst of developing a few other medical equipment with our customers.

Going forward, we will continue to grow our business through the dedication and commitment in the coming years which are in line with our strategic corporate expansion plan.

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B4. Profit Forecast

The Group did not issue any revenue or profit estimate, forecast, projection or internal targets in any public document.

B5. Taxation

The Group's taxation together with the comparison between the effective and statutory tax rates for the current quarter and financial period under review are as follows:

	6-months ended 31 January 2021 RM'000	6-months ended 31 January 2020 RM'000
Income tax		
• Current year provision	13,330	6,764
Deferred tax		
• Current year provision	1,409	526
Real property gain tax		
• Over provision in prior year	-	(41)
Overall tax expenses	14,739	7,249
Effective tax rate (%)	23.1	22.8
Statutory tax rate (%)	24.0	24.0

B6. Status of Corporate Proposals

On 3 December 2020, the Company announced its intention to undertake bonus issue of up to 550,237,099 new ordinary shares in UWC ("UWC Share(s)" or "Share(s)") ("Bonus Share(s)") on the basis of one (1) Bonus Share for every one (1) existing UWC Share held on an entitlement date to be determined and announced later ("Proposed Bonus Issue"). Bursa Malaysia Securities Berhad ("Bursa Securities") granted approval on 11 December 2020 for the listing of and quotation for up to 550,237,099 Bonus Shares.

The Proposed Bonus Issue, which was approved by the shareholders at an Extraordinary General Meeting held on 11 January 2021, was completed on 18 February 2021, following the listing of and quotation for 550,200,003 Bonus Shares on the Main Market of Bursa Securities on even date.

Save for the above, there were no other corporate proposals announced and not completed as at the date of this interim financial report.

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B7. Utilisation of Proceeds from the Public Issue

The gross proceeds from the Public Issue amounting to RM57.4 million is expected to be utilised in the following manner:

Details	⁽¹⁾ RM'000	Actual Utilization RM'000	Percentage utilized %	Estimated time frame for use of proceeds from the date of the Listing
Purchase of new machinery and equipment				
- CNC machines	27,416	14,784	53.9	Within 36 months
- Industrial robotic arms and material handling system	4,700	2,167	46.1	Within 36 months
Repayment of bank borrowings	18,000	18,000	100.0	Within 12 months
Working capital	2,868	2,868	100.0	Within 12 months
Estimated listing expenses	4,416	4,416	100.0	Within 2 months
Total	57,400	42,235		

Note:

(1) The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 17 June 2019.

B8. Group Borrowings and Debt Securities

The details of the Group's borrowings are as follows:

	6-months ended 31 January 2021 (RM'000)	Audited as at 31 July 2020 (RM'000)
Current liabilities		
Term loan	1,714	2,055
Non-current liabilities		
Term loan	1,824	2,630
Total borrowings	3,538	4,685

All the Group's borrowings are denominated in RM, secured and interest-bearing.

B9. Material Litigation

As at the date of this interim financial report, the Group is not engaged in any material litigation or arbitration proceedings, either as plaintiff or defendant, and the Directors are not aware of any proceedings pending or threatened against the Group, which may materially and adversely affect the financial position or business performance of the Group.

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B10. Dividend

No dividend was declared for the current quarter ended 31 January 2021.

B11. Earnings Per Share (“EPS”)

The basic and diluted EPS for the current quarter and financial period are computed as follows:

(a) Basic EPS

	6-months ended 31 January 2021	6-months ended 31 January 2020
Profit after tax attributable to the owners of the parent (RM'000)	48,948	24,525
Weighted average number of ordinary shares in issue ('000)	550,200	366,800
Basic EPS ⁽¹⁾ (sen)	8.90	6.69

(b) Diluted EPS

	6-months ended 31 January 2021	6-months ended 31 January 2020
Profit after tax attributable to the owners of the parent (RM'000)	48,948	24,525
Weighted average number of ordinary shares in issue ('000)	550,200	366,800
Effect of dilution due to share grant scheme ('000)	1,082	-
Adjusted weighted average number of ordinary shares applicable to diluted EPS ('000)	551,282	366,800
Diluted EPS ⁽²⁾ (sen)	8.88	6.69

Notes:

- (1) Basic EPS is calculated by dividing the profit attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period under review.
- (2) Diluted EPS is calculated by dividing the profit attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period under review adjusted for the effects of dilutive potential ordinary shares.

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B12. Profit Before Tax

Profit before tax is arrived at after charging/(crediting):

	6-months ended 31 January 2021 RM'000	6-months ended 31 January 2020 RM'000
Interest income	(477)	(662)
Interest expense	144	302
Depreciation of property, plant and equipment	5,557	4,821
Depreciation of right-of-use asset	361	-
Amortisation of government grants	(589)	(590)
Gain on disposal of property, plant and equipment	(252)	(12)
Loss on foreign exchange	2,859	430
Scrap income	(413)	(205)
Miscellaneous income	(63)	(82)

Note:

Save as disclosed above, the other disclosure items pursuant to Paragraph 16, Part A of Appendix 9B of the Listing Requirements are not applicable.

B13. Comparative Information

During the financial period, the Group changed its analysis of expenses recognised in profit or loss from classification based on function to classification based on nature, as it can provide more reliable and relevant information to users of financial statement. Consequently, the Group restated its comparative information so that comparability is not impaired.

Unaudited Consolidated Statement of Profit or Loss and Other Comprehensive Income for The Second Quarter Ended 31 January 2020:

(a) Individual Quarter for Preceding Year Corresponding Quarter Ended 31 January 2020

	As previously reported RM'000	Reclassifications RM'000	As restated RM'000
Revenue	54,938	-	54,938
Changes in inventories of finished goods and work-in-progress	-	(80)	(80)
Raw materials and consumables used	-	(21,572)	(21,572)
Cost of sales	(34,895)	34,895	-
Other income	473	-	473
Staff Costs	-	(8,186)	(8,186)
Depreciation expenses	-	(2,413)	(2,413)
Administrative and other expenses	(3,454)	3,454	-
Other operating expenses	-	(6,098)	(6,098)
Finance costs	(75)	-	(75)
Profit before tax	16,987	-	16,987

UWC BERHAD
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 (Incorporated in Malaysia under the Companies Act 2016)

B13. Comparative Information (Cont'd)

(b) Cumulative Quarter for Preceding Year Corresponding Period Ended 31 January 2020

	As previously reported RM'000	Reclassifications RM'000	As restated RM'000
Revenue	101,848	-	101,848
Changes in inventories of finished goods and work-in-progress	-	(1,502)	(1,502)
Raw materials and consumables used	-	(38,109)	(38,109)
Cost of sales	(64,706)	64,706	-
Other income	1,551	-	1,551
Staff Costs	-	(15,847)	(15,847)
Depreciation expenses	-	(4,821)	(4,821)
Administrative and other expenses	(6,617)	6,617	-
Other operating expenses	-	(11,044)	(11,044)
Finance costs	(302)	-	(302)
Profit before tax	31,774	-	31,774

BY ORDER OF THE BOARD
02 March 2021