



INNATURE BERHAD

(Registration No. 199401034915 (320598-X))

INTERIM FINANCIAL REPORT  
FOR THE 1<sup>st</sup> QUARTER ENDED 31 MARCH 2021

20 MAY 2021

INNATURE BERHAD

(Registration No. 199401034915 (320598-X))

INTERIM FINANCIAL REPORT FOR THE 1<sup>st</sup> QUARTER ENDED 31 MARCH 2021

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

		<b>Quarter ended</b>	
	<b>Note</b>	<b>31.3.2021</b>	<b>31.3.2020</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>		38,001	37,383
<b>Operating expenses</b>			
Changes in inventories		(12,457)	(11,772)
Rental expenses		(500)	(696)
Employee related expenses		(8,404)	(10,238)
Distribution expenses		(702)	(695)
Advertising and promotion expenses		(947)	(1,188)
Depreciation and amortisation expenses		(4,935)	(4,828)
Other operating expenses		(2,403)	(2,743)
<b>Total operating expenses</b>		<u>(30,348)</u>	<u>(32,160)</u>
<b>Profit from operations</b>		7,653	5,223
Other (expenses)/income		(429)	193
Finance income		258	167
Finance costs		(399)	(435)
Listing-related expenses		-	(981)
<b>Profit before tax</b>	20	<u>7,083</u>	<u>4,167</u>
Tax expenses	21	(1,986)	(1,417)
<b>Profit for the period</b>		<u>5,097</u>	<u>2,750</u>
<b>Other comprehensive income, net of tax</b>			
<u>Item that may be reclassified subsequently to profit or loss</u>			
Foreign currency translation differences for foreign operation		808	549
<b>Total comprehensive income for the period</b>		<u>5,905</u>	<u>3,299</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)**

		Quarter ended	
	Note	31.3.2021	31.3.2020
		RM'000	RM'000
<b>Profit attributable to:</b>			
Owners of the Company		5,097	2,750
<b>Total comprehensive income attributable to:</b>			
Owners of the Company		5,905	3,299
<b>Earnings per share attributable to Owners of the Company</b>			
Basic (sen)	22	0.72	0.70
<b>Other selected financial data:</b>			
Gross profit <sup>(1)</sup>		25,544	25,611
Core profit after tax ("PAT") <sup>(2)</sup>		5,097	3,731
Operating profit margin		20.1%	14.0%
Gross profit margin		67.2%	68.5%
Core PBT margin		18.6%	13.8%
Core PAT margin		13.4%	10.0%

<sup>(1)</sup> computed based on revenue less changes in inventories (cost of goods sold).

<sup>(2)</sup> core profit excludes listing-related expenses.

The unaudited condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	Note	31.3.2021 RM'000	31.12.2020 RM'000
<b>Assets</b>			
Plant and equipment		12,309	12,896
Right-of-use assets		19,968	21,830
Intangible assets		52,705	52,651
Deferred tax assets		769	953
Receivables and deposits		6,425	6,345
<b>Total non-current assets</b>		<u>92,176</u>	<u>94,675</u>
Inventories		24,912	34,415
Receivables, deposits and prepayments		5,302	5,643
Current tax assets		9	9
Other investments	23	44,246	29,528
Cash and cash equivalents		11,930	23,967
<b>Total current assets</b>		<u>86,399</u>	<u>93,562</u>
<b>Total assets</b>		<u>178,575</u>	<u>188,237</u>
<b>Liabilities</b>			
Provision for restoration costs		2,046	2,018
Loans and borrowings	24	147	186
Lease liabilities		9,535	10,204
<b>Total non-current liabilities</b>		<u>11,728</u>	<u>12,408</u>
Provision for restoration costs		324	313
Loans and borrowings	24	154	153
Lease liabilities		10,942	12,447
Contract liabilities		950	1,000
Payables and accruals		8,786	14,426
Dividend payable		-	7,059
Current tax liabilities		1,110	1,755
<b>Total current liabilities</b>		<u>22,266</u>	<u>37,153</u>
<b>Total liabilities</b>		<u>33,994</u>	<u>49,561</u>
<b>Net assets</b>		<u>144,581</u>	<u>138,676</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONT'D)**

	Note	31.3.2021 RM'000	31.12.2020 RM'000
<b>Equity</b>			
Share capital		50,326	50,326
Reserves		94,255	88,350
<b>Total equity</b>		144,581	138,676

**Other selected financial data:**

Net current assets / working capital		64,133	56,409
Net assets per share (sen)		20.48	19.65
Net gearing ratio (times) *		(0.39)	(0.38)

\* computed based on net borrowings (total bank borrowings less cash and cash equivalents and other investments) divided by total equity. Negative net gearing ratio denotes a net cash position.

The unaudited condensed consolidated statements of financial position should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

Note	← Non-distributable →			Distributable	
	Share capital RM'000	Business combination reserve RM'000	Translation reserve RM'000	Retained earnings RM'000	Total equity RM'000
<b>At 1 January 2020</b>	4,388	4,636	73	78,243	87,340
Profit for the period	-	-	-	2,750	2,750
Foreign currency translation differences for foreign operation, representing other comprehensive income for the period	-	-	549	-	549
Total comprehensive income for the period	-	-	549	2,750	3,299
Issuance of shares	47,407	-	-	-	47,407
Share issuance expenses	(1,469)	-	-	-	(1,469)
Dividend declared	-	-	-	(7,059)	(7,059)
Total transaction with owners	45,938	-	-	(7,059)	38,879
<b>At 31 March 2020</b>	<b>50,326</b>	<b>4,636</b>	<b>622</b>	<b>73,934</b>	<b>129,518</b>
<b>At 1 January 2021</b>	<b>50,326</b>	<b>4,636</b>	<b>(594)</b>	<b>84,308</b>	<b>138,676</b>
Profit for the period	-	-	-	5,097	5,097
Foreign currency translation differences for foreign operation, representing other comprehensive income for the period	-	-	808	-	808
Total comprehensive income for the period	-	-	808	5,097	5,905
<b>At 31 March 2021</b>	<b>50,326</b>	<b>4,636</b>	<b>214</b>	<b>89,405</b>	<b>144,581</b>

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Note	Quarter ended	
		31.3.2021 RM'000	31.3.2020 RM'000
<b>Cash flows from operating activities</b>			
Profit before tax		7,083	4,167
Adjustments for:			
Changes in lease payments arising from rent concessions		(551)	-
Depreciation and amortisation expenses		4,935	4,828
Unrealised foreign exchange loss/(gain)		31	(101)
Plant and equipment written off		-	85
Fair value loss on other investments		294	-
Finance income		(258)	(167)
Finance costs		399	435
Listing-related expenses		-	981
<b>Operating profit before changes in working capital</b>		<b>11,933</b>	<b>10,228</b>
Changes in working capital:			
Inventories		9,754	925
Receivables, deposits and prepayments		402	(946)
Payables, accruals and contract liabilities		(6,077)	(218)
Provision for restoration costs		18	(40)
<b>Cash generated from operations</b>		<b>16,030</b>	<b>9,949</b>
Income tax paid		(2,452)	(2,536)
<b>Net cash generated from operating activities</b>		<b>13,578</b>	<b>7,413</b>
<b>Cash flows from investing activities</b>			
Acquisition of plant and equipment		(412)	(719)
Acquisition of intangible assets		(104)	(1,822)
Placement of other investments		(14,803)	(35,491)
Interest received		258	167
<b>Net cash used in investing activities</b>		<b>(15,061)</b>	<b>(37,865)</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)**

	Note	Quarter ended	
		31.3.2021 RM'000	31.3.2020 RM'000
<b>Cash flows from financing activities</b>			
Proceeds from issuance of shares		-	47,407
Listing-related expenses		-	(1,213)
Dividends paid	8	(7,059)	-
Repayment of revolving credit		-	(16,000)
Repayment of hire purchase		(38)	(127)
Repayment of lease liabilities		(3,364)	(3,979)
Interest paid for lease liabilities		(396)	(355)
Interest paid for loans and borrowings		(3)	(80)
<b>Net cash (used in)/generated from financing activities</b>		<b>(10,860)</b>	<b>25,653</b>
<b>Net decrease in cash and cash equivalents</b>			
Effect of exchange rate fluctuations on cash held		306	64
Cash and cash equivalents at beginning of the period		23,967	17,445
<b>Cash and cash equivalents at end of the period</b>		<b>11,930</b>	<b>12,710</b>
<b>Cash and cash equivalents comprise the following:</b>			
Cash and bank balances		10,998	12,663
Deposits placed with licensed banks		932	47
		<b>11,930</b>	<b>12,710</b>

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial report.



## INNATURE BERHAD

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### INTERIM FINANCIAL REPORT FOR THE 1<sup>st</sup> QUARTER ENDED 31 MARCH 2021

#### 1. BASIS OF PREPARATION

The interim financial statements (“Interim Financial Report”) of InNature Berhad (“InNature” 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 Malaysian Accounting Standards Board (“MASB”), International Financial Reporting Standards (“IFRS”) 134: *Interim Financial Reporting* issued by International Accounting Standards Board (“IASB”), and Paragraph 9.22 of Main Market Listing Requirements issued by Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The Interim Financial Report should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes in this Interim Financial Report.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group in the Interim Financial Report are the same as those applied by the Group in its audited consolidated financial statements for the year ended 31 December 2020, except for the adoption of the new and amended MFRS and Issues Committee (“IC”) Interpretations which are relevant to the Group during the current financial period. The adoption of the new and amended MFRS and IC Interpretations did not have a material effect on the financial performance or position of the Group.

#### 3. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report of the Group’s consolidated financial statements for the financial year ended 31 December 2020 was not subject to any qualification.

#### 4. SEASONAL AND CYCLICAL FACTORS

Being in the retail industry, the Group’s operations are subject to peaks and troughs in revenue generation throughout the year. Generally, the Group records higher sales during major festive and school holiday seasons in the respective country of which the Group operates.

#### 5. UNUSUAL ITEMS

Apart from the Covid-19 pandemic as discussed in Note 17 and 18, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial period.

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6. CHANGES IN ESTIMATES

There were no major changes in estimates that have had material effect on the results of current financial period.

7. DEBT AND EQUITY SECURITIES

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

8. DIVIDENDS

The following dividends were recognised by the Company during the respective financial period:

	<b>RM per share RM</b>	<b>Total amount RM'000</b>	<b>Date of payment</b>
<b>Company</b>			
<b>3 months ended 31 March 2021</b>			
No dividend was declared	-	<u>-</u>	Not applicable
<b>3 months ended 31 March 2020</b>			
In respect of the financial year ended 31 December 2019:			
- Special single-tier dividend	0.01	<u>7,059</u>	30 April 2020

On 20 May 2021, the Company declared a single tier dividend of 1.5 sen per ordinary share comprising (i) second interim dividend of 1.0 sen per ordinary shares for the financial year ended 31 December 2020, and (ii) first interim dividend of 0.5 sen per ordinary shares for the financial year ending 31 December 2021.

Shareholders who are on the Register of Members at the close of business on 4 June 2021 will be entitled for the dividend. The expected dividend payment date is 16 June 2021.

With this declaration, the Company's dividend payout ratio would be 70.0% for the financial year ended 31 December 2020, and 69.3% for the 1<sup>st</sup> quarter ended 31 March 2021 ("1Q2021").

9. CHANGES IN COMPOSITION OF THE GROUP

There was no change to the composition of the Group during the current financial period.

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10. CONTINGENT LIABILITIES

	31.3.2021	31.12.2020
	RM'000	RM'000
<b>Company</b>		
Corporate guarantees granted to a subsidiary for credit facilities	1,000	1,000
Bank guarantees granted to subsidiaries for tenancy agreements	913	862
	<u>1,913</u>	<u>1,862</u>

11. CAPITAL COMMITMENTS

	31.3.2021	31.12.2020
	RM'000	RM'000
<b>Group</b>		
<b>Plant and equipment</b>		
Approved but not contracted for	27,177	28,337
Contracted but not commenced	558	227
	<u>27,735</u>	<u>28,564</u>
<b>Leases as a leasee</b>		
Contracted but not commenced	<u>2,480</u>	<u>2,485</u>

12. MATERIAL RELATED PARTY TRANSACTIONS

Material related party transactions of the Group are shown below:

	Quarter ended	
	31.3.2021	31.3.2020
	RM'000	RM'000
<b>Group</b>		
<i>Entities in which certain Directors of the Company have interests</i>		
Rental of event space <sup>(1)</sup>	-	35
Rental of office and retail outlets <sup>(2)</sup>	130	119
	<u>130</u>	<u>154</u>

<sup>(1)</sup> The Company rented the event space from an entity in which certain Directors of the Company have interests, for the launch event of its IPO Prospectus on 29 January 2020. The transaction was entered into in the normal course of business under normal trade terms.

<sup>(2)</sup> The Group rented office and several retail outlets in Malaysia from an entity in which certain Directors of the Company have interests. The transaction was entered into in the normal course of business under normal trade terms.

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13. STATUS OF CORPORATE PROPOSAL

There is no corporate proposal announced but not completed as at the date of this Interim Financial Report.

14. UTILISATION OF PROCEEDS FROM IPO

The utilisation of proceeds from IPO as at 31 March 2021 is as follows:

Utilisation of proceeds	Proposed utilisation RM'000	Actual utilisation up to 31 March 2021 RM'000	Transfer RM'000	Balance unutilised RM'000	Estimated timeframe for utilisation from the date of Listing
(i) Capital expenditure	34,500	(6,765)	-	27,735	Within 48 months
(ii) Working capital	837	(865)	351	323	Within 36 months
(iii) New business development	5,700	(2,727)	-	2,973	Within 48 months
(iv) Listing-related expenses	6,370	(6,019)	(351)	-	Within 3 months
<b>Total</b>	<b>47,407</b>	<b>(16,376)</b>	<b>-</b>	<b>31,031</b>	

The utilisation of proceeds as disclosed above should be read in conjunction with the IPO Prospectus dated 29 January 2020, and the Company's announcement on 18 February 2020.

The unutilised balance of RM351,000 allocated for listing-related expenses had been transferred to working capital during the financial period.

15. MATERIAL LITIGATION

There is no material litigation involving the Group subsequent to 31 December 2020 and up to the date of this Interim Financial Report.

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16. SEGMENT INFORMATION

The Group does not have reportable segments as the principal activities of entities within the Group are essentially relate to the marketing of The Body Shop (“TBS”) and Natura products. Segment information of the Group is presented on the basis of geographical segments, based on the geographical location of customers, assets and liabilities.

Segment financial results of the Group can be found at Note 17.

	31.3.2021				31.12.2020			
	Malaysia RM'000	Vietnam RM'000	Cambodia RM'000	Group RM'000	Malaysia RM'000	Vietnam RM'000	Cambodia RM'000	Group RM'000
<b>Segment assets</b>								
The Body Shop	112,539	32,605	5,078	150,222	116,055	30,830	5,038	151,923
Natura	5,308	-	-	5,308	6,088	-	-	6,088
	<u>117,847</u>	<u>32,605</u>	<u>5,078</u>	<u>155,530</u>	<u>122,143</u>	<u>30,830</u>	<u>5,038</u>	<u>158,011</u>
Investment holding				23,045				30,226
<b>Reported total assets</b>				<u>178,575</u>				<u>188,237</u>
<b>Segment liabilities</b>								
The Body Shop	20,569	10,872	724	32,165	28,245	10,727	918	39,890
Natura	1,641	-	-	1,641	2,496	-	-	2,496
	<u>22,210</u>	<u>10,872</u>	<u>724</u>	<u>33,806</u>	<u>30,741</u>	<u>10,727</u>	<u>918</u>	<u>42,386</u>
Investment holding				188				116
Dividend payable				-				7,059
<b>Reported total liabilities</b>				<u>33,994</u>				<u>49,561</u>

17. PERFORMANCE REVIEW

Quarter-on-Quarter Review

	Quarter ended	
	31.3.2021 RM'000	31.12.2020 RM'000
<b>Group</b>		
Revenue	38,001	44,898
Profit after tax	<u>5,097</u>	<u>7,717</u>

Compared with the preceding quarter ended 31 December 2020 (“4Q2020”), the Group recorded lesser revenue and PAT by 15.4% and 34.0% respectively in 1Q2021. The lower quarterly result was largely as a result of 4Q2020’s high base effect following year-end holiday season, as well as the implementation of MCO 2.0 which negatively impacted Malaysia’s performance in 1Q2021.

**Year-on-Year Review**

1Q2021 vs 1Q2020

	1Q2021				1Q2020			
	Malaysia RM'000	Vietnam RM'000	Cambodia RM'000	Group RM'000	Malaysia RM'000	Vietnam RM'000	Cambodia RM'000	Group RM'000
<b>Revenue from external customers</b>								
The Body Shop	28,155	8,395	915	37,465	29,067	7,371	658	37,096
Natura	536	-	-	536	287	-	-	287
	<u>28,691</u>	<u>8,395</u>	<u>915</u>	<u>38,001</u>	<u>29,354</u>	<u>7,371</u>	<u>658</u>	<u>37,383</u>
<b>Segment PAT</b>								
The Body Shop	4,881	933	127	5,941	3,552	870	61	4,483
Natura	(646)	-	-	(646)	(758)	-	-	(758)
	<u>4,235</u>	<u>933</u>	<u>127</u>	<u>5,295</u>	<u>2,794</u>	<u>870</u>	<u>61</u>	<u>3,725</u>
Investment holding				(198)				6
<b>Core PAT</b>				<u>5,097</u>				<u>3,731</u>
Listing-related expenses				-				(981)
<b>Reported PAT</b>				<u>5,097</u>				<u>2,750</u>

In Malaysia, Covid-19 headwinds precipitated MCO 2.0 in January 2021. However, we managed to continue operations in most stores throughout 1Q2021. The lockdown resulted in much reduced footfall throughout all malls which we mitigated by our reach through e-commerce and Click / Call and Collect (“C&C”) channels. As a result, our The Body Shop operation in Malaysia recorded a lesser decline in revenue of 3.1%, and has returned to flat same-store sales growth (“SSSG”) of -0.6% in 1Q2021.

Our Vietnam operation recorded revenue growth of 13.9% and SSSG of 5.6% for the reporting quarter. Generally, Vietnam’s retail environment benefitted from the country’s milder Covid-19 situation in 1Q2021.

Our Cambodia operation was impacted by the rising Covid-19 cases during the reporting quarter. Nevertheless, Cambodia continued to register revenue growth of 39.1%, lifted mainly by our second store which was opened in 4Q2020.

The Group’s store count as at 31 March 2021 was 124 (31 December 2020: 124). During the reporting quarter, we opened our 38<sup>th</sup> store in Vietnam, and exited one underperforming location in Malaysia.

The Group’s PAT was 85.4% higher amid improving operating margin due to continued vigilance on operating expenses, and the absence of listing-related expenses in the current financial period. Geographically, the Group’s TBS businesses in Malaysia, Vietnam and Cambodia were profitable for 1Q2021. Our new Natura business in Malaysia recorded higher revenue and a lower initial gestational loss of RM0.6 million for the reporting quarter.

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*Healthy Balance Sheet and Cash Flow*

The Group's financial position remains healthy with a working capital of RM64.1 million and total equity of RM144.6 million as at 31 March 2021. The Group generated net cash from operating activities of RM13.6 million during the reporting quarter, and maintained a healthy cash balance (including fixed deposits and fixed income funds under Other Investments) of RM56.2 million as at 31 March 2021.

18. PROSPECTS

The waves of Covid-19 will continue to be a key limiting factor of the Group's performance for the financial year ending 31 December 2021 ("FY2021"). We will continue to vigorously execute our digitalisation and omnichannel initiatives, and aim to provide more convenience, faster access and better customer experience for everyone who comes into contact with us.

Overall, we believe the Group will remain resilient and profitable in FY2021, and in doing so, look forward to continue with our dividend policy and our relentless efforts towards our vision of InNature Bhd as a Force for Good.

19. PROFIT FORECAST OF PROFIT GUARANTEE

The Group did not issue any profit forecast or profit guarantee in any form of public documentation and/or announcement.

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20. PROFIT BEFORE TAX

Profit before tax is arrived at after crediting/(charging) the following income/(expenses):

	Quarter ended	
	31.3.2021	31.3.2020
	RM'000	RM'000
<b>Group</b>		
Revenue		
- Retailing	37,980	37,361
- Consultancy fees	21	22
	38,001	37,383
(Loss)/gain on foreign exchange		
- realised	(104)	85
- unrealised	(31)	101
	(135)	186
Rental income	-	9
Rental expenses		
- before MFRS 16 adjustments	(4,811)	(5,030)
- less: minimum lease payments (MFRS 16 adjustments)	4,311	4,334
	(500)	(696)
Depreciation and amortisation		
- plant and equipment	(1,262)	(1,305)
- intangible assets	(76)	(76)
- right-of-use assets (MFRS 16 adjustments)	(3,598)	(3,447)
	(4,936)	(4,828)
Royalty expense	(380)	(386)
Finance income		
- interest income on		
- bank balances and fixed deposits	115	73
- fixed income funds	143	94
	258	167
Finance costs		
- interest expenses on		
- hire purchase	(3)	(5)
- revolving credit	-	(75)
- lease liabilities (MFRS 16 adjustments)	(396)	(355)
	(399)	(435)

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



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21. TAX EXPENSES

	Quarter ended	
	31.3.2021	31.3.2020
	RM'000	RM'000
<b>Group</b>		
Tax expenses		
- arising from Malaysia	1,736	1,212
- arising outside Malaysia	250	205
	<u>1,986</u>	<u>1,417</u>
<b>Effective tax rate (%)</b>	<u>28.0%</u>	<u>34.0%</u>

Effective tax rate ("ETR") is computed by dividing tax expenses with profit before tax for the financial period.

ETR for 1Q2021 was lower year-on-year, mainly as a result of the absence of non-deductible listing-related expenses during the current financial period.

22. EARNINGS PER SHARE ("EPS")

	Quarter ended	
	31.3.2021	31.3.2020
	RM'000	RM'000
Profit attributable to owners of the Company	<u>5,097</u>	<u>2,750</u>
Weighted average number of ordinary shares in issue ('000)	<u>705,881</u>	<u>665,181</u>
<b>Basic EPS (sen)</b>	<u>0.72</u>	<u>0.41</u>

Diluted earnings per ordinary share is not presented as the Group has no shares or other instruments with potential dilutive effects as at 31 March 2020 and 31 March 2021.

23. OTHER INVESTMENT

	31.3.2021	31.12.2020
	RM'000	RM'000
<b>Group</b>		
Fixed deposits of more than 3 months but less than 12 months	7,611	4,743
Fixed income funds	36,635	24,785
	<u>44,246</u>	<u>29,528</u>

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24. LOANS AND BORROWINGS

	<b>31.3.2021</b>	<b>31.12.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Group</b>		
<b>Non-current</b>		
Hire purchase (unsecured)	<u>147</u>	<u>186</u>
<b>Current</b>		
Hire purchase (unsecured)	<u>154</u>	<u>153</u>
<b>Total loans and borrowings</b>	<u>301</u>	<u>339</u>

The Group's loans and borrowings are denominated in RM.

25. SUBSEQUENT EVENT

Other than the ongoing Covid-19 pandemic, there is no material event impacting the Group subsequent to 31 March 2021 and up to the date of this Interim Financial Report. Please refer to Note 17 and 18 for the narratives on the pandemic.