

# YKGI HOLDINGS BERHAD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022 - UNAUDITED

|   | 30 September 2022<br>RM'000<br>(Unaudited) | 31 December 2021<br>RM'000<br>(Audited) |
|---|--|---|
| <b>ASSETS</b>   |  |   |
| Property, plant and equipment   | 55,382                                     | 53,599                                  |
| Right-of-use assets   | 26,132                                     | 25,735                                  |
| Investment properties   | 1,288                                      | 1,666                                   |
| Quoted investments  | 10   | 10                                      |
| <b>Total non-current assets</b>   | <b>82,812</b>                              | <b>81,010</b>                           |
| Inventories   | 90,937                                     | 64,876                                  |
| Contract assets   | 5,698                                      | 3,010                                   |
| Trade and other receivables   | 47,208                                     | 47,349                                  |
| Current tax assets  | 1,299                                      | 776                                     |
| Cash and cash equivalents   | 19,032                                     | 17,105                                  |
|   | 164,174                                    | 133,116                                 |
| Assets classified as held for sale  | 360  | 360                                     |
| <b>Total current assets</b>   | <b>164,534</b>                             | <b>133,476</b>                          |
| <b>Total assets</b>   | <b>247,346</b>                             | <b>214,486</b>                          |
| <b>EQUITY</b>   |  |   |
| Share capital   | 50,476                                     | 49,467                                  |
| Reserves  | 10,702                                     | 14,416                                  |
| <b>Total equity attributable to owners of the Company</b>                 | <b>61,178</b>                              | <b>63,883</b>                           |
| Non-controlling interests   | 18,434                                     | 18,052                                  |
| <b>Total equity</b>   | <b>79,612</b>                              | <b>81,935</b>                           |
| <b>LIABILITIES</b>  |  |   |
| Loans and borrowings  | 20,154                                     | 18,482                                  |
| Lease liabilities - right of use  | 6,989                                      | 4,661                                   |
| Deferred tax liabilities  | 4,136                                      | 5,305                                   |
| <b>Total non-current liabilities</b>                                      | <b>31,279</b>                              | <b>28,448</b>                           |
| Trade and other payables  | 45,053                                     | 27,259                                  |
| Loans and borrowings  | 87,108                                     | 68,963                                  |
| Lease liabilities - right of use  | 450  | 2,001                                   |
| Contract liabilities  | 3,485                                      | 4,468                                   |
| Current tax liabilities   | 359  | 1,412                                   |
| <b>Total current liabilities</b>  | <b>136,455</b>                             | <b>104,103</b>                          |
| <b>Total liabilities</b>  | <b>167,734</b>                             | <b>132,551</b>                          |
| <b>Total equity and liabilities</b>                                       | <b>247,346</b>                             | <b>214,486</b>                          |
| Net Assets per ordinary share attributable to owners of the Company (sen) | 14   | 14                                      |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2021)

# YKGI HOLDINGS BERHAD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 30 September 2022 - Unaudited

|  | 3 months ended 30 Sept |              | Year to date ended 30 Sept |              |
|--|------------------------|--------------|----------------------------|--------------|
|  | 2022                   | 2021         | 2022                       | 2021         |
|  | RM'000                 | RM'000       | RM'000                     | RM'000       |
| Continuing operations  |                        |              |                            |              |
| Revenue  | 68,539                 | 53,519       | 202,408                    | 172,164      |
| (Loss)/Profit before depreciation  | (1,318)                | 6,237        | 7,461                      | 17,639       |
| Depreciation   | (2,336)                | (2,175)      | (6,756)                    | (6,361)      |
| Operating (loss)/profit  | (3,654)                | 4,062        | 705                        | 11,278       |
| Finance costs  | (1,533)                | (1,049)      | (4,041)                    | (3,065)      |
| Finance income   | 8                      | 191          | 305                        | 295          |
| <b>Operating (loss)/profit before tax</b>                                    | <b>(5,179)</b>         | <b>3,204</b> | <b>(3,031)</b>             | <b>8,508</b> |
| Tax expense  | 460                    | (998)        | (308)                      | (2,478)      |
| <b>(Loss)/Profit from continuing operations</b>                              | <b>(4,719)</b>         | <b>2,206</b> | <b>(3,339)</b>             | <b>6,030</b> |
| Loss from discontinued operation, net of tax                                 | -                      | (149)        | -                          | (911)        |
| <b>(Loss)/Profit and total comprehensive (expense)/income for the period</b> | <b>(4,719)</b>         | <b>2,057</b> | <b>(3,339)</b>             | <b>5,119</b> |
| <b>(Loss)/Profit attributable to:</b>  |                        |              |                            |              |
| Owners of the Company  | (4,278)                | 1,546        | (3,676)                    | 4,256        |
| Non-controlling interests  | (441)                  | 511          | 337                        | 863          |
| <b>(Loss)/Profit for the period</b>  | <b>(4,719)</b>         | <b>2,057</b> | <b>(3,339)</b>             | <b>5,119</b> |
| Basic earnings/(loss) per ordinary share (sen)*                              |                        |              |                            |              |
| - From continuing operations   | (0.96)                 | 0.39         | (0.83)                     | 1.21         |
| - From discontinued operation  | -                      | (0.03)       | -                          | (0.21)       |
|  | <b>(0.96)</b>          | <b>0.36</b>  | <b>(0.83)</b>              | <b>1.00</b>  |
| Diluted earnings/(loss) per ordinary share                                   |                        |              |                            |              |
| - From continuing operations   | (0.96)                 | 0.39         | (0.83)                     | 1.20         |
| - From discontinued operation  | -                      | (0.03)       | -                          | (0.21)       |
|  | <b>(0.96)</b>          | <b>0.36</b>  | <b>(0.83)</b>              | <b>0.99</b>  |

\* Basic and diluted EPS are calculated based on the weighted average of ordinary shares which has been adjusted for share options.

**(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction  
with the Annual Financial Report for the year ended 31 December 2021)**

**YKGI HOLDINGS BERHAD**

(Company No. 032939-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the period ended 30 September 2022 - Unaudited

|   | Attributable to owners of the Company |                                  |                                  |                                   |                                 | Total<br>RM'000 | Non-controlling<br>Interests<br>RM'000 | Total Equity<br>RM'000 |
|---|---------------------------------------|----------------------------------|----------------------------------|-----------------------------------|---------------------------------|-----------------|--|------------------------|
|   | Share<br>Capital<br>RM'000            | Revaluation<br>Reserve<br>RM'000 | Translation<br>Reserve<br>RM'000 | Share Option<br>Reserve<br>RM'000 | Accumulated<br>Losses<br>RM'000 |                 |  |                        |
| <b>At 1 January 2022</b>                                      | 49,467                                | 19,706                           | (1)                              | 177                               | (5,466)                         | 63,884          | 18,052                                 | 81,936                 |
| Contributions by and distributions to owners of the company   |                                       |                                  |                                  |                                   |                                 |                 |  |                        |
| Issuance of ordinary shares                                   | 1,009                                 | -                                | -                                | -                                 | -                               | 1,009           | -                                      | 1,009                  |
| Issuance of shares to non-controlling interest                | -                                     | -                                | -                                | -                                 | -                               | -               | 70                                     | 70                     |
| Dividend paid to non-controlling interest                     | -                                     | -                                | -                                | -                                 | (38)                            | (38)            | (25)                                   | (63)                   |
| <b>Total transactions with owners of the Company</b>          | 1,009                                 | -                                | -                                | -                                 | (38)                            | 971             | 45                                     | 1,016                  |
| Loss for the period   | -                                     | -                                | -                                | -                                 | (3,676)                         | (3,676)         | 337                                    | (3,339)                |
| Foreign currency transaction difference for foreign operation | -                                     | -                                | (1)                              | -                                 | -                               | (1)             | -                                      | (1)                    |
| <b>Total comprehensive expense for the year</b>               | -                                     | -                                | (1)                              | -                                 | (3,676)                         | (3,677)         | 337                                    | (3,340)                |
| <b>At 30 September 2022</b>                                   | <u>50,476</u>                         | <u>19,706</u>                    | <u>(2)</u>                       | <u>177</u>                        | <u>(9,180)</u>                  | <u>61,178</u>   | <u>18,434</u>                          | <u>79,612</u>          |

**YKGI HOLDINGS BERHAD**

(Company No. 032939-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the period ended 30 September 2022 - Unaudited

|   | Attributable to owners of the Company |                                  |                                  |                                   |                                 | Total<br>RM'000 | Non-controlling<br>Interests<br>RM'000 | Total Equity<br>RM'000 |
|---|---------------------------------------|----------------------------------|----------------------------------|-----------------------------------|---------------------------------|-----------------|--|------------------------|
|   | Share<br>Capital<br>RM'000            | Revaluation<br>Reserve<br>RM'000 | Translation<br>Reserve<br>RM'000 | Share Option<br>Reserve<br>RM'000 | Accumulated<br>Losses<br>RM'000 |                 |  |                        |
| <b>At 1 January 2021</b>                                      | 45,675                                | 20,613                           | -                                | 49                                | (12,245)                        | 54,092          | 4,059                                  | 58,151                 |
| Contributions by and distributions to owners of the company   |                                       |                                  |                                  |                                   |                                 |                 |  |                        |
| Share based payment transactions                              | -                                     | -                                | -                                | 128                               | 49                              | 177             | -                                      | 177                    |
| Issuance of ordinary shares                                   | 3,792                                 | -                                | -                                | -                                 | -                               | 3,792           | -                                      | 3,792                  |
| Acquisition of a subsidiary                                   | -                                     | -                                | -                                | -                                 | -                               | -               | 43                                     | 43                     |
| Change of ownership interests in a subsidiary                 | -                                     | -                                | -                                | -                                 | (553)                           | (553)           | 10,058                                 | 9,505                  |
| Issuance of shares to non-controlling interest                | -                                     | -                                | -                                | -                                 | -                               | -               | 241                                    | 241                    |
| Issuance of RCPS by subsidiary                                | -                                     | -                                | -                                | -                                 | -                               | -               | 2,000                                  | 2,000                  |
| Dividend paid to non-controlling interest                     | -                                     | -                                | -                                | -                                 | (46)                            | (46)            | (31)                                   | (77)                   |
| <b>Total transactions with owners of the Company</b>          | 3,792                                 | -                                | -                                | 128                               | (550)                           | 3,370           | 12,311                                 | 15,681                 |
| Profit for the period   | -                                     | -                                | -                                | -                                 | 6,422                           | 6,422           | 1,682                                  | 8,104                  |
| Realisation of revaluation gain                               | -                                     | (907)                            | -                                | -                                 | 907                             | -               | -                                      | -                      |
| Foreign currency transaction difference for foreign operation | -                                     | -                                | (1)                              | -                                 | -                               | (1)             | -                                      | (1)                    |
| <b>Total comprehensive income for the year</b>                | -                                     | (907)                            | (1)                              | -                                 | 7,329                           | 6,421           | 1,682                                  | 8,103                  |
| <b>At 31 December 2021</b>                                    | <u>49,467</u>                         | <u>19,706</u>                    | <u>(1)</u>                       | <u>177</u>                        | <u>(5,466)</u>                  | <u>63,883</u>   | <u>18,052</u>                          | <u>81,935</u>          |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2021)

**YKGI HOLDINGS BERHAD**

(Company No. 032939-U)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the period ended 30 September 2022 - Unaudited

|  | <b>Period ended 30 Sept</b> |                 |
|--|-----------------------------|-----------------|
|  | <b>2022</b>                 | <b>2021</b>     |
|  | RM'000                      | RM'000          |
| <b>Cash flows from operating activities</b>        |                             |                 |
| (Loss)/Profit before tax                           | (3,031)                     | 7,597           |
| Adjustments for:                                   |                             |                 |
| Depreciation of property, plant and equipment      | 6,756                       | 6,361           |
| Goodwill written off                               | -                           | 1               |
| Property, plant & equipment written off            | -                           | 5               |
| Impairment loss on trade receivables               | 347                         | 60              |
| (Gain)/Loss on disposal of:                        |                             |                 |
| - property, plant and equipment                    | (31)                        | (7)             |
| Finance costs                                      | 4,041                       | 3,065           |
| Finance income                                     | (305)                       | (345)           |
| Unrealised loss on foreign exchange                | -                           | 157             |
| Operating profit before changes in working capital | 7,777                       | 16,894          |
| Changes in working capital:                        |                             |                 |
| Inventories  | (26,061)                    | (18,434)        |
| Contract assets/liabilities                        | (3,672)                     | 1,819           |
| Trade and other receivables                        | (210)                       | (1,098)         |
| Trade and other payables                           | 17,884                      | (7,193)         |
| Cash used in operations                            | (4,282)                     | (8,012)         |
| Income tax paid                                    | (3,054)                     | (776)           |
| Interest paid                                      | (2,794)                     | (1,803)         |
| Interest received                                  | 185                         | 72              |
| <b>Net cash used in operating activities</b>       | <u>(9,945)</u>              | <u>(10,519)</u> |

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(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 September 2022 - Unaudited

|   | Period ended 30 Sept |              |
|---|----------------------|--------------|
|   | 2022                 | 2021         |
|   | RM'000               | RM'000       |
| <b>Cash flows from investing activities</b>                   |                      |              |
| Acquisition of property, plant and equipment                  | (4,022)              | (4,293)      |
| Proceeds from disposal of property, plant & equipment         | -                    | 7            |
| Proceeds from disposal of investment property                 | 480                  | -            |
| Proceeds from disposal of shares in subsidiary                | -                    | 9,505        |
| Interest received   | 120                  | 274          |
| Acquisition of subsidiary, net of cash acquired               | -                    | (100)        |
| Movement in deposit placed with bank with pledged             | (5,621)              | (2,442)      |
| <b>Net cash (used in)/generated from investing activities</b> | <b>(9,043)</b>       | <b>2,951</b> |
| <b>Cash flows from financing activities</b>                   |                      |              |
| Repayment of loans/Net proceeds from loan                     | (1,117)              | (698)        |
| Net repayment of bankers' acceptances and revolving credits   | 20,115               | 6,817        |
| Repayment of hire purchase loans                              | (1,694)              | (1,715)      |
| Repayment of lease liabilities                                | (1,707)              | (1,855)      |
| Term loan interest paid                                       | (469)                | (598)        |
| Hire purchase interest paid                                   | (778)                | (664)        |
| Proceeds from issuance of shares                              | 1,009                | 3,814        |
| Proceeds from issuance of shares to minority                  | 70                   | 240          |
| Dividends paid to RCPS holders of subsidiary                  | (63)                 | (56)         |
| <b>Net cash generated from financing activities</b>           | <b>15,366</b>        | <b>7,285</b> |
| <b>Net (decrease)/increase in cash and cash equivalents</b>   | <b>(3,622)</b>       | <b>(283)</b> |
| <b>Translation reserves</b>                                   | <b>(1)</b>           | <b>-</b>     |
| <b>Cash and cash equivalents at beginning of year</b>         | <b>4,256</b>         | <b>9,158</b> |
| <b>Cash and cash equivalents at end of year</b>               | <b>633</b>           | <b>8,875</b> |
| <br>  |                      |              |
| Cash and cash equivalents comprise:                           |                      |              |
| Bank overdrafts   | (2,011)              | (986)        |
| Cash and bank balances  | 2,644                | 9,861        |
|   | <b>633</b>           | <b>8,875</b> |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2021)