

VIZIONE HOLDINGS BERHAD 199701026873 (442371-A)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL		CUMULATIVE	
	Current Year Quarter Ended 31-Aug-21 RM'000	Preceding Year Corresponding Quarter Ended 30-Nov-20 RM'000	Current Y-T-D Ended 31-Aug-21 RM'000	Preceding Y-T-D Ended 30-Nov-20 RM'000
Turnover	38,665	-	199,301	-
Cost of sales	(35,013)	-	(174,647)	-
Gross profit	3,652	-	24,654	-
Other operating income	373	-	671	-
Operating and administrative expenses	(6,256)	-	(18,682)	-
Share of results of associate	(188)	-	(268)	-
Share of results of joint venture	(524)	-	(267)	-
(Loss)/Profit from operations	(2,943)	-	6,108	-
Finance costs	(393)	-	(1,377)	-
(Loss)/Profit before taxation	(3,336)	-	4,731	-
Taxation	(632)	-	(2,405)	-
Total comprehensive (loss)/profit	(3,968)	-	2,326	-
Total comprehensive (loss)/profit attributable to :				
Owners of the parent	(5,146)	-	(2,083)	-
Non-controlling interest	1,178	-	4,409	-
	(3,968)	-	2,326	-
Loss per-share	sen	sen	sen	sen
Basic	(0.59)	-	(0.24)	-
Diluted	(0.59)	-	(0.24)	-

The Condensed Consolidate Statement of Comprehensive income should be read in conjunction with the Audited Financial Statements for the year ended 30 November 2020.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31-Aug-21 (UNAUDITED) RM'000	As At 30-Nov-20 (AUDITED) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	17,126	4,345
Right-of-use assets	14,258	14,745
Investment properties	5,997	5,997
Intangible assets	248,439	240,852
Investment in associate companies	4,071	4,338
Investment in a joint venture company	2,461	3,629
Deferred tax assets	641	653
	292,993	274,559
CURRENT ASSETS		
Inventories	6,513	-
Property development cost	27,038	20,667
Contract assets	163,535	128,904
Trade receivables	223,040	308,273
Others receivables	126,173	141,070
Amount due from associate companies	159	159
Other investments	36	35
Tax recoverable	10,752	9,949
Fixed deposits with licensed banks	24,243	25,842
Cash and bank balances	27,982	16,841
	609,471	651,740
TOTAL ASSETS	902,464	926,299
EQUITY		
Share capital	602,608	558,098
Treasury shares	(1,204)	(1,204)
Warrant reserves	1,749	1,749
Irredeemable convertible unsecured loan stocks	-	261
Retained earnings	57,198	59,281
Equity attributable to owners of the parent	660,351	618,185
Non-controlling interests	2,302	379
Total Equity	662,653	618,564

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At	As At
	31-Aug-21	30-Nov-20
	(UNAUDITED)	(AUDITED)
	RM'000	RM'000
LIABILITIES		
NON-CURRENT LIABILITIES		
Irredeemable convertible unsecured loan stocks	-	4
Finance lease liabilities	2,061	2,467
Bank borrowings	15,735	14,951
Deferred tax liabilities	75	75
	17,871	17,497
CURRENT LIABILITIES		
Contract liabilities	-	2,645
Trade payables	100,491	174,318
Others payables	95,950	69,825
Amount due to directors	432	433
Amount due to a joint venture company	1,787	9,096
Finance lease liabilities	2,348	2,232
Bank borrowings	20,932	31,414
Tax payables	-	275
	221,940	290,238
TOTAL LIABILITIES	239,811	307,735
TOTAL EQUITY AND LIABILITIES	902,464	926,299
NET ASSETS PER-SHARE (RM)	0.6444	0.7840

The Condensed Consolidate Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 November 2020.

VIZIONE HOLDINGS BERHAD 199701026873 (442371-A)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GROUP	ATTRIBUTABLE TO THE OWNERS OF THE PARENT							
	Non-distributable					Distributable		
	Share Capital RM'000	Warrants Reserves RM'000	Irredeemable Convertible Unsecured Loan Stock ("ICULS") RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total Attributable To Owners Of The Parent RM'000	Non-controlling Interest RM'000	TOTAL EQUITY RM'000
As at 1 December 2020	558,098	1,749	261	(1,204)	59,281	618,185	379	618,564
Profit for the financial period, representing total comprehensive income for the financial period	-	-	-	-	(2,083)	(2,083)	4,409	2,326
Transactions with owners:-								
Issuance of ordinary shares	44,486	-	-	-	-	44,486	-	44,486
Share issuance expenses	(275)	-	-	-	-	(275)	-	(275)
Non-controlling interest arising from acquisition of a subsidiary	-	-	-	-	-	-	(2,486)	(2,486)
Arising from conversion of ICULS by mandatory conversion upon maturity on 10 August 2021	299	-	(261)	-	-	38	-	38
Total transactions with owners	44,510	-	(261)	-	-	44,249	(2,486)	41,763
As at 31 August 2021	602,608	1,749	-	(1,204)	57,198	660,351	2,302	662,653

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(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	ATTRIBUTABLE TO THE OWNERS OF THE PARENT								TOTAL EQUITY RM'000
	Non-distributable					Distributable		Non-controlling Interest RM'000	
	Share Capital RM'000	Share Issuance Scheme Options ("SIS") Reserve RM'000	Warrants Reserves RM'000	Irredeemable Convertible Loan Stock ("ICULS") RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total Attributable To Owners Of The Parent RM'000		
GROUP									
As at 1 Jun 2019	450,995	639	1,749	261	-	67,364	521,008	585	521,593
Loss for the financial period, representing total comprehensive income for the financial period	-	-	-	-	-	(8,722)	(8,722)	(195)	(8,917)
Transactions with owners:-									
Issuance of ordinary shares	108,387	-	-	-	-	-	108,387	-	108,387
Share issuance expenses	(1,284)	-	-	-	-	-	(1,284)	-	(1,284)
Non-controlling interest arising from acquisition of subsidiaries	-	-	-	-	-	-	-	(11)	(11)
Repurchase of treasury shares of the Company	-	-	-	-	(1,204)	-	(1,204)	-	(1,204)
Expiry of share issuance scheme option	-	(639)	-	-	-	639	-	-	-
Total transactions with owners	107,103	(639)	-	-	(1,204)	639	105,899	(11)	105,888
As at 30 November 2020	558,098	-	1,749	261	(1,204)	59,281	618,185	379	618,564

The Condensed Consolidate Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 November 2020.

VIZIONE HOLDINGS BERHAD 199701026873 (442371-A)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	9 Months Ended 31-Aug-21 (UNAUDITED) RM'000	18 Months Ended 30-Nov-20 (AUDITED) RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	4,731	(6,096)
Adjustments for:		
Amortisation of intangible assets	-	3,248
Amortisation of right-of-use assets	179	935
Depreciation of property, plant and equipment	2,004	1,582
Impairment loss on trade receivables	-	5,901
Impairment loss on goodwill on consolidation	-	676
Interest income	(361)	(327)
Interest expenses	1,377	5,661
Share of results of associate companies	268	(598)
Share of results of joint venture company	267	(3,437)
Loss on fixed assets disposal	114	1,234
Waiver of amount due to other payables	-	(5)
Operating profit before working capital changes	8,579	8,774
Change in working capital:		
Contract assets	(34,631)	69,648
Inventories	(2,053)	-
Property development cost	(6,371)	1,941
Trade & other receivables	103,248	(76,041)
Contract liabilities	(2,910)	(441)
Trade & other payables	(71,338)	(33,112)
Amount due to a joint venture company	(7,309)	(8,848)
	(21,364)	(46,853)
Cash used in operations	(12,785)	(38,079)
Interest paid	(1,377)	(5,361)
Interest received	361	327
Dividend received	900	-
Tax paid	(4,323)	(22,501)
Tax refund	-	566
	(4,439)	(26,969)
Net cash used in operating activities	(17,224)	(65,048)

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	9 Months Ended 31-Aug-21 (UNAUDITED) RM'000	18 Months Ended 30-Nov-20 (AUDITED) RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Net cash outflow from acquisition of subsidiary companies	(2,664)	(11,554)
Acquisition of an associate company	-	(3,250)
Acquisition of right of use assets	-	(35)
Purchase of property, plant and equipment	(1,361)	(768)
Purchase of investment properties	-	(107)
Disposal of property, plant and equipment	35	507
Net cash used in investing activities	(3,990)	(15,207)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of finance lease liabilities	(965)	(1,971)
Net changes in amount due from/to associate companies	-	(8)
Proceeds from issuance of ordinary shares	44,509	107,103
Repurchase of treasury shares	-	(1,204)
Net changes in amount due from/to Directors	(2)	216
Decrease in cash and bank balances pledged	-	718
Decrease/(Increase) in fixed deposit pledged	1,599	(7,380)
Drawdown of term loans	2,000	5,000
Repayment of term loans	(3,741)	(25,968)
Net changes in trust receipts and invoice financing	1,611	(7,724)
Net cash from financing activities	45,011	68,782
Net increase/(decrease) in cash and cash equivalents	23,797	(11,473)
Cash and cash equivalents at beginning of the period	(6,151)	5,322
Cash and cash equivalents at end of the period	17,646	(6,151)

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(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 AUG 2021**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	9 Months Ended	18 Months Ended
	31-Aug-21	30-Nov-20
	(UNAUDITED)	(AUDITED)
	RM'000	RM'000
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		
COMPRISES:		
Fixed deposits with licensed banks	24,243	25,842
Cash and bank balances	27,982	16,841
Other investment	36	35
Bank overdrafts	(10,372)	(23,027)
	<u>41,889</u>	<u>19,691</u>
Less: Fixed deposits pledged with licensed banks	(24,243)	(25,842)
	<u>17,646</u>	<u>(6,151)</u>

The Condensed Consolidate Statement of Cash flow should be read in conjunction with the Audited Financial Statements for the year ended 30 November 2020.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

PART A: EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 : INTERIM FINANCIAL REPORTING

A1) Basis of preparation

This interim financial statements have been prepared under the historical cost convention. This interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Chapter 9.22, part K of Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). The interim financial report is in compliance with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the explanatory notes attached to the interim financial statements which 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.

A2) Significant accounting policies and application of MFRS

The accounting policies adopted are consistent with those of the previous financial year except as follows:

On 1 December 2020, the Group adopted the following new and amended MFRS and IC Interpretations mandatory for annual financial periods beginning on or after 1 December 2020.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 16: Covid-19-Related Rent Concessions	1 June 2020
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4, and MFRS 16 Interest Rate Benchmark Reform – Phase 2: Interest Rate Benchmark Reform – Phase 2	1 January 2021

The adoption of the above Amendments to MFRS and IC Interpretation did not have any significant financial impact to the Group.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

A2) Significant accounting policies and application of MFRS (Cont'd)

The Group has not adopted the following standards and interpretations that have been issued but not yet effective.

Description	Effective for annual periods beginning on or after
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
Amendments to MFRSs: Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
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 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	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 until further notice

The Group are expected to apply the abovementioned pronouncements beginning from the respective dates the pronouncements become effective. The initial application of the abovementioned pronouncements are not expected to have any material impacts to the financial statements of the Group.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

A3) Audit report

The Auditors' Report of the preceding annual financial statements for the financial year ended 30 November 2020 was not subject to any audit qualification.

A4) Seasonal or cyclical factors

The Group's performance is slightly affected by seasonal and cyclical factors.

A5) Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 31 August 2021.

A6) Material changes in estimates used

There were no significant changes in the nature and amount of estimates reported in the prior interim period of the current quarter or prior years that have a material effect on the current quarter ended 31 August 2021 under review.

A7) Debt and equity securities

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellations, share held as treasury shares by the Group during the financial period.

A8) Dividends paid

No dividends were declared or paid during the current quarter ended 31 August 2021 under review.

A9) Valuation of property, plant and equipment

There was no valuation on any of the Group's property, plant & equipment during the quarter ended 31 August 2021. The carrying value of property, plant & equipment are based on the amount incorporated in the audited financial statement for financial year ended 30 November 2020.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

A10) Segmental reporting

Segment information is presented in respect of the Group's business segments which are based on the internal reporting structure presented to the management of the Company. The Group's principal segment businesses are construction and investment holding.

The Group's segmental report for the current quarter ended 31 August 2021 under review are as follows:-

	Individual		Cumulative	
	Current Year Quarter Ended 31-Aug-21 RM'000	Preceding Year Corresponding Quarter Ended 30-Nov-20 RM'000	Current Y-T-D Ended 31-Aug-21 RM'000	Preceding Y-T-D Ended 30-Nov-20 RM'000
<u>TURNOVER</u>				
Construction	22,138	-	164,233	-
Investment holdings	10	-	40	-
Property development	6,860	-	15,653	-
Healthcare	12,209	-	30,784	-
Other non-reportable segments	90	-	90	-
Less: Inter-segment	(2,642)	-	(11,499)	-
Total consolidated revenue	38,665	-	199,301	-
<u>RESULTS</u>				
Construction	(2,809)	-	1,809	-
Investment holdings	(1,894)	-	(5,704)	-
Property development	(1,449)	-	(182)	-
Healthcare	3,597	-	11,298	-
	(2,555)	-	7,221	-
Other non-reportable segments	324	-	(578)	-
Share of results of associate	(188)	-	(268)	-
Share of results of joint venture	(524)	-	(267)	-
Provision for taxation	(632)	-	(2,405)	-
Interest expenses	(393)	-	(1,377)	-
Net (loss)/profit after tax	(3,968)	-	2,326	-

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

A10) **Segmental reporting** (Cont'd)

The Group's segmental report for the current quarter ended 31 August 2021 under review are as follows: - (cont'd)

	Cumulative	
	Current	Preceding
	Y-T-D Ended 31-Aug-21	Y-T-D Ended 30-Nov-20
	RM'000	RM'000
<u>SEGMENT ASSETS</u>		
Construction	332,202	-
Investment holdings	610,442	-
Property development	54,390	-
Healthcare	30,098	-
	1,027,132	-
Others non-reportable segments	34,312	-
Elimination of inter-company balances	(158,980)	-
Consolidated total assets	902,464	-
<u>SEGMENT LIABILITIES</u>		
Construction	212,512	-
Investment holdings	11,381	-
Property development	53,433	-
Healthcare	25,981	-
	303,307	-
Others non-reportable segments	30,520	-
Elimination of inter-company balances	(94,016)	-
Consolidated total liabilities	239,811	-

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

A11) Significant events

There were no events of a material nature to be disclosed in the interim financial statements for the current quarter ended 31 August 2021, save and except for the followings:-

- (I) On 14 July 2021, the Board had proposed to undertake the following:
 - (a) Proposed variation of the utilisation of proceeds raised from the private placement which was completed on 2 June 2021 to the current intended utilization ("Proposed Variation");
 - (b) Proposed diversification of the existing business of Vizione and its subsidiaries ("Vizione Group" or "Group") to include manufacturing and trading of rubber gloves and related healthcare products ("Gloves and Related Healthcare Products Business") ("Proposed Diversification"); and
 - (c) Proposed renounceable rights issue of up to 1,369,132,778 new ordinary shares in Vizione ("Vizione Shares" or "Shares") ("Rights Shares") on the basis of 1 Rights Share for every 1 existing share held on an entitlement date to be determined later ("Entitlement Date"), together with up to 684,566,389 free detachable warrants ("Warrants E") on the basis of 1 Warrant E for every 2 Rights Shares subscribed for an issue price to be determined and announced by the Board at a later date ("Proposed Rights Issue of Shares with Warrants").
- (II) On 16 August 2021, the Board had announced that 2,992,200 outstanding 10-year 3% irredeemable convertible unsecured loan stocks issued by the Company that have been expired and converted into 224,905 new shares at the conversion price of RM1.33 for each new share.
- (III) On 30 August 2021, the Board had announced that the Company's wholly-owned subsidiary, Vizione Builder Sdn. Bhd. (*fka Wira Syukur (M) Sdn. Bhd.*) had accepted a letter of award from Inspirasi Langkawi Sdn. Bhd. for the main building works at Mukim Bandar Padang Mat Sirat, Daerah Langkawi, Kedah Darul Aman worth RM116.46 million.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2021

A12) Material changes in the composition of the Group

There was no changes in the composition of the Group during the quarter ended 31 August 2021 and up to the date of this report.

A13) Contingent liabilities and contingent assets

There were no material contingent liabilities or assets for the quarter ended 31 August 2021 except below:-

(a) Contingent liabilities

	Cumulative	
	Quarter Ended 31-Aug-21 RM'000	Quarter Ended 30-Nov-20 RM'000
Corporate guarantee given to banks for facilities granted to related parties	17,633	17,726
Bank guarantees extended to third parties in respect of contracts entered	28,020	28,129

(b) Contingent assets

As at the date of this report, there were no contingent assets.

A14) Material events subsequent to the end of the interim financial report

The management is not aware of any material events subsequent to the end of the interim financial report that have not been reflected in the financial statements for the current quarter ended 31 August 2021 under review.

A15) Capital commitments

The capital commitments as at the end of the reporting date are as follows:

	RM'000
Capital work-in-progress	
Approved and contracted for	11,131

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2021

A16) Related Party Transactions

The Group has carried out the following significant transactions with the related parties during the current quarter ended 31 August 2021.

	Current Year Quarter Ended 31-Aug-21 RM'000	Preceding Year Corresponding Quarter Ended 30-Nov-20 RM'000	Current Y-T-D Ended 31-Aug-21 RM'000	Preceding Y-T-D Ended 30-Nov-20 RM'000
(I) Progressive sub-contracting for the Group construction project	-	-	5,297	-
(II) Office rental	(19)	-	(56)	-

A17) Advances to SSN Medical Products Sdn. Bhd.

The Group has provided financial assistance amounted to RM7.74 million for the cost incurred to-date of 2 new glove production lines.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2021

PART B: ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF THE BURSA MALAYSIA SECURITIES BERHAD

B1) Review of performance – Quarter 3, FY 2021 (“Q3FY2021”)

For the current quarter under review, the Group posted a revenue of RM38.67million. Loss before tax (“LBT”) during the current quarter was RM3.34 million.

B2) Changes in revenue and LBT for Q3FY2021 as compared with the immediate preceding quarter ended 31 May 2021 (“Q2FY2021”):-

	Current Year Quarter Ended 31-Aug-2021 RM'000	Immediate Preceding Quarter Ended 31-May-2021 RM'000	Variance %
--	--	---	-----------------------

Revenue	38,665	96,804	-60%
(Loss)/Profit before taxation	(3,336)	5,075	-166%

For the current quarter, the Group reported a revenue and LBT of RM38.67million and a deficit of RM3.34 million as compared to RM96.8 million and surplus of RM5.08 million respectively in the immediate preceding quarter.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

B3) Future prospects

Malaysia started the full movement control order 3.0 (Full MCO 3.0) in June 2021 where all sectors were not allowed to operate during this period except for those in the essential economic and service sectors which includes "critical" construction works that are limited to critical maintenance and repair works, construction of important public infrastructure, and construction of workers quarters at construction sites or for "centralised labour quarters" (CLQ).

With the suspension of on-site project activities up to August 2021 due to majority of the Group's projects are not classified under "critical" construction works, the Board views that this may have an impact on the progress of the on-going projects. Nevertheless, the Group had in August 2021 gradually resumed construction works for the projects. While the Group will request for extension of time (where necessary) for completion of projects.

The Group secures new orders worth RM116.46 million and RM500 million in August 2021 and September 2021 respectively which could contribute earnings in the future financial years. Amidst the challenging business operating environment, the Group will continue to pursue more projects to sustain the Group's business and improve the Group's performance.

The quarterly financial performance of healthcare division was affected by the FMCO 3.0 which its operations were only permitted to operate at 60% or less. The reduced output impacted utilization and driving costs upward. In view of the availability of vaccine, the Group estimated the demand of gloves to be normalise, leading to lower sales volume and average selling price which would have an impact to the performance of the Group. However, the need for gloves, including medical gloves as personal protective equipment during and even post-pandemic will continue to boost the demand globally. Thus, the Group will continue to explore more contracts in the global and local market and expanding its capacity of glove production lines which contributes additional gloves production.

The Board is looking forward to better economic prospects in 2022 in view of country's vaccination progress and the Government's expectation of achieving herd immunity by end of 2021. Meanwhile, the Group will remain cautious by monitoring on-going impact from the COVID-19 pandemic and will continue to take the necessary precautions approach in its strategic planning in order mitigate such impact.

B4) Variance on profit forecast / profit guarantee

The Group is not subject to any profit forecast and/or profit guarantee.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2021

B5) Taxation

	Individual		Cumulative	
	Current Year Quarter Ended 31-Aug-2021 RM'000	Preceding Year Corresponding Quarter Ended 30-Nov-2020 RM'000	Current Y-T-D Ended 31-Aug-2021 RM'000	Preceding Y-T-D Ended 30-Nov-2020 RM'000
In respect of current quarter:-				
Income Tax	632	-	2,405	-
Deferred Tax	-	-	-	-
	632	-	2,405	-

B6) Additional notes to the Comprehensive Income Statement

The following items have been charged and credited in arriving at the Profit before taxation:-

	INDIVIDUAL		CUMULATIVE	
	Current Year Quarter Ended 31-Aug-2021 RM'000	Preceding Corresponding Quarter Ended 30-Nov-20 RM'000	Current Y-T-D Ended 31-Aug-2021 RM'000	Preceding Y-T-D Ended 30-Nov-20 RM'000
Building and office rental	19	-	56	-
Depreciation of property, plant equipment	1,011	-	2,004	-
Interest expenses	393	-	1,377	-

B7) Corporate Proposals

There were no other proposals announced by the company that pending implementation as at the date of this report.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

B8) Group Borrowings

Details of the Group's bank borrowings as at 31 August 2021 are as follows:-

	<u>Current</u> RM'000	<u>Non-current</u> RM'000	<u>Total</u> RM'000
Secured			
Finance Lease Liabilities	2,348	2,061	4,409
Bank Borrowings	20,932	15,735	36,667
Total	23,280	17,796	41,076

B9) Material litigations

The management is not aware of any pending material litigation which will have a material effect on the financial position or the business of the Group and the Board is not aware of any proceedings pending or threatened against the Group or of any fact likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group at the date of this report.

B10) Dividends

No dividend has been proposed and paid for during the current quarter ended 31 August 2021 and the previous audited financial period ended 30 November 2020.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
31 AUGUST 2021**

B11) **Loss per share**

	Individual		Cumulative	
	Current Year Quarter Ended 31-Aug-2021	Preceding Year Corresponding Quarter Ended 30-Nov-20	Current Y-T-D Ended 31-Aug-2021	Preceding Corresponding Y-T-D Ended 30-Nov-20
a) <u>Basic loss per-share</u>				
Loss attributable to the owners of parent ('000)	(5,146)	-	(2,083)	-
Total weighted average number of ordinary shares in issue ('000)	872,903	-	872,903	-
Basic loss per share (sen)	(0.59)	-	(0.24)	-
b) <u>Diluted loss per-share</u>				
Loss attributable to the owners of parent ('000)	(5,146)	-	(2,083)	-
Total weighted average number of ordinary shares in issue ('000)	872,903	-	872,903	-
Diluted loss per share (sen)	(0.59)	-	(0.24)	-

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED
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B12) Status of utilisation of proceeds

The first tranche of the Private Placement had been fixed on 28 April 2021 at RM0.230 per Placement share. The first tranche will comprise up to 85,217,300 Placement Shares.

The final tranche of the Private Placement had been fixed on 25 May 2021 at RM0.165 per Placement share. The final tranche will comprise up to 150,821,700 Placement Shares.

With the completion of the Private Placement, total 236,039,000 Vizione Shares had been fully issued and the Company had raised a total of RM44,485,560 from the Private Placement.

The status of utilization is as below:-

Details of Utilisation	Proposed RM'000	Actual RM'000	Balance RM'000
Capital expenditure for the setting up of 6 new gloves production lines and upgrading of existing production facilities	17,000	7,736	9,264
Funding for the Group's existing construction projects	17,079	12,930	4,149
Funding for a 9.6 MW capacity small hydro facility at Empangan Pedu, Kedah	10,000	7,853	2,147
Expenses in relation to the Corporate Exercise	407	407	-
Total	44,486	28,926	15,560

B13) Authorisation for issue

The interim financial report were authorised for issue by the Board of Directors in accordance with resolution of the directors on 22 October 2021.