

Interim Report
UMS Holdings Berhad
(Company No. 74125-V)
(Incorporated in Malaysia)
and its subsidiaries

Condensed Consolidated Statement of Comprehensive Income for the 9 month period ended 30 June 2021
(unaudited)

Note	3 month period ended 30 June			9 month period ended 30 June	
	2021 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
	Current quarter	Previous Quarter ended 31.3.2021	Current quarter	9 months cumulative to date	9 months cumulative to date
Revenue	13,937	16,577	9,590	49,505	41,914
Cost of sales	(9,254)	(10,985)	(6,991)	(32,633)	(27,296)
Gross profit	4,683	5,592	2,599	16,872	14,618
Operating expenses	(5,975)	(5,941)	(4,919)	(17,055)	(15,633)
Other operating income	174	4,811	753	5,309	2,112
Financing costs	-	-	-	-	-
Interest income	93	68	15	168	66
Share of profit of associates	250	231	(80)	605	227
(Loss)/Profit before taxation	(775)	4,761	(1,632)	5,899	1,390
Tax expense	B5 89	(1,374)	427	(1,761)	(207)
(Loss)/Profit for the period	(686)	3,387	(1,205)	4,138	1,183
Other comprehensive income net of tax	(108)	(34)	(524)	(39)	(963)
Total comprehensive income for the period	(794)	3,353	(1,729)	4,099	220
Profit attributable to:					
Onwers of the Parent	(696)	3,379	(1,214)	4,109	1,170
Non-controlling interest	10	8	9	29	13
	(686)	3,387	(1,205)	4,138	1,183
Total comprehensive income attributable to:					
Onwers of the Parent	(804)	3,345	(1,738)	4,070	207
Non-controlling interest	10	8	9	29	13
	(794)	3,353	(1,729)	4,099	220
Basic earnings per ordinary share (sen)	B13 -1.71	8.30	-2.98	10.10	2.88
Diluted earnings per ordinary share (sen)	-1.71	8.30	-2.98	10.10	2.88

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial statements.

Interim Report
UMS Holdings Berhad
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Condensed Consolidated Statement of Financial Position as at 30 June 2021
(unaudited)

	As at 30 June 2021	As at 30 September 2020
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	33,331	34,317
Right-of-use asset	4,534	4,575
Investment Property	18,554	18,554
Investments in associates	16,286	16,114
Other investments	9,282	9,435
Goodwill on consolidation	1,046	1,046
	<u>83,033</u>	<u>84,041</u>
Current assets		
Inventories	31,393	30,884
Trade and other receivables	19,234	18,914
Tax recoverable	-	-
Fixed deposits with licensed bank	19,477	1,834
Cash & cash equivalents	16,383	21,493
	<u>86,487</u>	<u>73,125</u>
Non current asset held for sale	-	10,500
Total assets	<u>169,520</u>	<u>167,666</u>
Equity		
Share capital	42,654	42,654
Reserves	121,646	120,017
	<u>164,300</u>	<u>162,671</u>
Total equity attributable to the shareholders of the Company	164,300	162,671
Minority interest	780	751
Total equity	<u>165,080</u>	<u>163,422</u>
Non-current liabilities		
Borrowings	-	-
Deferred tax liabilities	1,948	2,110
	<u>1,948</u>	<u>2,110</u>
Current liabilities		
Trade and other payables	6,971	6,290
Dividend payable	-	-
Borrowings	-	-
Taxation	(4,479)	(4,156)
	<u>2,492</u>	<u>2,134</u>
Total equity and liabilities	<u>169,520</u>	<u>167,666</u>
Net assets per share (RM)	4.04	4.00

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial statements.

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UMS Holdings Berhad
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Condensed Consolidated Statement of Changes in Equity for the 9 month ended 30 June 2021
(unaudited)

	Attributable to owners of the Parent					Total	Non-controlling interest	Total
	Share capital	Revaluation reserve-non distributable	Exchange translation reserve-non distributable	Fair value adjustment reserve-non distributable	Retained profits-distributable			
Balance At 1 October 2019 as previously reported	42,654	890	1,120	1,338	116,664	162,666	780	163,446
Pror year adjustment								
-Share of profits of associate companies	-	-	-	-	3,569	3,569	-	3,569
-Deferred taxation	-	-	-	-	(889)	(889)	-	(889)
	42,654	890	1,120	1,338	119,344	165,346	780	166,126
Profit for the year	-	-	-	-	1,360	1,360	21	1,381
Other comprehensive income								
Fair value changes in financial assets at fair value through other comprehensive income	-	-	-	12	-	12	-	12
Exchange translation differences	-	-	22	-	-	22	-	22
Total other comprehensive income	-	-	22	12	-	34	-	34
Total comprehensive income	-	-	22	12	1,360	1,394	21	1,415
Transfer fair value adjustment reserve of financial assets designated at fair value through other comprehensive income	-	-	-	-479	479	-	-	-
Transactions with owners								
Dividend for year ended 30 September 2019	-	-	-	-	(4,069)	(4,069)	(50)	(4,119)
Total transactions with owners	-	-	-	-	(4,069)	(4,069)	(50)	(4,119)
At 30 September 2020	<u>42,654</u>	<u>890</u>	<u>1,142</u>	<u>871</u>	<u>117,114</u>	<u>162,671</u>	<u>751</u>	<u>163,422</u>
At 1 October 2020	42,654	890	1,142	871	117,114	162,671	751	163,422
Profit for the period	-	-	-	-	4,109	4,109	29	4,138
Other comprehensive income								
Fair value changes in financial assets-for-sale financial assets other comprehensive income	-	-	-	(435)	-	(435)	-	(435)
Exchange translation differences	-	-	396	-	-	396	-	396
Total other comprehensive income	-	-	396	(435)	-	(39)	-	(39)
Total comprehensive income	-	-	396	(435)	4,109	4,070	29	4,099
Transactions with owners								
Dividend for year ended 30 September 2020	-	-	-	-	(2,441)	(2,441)	-	(2,441)
Total transactions with owners	-	-	-	-	(2,441)	(2,441)	-	(2,441)
At 30 June 2021	<u>42,654</u>	<u>890</u>	<u>1,538</u>	<u>436</u>	<u>118,782</u>	<u>164,300</u>	<u>780</u>	<u>165,080</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial statements.

Interim Report
UMS Holdings Berhad
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Condensed Consolidated Statement of Cashflows for the 9 month period ended 30 June 2021
(unaudited)

	For the 9 month period ended 30 June 2021 RM'000	For the 9 month period ended 30 June 2020 RM'000
Cash flows from operating activities		
Profit before taxation	5,899	1,390
Adjustment for non-cash items:		
- Non-cash items and non-operating items	(2,452)	1,493
Operating profit before changes in working capital	3,447	2,883
Changes in working capital:		
- Inventories	(509)	337
- Trade and other receivables	(320)	942
- Trade and other payables	681	1,060
Cash generated from operations	3,299	5,222
- Income taxes paid	(1,140)	(1,251)
- Real property gain tax paid	(1,106)	-
- Interest paid	-	-
Net cash generated from operating activities	1,053	3,971
Cash flows from investing activities		
Purchase of property, plant and equipment	(236)	(566)
Proceeds from disposal of property, plant and equipment	14,385	48
Proceeds from sales of other investment	-	4,999
Purchase of other investment	(282)	(558)
Interest received	168	66
Dividend received	282	558
Net cash flow used in investing activities	14,317	4,547
Cash flows from financing activities		
Repayment of hire purchase liabilities	-	-
Drawdown/(Repayment) of Bills payable & banker acceptance	-	-
Dividend paid	(2,441)	(4,069)
Repayment of term loan	-	-
Net cash flow used in financing activities	(2,441)	(4,069)
Net increase in cash and cash equivalents	12,929	4,449
Cash and cash equivalents at beginning of period	23,327	16,621
Effects of changes in exchange rate	(396)	(1,154)
Cash and cash equivalents at 30 June	35,860	19,916

Cash and cash equivalents comprise the following balance sheet amounts:

Cash and bank balances	16,383	18,091
Fixed deposit	19,477	1,825
	35,860	19,916

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial statements.

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A Notes to Interim Financial Report on Consolidated Results For the Period Ended 30 June 2021

A1 Basis of preparation

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting and with IAS 34, Interim Financial Reporting and should be read in conjunction with the Group's audited financial statements for the year ended 30 September 2020.

On 1 October 2020, the Company adopted the following Amendments to published standards mandatory for annual financial periods beginning on or after 1 October 2020:

Standards/Amendments

Amendments to MFRS 3 – Definition of Business

Amendments to MFRS 101 – Definition of Material

Amendments to MFRS 108 – Definition of Material

Amendments to MFRS 137 – Definition of Material

Amendments to References to the Conceptual Framework in MFRS Standards

Amendments to MFRS 7, MFRS 9 and MFRS 139
– Interest Rate Benchmark Reform

Amendments to MFRS 16 – Covid-19 Related Rent Concessions

Amendments to MFRS 16 – Covid-19 Related Rent Concessions beyond 30 June 2021 (early adoption)

A2 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 September 2020 was not subject to any qualifications.

A3 Seasonal or cyclical factors

The principal activities of the company is that of an investment holding company with its subsidiaries mainly dealing with the distribution of mechanical power transmission and material handling products and systems and industrial spare parts. As such the trading nature or operations of these companies does not linked directly to seasonality or cyclicity.

A4 Unusual nature and amount of items affecting assets, liabilities, equity, net income and cash flows

There were no unusual nature and amount of items, which affected the assets, liabilities, equity, net income and cash flows of the Group during the quarter under review.

A5 Material changes in estimates of amounts reported in prior periods in current financial year or prior financial years which have material effect in the current interim period

There were no material changes in estimates during the quarter under review.

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A Notes to Interim Financial Report on Consolidated Results For the Period Ended 30 June 2021

A6 Debts and equity securities

There were no new debts and equity securities issued during the quarter.

A7 Dividends

There were no dividends paid during the quarter under review other than those disclosed in note B12.

A8 Segmental reporting

The segmental analysis for the Group for the financial period ended June 30, 2021 are as follows:

	WEST MALAYSIA		EAST MALAYSIA		SINGAPORE	TOTAL
	Northern RM'000	Southern RM'000	Eastern RM'000	Central RM'000	Sarawak RM'000	RM'000
Segment Revenue	0	3,973	4,075	42,403	4,782	57,952
Elimination						(8,447)
Consolidated Revenue						49,505
Profit/(Loss) before Taxation and Minority Interest	(8)	354	510	5,161	410	5,715
Elimination						(421)
Share of profit Of associated Companies						605
Total assets	1,504	7,534	7,066	167,796	7,994	203,541
Elimination						(34,021)
Total Liabilities	(8)	(54)	269	30,057	76	31,054
Elimination						(26,614)
						4,440

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A Notes to Interim Financial Report on Consolidated Results For the Period Ended 30 June 2021

A9 Material events subsequent to the end of the interim period

There were no material event subsequent to the end of the interim period.

A10 Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter concerned including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

B1. Financial review for current quarter and financial year to date

The financial review of the group for current quarter and financial year to date is tabled below:-

	Individual Period (3rd quarter)(RM'000)		Changes (Amount(RM,000)/%)	Cumulative Period(RM'000)		Changes (RM'000/%)
	Current Year Quarter	Preceding Corresponding Quarter		Current Year To- date	Preceding Year Corresponding Period	
	30/6/2021	30/6/2020		30/6/2021	30/6/2020	
Revenue	13,937	9,590	4,347/45.33	49,505	41,914	7,591/18.11
Profit/(Loss) Before Interest and Tax	(868)	(1,647)	779/47.30	5,731	1,324	4,407/332.85
Profit/(Loss) Before Tax	(775)	(1,632)	857/52.51	5,899	1,390	4,509/324.39
Profit/(Loss) After Tax	(686)	(1,205)	519/43.07	4,138	1,183	2,955/249.79
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	(696)	(1,214)	518/42.67	4,109	1,170	2,939/251.20

a) The group's performance for the period-to-date against the corresponding period-to-date is as follows:

The revenue for the group has increase by RM7,591,000 or 18.11% to RM49,505,000 from RM41,914,000 and the profit before tax has increase by RM4,509,000 or 324.39% to RM5,899,000 from RM1,390,000 mainly to increase in other income arising from gain on sale of property of RM3,750,000 and increase in revenue.

The group's revenue by segment is as follows:-

Revenue by segment	For the cumulative 9 months ended 30.6.2021	For the cumulative 9 months ended 30.6.2020	Increase/(Decrease)	
	R M'000	RM'000	RM'000	%
West Malaysia-Region				
Northern	0	0	0	0
Southern	3,973	3,342	631	18.88
Eastern	4,075	3,356	719	21.42
Central	33,956	26,685	7,271	27.25

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

East Malaysia	4,782	4,143	639	15.42
Sarawak				
Overseas				
Singapore	2,719	4,388	(1,669)	(38.04)
	<u>49,505</u>	<u>41,914</u>	<u>7,591</u>	18.11

The main increase in revenue by segment is from the Central Region due to a project sale of RM2,186,000 for the quarter ended 30.6.2021 as compared to RM0 for the quarter ended 31.3.2020. Furthermore due to the total MCO lockdown by the government from 18.3.2020 to 4.5.2020, sales for the corresponding quarter ended 30.6.2020 was impacted as compared to the MCO 3 which begin on 12.5.2021 whereby the group was able to operate under essential industry approved by MITI. The decrease in revenue from Singapore Region is due to sales of Vacono Oil Tank products amounting to RM630,000 for the current quarter ended 30.6.2021 as compared to RM1,557,000 for the corresponding quarter ended 30.6.2020.

b)The group’s performance for the quarter under review against the corresponding quarter of the preceding year is as follows:

The revenue for the quarter under review has increase by RM4,347,000 or 45.33% to RM13,937,000 from RM9,590,000 and the profit before tax has increase by RM857,000 or 52.51% to –RM775,000 from -RM1,632,000 mainly due to increase in revenue.

The revenue by segment is as follows:-

Revenue by segment	3 months ended	3 months ended	Increase/(Decrease)	
	30.6.2021	30.6.2020	RM'000	%
	RM'000	RM'000	RM'000	%
West Malaysia-Region				
Northern	0	0	0	0
Southern	1,098	812	286	35.22
Eastern	1,261	956	305	31.90
Central	9,192	5,947	3,245	54.57
East Malaysia				
Sarawak	1,513	1,236	277	22.41
Oversea				
Singapore	873	639	234	36.62
	<u>13,937</u>	<u>9,590</u>	<u>4,347</u>	45.33

The main increase in revenue by segment is from the Central Region mainly due to the total MCO lockdown by the government from 18.3.2020 to 4.5.2020 which affect the sales for the corresponding quarter ended 30.6.2020 as compare to MCO 3 which begin on 12.5.2021 whereby the group was able to operate under essential industry approved by MITI.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

B2. Financial review for current quarter compared with immediate preceding quarter

The financial review for the current quarter compared with immediate preceding quarter is tabled as below:-

	Current Quarter 30/6/2021	Immediate Preceding Quarter 31/3/2021	Changes (RM'000 / %)
Revenue	13,937	16,577	(2,640)/(15.93)
(Loss)/Profit Before Interest and Tax	(868)	4,693	(5,561)/(118.50)
(Loss)/Profit Before Tax	(775)	4,761	(5,536)/(116.28)
(Loss)/Profit After Tax	(686)	3,387	(4,073)/(120.25)
(Loss)/Profit Attributable to Ordinary Equity Holders of the Parent holders of the parent	(696)	3,379	(4,075)/(120.60)

c)The group’s performance for the quarter under review against the preceding quarter of the year is as follows:-

The revenue for the group has decrease by RM2,640,000 or 15.93% to RM13,937,000 from RM16,577,000 mainly due to decrease in revenue from the Central Region mainly due to enforcement of MCO 3 by our government from 12.5.2021.

The profit before tax has decrease by RM5,536,000 or 116.28% to –RM775,000.00 from RM4,761,000 mainly due to decrease in other income arising from the gain on sale of property of RM3,750,000 and decrease in revenue.

The group’s revenue by segment is as follows:-

	3 months ended 30.6.2021	3 months ended 31.3.2021	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue by segment				
West Malaysia-Region				
Northern	0	0	0	0
Southern	1,098	1,136	(38)	(3.35)
Eastern	1,261	1,394	(133)	(9.54)
Central	9,192	11,340	(2,148)	(18.94)
East Malaysia				
Sarawak	1,513	1,581	(68)	(4.30)
Oversea				
Singapore	873	1,126	(253)	(22.47)
	<u>13,937</u>	<u>16,577</u>	<u>(2,640)</u>	<u>(15.93)</u>

The main decrease in revenue by segment is from the Central region as mentioned above.

B3. Current financial year’s prospects

Since the IMF World Economic Outlook review last quarter, the prospects and performance of individual economies had undergone greater divergence in their trajectories. The contributing factors to this disparity that divided the global recovery into two blocs are: those with vaccine accessibility as in almost all advanced economies and those economies that are still battling

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

resurgent infections and increasing Covid-19 death tolls. The imminent danger of the virus and its virulent mutated forms spreading to even low infection rate economies are making recoveries very unpredictable and challenging.

Owing to this trend, the IMF in its July World Economic Outlook (WEO) revised the forecast for advanced economies upwards and prospects for emerging markets and developing economies are marked down.

Forecast of global growth is projected to be 6.0 % in 2021 and 4.9% in 2022. The growth this current year is broken down into 5.6% for the advanced economies whereas the emerging market and developing economies contributed 6.3% growth.

Regionally, the WEO reported that the US economy will achieve growth of 7.0% in 2021, 4.9% in 2022 whilst the Euro area will grow 4.6% in 2021 and 4.3% in 2022. The economy of Emerging and Developing Asia in 2021 will grow at 7.5% and 6.4% in 2022 underpinned by China's growth of 8.1% and 5.7% respectively as a result of earlier recovery from 2020 due to effective containment measures by the Chinese government in controlling the pandemic.

All these economic forecasts were also based on large stimulus packages implemented by the governments of most countries especially in the US of which USD3.9 trillion was approved.

The ASEAN 5 group is expected to achieve growth of 4.3% in 2021 and 6.3% in 2022.

The IMF has downgraded its GDP forecast of Malaysia for 2021 to 4.7% compared to its previous estimate of 6.5% in April this year. Similarly, the World Bank also downgraded their estimates for Malaysia to 4.5% for 2021, from its previous March estimate of 6%.

The reason for this downward revision for the country's recovery is the resurgence of infections since mid-April and the re-imposition of Movement Control Order that will negatively impact the local economy and private retail consumption.

However, the Finance Ministry of Malaysia declared that the country's economic fundamentals are healthy and in the medium term, growth prospects remain positive underpinned by a stable capital and liquid financial market. Foreign investor's confidence in the recovery prospects remain intact.

Hopefully, with a turnaround recovery in global demand as well as a continuing strong performance in the Chinese economy, momentum will be provided to boost the Malaysian economy and drive our exports of resource based commodities, manufactured goods and E&E products.

According to recent official government statistics, the key economic indicators for the first five months of 2021 were encouraging with a forecasted growth of 6.9% in May 2021 versus 15.7% in April 2021. Due to the low base effect, Malaysia's trade grew year on year by 48.7% in May 2021 continuing the double digit growth for the first four months of 2021.

Furthermore, the Industrial Production Index also grew by double digit to record a 26.0% y-o-y increase during the same month.

In terms of prices the inflation rate surpasses 4.0% due to rise in global food price index which elevated food costs in Malaysia.

Also, the Malaysian economy is expected to face challenges to maintain its momentum towards end of this year amidst this continuing Covid-19 outbreak.

The Malaysian government's priority is to manage and mitigate the current pandemic. The immediate urgency is to acquire enough vaccines to implement a rollout of a nation-wide vaccination program to achieve a target herd immunity of 80% by November 2021 and slow down the transmission rate. A National Recovery Plan is on hand as an additional tool to the existing arsenal of approved stimulus initiatives to deal with the ongoing crisis.

Going forward to the second half of 2021, growth will remain modestly positive but prospects towards the end of the year remain challenging. The effects of the containment and lockdown measures arising from the MCOs has already inflicted a heavy toll on livelihood, domestic demand and business activity.

As stated in the last quarter review, predicting the trajectory of the current pandemic affecting Malaysia remain daunting and challenging. The number of infections in July 2021 and August 2021 is anticipated to increase with more aggressive testing and a higher transmission rate of a more virulent mutant strain.

The economic forecasts by the various authorities will be subjected to downside and upside risks by the following factors:

- 1 A global resurgence of the pandemic in advanced and emerging economies with more aggressive strains as well as attaining the required herd immunity through availability of enough vaccines to countries with low vaccination rollouts.
2. The effectiveness and efficacy of WHO approved vaccines in the prevention of transmission and re infection.
3. The successful implementation of the Government National Vaccination Program to achieve a targeted herd immunity by end of the year and the phased rollout of a National Recovery Plan to reopen more economic and social sectors.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

4. The ratification of RCEP by all member countries paving the way for activation of the trade bloc that will spur economic growth in the ASEAN, China, Japan, South Korea New Zealand and Australia in 2022 going forward.

5. Any increase in geopolitical and geo-economic tensions between the big powers will not augur well for global economic recovery and mitigation of the Covid-19 crisis across all nations. Climatic changes and other natural disasters as well as outbreak of new diseases will also present additional challenges to the global community.

The Board will monitor and assess the domestic and international political and economic dynamics that may impact the country’s economy.

Under the prevailing uncertainties and challenges posed by pandemic, the Board will remain alert and be ready to respond to any untoward situation that may arise and continue to work hard to protect and preserve shareholder value.

B4. Variance of actual profit from profit forecast

This note is not applicable as there is no profit forecast made.

B5. Taxation

Taxation consists of the following :

	Individual quarter		Accumulated quarter	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Current Malaysian Tax	35	411	(817)	(254)
(Under)/overprovision in prior years	0	0	0	0
	<u>35</u>	<u>411</u>	<u>(817)</u>	<u>(254)</u>
Real property gain tax	0	0	(1,106)	0
Deferred taxation	54	16	162	47
	<u>89</u>	<u>427</u>	<u>(1,761)</u>	<u>(207)</u>
	=====	=====	=====	=====

The current tax rates for the current period ended 30 June 2021 and 2020 were 24% and 24%.

B6. Notes to the Statement of Comprehensive Income

Profit for the period is arrived at after charging/(crediting):

	3 months ended		Cumulative months ended	
	30.6.2021	30.6.2020	30.6.2021	30.6.2020
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Interest income	(93)	(15)	(168)	(66)
Other income including investment				
Income	(91)	(749)	(1,452)	(2,090)
Gain on disposal of property, plant				
and equipment	(83)	(4)	(3,857)	(22)
Interest expense	0	0	0	0
Depreciation and amortization	450	661	1,423	1,530

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

Foreign exchange (gain)/loss 37 143 (49) 161

Other than the above, there were no provision for and write off of receivables and inventories, no gain or loss on disposal of quoted or unquoted investments and derivatives, impairment of assets and exceptional items included in the results for the current period ended 30 June 2021.

B7. Purchase and sale of quoted securities

There were no purchase or sale of quoted securities for the financial period concerned.

Details of other investments to date are as follows:

	30.6.2021 RM'000	30.9.2020 RM'000
Financial assets at fair value through profit and loss (FVTPL)		
Unquoted shares at cost	50	50
Financial assets at fair value through other comprehensive income(FVTPL)		
Wholesale Funds	9,232	9,385
	<u>9,282</u>	<u>9,435</u>
	=====	=====

B8. Status of corporate proposals

To date, there are no corporate proposals announcement.

B9. Group borrowings and debt securities

The Group's borrowings as at 30 June 2021 are as follows:

	30.6.2021		30.9.2020	
	Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
Long term loan	0	0	0	0
Hire purchase creditors	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	=====	=====	=====	=====
Short term loan:-				
Term loan	0	0	0	0
Trust receipt	0	0	0	0
Banker acceptance	0	0	0	0
Letter of credit	0	0	0	0
Bills payable	0	0	0	0
Hire purchase payables	0	0	0	0
Bank overdraft	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	=====	=====	=====	=====

There is no material changes to the Group's borrowings as at the current year-to-date at 30.6.2021 as compared with the corresponding period in the immediate preceding year as at 31 March 2021 as tabled below:-

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

	As at 3rd quarter ended 2021					
	Long Term		Short Term		Total borrowings	
	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination
Secured	0	0	0	0	0	0
Unsecured	0	0	0	0	0	0
	As at 2nd quarter ended 2021					
	Long Term		Short Term		Total borrowings	
	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination
Secured	0	0	0	0	0	0
Unsecured	0	0	0	0	0	0

B10. Financial instruments with off balance sheet risks

There were no financial instruments with off balance sheet risks during the current quarter.

B11. Material litigation

Neither UMS nor its subsidiary companies are engaged in any material litigation either as plaintiff or defendant and the Directors of UMS are not aware of any proceedings pending or threatened against UMS or its subsidiary companies or any facts likely to give rise to any proceedings which might materially affect the position and business of the UMS Group.

B12. Dividend

	30.6.2021 RM'000	30.9.2020 RM'000
Proposed:		
Single tier Final dividend of 6sen	0	2,441

A final dividend of 6sen amounting to RM2,441,000 for the financial year ended 30.9.2020 was paid on 29.3.2021..

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

B13 Trade and other receivables

	30.6.2021	30.9.2020
	RM'000	RM'000
Trade receivables	17,200	17,015
Loss allowance	(299)	(528)
	<u>16,901</u>	<u>16,487</u>
Other receivables, deposit & prepayment	2,333	2,427
	<u>19,234</u>	<u>18,914</u>

Trade receivables are non-interest bearing and generally are on 30 to 120 days for current period and previous year.

The Group's trade receivables loss allowance at the reporting date and the movement of loss allowance is as follows:

	Group	
	30.6.2021	30.9.2020
	RM'000	RM'000
Opening loss allowance as at 1 October	528	524
Provided during the period/year	0	358
Reversal	(229)	(354)
	<u>299</u>	<u>528</u>
Closing loss allowance		

The Group apply the simplified approach which requires expected lifetime credit losses to be recognised from initial recognition of trade receivables. To measure the expected credit losses, the Group have categorised the customers into five types and the Group have established the expected credit loss rate by taking into consideration of the days past due, the historical payment profiles and adjusted to reflect current and forward looking information on factors affecting the ability of the trade receivables to settle the receivables.

- i) Category A – Receivables with debts not due and debts up to 90 days past due not impaired;
- ii) Category B – Receivables with debts more than 90 up to 180 days past due are impaired at 5%;
- iii) Category C – Receivables with debts more than 180 days up to 365 days past due are impaired at 10%;
- iv) Category D – Receivables with debts more than 365 days past due are impaired at 20%
- v) Category E – Receivables having significant financial difficulties and having defaulted on payments are individually impaired.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

B14. Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the quarter and for the cumulative quarter is based on the following:

	3 months ended		Cumulative months ended	
	30.6.2021	30.6.2020	30.6.2021	30.6.2020
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Net profit/(Loss) attributable to Ordinary shareholders	(696)	(1,214)	4,109	1,170
Weighted average Number of shares In issued.	40,690	40,690	40,690	40,690
Basic earnings per Ordinary share(sen)	(1.71)	(2.98)	10.10	2.88
Diluted earnings per share (sen)	(1.71)	(2.98)	10.10	2.88

UMS Holdings Berhad

Company No. 74125 – V
(Incorporated in Malaysia)

Interim Financial Report
30 June 2021