

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

Condensed Consolidated Statement of Comprehensive Income for the 3 month period ended 31 December 2021
 (unaudited)

Note	3 month period ended 31 December			3 month period ended 31 December	
	2021 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
	Current quarter	Quarter ended 30.9.2021	Current quarter	3 months cumulative to date	3 months cumulative to date
Revenue	17,622	14,278	18,991	17,622	18,991
Cost of sales	(11,569)	(8,871)	(12,394)	(11,569)	(12,394)
Gross profit	6,053	5,407	6,597	6,053	6,597
Operating expenses	(5,400)	(6,448)	(5,139)	(5,400)	(5,139)
Other operating income	589	431	324	589	324
Financing costs	-	-	-	-	-
Interest income	101	54	7	101	7
Share of profit of associates	392	164	124	392	124
Profit before taxation	1,735	(392)	1,913	1,735	1,913
Tax expense	B5 (342)	632	(476)	(342)	(476)
Profit for the period	1,393	240	1,437	1,393	1,437
Other comprehensive income for the period	-	718	103	-	103
Total comprehensive income for the year	1,393	958	1,540	1,393	1,540
Profits attributable to:					
Owners of the Parent	1,387	230	1,426	1,387	1,426
Non-controlling interest	6	10	11	6	11
	1,393	240	1,437	1,393	1,437
Total comprehensive income attributable to:					
Owners of the Parent	1,387	948	1,529	1,387	1,529
Non-controlling interest	6	10	11	6	11
	1,393	958	1,540	1,393	1,540
Basic earnings per ordinary share (sen)	B14 3.41	0.57	3.50	3.41	3.50
Diluted earnings per ordinary share (sen)	B14 3.41	0.57	3.50	3.41	3.50

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 30 September 2021 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 31 December 2021
(unaudited)

	Note	As at 31 December 2021	As at 30 September 2021
		RM'000	RM'000
Non-current assets			
Property, plant and equipment		32,771	32,869
Right-of-use assets		4,361	4,472
Investment Property		18,100	18,100
Investments in associates		16,408	16,234
Other investments		9,335	9,325
Goodwill on consolidation		1,046	1,046
		<u>82,021</u>	<u>82,046</u>
Current assets			
Inventories		27,998	31,702
Trade and other receivables		21,099	16,183
Fixed deposits with licensed bank		19,938	19,845
Cash & cash equivalents		16,824	16,746
		<u>85,859</u>	<u>84,476</u>
Total assets		<u>167,880</u>	<u>166,522</u>
Equity			
Share capital		42,654	42,654
Reserves		123,058	121,687
Total equity attributable to the owners of the Parent		165,712	164,341
Non-controlling interest		729	723
Total equity		<u>166,441</u>	<u>165,064</u>
Non-current liabilities			
Borrowings	B9	-	-
Deferred tax liabilities		910	961
		<u>910</u>	<u>961</u>
Current liabilities			
Trade and other payables		4,945	5,065
Borrowings	B9	-	-
Taxation		(4,416)	(4,568)
		<u>529</u>	<u>497</u>
Total equity and liabilities		<u>167,880</u>	<u>166,522</u>
Net assets per share attributable to ordinary owners of tt		4.07	4.04

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

Interim Report
UMS Holdings Berhad
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Condensed Consolidated Statement of Changes in Equity for the 3 month ended 31 December 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			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance At 1 October 2020	42,654	890	1,142	871	117,114	162,671	751	163,422
Profit for the year	-	-	-	-	4,355	4,355	22	4,377
Other comprehensive income								
Fair value change in available-for-sale financial assets	-	-	-	(392)	-	(392)	-	(392)
Exchange translation differences	-	-	148	-	-	148	-	148
Total other comprehensive income	-	-	148	(392)	-	(244)	-	(244)
Total comprehensive income	-	-	148	(392)	4,355	4,111	22	4,133
Transactions with owners								
Dividend for year ended 30 September 2019	-	-	-	-	(2,441)	(2,441)	(50)	(2,491)
Total transactions with owners	-	-	-	-	(2,441)	(2,441)	(50)	(2,491)
At 30 September 2021	<u>42,654</u>	<u>890</u>	<u>1,290</u>	<u>479</u>	<u>119,028</u>	<u>164,341</u>	<u>723</u>	<u>165,064</u>
At 1 October 2021	42,654	890	1,290	479	119,028	164,341	723	165,064
Profit for the period	-	-	-	-	1,387	1,387	6	1,393
Other comprehensive income								
Fair value change in available-for-sale financial assets	-	-	-	(267)	-	(267)	-	(267)
Exchange translation differences	-	-	251	-	-	251	-	251
Total other comprehensive income	-	-	251	(267)	-	(16)	-	(16)
Total comprehensive income	-	-	251	(267)	1,387	1,371	6	1,377
Transactions with owners								
Dividend for year ended 30 September 2020	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
At 31 December 2021	<u>42,654</u>	<u>890</u>	<u>1,541</u>	<u>212</u>	<u>120,415</u>	<u>165,712</u>	<u>729</u>	<u>166,441</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 2021 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 3 month period ended 31 December 2021
 (unaudited)

	For the period ended 31 December 2021 RM'000	For the period ended 31 December 2020 RM'000
Cash flows from operating activities		
Profit before taxation	1,735	1,913
Adjustment for non-cash items:		
- Non-cash items and non-operating items	(193)	529
Operating profit before changes in working capital	1,542	2,442
Changes in working capital:		
- Inventories	3,704	824
- Trade and other receivables	(4,916)	(1,964)
- Trade and other payables	(120)	2,814
Cash inflows/(outflows) from operations	210	4,116
- Income taxes refund/(paid)	(241)	(355)
Net cash inflows/(outflows) from operating activities	(31)	3,761
Cash flows from investing activities		
Purchase of property, plant and equipment	(167)	(6)
Proceeds from disposal of property, plant and equipment	-	-
Purchase of other investment	(277)	-
Dividend received	277	-
Interest received	97	7
Net cash outflows from investing activities	(70)	1
Net increase/(decrease) in cash and cash equivalents	(101)	3,762
Cash and cash equivalents at beginning of year	36,591	23,327
Effects of changes in exchange rate	272	103
Cash and cash equivalents at 31 December	36,762	27,192

Cash and cash equivalents comprise the following balance sheet amounts:

Cash and bank balances	16,824	21,858
Bank overdraft	-	-
Fixed deposit	19,938	5,334
	36,762	27,192

The condensed consolidated statement cash flows should be read in conjunction with the audited financial statements for the year ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

A Notes to Interim Financial Report on Consolidated Results For the Period Ended 31 December 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 2021.

On 1 October 2021, the Company adopted the following Amendments to published standards mandatory for annual financial periods beginning on or after 1 October 2021:

Standards/Amendments

Amendments to MFRS 7, MFRS 9, MFRS 16 and MFRS 139 –
Interest Rate Benchmark Reform, Phase 2

Amendments to MFRS 16 – Covid-19 Related Rent Concessions
beyond 30 June 2021

There is no material impact to the financial statements.

A2 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 September 2021 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.

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 December 31, 2021 are as follows:

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A Notes to Interim Financial Report on Consolidated Results For the Period Ended 31 December 2021

A9 Material events subsequent to the end of the interim period

On 20 January 2022, the Board of Directors announced that the Company intends to seek the approval of its Shareholders in the coming Annual General Meeting to be held on 7 March 2022, to undertake the proposed purchase and/or hold its own shares of up to 10% of its issued and paid-up share capital of the Company in accordance with the Companies Act, 2016.

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 (1st 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	
	31/12/2021	31/12/2020		31/12/2021	31/12/2020	
Revenue	17,622	18,991	(1,369)/(7.21)	17,622	18,991	(1,369)/(7.21)
Profit Before Interest and Tax	1,634	1,906	(272)/(14.27)	1,634	1,906	(272)/(14.27)
Profit Before Tax	1,735	1,913	(178)/(9.30)	1,735	1,913	(178)/(9.30)
Profit After Tax	1,393	1,437	(44)/(3.06)	1,393	1,437	(44)/(3.06)
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	1,387	1,426	(39)/(2.73)	1,387	1,426	(39)/(2.73)

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 decrease by RM1,369,000 or 7.21% to RM17,622,000 from RM18,991,000 and the profit before tax has decrease by RM178,000 or 9.30% to RM1,735,000 from RM1,913,000..

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

	For the cumulative 3 months ended 31.12.2021 RM'000	For the cumulative 3 months ended 31.12.2020 RM'000	Increase/(Decrease) RM'000	%
Revenue by segment				
West Malaysia-Region				
Northern	0	0	0	0
Southern	1,595	1,739	(144)	(8.28)
Eastern	1,311	1,420	(109)	(7.68)
Central	11,591	13,424	(1,833)	(13.65)
East Malaysia				
Sarawak	1,605	1,688	(83)	(4.92)
Overseas				
Singapore	1,520	720	800	111.11

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

17,622
18,991
(1,369)
(7.21)

The main decrease in revenue by segment is from the Central Region due to a project sale of RM2,186,000 for the quarter ended 31.12.2020 as compared to RM0 for the quarter ended 31.12.2021.

b)The group’s performance for the quarter under review against the corresponding quarter of the preceding year is as mentioned in (a) above since this is the first quarter report of the company.

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 31/12/2021	Immediate Preceding Quarter 30/9/2021	Changes (RM'000 / %)
Revenue	17,622	14,278	3,344 /23.42
Profit/(Loss) Before Interest and Tax	1,634	(446)	2,080/466.37
Profit/(Loss) Before Tax	1,735	(392)	2,127/542.60
Profit After Tax	1,393	240	1,153/480.42
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent holders of the parent	1,387	230	1,157/503.04

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 increase by RM3,344,000 or 23.42% to RM17,622,000 from RM14,278,000 mainly due to contribution from Central Region arising from the opening of all sectors whether essential or non essential by our government from 16 August 2021 as a lockdown was implemented by our government on 1 June 2021 to 15 August 2021 with an exception of certain essential sectors which were allow to operate.

The profit before tax has increase by RM2,127,000 or 542.60% to RM1,735,000.00 from -RM392,000 mainly due to increase in revenue.

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

Revenue by segment	3 months ended 31.12.2021	3 months ended 30.9.2021	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
West Malaysia-Region				
Northern	0	0	0	0
Southern	1,595	1,300	295	22.69
Eastern	1,311	1,125	186	16.53
Central	11,591	8,551	3,040	35.55
East Malaysia				
Sarawak	1,605	1,225	380	31.02
Oversea				
Singapore	1,520	2,077	(557)	(26.82)
	<u>17,622</u>	<u>14,278</u>	<u>3,344</u>	<u>23.42</u>

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

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

B3. Current financial year’s prospects (KIV)

In its January 2022 World Economic Outlook (WEO), the IMF commented that unfavorable developments in the last quarter of 2021 are expected to propel the global economy to a weaker state for 2022 going forward.

The emergence of the Omicron-19 variant since November 2021 spread rapidly across the world and has triggered actions by some countries to reactivate mobility restrictions.

Since October 2021, COVID-19 mortalities were trending down towards 7,000 daily from 10,000 daily in August 21 as a result of wider global vaccination rate of 55% and people globally receiving at least one dose. However, with the emergence of the more transmissible Omicron variant, it was observed in January 2022, that this strain though more transmissible than Delta but its symptoms are less severe. Its impact on hospitalization and deaths are still being monitored by worldwide authorities.

Global supply chain disruptions continued into the fourth quarter of 2021, impacting negatively on manufacturing activities especially in Europe and the United States.

In China, the second half of 2021 experienced a slowdown attributed to disruptions from COVID outbreaks, lower industrial production from power outages, slower real estate market and as well as lower public investments.

During the last quarter of 2021, inflation continued to rise, driven by a multitude of factors of varying significance across regions. These are a doubling of fossil fuel prices since past year and an increasing energy costs driving up inflation especially in Europe.

In the Emerging and Developing Economies such as Africa, rising food prices are pushing inflation higher.

Meanwhile, inflationary pressures are also felt especially in US as a result of ongoing supply chains disruptions, congested ports, labor shortages affecting transportation and logistics. A pent up surge in demand for goods is another factor causing shortages.

Against the aforesaid scenario, the IMF in its January 2022 World Economic Outlook (WEO) estimated global growth to be 5.9% in 2021 moderating to 4.4% in 2022. These estimates were premised on anticipated disruptive impact of the economy as a result of mobility restrictions, border closures and infections from spread of the Omicron virus. The degree of the impact will vary from country to country pending on susceptibility of the population, the percentage of the labor force being infected and the importance of contribution of the contact intensive sectors to the country’s economy.

However this negative impact is expected to taper off from the second quarter of 2022 provided the surge of infection from Omicron virus is controlled and there are no new mutated variants that require further restrictive actions.

During the year 2021, the advanced economy group is expected to grow at 5.0% and 3.9% in 2022.

The US economy will achieve a growth of 5.6% and 4.0% in 2021 and 2022 respectively based on expectation of the removal of the Build Back Better fiscal package and continued supply chain disruptions in 2022.

Likewise, in the Euro area, again due to continuing supply chain shortages and COVID restrictions, the WEO guidance for the grouping’s growth is marked at 5.2% and 3.9% for 2021 and 2022 respectively. Germany with its economy most exposed to supply chain shocks is forecasted to grow at 2.7% in 2021 and 3.8% in 2022 going forward. Restrictions imposed in reaction to Omicron surges during the last quarter of 2021 will have a negative impact on the entire Euro area economy towards early 2022.

For the emerging and developing economies, the growth pattern for 2021 and 2022 will be at 6.5% and 4.8% respectively.

In China, the fear from a fallout from the housing sector slowdown underpinned WEO’s downgrade for its growth in 2022. The zero COVID strategy adopted by the Chinese government with its stringent mobility restrictions, a slower property and construction sector as well as lower private consumption are factored into this estimate. The GDP growth of China slowed to 4.0% in the fourth quarter of 2021.

The growth expectation for the Chinese economy under the current WEO estimates will be 8.1% and 4.8% for 2021 and 2022 respectively.

For India the IMF expect its economy to grow at 9.0% each for 2021 and 2022.

The ASEAN-5 (Indonesia, Malaysia, Philippines, Thailand and Vietnam) is expected to achieve growth of 3.1% in 2021 and 5.6% in 2022. Reflecting similar dynamics globally, the IMF January 2022 WEO based their estimates on renewed restrictions on mobility due to surging infections by Omicron variant, vaccination rates and availability of vaccines, supply chain shocks, and inflationary pressures on wages, food and fossil fuels.

According to recent Bank Negara Malaysia announcement in February 2022, the Malaysian economy grew 3.6% in the fourth quarter of 2021 (3Q2021: -4.5%) as economic activities picked up with the gradual relaxation of pandemic containment

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

measures. This turnaround of the GDP in the last quarter of 2021 enabled an economic growth of 3.1% for the whole year in 2021.

This recovery was underpinned by a resurgence in the labor market, strong policy support, as well as a strong external demand for resource based commodities and manufactured products, and electrical and electronic (E&E) products.

On the supply side, all economic sectors recorded improvements driven mainly by the services and manufacturing sectors.

Growth in the manufacturing sector registered a marked improvement of 9.1% (3Q2021:-0.8%).

The services sector recovered to a growth of 3.2% (3Q2021:-4.9%) attributed to the revival of consumer related activities amidst the re-opening of the economy.

Quarter on quarter, the economy chalked an increase of 6.6% for the Oct-December 2021 (4Q2021) period.

However inflation reflected through the Consumer Price Index increased by 3.2% in this quarter from a year earlier. This higher inflation was contributed by the normalization of electricity prices after the lapse of the three discount granted to consumers since July 2021.

Going forward into 2022, Bank Negara Malaysia projected a recovery trajectory for the Malaysian economy supported by expansion of global demand for our resource based commodities (palm oil, rubber crude oil) and electrical and electronic (E&E) products particularly from the country’s major trading partners like China, USA, Euro area, ASEAN and other regional economies.

Lending further support will be the ongoing packages of Government policy support initiatives and an improving labor market, higher private sector expenditures as well as an expansion of vaccination coverage to all age groups for Covid-19 and its variants.

Ongoing private and public sector investments and infrastructural projects are to be continued to further support growth.

On a macroeconomic basis, global growth is expected to be moderate.

The Malaysian economy having achieved a growth of 3.1% in 2021 will continue on its recovery trajectory in 2022 and expand by 5.5%-6.5%, underpinned by a growing global demand and higher private sector and domestic expenditures. This corroborated with the recent IMF and World Bank projections of 5.7% and 5.8% respectively.

Moving forward, the government expects 2022’s growth to be driven by the Budget 2022, normalization of economic and social activities induced by high vaccination rates, resumption of projects with multiplier effects and lastly a strong external demand for our manufactured goods and resourced based commodities and products.

Nevertheless, the balance of risks to the outlook for 2022 remained pervasive. Some of them are:

- Resurgent global outbreak of Covid-19 variants of concern which are vaccine resistant and more virulent and triggering a re-imposition of mitigation measures by the authorities worldwide. Restricted mobility will dampen social and economic activities thus hampering growth and aggravating supply chain disruptions which lead to shortages and creating inflationary pressures.
- Climatic changes causing natural disasters globally and domestically and inflicting human and economic losses. An example was the flood in Malaysia in late 2021.
- Aggravating geopolitical and geo-economic tensions between the big powers will not augur well for global economic recovery and stability. The ongoing Ukraine stand-off , the South China Sea and Taiwan Straits are examples of flashpoints potentially leading to arms conflicts between big powers like the US, Russia, Europe and China.
- Higher global inflation as a result of shortages resulting from worsening supply chain disruptions and leading to double digit crude oil price increase and price increases of other agriculture and food commodities. Some of these increases may augur positively for the Malaysian economy like higher prices for palm oil and rubber as well as crude oil and natural gas,
- The ratification of RCEP and implementation in 2022. Driven by the economic engine of China, this world’s largest trading block will provide impetus to invigorate the Asian and global economy. The impact from a slowdown in China economy will affect its trading partners’ (especially ASEAN) growth forecasts.
- Potential disruptions and negative sentiments arising from any unstable local political dynamics.

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

The Board will continually monitor and assess domestic and international dynamics that may impact the economy and the group’s performance.

The Board’s priority is to ensure the group’s financial fundamentals are sound and able to navigate and weather any headwinds going forward. We will endeavor to produce a profitable outcome for the group as well as to protect, preserve and further enhance shareholders’ value and interests.

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	(393)	(530)	(393)	(530)
(Under)/overprovision in prior years	0	0	0	0
	<u>(393)</u>	<u>(530)</u>	<u>(393)</u>	<u>(530)</u>
Deferred taxation	51	54	51	54
	<u>(342)</u>	<u>(476)</u>	<u>(342)</u>	<u>(476)</u>
	=====	=====	=====	=====

The current tax rates for the current period ended 31 December 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	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Interest income	(101)	(7)	(101)	(7)
Other income including investment				
Income	(501)	(32)	(501)	(324)
Gain on disposal of property, plant				
and equipment	(88)	0	(88)	0
Interest expense	0	0	0	0
Depreciation and amortization	443	353	443	353
Foreign exchange (gain)/loss	9	33	9	33

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 31 December 2021..

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

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:

	31.12.2021 RM'000	30.9.2021 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	9,285	9,275
	<u>9,335</u>	<u>9,325</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 31 December 2021 are as follows:

	31.12.2021		30.9.2021	
	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 31.12.2021 as compared with the corresponding period in the immediate preceding period as at 30 September 2021 as tabled below:-

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

	As at 1st quarter ended 2022					
	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 4th 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

	31.12.2021 RM'000	31.12.2020 RM'000
Proposed:		
Single tier Final dividend of 6% & Single tier Special dividend of 4%	0	0

At the forthcoming Annual General Meeting, a single tier final dividend of 6sen amounting to RM2,441,000 for the financial year ended 30.9.2021 will be proposed for shareholders approval.

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

B13 Trade and other receivables

	31.12.2021	30.9.2021
	RM'000	RM'000
Trade receivables	20,383	16,176
Loss allowance	(689)	731
	<u>19,694</u>	<u>15,445</u>
Other receivables, deposit & prepayment	1,405	738
	<u>21,099</u>	<u>16,183</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	
	31.12.2021	30.9.2021
	RM'000	RM'000
Opening loss allowance as at 1 October	731	528
Provided during the period/year	0	723
Reversal	(42)	(520)
	<u>689</u>	<u>731</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 impaired and with 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	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Net profit attributable to Ordinary shareholders	1,387	1,426	1,387	1,426
Weighted average Number of shares In issued.	40,690	40,690	40,690	40,690
Basic earnings per Ordinary share(sen)	3.41	3.50	3.41	3.50
Diluted earnings per share (sen)	3.41	3.50	3.41	3.50

UMS Holdings Berhad

Company No. 74125 – V
(Incorporated in Malaysia)

Interim Financial Report
31 December 2021