

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021**  
**Condensed Consolidated Income Statement (Unaudited)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year Corresponding Period
	31/3/2021 RM'000	31/3/2020 RM'000	31/3/2021 RM'000	31/3/2020 RM'000
Revenue	4,332	4,568	14,731	5,355
Cost of goods sold	(3,549)	(4,816)	(11,757)	(5,275)
Gross profit/(loss)	783	(248)	2,974	80
Administrative expenses	(2,235)	(880)	(4,066)	(2,277)
Other expenses	8	41	(29)	6
Other income	11	18	33	79
Operating profit/(loss)	(1,433)	(1,069)	(1,088)	(2,112)
Finance cost	(2)	(2)	(7)	(5)
Profit/(Loss) before tax	(1,435)	(1,071)	(1,095)	(2,117)
Taxation	(9)	-	(9)	-
Profit/(Loss) for the period	(1,444)	(1,071)	(1,104)	(2,117)
Profit/(Loss) after tax attributable to Equity holders of the Company	(1,444)	(1,071)	(1,104)	(2,117)
Earnings/(Loss) per share (sen)				
- basic	(0.20)	(0.15)	(0.15)	(0.30)
- diluted	(0.16)	(0.15)	(0.12)	(0.30)

*The Condensed Consolidated Income Statements should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2020. The accompanying notes form an integral part of this Income Statement.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021**  
**Condensed Consolidated Statement of Comprehensive Income (Unaudited)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year Corresponding Period
	31/3/2021	31/3/2020	31/3/2021	31/3/2020
	RM'000	RM'000	RM'000	RM'000
Profit / (Loss) for the period	(1,444)	(1,071)	(1,104)	(2,117)
Other comprehensive income:				
Currency translation differences	(26)	(73)	46	8
Total comprehensive income/ (loss) for the period	<u>(1,470)</u>	<u>(1,144)</u>	<u>(1,058)</u>	<u>(2,109)</u>
Total comprehensive income/ (loss) attributable to:				
Equity holders of the Company	<u>(1,470)</u>	<u>(1,144)</u>	<u>(1,058)</u>	<u>(2,109)</u>

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021**  
**Condensed Consolidated Statement of Financial Position**

	<b>Unaudited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>31/3/2021</b>	<b>30/6/2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-Current Assets</b>		
Property, Plant & Equipment	1,937	767
Right-of-use Assets	489	435
Goodwill	10	10
<b>Current Assets</b>		
Inventories	20,057	27,003
Trade Receivables	15,664	6,107
Other Receivables, Deposits and Prepayments	659	1,693
Tax Prepayment	35	50
Cash & Cash Equivalents	3,625	1,278
<b>Total Current Assets</b>	<b>40,040</b>	<b>36,131</b>
<b>Total Assets</b>	<b>42,476</b>	<b>37,343</b>
<b>Equity</b>		
Share Capital	59,851	52,505
Reserves		
Exchange Fluctuation Reserve	(336)	(382)
Warrants Reserve	4,433	4,433
Accumulated Losses	(26,303)	(25,199)
<b>Equity attributable to the shareholders of the Company</b>	<b>37,645</b>	<b>31,357</b>
<b>Total Equity</b>	<b>37,645</b>	<b>31,357</b>
<b>Non-Current Liability</b>		
Deferred Taxation	8	8
Finance Lease Liability	275	209
<b>Total Non-Current Liability</b>	<b>283</b>	<b>217</b>
<b>Current Liabilities</b>		
Trade Payables	1,389	480
Other Payables & Accruals	2,497	4,473
Provision for taxation	529	637
Finance Lease Liability	133	179
<b>Total Current Liabilities</b>	<b>4,548</b>	<b>5,769</b>
<b>Total Equity and Liabilities</b>	<b>42,476</b>	<b>37,343</b>
<b>Net Assets per Share (RM)</b>	<b>0.05</b>	<b>0.04</b>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2020. The accompanying notes form an integral part of this Statement of Financial Position.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021**  
**Condensed Consolidated Statement of Changes in Equity (Unaudited)**

	Attributable to shareholders of the Company				
	Non-Distributable			Distributable	Total Equity
	Share Capital	Warrants Reserve	Exchange Fluctuation Reserve	Retained Earnings / (Accumulated Losses)	
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1/7/2020	52,505	4,433	(382)	(25,199)	31,357
Profit / (Loss) for the year	-	-	-	(1,104)	(1,104)
Other Comprehensive Income / (Loss)	-	-	46	-	46
Total Comprehensive Income / (Loss) for the year	-	-	46	(1,104)	(1,058)
<b>Transactions with owners</b>					
Private Placement Share Issuance	7,561	-	-	-	7,561
Private Placement Corporate Exercise Expenses	(215)	-	-	-	(215)
<b>Balance as at 31/3/2021</b>	<b>59,851</b>	<b>4,433</b>	<b>(336)</b>	<b>(26,303)</b>	<b>37,645</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2020. The accompanying notes form an integral part of this statement.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM REPORT FOR THIRD QUARTER ENDED 31 MARCH 2021**  
**Condensed Consolidated Statement of Changes in Equity (Continued)**

	Attributable to shareholders of the Company				Total Equity RM'000
	Non-Distributable			Distributable	
	Share Capital	Warrants Reserve	Exchange Fluctuation Reserve	Retained Earnings / (Accumulated Losses)	
	RM'000	RM'000	RM'000	RM'000	
Balance as at 1/7/2019	52,505	4,433	(398)	(22,233)	34,307
Accumulated Losses adjustment pursuant to MFRS16	-	-	-	(3)	(3)
Profit / (Loss) for the year	-	-	-	(2,963)	(2,963)
Other Comprehensive Income / (Loss)	-	-	16	-	16
Total Comprehensive Income / (Loss) for the year	-	-	16	(2,963)	(2,947)
<b>Balance as at 30/6/2020</b>	<b>52,505</b>	<b>4,433</b>	<b>(382)</b>	<b>(25,199)</b>	<b>31,357</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2020. The accompanying notes form an integral part of this statement.*

# NICHE CAPITAL EMAS HOLDINGS BERHAD

Reg. No. 200001024664 (527272-V)

## INTERIM REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021

### Condensed Consolidated Statement of Cash Flows (Unaudited)

	<i>Unaudited</i> 1/7/2020 to 31/3/2021 RM'000	<i>Unaudited</i> 1/7/2019 to 31/3/2020 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) Before Tax	(1,095)	(2,117)
Adjustments for: -		
Depreciation on Property, Plant and Equipment	71	95
Depreciation on Right-of-use Assets	87	-
Unrealised loss/(gain) on foreign exchange	29	(6)
Impairment of other receivable	1,428	-
Interest expenses	7	5
Interest income	(33)	(79)
Operating profit / (loss) before working capital changes	494	(2,102)
Changes in working capital		
Inventories	6,946	(1,758)
Trade and other receivables	(8,646)	(1,050)
Trade and other payables	(3,613)	447
Cash generated from / (used in) operating activities	(4,819)	(4,463)
Interest paid	(7)	(5)
Tax refund	43	-
Tax paid	(126)	(33)
Net cash generated from / (used in) operating activities	(4,909)	(4,501)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	(18)
Addition of ROU asset	(37)	-
Interest received	33	79
Net cash generated from / (used in) investing activities	(4)	61
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payment for lease liability	(86)	(22)
Proceed from share issuance	7,561	-
Share issuance expenses	(215)	-
Net cash generated from / (used in) financing activities	7,260	(22)
Exchange difference in Translation	-	-
Net increase / (decrease) in cash and cash equivalents	2,347	(4,462)
Cash and cash equivalents at the beginning of the financial period/year	1,278	5,979
Cash and cash equivalents at the end of the financial period/year	3,625	1,517
Cash and cash equivalents comprise:		
Cash and bank balances	3,625	1,517
	3,625	1,517

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2020. The accompanying notes form an integral part of this statement.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2021**

**A. Explanatory Notes Pursuant to Financial Reporting Standard (MFRS 134)**

**1. Basis of Preparation**

This interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad.

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

**Changes in Accounting Policies**

The accounting policies and methods of the computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2020.

**Adoption of new and amended standards**

During the financial year, the Company has adopted the following new MFRSs, new interpretations and amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial year:

MFRS 16	Leases
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
Annual Improvements to MFRSs 2015 - 2017 Cycle:	
• Amendments to MFRS 3	
• Amendments to MFRS 11	
• Amendments to MFRS 112	
• Amendments to MFRS 123	

The adoption of above amendments to MFRSs did not have any significant impact on the financial statements of the Company.

## 1. Basis of Preparation (Cont'd)

### Standards issued but not yet effective

The Company has not applied the following new MFRSs, new interpretations and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Company:

		Effective dates for financial periods <u>beginning on or after</u>
Amendments to References to the Conceptual Framework in MFRS Standards		1 January 2020
Amendments to MFRS 3	Definition of a Business	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7	Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 101 and MFRS 108	Definition of Material	1 January 2020
Amendments to MFRS 16	Covid-19 - Related Rent Concessions	1 June 2020
Amendments to MFRS 4	Insurance Contracts - Extension of the Temporary Exemption from Applying MFRS 9	17 August 2020
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
Annual Improvements to MFRSs Standards 2018 - 2020		1 January 2022
• Amendments to MFRS 1		
• Amendments to MFRS 9		
• Amendments to MFRS 16		
• Amendments to MFRS 141		
Amendments to 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 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Company intends to adopt the above new standards and amendments to standards when they become effective.



**2. Audit Report of Preceding Annual Financial Statements**

The audited financial statements of the Group for the financial year ended 30 June 2020 were not subject to any audit qualification.

**3. Seasonal or Cyclical Factors**

Turnover of the Group is normally higher during the festive seasons.

**4. Unusual Items Due to their Nature, Size or Incidence**

There were no items affecting assets, liabilities, equity, net income or cash flow for the current quarter and financial period-to-date that are unusual due to their nature, size or incidence.

**5. Changes in Estimates**

There was no material change in estimates of amounts reported in prior interim periods of the current financial period or prior financial year.

**6. Issuances and Repayment of Debt and Equity Securities**

There was no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period under review.

**7. Dividend Paid**

No dividend has been paid during the current quarter and financial period-to-date.

## 8. Segmental Information

	Trading Business		Construction and Property Related Business		Others		Group	
	Current Year- To-Date 31.3.2021	Preceding Year- To-Date 31.3.2020	Current Year- To-Date 31.3.2021	Preceding Year- To-Date 31.3.2020	Current Year- To-Date 31.3.2021	Preceding Year- To-Date 31.3.2020	Current Year- To-Date 31.3.2021	Preceding Year- To-Date 31.3.2020
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>								
Total Revenue	9,391	3,017	5,340	3,312	-	-	14,731	6,329
Inter-segment revenue	-	(974)	-	-	-	-	-	(974)
<b>External Sales</b>	<b>9,391</b>	<b>2,043</b>	<b>5,340</b>	<b>3,312</b>	<b>-</b>	<b>-</b>	<b>14,731</b>	<b>5,355</b>
<b>Segment Result</b>	<b>1,085</b>	<b>(1,049)</b>	<b>542</b>	<b>368</b>	<b>(2,590)</b>	<b>(1,415)</b>	<b>(963)</b>	<b>(2,096)</b>
Interest Income	-	-	-	-	33	79	33	79
Interest Expense	(6)	(5)	-	-	(1)	-	(7)	(5)
Depreciation on PPE	(70)	(94)	-	-	(1)	(1)	(71)	(95)
Depreciation on ROU assets	(65)	-	-	-	(22)	-	(87)	-
<b>Profit/(loss) before tax</b>	<b>944</b>	<b>(1,148)</b>	<b>542</b>	<b>368</b>	<b>(2,581)</b>	<b>(1,337)</b>	<b>(1,095)</b>	<b>(2,117)</b>
Taxation	(9)	-	-	-	-	-	(9)	-
<b>Profit/(loss) after tax</b>	<b>935</b>	<b>(1,148)</b>	<b>542</b>	<b>368</b>	<b>(2,581)</b>	<b>(1,337)</b>	<b>(1,104)</b>	<b>(2,117)</b>
<b>Assets</b>								
Segment Assets	31,310	30,524	7,963	3,315	3,203	3,008	42,476	36,847
Unallocated Assets	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>31,310</b>	<b>30,524</b>	<b>7,963</b>	<b>3,315</b>	<b>3,203</b>	<b>3,008</b>	<b>42,476</b>	<b>36,847</b>
<b>Liabilities</b>								
Segment Liabilities	1,752	2,089	1,608	938	1,471	1,622	4,831	4,649
Unallocated Liabilities	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>1,752</b>	<b>2,089</b>	<b>1,608</b>	<b>938</b>	<b>1,471</b>	<b>1,622</b>	<b>4,831</b>	<b>4,649</b>

## 9. Property, Plant and Equipment

There was no valuation of property, plant and equipment in the current quarter under review.

## 10. Material Subsequent Events

There was no material event subsequent to the current quarter under review.

## 11. Significant Related Party Transactions

There was no significant related party transaction in the financial period under review except the following:

	Transaction value period-to- date 31/3/2021 RM	Balance Outstanding as at 31/3/2021 RM
Advances from/(Repayment to) an executive director, for his advances <sup>(a)</sup> to the Company and subsidiary companies.	(449,340)	372,721

Notes:

- (a) *The director's advances are unsecured, interest-free and repayable on demand. The Audit Committee and the Board, save and except for Mr Julian Foo Kuan Lin, are of the opinion that the advances were necessary to secure the financial wellbeing of the Group and were entered into in the ordinary course of business with the terms established on a negotiated arms' length basis and not detrimental to the minority shareholders.*

## 12. Contingent Assets

The Company had granted corporate guarantees in favour of AmBank (M) Berhad, CIMB Bank Berhad, RHB Bank Berhad and United Overseas Bank (Malaysia) Berhad ("Creditor Banks") for banking facilities taken by Yikon Jewellery Industry Sdn. Bhd. ("former subsidiary company"). The former subsidiary company had defaulted in the repayment of the Creditor Banks' borrowings, leading to a Debt Settlement Agreement being inked among the Creditor Banks, the Company and the former subsidiary company where the Company allotted 115,130,000 new ordinary shares to the Creditor Banks at RM0.10 per share, and paid a deposit of RM1,014,000 to the Creditor Banks before the signing of the Debt Settlement Agreement, as full and final settlement sum for the former subsidiary company's defaulted bank borrowings and to allow for the discharge of the corporate guarantees previously granted by NICE in favour of the Creditor Banks.

## 12. Contingent Assets (Cont'd)

In return for NICE's settlement on behalf of the former subsidiary company to the Creditor Banks as abovementioned, the former subsidiary company had, vide a letter of irrevocable undertaking, undertook to assign all of its rights to receive compensation under a legal suit against, amongst others, Bank Negara Malaysia ("BNM") for inter-alia, the recovery of all the cupro-nickel material ("Stocks") which are held by BNM to NICE. NICE shall at all times utilise the compensation received under this assignment to settle all of the former subsidiary company's liabilities to NICE. Any excess after settling legal expenses payable and relevant expenses under the legal suit and the former subsidiary company's liabilities to NICE shall be refunded. NICE and the former subsidiary company then entered into a Suit Assignment Agreement to formalise the letter of irrevocable undertaking.

In 2014, the former subsidiary company and BNM have reached a settlement and entered into a consent judgement where it is recorded that:-

- (a) the former subsidiary company and BNM shall have joint ownership over the Stocks which was then held under custody of the Seremban Criminal Session Court.
- (b) the consent judgement, inter alia, states that the former subsidiary company and BNM shall jointly make an application to the Seremban Criminal Session Court for the release of the Stocks from the court's custody.
- (c) both the former subsidiary company and BNM shall then put up the Stocks for open public tender, whereby both parties are also eligible to bid for the Stocks with a reserve price of no less than 80% of the Stocks' market value.
- (d) the proceeds from the sales of the Stocks through the aforesaid open public tender shall be split between the former subsidiary company and BNM at the ratio of 40:60.

Pursuant to the Suit Assignment Agreement, NICE is entitled to the former subsidiary company's portion of 40% of the sale proceeds of the Stocks.

In February 2017, BNM's application for revocation of the bond to produce the Stocks as exhibit in court and for the Stocks to be released to BNM care was allowed by the Seremban Magistrate Court. In February 2020, BNM had appointed a vendor to carry out stock count of the Stocks and the exercise was completed in July 2020. As of May 2021, BNM is in the midst of finalising the procedures to call for an open tender to appoint suitable and qualified vendor to carry out open public tender of the Stocks.

## **B. Explanatory Notes Pursuant to Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

### **13. Detailed Analysis of Group Performance for the Current Quarter and Financial Period-to-Date**

The Group recorded a turnover of RM4.33 million for the current quarter and RM14.73 million for the financial period-to-date. This was slight reduction of 5.2% against the RM4.57 million revenue reported for the comparative financial quarter in previous financial year. The existing jewellery business contributed RM1.85 million revenue during the current quarter compared to RM1.49 million in the corresponding quarter in previous financial year. The construction business contributed RM2.48 million revenue during the current quarter compared to RM3.08 million in the corresponding quarter in previous financial year.

The Group recorded loss before taxation of RM1.44 million for the current quarter and RM1.10 million for the financial period-to-date, as opposed to a RM1.07 million loss before taxation for the corresponding quarter in previous financial year. The Group impaired RM1.43 million of other receivable during the reporting quarter.

### **14. Comment on Material Change in the Profit before Taxation for the Current Quarter Compared with the Immediate Preceding Quarter**

The Group recorded loss before taxation of RM1.44 million in the current quarter compared to a profit before taxation of RM129 thousand in the immediate preceding quarter. The revenue reduced by 26.2% from RM5.87 million in the immediate preceding quarter to RM4.33 million in the current reporting quarter. There was an impairment of other receivable amounting to RM1.43 million during the quarter. During the reporting quarter, various versions of Movement Control Order (MCO) was implemented by the authority which adversely affected the operation of the Group.

### **15. Current Year Prospects**

The Group's jewellery business prospect continues to be weak due to slowing consumer demand, intense competition from other jewellery retailers and economy slow down due to COVID-19 pandemic and varying stages of Movement Control Order issued by the Malaysian authorities. The Group had commenced its construction and properties related businesses in Q2 of financial year 2020. Whilst the Movement Control Order implemented by the authority due to COVID-19 has interrupted the Group's construction operation, the Group had recommenced its construction operation in November 2020. The construction and the properties industry are expected to be challenging this year and the Group will identify and proceed with new opportunities cautiously. Notwithstanding the Covid-19 pandemic and the challenges in the construction sector, the Group is of the view that these are temporary setback and still expects the construction operations to contribute to future growth of the Group.

## 16. Profit Forecast

Not applicable as no profit forecast was published.

## 17. Taxation

The taxation of the Group for the financial period under review is as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year- To-Date	Preceding Year-To-Date
	31/3/2021 RM'000	31/3/2020 RM'000	31/3/2021 RM'000	31/3/2020 RM'000
<b>Income Tax</b>				
Malaysia -current year	-	-	-	-
Malaysia -prior year	9	-	9	-
Overseas- current year	-	-	-	-
Overseas- prior year	-	-	-	-
<b>Subtotal</b>	9	-	9	-
<b>Deferred Taxation</b>				
Malaysia -current year	-	-	-	-
Malaysia -prior year	-	-	-	-
<b>Subtotal</b>	-	-	-	-
<b>Total taxation expense</b>	9	-	9	-

## 18. Status of Utilisation of Proceeds Raised from Corporate Proposal

On September 2020, the Company raised RM7.561 million from issuance of 29.08 million ordinary shares through Private Placement at the issue price of RM0.26 per share. The utilisation of the proceed are as follows:

Details	Proposed Utilisation	Actual Utilisation as at 31/3/2021	Balance Available
	RM'000	RM'000	RM'000
Construction and property related business expenses	5,138	3,337	1,801
Employee expenses	1,468	701	767
Office related expenses	734	734	0
Expenses for corporate exercise	221	221	0
<b>TOTAL</b>	<b>7,561</b>	<b>4,993</b>	<b>2,568</b>

## 19. Status of Corporate Proposals Announced

On 14 April 2021, AmInvestment Bank Berhad (“AmInvestment Bank”), on behalf of the Board of Directors of NICE (“Board”), announced that NICE proposes to undertake the following:

- (i) a diversification of NICE’s existing core business to include exploration of minerals, mining and mining related businesses (“Proposed Diversification”);
- (ii) an issuance of up to 146,000,000 new ordinary shares in NICE (“NICE Shares” or “Shares”) representing approximately 20% of NICE’s issued shares to Macquarie Bank Ltd and Heah Kwai Keng (“Proposed Shares Issuance”); and
- (iii) an establishment of an employees’ share scheme (“ESS”) of up to 15% of the total issued shares of NICE (excluding treasury shares, if any) at any point in time during the duration of the Scheme for eligible directors and employees of NICE and its subsidiaries (“NICE Group” or “Group”) (“Proposed ESS”).

(collectively, referred to as the “Proposals”)

On 26 April 2021, AmInvestment Bank, on behalf of the Board, announced that the additional listing application in respect of the Proposed Shares Issuance and Proposed ESS had been submitted to Bursa Malaysia Securities Berhad on 26 April 2021.

On 27 May 2021, AmInvestment Bank, on behalf of the Board, announced that Bursa Securities had vide its letter dated 25 May 2021, approved the following:-

1. listing of up to 146,000,000 NICE Shares to be issued pursuant to the Proposed Shares Issuance; and
2. listing of such number of additional new ordinary shares, representing up to 15% of the total number of issued shares in NICE (excluding treasury shares), to be issued pursuant to the Proposed ESS.

The approval by Bursa Securities for the above is subject to the following conditions:-

1. NICE and AmInvestment Bank must fully comply with the relevant provisions under the Main Market Listing Requirements (“LR”) of Bursa Securities pertaining to the implementation of the Proposals;
2. NICE and AmInvestment Bank to inform Bursa Securities upon the completion of the Proposals;
3. NICE is required to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities’ approval once the Proposals are completed;
4. NICE is required to furnish Bursa Securities with a certified true copy of the resolutions passed by the shareholders at the extraordinary general meeting approving the Proposed Shares Issuance and Proposed ESS;

## 19. Status of Corporate Proposals Announced (Continued)

5. AmInvestment Bank is required to furnish Bursa Securities with details of the places in accordance with Paragraph 6.15 of the LR as soon as practicable after each tranche of placement and before the listing of the new shares to be issued pursuant to the Proposed Shares Issuance;
6. AmInvestment Bank is required to submit a confirmation to Bursa Securities of full compliance of the Proposed ESS pursuant to the Paragraph 6.43(1) of the LR and stating the effective date of implementation; and
7. Payment of additional listing fees pertaining to the exercise of ESS options, if relevant. In this respect, NICE is required to furnish Bursa Securities on a quarterly basis a summary of the total number of shares listed pursuant to the exercise of ESS options respectively as at the end of each quarter together with a detailed computation of listing fees payable.

## 20. Group Borrowings and Debt Securities

The Group borrowing is as follows:

	<b>31/3/2021</b>	<b>30/6/2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Amount payable within 12 months	133	36
Amount payable after 12 months	275	234
Total	<u>408</u>	<u>270</u>

The bank borrowing of the Group is in Ringgit Malaysia. The bank borrowing of the subsidiary company is unsecured.

## 21. Changes in Material Litigation

As at the latest practicable date, neither the Company nor any of its subsidiary companies is engaged in any material litigation, either as plaintiff or defendant and the Directors of the Company are not aware of any proceedings pending or threatened against the Company and its subsidiary companies or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Group.

## 22. Proposed Dividend

No dividend has been proposed for the current quarter and financial period-to-date.



## 23. Earnings Per Share

(i) Basic Earnings Per Share	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31/3/2021	Preceding Year Corresponding Quarter 31/3/2020	Current Year Quarter 31/3/2021	Preceding Year Corresponding Quarter 31/3/2020
Net profit/(loss) attributable to owners of the Company (Basic EPS numerator) (RM'000)	(1,444)	(1,071)	(1,104)	(2,117)
Weighted average number of ordinary shares in issue (Basic EPS denominator) ('000)	731,514	702,434	724,615	702,434
<b>Basic earnings/(loss) per share (sen)</b>	<b>(0.20)</b>	<b>(0.15)</b>	<b>(0.15)</b>	<b>(0.30)</b>
(ii) Diluted Earnings Per Share	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31/3/2021	Preceding Year Corresponding Quarter 31/3/2020	Current Year Quarter 31/3/2021	Preceding Year Corresponding Quarter 31/3/2020
Net profit/(loss) attributable to owners of the Company (Diluted EPS numerator) (RM'000)	(1,444)	(1,071)	(1,104)	(2,117)
Weighted average number of ordinary shares in issue ('000)	731,514	702,434	724,615	702,434
Effect of dilution				
- Warrants B	165,423	-	164,719	-
Adjusted weighted average number of ordinary shares in issue (Diluted EPS denominator) ('000)	896,937	702,434	889,334	702,434
<b>Diluted earnings/(loss) per share (sen)</b>	<b>(0.16)</b>	<b>(0.15)</b>	<b>(0.12)</b>	<b>(0.30)</b>

*Remark:*

*Warrants has a dilutive effect only when the average market price of ordinary shares during the period exceeds the exercise price of the options or warrants.*

## 24. Notes to Statement of Comprehensive Income

Profit / (Loss) Before Taxation is arrived at after (charging) / crediting the following items:

	<b>Current Quarter RM '000</b>	<b>Cumulative Quarter RM '000</b>
(a) Interest Income	12	33
(b) Other Income	-	-
(c) Interest Expense	(2)	(7)
(d) Depreciation and Amortization	(49)	(158)
(e) Provision / Write off of Receivables	(1,428)	(1,428)
(f) Provision / Write off of Inventories	-	-
(g) Gain / (Loss) on Disposal of quoted or unquoted investments or properties	n/a	n/a
(h) Impairment of Assets	n/a	n/a
(i) Foreign Exchange Gain / (Loss)	8	(29)
(j) Gain / (Loss) on derivatives	n/a	n/a
(k) Exceptional Items	n/a	n/a

By Order of the Board

Ong Tze-En (MAICSA 7026537) (SSM PC NO. 202008003397)

Company Secretary