

# Niche Capital Emas

**NICHE CAPITAL EMAS HOLDINGS BERHAD**

Registration No.: 200001024664 (527272-V)

(Incorporated in Malaysia)

## **Interim Financial Report**

For the Third Quarter ended 31 March 2022



**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022**  
**Condensed Consolidated Statement of Profit or Loss (Unaudited)**

|   | <u>Individual Quarter</u> |                |                | <u>Cumulative Quarter</u> |                |                |
|---|---------------------------|----------------|----------------|---------------------------|----------------|----------------|
|   | <u>3 months ended</u>     |                |                | <u>9 months ended</u>     |                |                |
|   | <u>31 Mar</u>             |                |                | <u>31 Mar</u>             |                |                |
|   | <b>2022</b>               | <b>2021</b>    | <b>+ / (-)</b> | <b>2022</b>               | <b>2021</b>    | <b>+ / (-)</b> |
|   | <b>RM'000</b>             | <b>RM'000</b>  | <b>%</b>       | <b>RM'000</b>             | <b>RM'000</b>  | <b>%</b>       |
| Revenue   | 7,623                     | 4,332          | 76.0           | 10,679                    | 14,731         | -27.5          |
| Cost of goods sold  | (6,854)                   | (3,549)        | 93.1           | (9,579)                   | (11,757)       | -18.5          |
| Gross profit  | 769                       | 783            | -1.8           | 1,100                     | 2,974          | -63.0          |
| Administrative expenses                                   | (2,021)                   | (2,235)        | -9.6           | (3,828)                   | (4,066)        | -5.9           |
| Other expenses  | -                         | 8              | -100.0         | (1)                       | (29)           | -96.6          |
| Other income  | 22                        | 11             | 100.0          | 259                       | 33             | 684.8          |
| <b>Operating loss</b>                                     | <b>(1,230)</b>            | <b>(1,433)</b> | <b>-14.2</b>   | <b>(2,470)</b>            | <b>(1,088)</b> | <b>127.0</b>   |
| Finance cost  | (18)                      | (2)            | 800.0          | (48)                      | (7)            | 585.7          |
| <b>Loss before tax</b>                                    | <b>(1,248)</b>            | <b>(1,435)</b> | <b>-13.0</b>   | <b>(2,518)</b>            | <b>(1,095)</b> | <b>130.0</b>   |
| Taxation  | -                         | (9)            |                | -                         | (9)            |                |
| <b>Loss for the period</b>                                | <b>(1,248)</b>            | <b>(1,444)</b> | <b>-13.6</b>   | <b>(2,518)</b>            | <b>(1,104)</b> | <b>128.1</b>   |
| <b>Loss attributable to Equity holders of the Company</b> | <b>(1,248)</b>            | <b>(1,444)</b> | <b>-13.6</b>   | <b>(2,518)</b>            | <b>(1,104)</b> | <b>128.1</b>   |
| Loss per share (sen)                                      |                           |                |                |                           |                |                |
| - basic   | (0.14)                    | (0.20)         |                | (0.31)                    | (0.15)         |                |
| - diluted   | (0.12)                    | (0.16)         |                | (0.26)                    | (0.12)         |                |

*The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Report for the financial year ended 30 June 2021. The accompanying notes form an integral part of this Statement of Profit or Loss.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022**  
**Condensed Consolidated Statement of Other Comprehensive Income (Unaudited)**

|   | <u>Individual Quarter</u> |                | <u>Cumulative Quarter</u> |                |
|---|---------------------------|----------------|---------------------------|----------------|
|   | <u>3 months ended</u>     |                | <u>9 months ended</u>     |                |
|   | <u>31 Mar</u>             |                | <u>31 Mar</u>             |                |
|   | <b>2022</b>               | <b>2021</b>    | <b>2022</b>               | <b>2021</b>    |
|   | <b>RM'000</b>             | <b>RM'000</b>  | <b>RM'000</b>             | <b>RM'000</b>  |
| Loss for the period                       | (1,248)                   | (1,444)        | (2,518)                   | (1,104)        |
| Other comprehensive income:               |                           |                |                           |                |
| Currency translation differences          | (4)                       | (26)           | (3)                       | 46             |
| Total comprehensive loss for the period   | <u>(1,252)</u>            | <u>(1,470)</u> | <u>(2,521)</u>            | <u>(1,058)</u> |
| Total comprehensive loss attributable to: |                           |                |                           |                |
| Equity holders of the Company             | <u>(1,252)</u>            | <u>(1,470)</u> | <u>(2,521)</u>            | <u>(1,058)</u> |

*The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Annual Report for the financial year ended 30 June 2021. The accompanying notes form an integral part of this Statement of Profit or Loss.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022**  
**Condensed Consolidated Statement of Financial Position**

|  | <b>Unaudited</b>   | <b>Audited</b>     |
|--|--------------------|--------------------|
|  | <b>As at</b>       | <b>As at</b>       |
|  | <b>31 Mar 2022</b> | <b>30 Jun 2021</b> |
|  | <b>RM'000</b>      | <b>RM'000</b>      |
| <b>ASSETS</b>  |                    |                    |
| <b>Non-Current Assets</b>  |                    |                    |
| Property, Plant & Equipment  | 13,445             | 7,136              |
| Right-of-use Assets  | 1,809              | 1,333              |
| Goodwill   | 13                 | 10                 |
| <b>Current Assets</b>  |                    |                    |
| Inventories  | 19,090             | 21,150             |
| Trade Receivables  | 17,129             | 12,096             |
| Other Receivables, Deposits and Prepayments  | 2,229              | 304                |
| Tax Prepayment   | 45                 | 10                 |
| Cash & Cash Equivalents  | 8,324              | 5,355              |
| <b>Total Current Assets</b>  | <b>46,817</b>      | <b>38,915</b>      |
| <b>Total Assets</b>  | <b>62,084</b>      | <b>47,394</b>      |
| <b>EQUITY AND LIABILITIES</b>  |                    |                    |
| <b>Equity attributable to the shareholders of the Company</b>                      |                    |                    |
| Share Capital  | 80,984             | 64,537             |
| Reserves   |                    |                    |
| Exchange Fluctuation Reserve   | (343)              | (340)              |
| Warrants Reserve   | 4,433              | 4,433              |
| Accumulated Losses   | (30,220)           | (27,702)           |
| Total Reserves   | (26,130)           | (23,609)           |
| <b>Total Equity</b>  | <b>54,854</b>      | <b>40,928</b>      |
| <b>Non-Current Liability</b>   |                    |                    |
| Deferred Taxation  | 9                  | 9                  |
| Finance Lease Liability  | 994                | 806                |
| <b>Total Non-Current Liability</b>   | <b>1,003</b>       | <b>815</b>         |
| <b>Current Liabilities</b>   |                    |                    |
| Trade Payables   | 3,511              | 2,008              |
| Other Payables & Accruals  | 1,624              | 2,814              |
| Provision for taxation   | 531                | 529                |
| Finance Lease Liability  | 561                | 300                |
| <b>Total Current Liabilities</b>   | <b>6,227</b>       | <b>5,651</b>       |
| <b>Total Liabilities</b>   | <b>7,230</b>       | <b>6,466</b>       |
| <b>Total Equity and Liabilities</b>  | <b>62,084</b>      | <b>47,394</b>      |
| <b>Net Assets per Share attributable to the equity holders of the Company (RM)</b> | <b>0.06</b>        | <b>0.05</b>        |

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the financial year ended 30 June 2021. The accompanying notes form an integral part of this Statement of Financial Position.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022**  
**Condensed Consolidated Statement of Changes in Equity (Unaudited)**

|   | <b>Attributable to shareholders of the Company</b> |                 |                    |                      | <b>Total Equity</b> |               |
|---|--|-----------------|--------------------|----------------------|---------------------|---------------|
|   | <b>Non-Distributable</b>                           |                 |                    | <b>Distributable</b> |                     | <b>RM'000</b> |
|   | <b>Share</b>                                       | <b>Warrants</b> | <b>Exchange</b>    | <b>Accumulated</b>   |                     |               |
|   | <b>Capital</b>                                     | <b>Reserve</b>  | <b>Fluctuation</b> | <b>Losses</b>        |                     |               |
| <b>RM'000</b>                                 | <b>RM'000</b>                                      | <b>Reserve</b>  | <b>RM'000</b>      | <b>RM'000</b>        |                     |               |
| <b>Balance as at 1 Jul 2021</b>               | 64,537   | 4,433           | (340)              | (27,702)             | 40,928              |               |
| Loss for the period                           | -  | -               | -                  | (2,518)              | (2,518)             |               |
| Other Comprehensive Loss                      | -  | -               | (3)                | -                    | (3)                 |               |
| Total Comprehensive Loss for the period       | -  | -               | (3)                | (2,518)              | (2,521)             |               |
| <b>Transactions with owners</b>               |  |                 |                    |                      |                     |               |
| Special Placement Share Issuance              | 16,613   | -               | -                  | -                    | 16,613              |               |
| Special Placement Corporate Exercise Expenses | (166)  | -               | -                  | -                    | (166)               |               |
| <b>Balance as at 31 Mar 2022</b>              | <b>80,984</b>                                      | <b>4,433</b>    | <b>(343)</b>       | <b>(30,220)</b>      | <b>54,854</b>       |               |

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended 30 June 2021. The accompanying notes form an integral part of this statement.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM FINANCIAL REPORT FOR THIRD QUARTER ENDED 31 MARCH 2022**  
**Condensed Consolidated Statement of Changes in Equity (Unaudited ) (Continued)**

|   | <b>Attributable to shareholders of the Company</b> |                 |                    |                      | <b>Total Equity</b> |               |
|---|--|-----------------|--------------------|----------------------|---------------------|---------------|
|   | <b>Non-Distributable</b>                           |                 |                    | <b>Distributable</b> |                     | <b>RM'000</b> |
|   | <b>Share</b>                                       | <b>Warrants</b> | <b>Exchange</b>    | <b>Accumulated</b>   |                     |               |
|   | <b>Capital</b>                                     | <b>Reserve</b>  | <b>Fluctuation</b> | <b>Losses</b>        |                     |               |
| <b>RM'000</b>                                 | <b>RM'000</b>                                      | <b>Reserve</b>  | <b>RM'000</b>      | <b>RM'000</b>        |                     |               |
| <b>Balance as at 1 Jul 2020</b>               | 52,505   | 4,433           | (382)              | (25,199)             | 31,357              |               |
| Loss for the period                           | -  | -               | -                  | (1,104)              | (1,104)             |               |
| Other Comprehensive Income                    | -  | -               | 46                 | -                    | 46                  |               |
| Total Comprehensive Loss for the period       | -  | -               | 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 Mar 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 Annual Report for the financial year ended 30 June 2021. The accompanying notes form an integral part of this statement.*

# NICHE CAPITAL EMAS HOLDINGS BERHAD

Reg. No. 200001024664 (527272-V)

## INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022

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

|  | <b>Cumulative Quarter</b> |                |
|--|---------------------------|----------------|
|  | <b>9 months ended</b>     |                |
|  | <b>31 Mar</b>             |                |
|  | <b>2022</b>               | <b>2021</b>    |
|  | <b>RM'000</b>             | <b>RM'000</b>  |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>               |                           |                |
| Loss Before Tax  | (2,518)                   | (1,095)        |
| Adjustments for:   |                           |                |
| Depreciation on Property, Plant and Equipment            | 356                       | 71             |
| Depreciation on Right-of-use ("ROU") Assets              | 270                       | 87             |
| Fixed asset written off                                  | 571                       | -              |
| Unrealised loss on foreign exchange                      | 1                         | 29             |
| Impairment of other receivable                           | -                         | 1,428          |
| Interest expenses  | 48                        | 7              |
| Interest income  | (49)                      | (33)           |
| Operating profit / (loss) before working capital changes | (1,321)                   | 494            |
| Changes in working capital                               |                           |                |
| Inventories  | 2,060                     | 6,946          |
| Trade and other receivables                              | (6,943)                   | (8,646)        |
| Trade and other payables                                 | 1,040                     | (3,613)        |
| Cash used in operating activities                        | (5,164)                   | (4,819)        |
| Interest paid  | (48)                      | (7)            |
| Tax refund   | 12                        | 43             |
| Tax paid   | (48)                      | (126)          |
| <b>Net cash used in operating activities</b>             | <b>(5,248)</b>            | <b>(4,909)</b> |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>               |                           |                |
| Acquisition of property, plant and equipment             | (7,236)                   | -              |
| Acquisition of ROU asset                                 | (746)                     | (37)           |
| Interest received  | 49                        | 33             |
| <b>Net cash used in investing activities</b>             | <b>(7,933)</b>            | <b>(4)</b>     |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>               |                           |                |
| Payment of lease liability                               | (297)                     | (86)           |
| Proceed from share issuance                              | 16,613                    | 7,561          |
| Share issuance expenses                                  | (166)                     | (215)          |
| <b>Net cash generated from financing activities</b>      | <b>16,150</b>             | <b>7,260</b>   |
| <b>Net increase in cash and cash equivalents</b>         | <b>2,969</b>              | <b>2,347</b>   |
| <b>Cash and cash equivalents at 1 Jul</b>                | <b>5,355</b>              | <b>1,278</b>   |
| Exchange difference in Translation                       | -                         | -              |
| <b>Cash and cash equivalents at 31 Mar</b>               | <b>8,324</b>              | <b>3,625</b>   |
| Cash and cash equivalents comprises:                     |                           |                |
| Cash and bank balances                                   | 8,324                     | 3,625          |
|  | <b>8,324</b>              | <b>3,625</b>   |

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the financial year ended 30 June 2021. The accompanying notes form an integral part of this statement.*

**NICHE CAPITAL EMAS HOLDINGS BERHAD** *Reg. No. 200001024664 (527272-V)*  
**INTERIM FINANCE REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022**

**A. Explanatory Notes Pursuant to Malaysian 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 2021 and the accompanying explanatory notes attached to the interim financial statements.

**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 2021.

**(i) Adoption of new and amended standards**

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

|   |   |
|---|---|
| Amendments to MFRS 9, MFRS 139,<br>MFRS 7, MFRS 4 and MFRS 16 | <i>Interest Rate Benchmark Reform - Phase 2</i>                   |
| Amendment to MFRS 16  | <i>COVID-19 - Related Rent Concessions<br/>beyond 30 Jun 2021</i> |

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



## 1. Basis of Preparations (Continued)

### Changes in Accounting Policies (Continued)

#### (ii) Standards issued but not yet effective

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

|  |  | Effective dates for<br>financial periods<br><u>beginning on or after</u> |
|--|--|--|
| Amendments to MFRS 3                                       | <i>Reference to the Conceptual Framework</i>   | 01 Jan 2022  |
| Amendments to MFRS 116                                     | <i>Property, Plant and Equipment - Proceeds before Intended Use</i>                          | 01 Jan 2022  |
| Amendments to MFRS 137                                     | <i>Onerous Contracts - Cost of Fulfilling a Contract</i>                                     | 01 Jan 2022  |
| Annual Improvements to MFRS Standards 2018 - 2020          |  | 01 Jan 2022  |
| • Amendments to MFRS 1                                     |  |  |
| • Amendments to MFRS 9                                     |  |  |
| • Amendments to Illustrative Examples accompanying MFRS 16 |  |  |
| • Amendments to MFRS 141                                   |  |  |
| MFRS 17  | <i>Insurance Contracts</i>   | 01 Jan 2023  |
| Amendments to MFRS 17                                      | <i>Insurance Contracts</i>   | 01 Jan 2023  |
| Amendments to MFRS 101                                     | <i>Classification of Liabilities as Current or Non-current</i>                               | 01 Jan 2023  |
| Amendments to MFRS 101                                     | <i>Disclosure of Accounting Policies</i>   | 01 Jan 2023  |
| Amendments to MFRS 108                                     | <i>Definition of Accounting Estimates</i>  | 01 Jan 2023  |
| Amendments to MFRS 112                                     | <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>      | 01 Jan 2023  |
| Amendments to MFRS 10 and MFRS 128                         | <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> | Deferred until further notice  |

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

The initial applications of the above-mentioned new MFRSs and amendments to MFRSs are not expected to have any significant impacts on the financial statements of the Group and of the Company.

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

The audited financial statements of the Group for the financial year ended 30 June 2021 were not subject to any audit qualification.

**3. Seasonal or Cyclical Factors**

The Group's mining operations are affected by the weather conditions while the Trading operations are affected by 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 year-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 financial years that have an effect in the current interim period.

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

There were no issuance and repayment of debt or equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year-to-date except for the following new issuance of ordinary shares:

| <b>Date</b>              | <b>No. of<br/>ordinary<br/>shares<br/>allotted</b> | <b>Price<br/>RM</b> | <b>Amount RM</b>  | <b>Allottee</b>    | <b>Cumulative<br/>ordinary shares<br/>issued</b> |
|--------------------------|--|---------------------|-------------------|--------------------|--|
| As at 1 Jul 2021         |  |                     |                   |                    | 757,313,900                                      |
| 01 Jul 2021              | 500,000  | 0.194               | 97,000            | Macquarie Bank Ltd | 757,813,900                                      |
| 02 Jul 2021              | 700,000  | 0.191               | 133,700           | Macquarie Bank Ltd | 758,513,900                                      |
| 05 Jul 2021              | 1,500,000  | 0.190               | 285,000           | Macquarie Bank Ltd | 760,013,900                                      |
| 06 Jul 2021              | 1,800,000  | 0.186               | 334,800           | Macquarie Bank Ltd | 761,813,900                                      |
| 07 Jul 2021              | 3,000,000  | 0.191               | 573,000           | Macquarie Bank Ltd | 764,813,900                                      |
| 13 Jul 2021              | 750,000  | 0.193               | 144,750           | Macquarie Bank Ltd | 765,563,900                                      |
| 14 Jul 2021              | 1,000,000  | 0.189               | 189,000           | Macquarie Bank Ltd | 766,563,900                                      |
| 15 Jul 2021              | 2,500,000  | 0.187               | 467,500           | Macquarie Bank Ltd | 769,063,900                                      |
| 16 Jul 2021              | 1,500,000  | 0.188               | 282,000           | Macquarie Bank Ltd | 770,563,900                                      |
| 30 Jul 2021              | 2,000,000  | 0.178               | 356,000           | Macquarie Bank Ltd | 772,563,900                                      |
| 13 Aug 2021              | 1,000,000  | 0.175               | 175,000           | Macquarie Bank Ltd | 773,563,900                                      |
| 24 Aug 2021              | 1,000,000  | 0.165               | 165,000           | Macquarie Bank Ltd | 774,563,900                                      |
| 30 Aug 2021              | 2,000,000  | 0.162               | 324,000           | Macquarie Bank Ltd | 776,563,900                                      |
| 10 Sep 2021              | 1,000,000  | 0.163               | 163,000           | Macquarie Bank Ltd | 777,563,900                                      |
| 21 Sep 2021              | 1,000,000  | 0.154               | 154,000           | Macquarie Bank Ltd | 778,563,900                                      |
| 28 Sep 2021              | 1,000,000  | 0.145               | 145,000           | Macquarie Bank Ltd | 779,563,900                                      |
| 28 Sep 2021              | 1,000,000  | 0.145               | 145,000           | Macquarie Bank Ltd | 780,563,900                                      |
| 14 Oct 2021              | 1,250,000  | 0.145               | 181,250           | Macquarie Bank Ltd | 781,813,900                                      |
| 15 Oct 2021              | 1,000,000  | 0.155               | 155,000           | Macquarie Bank Ltd | 782,813,900                                      |
| 25 Oct 2021              | 1,500,000  | 0.151               | 226,500           | Macquarie Bank Ltd | 784,313,900                                      |
| 29 Oct 2021              | 2,000,000  | 0.157               | 314,000           | Macquarie Bank Ltd | 786,313,900                                      |
| 08 Nov 2021              | 3,000,000  | 0.149               | 447,000           | Macquarie Bank Ltd | 789,313,900                                      |
| 11 Nov 2021              | 4,000,000  | 0.145               | 580,000           | Macquarie Bank Ltd | 793,313,900                                      |
| 12 Nov 2021              | 2,000,000  | 0.149               | 298,000           | Macquarie Bank Ltd | 795,313,900                                      |
| 15 Nov 2021              | 3,500,000  | 0.150               | 525,000           | Macquarie Bank Ltd | 798,813,900                                      |
| 23 Nov 2021              | 3,000,000  | 0.134               | 402,000           | Macquarie Bank Ltd | 801,813,900                                      |
| 15 Dec 2021              | 850,000  | 0.120               | 102,000           | Macquarie Bank Ltd | 802,663,900                                      |
| 27 Dec 2021              | 5,500,000  | 0.120               | 660,000           | Macquarie Bank Ltd | 808,163,900                                      |
| 28 Dec 2021              | 11,000,000   | 0.120               | 1,320,000         | Macquarie Bank Ltd | 819,163,900                                      |
| 29 Dec 2021              | 21,350,000   | 0.120               | 2,562,000         | Macquarie Bank Ltd | 840,513,900                                      |
| 03 Jan 2022              | 2,000,000  | 0.120               | 240,000           | Macquarie Bank Ltd | 842,513,900                                      |
| 04 Jan 2022              | 2,000,000  | 0.124               | 248,000           | Macquarie Bank Ltd | 844,513,900                                      |
| 05 Jan 2022              | 3,200,000  | 0.127               | 406,400           | Macquarie Bank Ltd | 847,713,900                                      |
| 06 Jan 2022              | 3,000,000  | 0.128               | 384,000           | Macquarie Bank Ltd | 850,713,900                                      |
| 07 Jan 2022              | 2,500,000  | 0.128               | 320,000           | Macquarie Bank Ltd | 853,213,900                                      |
| 26 Jan 2022              | 9,700,000  | 0.123               | 1,193,100         | Macquarie Bank Ltd | 862,913,900                                      |
| 28 Jan 2022              | 5,000,000  | 0.122               | 610,000           | Macquarie Bank Ltd | 867,913,900                                      |
| 16 Feb 2022              | 1,000,000  | 0.135               | 135,000           | Macquarie Bank Ltd | 868,913,900                                      |
| 18 Feb 2022              | 8,600,000  | 0.136               | 1,169,600         | Macquarie Bank Ltd | 877,513,900                                      |
| <b>As at 31 Mar 2022</b> |  |                     |                   |                    | <b>877,513,900</b>                               |
| <b>Total</b>             | <b>120,200,000</b>                                 |                     | <b>16,612,600</b> |                    |  |

The Special Share Issuance of 146,000,000 ordinary shares was completed on 18 February 2022. The Company raised total gross proceeds of RM21.4 million at issue prices from RM0.120 to RM0.206 per share.

## 7. Dividend Paid

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

## 8. Segment Information

|                                 | Trading            |               | Construction and Services |              | Mining             |          | Others             |                | Group              |                |
|---------------------------------|--------------------|---------------|---------------------------|--------------|--------------------|----------|--------------------|----------------|--------------------|----------------|
|                                 | Cumulative Quarter |               | Cumulative Quarter        |              | Cumulative Quarter |          | Cumulative Quarter |                | Cumulative Quarter |                |
|                                 | 9 months ended     |               | 9 months ended            |              | 9 months ended     |          | 9 months ended     |                | 9 months ended     |                |
|                                 | 31 Mar             |               | 31 Mar                    |              | 31 Mar             |          | 31 Mar             |                | 31 Mar             |                |
|                                 | 2022               | 2021          | 2022                      | 2021         | 2022               | 2021     | 2022               | 2021           | 2022               | 2021           |
|                                 | RM'000             | RM'000        | RM'000                    | RM'000       | RM'000             | RM'000   | RM'000             | RM'000         | RM'000             | RM'000         |
| <b>Revenue</b>                  |                    |               |                           |              |                    |          |                    |                |                    |                |
| Total Revenue                   | 3,452              | 9,391         | 7,227                     | 5,340        | -                  | -        | -                  | -              | 10,679             | 14,731         |
| Inter-segment revenue           | -                  | -             | -                         | -            | -                  | -        | -                  | -              | -                  | -              |
| <b>External Sales</b>           | <b>3,452</b>       | <b>9,391</b>  | <b>7,227</b>              | <b>5,340</b> | <b>-</b>           | <b>-</b> | <b>-</b>           | <b>-</b>       | <b>10,679</b>      | <b>14,731</b>  |
| <b>Segment Result</b>           | (1,174)            | 1,085         | 560                       | 542          | -                  | -        | (1,279)            | (2,590)        | (1,893)            | (963)          |
| Interest Income                 | -                  | -             | 3                         | -            | -                  | -        | 46                 | 33             | 49                 | 33             |
| Interest Expense                | (5)                | (6)           | (3)                       | -            | (35)               | -        | (5)                | (1)            | (48)               | (7)            |
| Depreciation on PPE             | (90)               | (70)          | (5)                       | -            | (245)              | -        | (16)               | (1)            | (356)              | (71)           |
| Depreciation on ROU Assets      | (25)               | (65)          | (21)                      | -            | (144)              | -        | (80)               | (22)           | (270)              | (87)           |
| <b>Profit/(loss) before tax</b> | <b>(1,294)</b>     | <b>944</b>    | <b>534</b>                | <b>542</b>   | <b>(424)</b>       | <b>-</b> | <b>(1,334)</b>     | <b>(2,581)</b> | <b>(2,518)</b>     | <b>(1,095)</b> |
| Taxation                        | -                  | (9)           | -                         | -            | -                  | -        | -                  | -              | -                  | (9)            |
| <b>Profit/(loss) after tax</b>  | <b>(1,294)</b>     | <b>935</b>    | <b>534</b>                | <b>542</b>   | <b>(424)</b>       | <b>-</b> | <b>(1,334)</b>     | <b>(2,581)</b> | <b>(2,518)</b>     | <b>(1,104)</b> |
| <b>Assets</b>                   |                    |               |                           |              |                    |          |                    |                |                    |                |
| Segment Assets                  | 24,414             | 31,310        | 14,128                    | 7,963        | 15,343             | -        | 8,199              | 3,203          | 62,084             | 42,476         |
| Unallocated Assets              | -                  | -             | -                         | -            | -                  | -        | -                  | -              | -                  | -              |
| <b>Total Assets</b>             | <b>24,414</b>      | <b>31,310</b> | <b>14,128</b>             | <b>7,963</b> | <b>15,343</b>      | <b>-</b> | <b>8,199</b>       | <b>3,203</b>   | <b>62,084</b>      | <b>42,476</b>  |
| <b>Liabilities</b>              |                    |               |                           |              |                    |          |                    |                |                    |                |
| Segment Liabilities             | 3,274              | 1,752         | 597                       | 1,608        | 1,478              | -        | 1,881              | 1,471          | 7,230              | 4,831          |
| Unallocated Liabilities         | -                  | -             | -                         | -            | -                  | -        | -                  | -              | -                  | -              |
| <b>Total Liabilities</b>        | <b>3,274</b>       | <b>1,752</b>  | <b>597</b>                | <b>1,608</b> | <b>1,478</b>       | <b>-</b> | <b>1,881</b>       | <b>1,471</b>   | <b>7,230</b>       | <b>4,831</b>   |

## 9. Material Subsequent Events

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

## 10. Changes in the Composition of the Group

On 23 August 2021, the Company acquired a new subsidiary with the acquisition of 1 ordinary share in Novaworth Sdn. Bhd. (“NSB”) for a total cash consideration of RM1 representing 100% equity interest in the issued and paid-up share capital of NSB. NSB remain dormant as at the end of this reporting period.

## 11. Significant Related Party Transactions

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

|   | <b>Transaction Value<br/>Cumulative<br/>Quarters</b> | <b>Balance<br/>Outstanding as at</b> |
|---|--|--------------------------------------|
|   | <b>31 Mar 2022</b>                                   | <b>31 Mar 2022</b>                   |
|   | <b>RM</b>  | <b>RM</b>                            |
| Repayment to an executive director, for his advances to the Company and subsidiaries. | <u>(223,517)</u>                                     | <u>-</u>                             |

Notes:

- (a) *The director’s advances are unsecured, interest-free and repayable on demand.*
- (b) *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 well-being 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. (“YJI”), former subsidiary of the Company. YJI 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 YJI where the Company allotted 115,130,000 new ordinary shares to the Creditor Banks at RM0.13 per share, as full and final settlement sum for YJI’s defaulted bank borrowings and the discharged of the corporate guarantees previously granted by the Company in favour of the Creditor Banks.

In return for the Company’s settlement on behalf of YJI to the Creditor Banks as abovementioned, YJI 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 the Company. The Company shall at all times utilise the compensation received under this assignment to settle all of YJI’s liabilities to the Company. Any excess after settling legal expenses payable and relevant expenses under the legal suit and YJI’s liabilities to the Company shall be refunded. The Company and YJI then entered into a Suit Assignment Agreement to formalise the letter of irrevocable undertaking.

## 12. Contingent Assets *(Continued)*

In 2014, YJI and BNM have reached a settlement and entered into a consent judgement where it is recorded that:

- (a) YJI 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 YJI 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 YJI 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; and
- (d) the proceeds from the sales of the Stocks through the aforesaid open public tender shall be split between YJI and BNM at the ratio of 40:60.

Pursuant to the Suit Assignment Agreement, the Company is entitled to YJI's portion of 40% of the sale proceeds of the Stocks.

In September 2021, BNM has successfully awarded the tender for the sale and meltdown of the Stocks as scrap and delivered the Stocks to the successful bidder in April 2022 for weighting to determine the final purchase price.

**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 Year-to-Date**

|                           | <u>Individual Quarter</u> |                |                | <u>Cumulative Quarter</u> |                |                |
|---------------------------|---------------------------|----------------|----------------|---------------------------|----------------|----------------|
|                           | <u>3 months ended</u>     |                |                | <u>9 months ended</u>     |                |                |
|                           | <u>31 Mar</u>             |                |                | <u>31 Mar</u>             |                |                |
|                           | <u>2022</u>               | <u>2021</u>    | <u>+ / (-)</u> | <u>2022</u>               | <u>2021</u>    | <u>+ / (-)</u> |
| <u>RM'000</u>             | <u>RM'000</u>             | <u>%</u>       | <u>RM'000</u>  | <u>RM'000</u>             | <u>%</u>       |                |
| <b>Revenue</b>            | 7,623                     | 4,332          | 76.0           | 10,679                    | 14,731         | -27.5          |
| <b>Segments results:</b>  |                           |                |                |                           |                |                |
| Trading                   | (656)                     | 59             | -1,211.9       | (1,294)                   | 944            | -237.1         |
| Construction and Services | 113                       | 350            | -67.7          | 534                       | 542            | -1.5           |
| Mining                    | (156)                     | -              | n/m            | (424)                     | -              | n/m            |
| Others                    | (549)                     | (1,844)        | -70.2          | (1,334)                   | (2,581)        | -48.3          |
| <b>Loss before tax</b>    | <u>(1,248)</u>            | <u>(1,435)</u> | -13.0          | <u>(2,518)</u>            | <u>(1,095)</u> | 130.0          |

*n/m- not meaningful due to no comparative figures*

The Group recorded a RM7.6 million revenue for the current quarter, 76.0% higher compared with the corresponding financial quarter in the preceding financial year of RM4.3 million. Revenue generated from the current quarter mainly contributed by the Group's Construction and Services segment of RM4.1 million and Trading segment RM3.4 million. In comparison, the Group reported RM2.5 million Construction revenue and RM1.8 million Trading revenue in the corresponding financial quarter in the preceding financial year.

The Group recorded RM10.7 million revenue for the financial year-to-date, 27.5% lower compared with the corresponding cumulative quarter in the preceding financial year of RM14.7 million. The Trading operation contributed RM3.5 million cumulative revenue compared to RM9.3 million in the preceding corresponding financial year.

No revenue was recognised in the Mining segment as the mining operations is still at exploration stage.

The Group recorded loss before taxation of RM1.2 million for the current quarter and loss before taxation of RM2.5 million for the financial year-to-date, as compared to a RM1.4 million loss before taxation for the corresponding quarter in previous financial year and RM1.1 million loss before taxation for the cumulative quarter in the corresponding quarter in previous financial year. During the current reporting quarter, there was a RM571,000 impairment on renovation of a retail outlet which the Group did not renew the premise lease.

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

|                           | <u>Individual Quarter</u> |               | + / (-)<br>% |
|---------------------------|---------------------------|---------------|--------------|
|                           | 3 months ended            |               |              |
|                           | <u>31 Mar</u>             | <u>31 Dec</u> |              |
|                           | <u>2022</u>               | <u>2021</u>   |              |
|                           | <u>RM'000</u>             | <u>RM'000</u> |              |
| <b>Revenue</b>            | 7,623                     | 1,043         | 630.9        |
| <b>Segments results:</b>  |                           |               |              |
| Trading                   | (656)                     | (355)         | 84.8         |
| Construction and Services | 113                       | 284           | -60.2        |
| Mining                    | (156)                     | (140)         | 11.4         |
| Others                    | (549)                     | (366)         | 50.0         |
| <b>Loss before tax</b>    | <u>(1,248)</u>            | <u>(577)</u>  | 116.3        |

The Group recorded loss before taxation of RM1.2 million in the current quarter compared to a loss before taxation of RM577,000 in the immediate preceding quarter. Revenue increased by 630.9% from RM1.0 million in the immediate preceding quarter to RM7.6 million in the current reporting quarter. Both Construction and Services segment and Trading segment increased significantly from immediate preceding quarter. During the current quarter, there was a RM571,000 impairment on renovation of a retail outlet which the Group did not renew the premise lease.

**15. Current Year Prospects**

The Group's Trading segment prospect, mainly from the jewellery business, continues to be weak due to lower consumer demand while the Construction and Services segment will continue to contribute positively from its current construction and infrastructure works activities at the Mining area.

The Mining segment is projected to move towards pilot production in the next financial year, consequence from the earlier exploration. In addition, exploration works will continue at other parts of the Mining area to identify potential deposits.

**16. Profit Forecast**

The Group did not issue any profit forecast during the current financial year-to-date.

**17. Taxation**

The is no taxation provision for the current financial year-to-date and comparative financial period.



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

From 21 June until 18 February 2022, the Company raised RM21.4 million from issuance of 146 million ordinary shares through Special Share Issuance at issue prices from RM0.120 to RM0.206 per share.

The utilisation of the proceeds are as follows:

| <b>Category</b>                   | <b>Proposed</b>    |               |                 |                |
|-----------------------------------|--------------------|---------------|-----------------|----------------|
|                                   | <b>Utilisation</b> | <b>Raised</b> | <b>Utilised</b> | <b>Balance</b> |
|                                   | <b>RM'000</b>      | <b>RM'000</b> | <b>RM'000</b>   | <b>RM'000</b>  |
| Construction and Property Related | 4,000              | 4,000         | 4,000           | -              |
| Mining Business                   | 4,000              | 4,000         | 4,000           | -              |
| Trading Business                  | 10,000             | 10,000        | 1,801           | 8,199          |
| Working Capital                   | 8,349              | 2,907         | 2,907           | -              |
| Proposal Expenses                 | 500                | 500           | 409             | 91             |
| <b>Total</b>                      | <b>26,849</b>      | <b>21,407</b> | <b>13,117</b>   | <b>8,290</b>   |

As at 31 March 2022, the Company raised a total sum of RM21.4 million only instead of the proposed RM26.85 million proposed utilisation as stated in the Circular to Shareholders dated 3 June 2021.

## 19. Status of Corporate Proposals Announced

There were no corporate proposals that have been announced by the Company but not completed at the date of this report other than the Special Share Issuance of 146,000,000 ordinary shares which was completed on 18 February 2022.

## 20. Group Borrowings and Debt Securities

The Group borrowing is as follows:

|                                 | <b>31 Mar</b>          |                        |
|---------------------------------|------------------------|------------------------|
|                                 | <b>2022</b>            | <b>2021</b>            |
|                                 | <b>RM'000</b>          | <b>RM'000</b>          |
| Amount payable within 12 months | 306                    | 133                    |
| Amount payable after 12 months  | 572                    | 275                    |
| <b>Total</b>                    | <b>878<sup>a</sup></b> | <b>408<sup>b</sup></b> |

The bank borrowing of the Group is in Ringgit Malaysia.

*Remark: a RM605,000 is secured by a Corporate Guarantee of the Company and RM273,000 by a personal guarantee of a director of the Company*

*b RM408,000 is secured by a personal guarantee of a director of the Company*

## 21. Derivative Financial Instrument

There was no derivative financial instrument issued by the Company as the date of this report.

## 22. Fair Value Changes of Financial Liabilities

There were no fair value changes of financial liabilities during the financial year-to-date.

## 23. Material Litigation

There was no pending material litigation as at the date of this report.

**24. Dividend**

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

**25. Earnings Per Share**

**a) Basic loss per share**

The basic loss per share (“Basic LPS”) is calculated based on the consolidated loss for the financial year-to-date attributable to owners of the parent and the weighted average number of ordinary shares in issue during the financial year-to-date as follows:

|   | <u>Individual Quarter</u> |               | <u>Cumulative Quarter</u> |               |
|---|---------------------------|---------------|---------------------------|---------------|
|   | <u>3 months ended</u>     |               | <u>9 months ended</u>     |               |
|   | <u>31 Mar</u>             |               | <u>31 Mar</u>             |               |
|   | <u>2022</u>               | <u>2021</u>   | <u>2022</u>               | <u>2021</u>   |
| <b>Net loss attributable to owners of the Company (Basic LPS numerator) (RM'000)</b>      | (1,248)                   | (1,444)       | (2,518)                   | (1,104)       |
| <b>Weighted average number of ordinary shares in issue (Basic LPS denominator) ('000)</b> | 867,635                   | 731,514       | 811,299                   | 724,615       |
| <b>Basic loss per share (sen)</b>   | <u>(0.14)</u>             | <u>(0.20)</u> | <u>(0.31)</u>             | <u>(0.15)</u> |

**b) Diluted loss per share**

The diluted loss per share (“Diluted LPS”) is calculated based on the adjusted consolidated loss for the financial year-to-date attributable to the owners of the parents and the weighted average number of ordinary shares in issue during the financial year-to-date have been adjusted for the dilutive effects of all potential ordinary shares as follows:

|  | <u>Individual Quarter</u> |                | <u>Cumulative Quarter</u> |                |
|--|---------------------------|----------------|---------------------------|----------------|
|  | <u>3 months ended</u>     |                | <u>9 months ended</u>     |                |
|  | <u>31 Mar</u>             |                | <u>31 Mar</u>             |                |
|  | <u>2022</u>               | <u>2021</u>    | <u>2022</u>               | <u>2021</u>    |
| <b>Net loss attributable to owners of the Company (Diluted LPS numerator) (RM'000)</b>               | (1,248)                   | (1,444)        | (2,518)                   | (1,104)        |
| <b>Weighted average number of ordinary shares in issue ('000)</b>                                    | 867,635                   | 731,514        | 811,299                   | 724,615        |
| <b>Effect of dilution - Warrants B</b>   | 148,479                   | 165,423        | 147,635                   | 164,719        |
| <b>Adjusted weighted average number of ordinary shares in issue (Diluted LPS denominator) ('000)</b> | <u>1,016,114</u>          | <u>896,937</u> | <u>958,934</u>            | <u>889,334</u> |
| <b>Diluted loss per share (sen)</b>  | <u>(0.12)</u>             | <u>(0.16)</u>  | <u>(0.26)</u>             | <u>(0.12)</u>  |

*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.*

**26. Notes to Condensed Consolidated Statement of Profit or Loss**

Profit / (Loss) before taxation is arrived at after (charging) / crediting the following items:

|  | <b>31 Mar 2022</b>                        |   |
|--|---|---|
|  | <b>Individual<br/>Quarter<br/>RM '000</b> | <b>Cumulative<br/>Quarter<br/>RM '000</b> |
| (a) Interest Income  | 22  | 49  |
| (b) Other Income   | -   | 210                                       |
| (c) Interest Expense   | (18)                                      | (48)                                      |
| (d) Depreciation and Amortization  | (266)                                     | (626)                                     |
| (e) Provision / Write off of Receivables   | -   | -   |
| (f) Provision / Write off of Inventories   | -   | -   |
| (g) Gain / (Loss) on Disposal of quoted or<br>unquoted investments or properties | -   | -   |
| (h) Impairment of Assets   | (571)                                     | (571)                                     |
| (i) Foreign Exchange Loss  | -   | (1)                                       |
| (j) Gain / (Loss) on derivatives   | -   | -   |
| (k) Exceptional Items  | -   | -   |

By Order of the Board  
Ong Tze-En (MAICSA 7026537) (SSM PC NO. 202008003397)  
Company Secretary