

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 2023



NICHE CAPITAL EMAS HOLDINGS BERHAD *Reg. No. 200001024664 (527272-V)*
INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2023
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>		
	<u>2023</u>	<u>2022</u>	<u>+ / (-)</u>	<u>2023</u>	<u>2022</u>	<u>+ / (-)</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	2,649	7,623	-65.2	5,074	10,679	-52.5
Cost of goods sold	(2,554)	(6,854)	-62.7	(4,855)	(9,579)	-49.3
Gross profit	95	769	-87.6	219	1,100	-80.1
Other operating expenses	(98)	-		(98)	-	
Administrative expenses	(801)	(2,021)	-60.4	(6,035)	(3,828)	57.7
Other expenses	-	-		-	(1)	
Other income	70	22	218.2	6,260	259	2317.0
Operating (loss)/profit	(734)	(1,230)	-40.3	346	(2,470)	-114.0
Finance costs	(16)	(18)	-11.1	(51)	(48)	6.3
(Loss)/Profit before tax	(750)	(1,248)	-39.9	295	(2,518)	-111.7
Taxation	(39)	-		(39)	-	
(Loss)/Profit for the period	(789)	(1,248)	-36.8	256	(2,518)	-110.2
(Loss)/Profit attributable to Equity holders of the Company	(789)	(1,248)	-36.8	256	(2,518)	-110.2
(Loss)/Earnings per share (sen)						
- basic	(0.08)	(0.14)		0.03	(0.31)	
- diluted	(0.07)	(0.12)		0.02	(0.26)	

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Report for the financial year ended 30 June 2022. The accompanying Explanatory 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 2023
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>	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit for the period	(789)	(1,248)	256	(2,518)
Other comprehensive income:				
Currency translation differences	-	(4)	-	(3)
Total comprehensive (loss)/profit for the period	<u>(789)</u>	<u>(1,252)</u>	<u>256</u>	<u>(2,521)</u>
Total comprehensive (loss)/profit attributable to:				
Equity holders of the Company	<u>(789)</u>	<u>(1,252)</u>	<u>256</u>	<u>(2,521)</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 2022. The accompanying Explanatory 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 2023
Condensed Consolidated Statement of Financial Position

	Unaudited	Audited
	As at	As at
	31 Mar 2023	30 Jun 2022
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant & Equipment	21,332	16,137
Right-of-use Assets	1,538	1,699
Goodwill on Consolidation	13	13
Current Assets		
Inventories	12,881	14,556
Trade Receivables	16,209	13,761
Contract Asset	-	188
Other Receivables, Deposits and Prepayments	5,704	2,868
Tax Prepayment	109	75
Deposits, Cash and Bank Balances	29,920	4,169
Total Current Assets	64,823	35,617
Total Assets	87,706	53,466
EQUITY AND LIABILITIES		
Equity attributable to the shareholders of the Company		
Share Capital	113,505	80,984
Reserves		
Warrant Reserve	4,306	4,433
Foreign Currency Translation Reserve	(357)	(357)
Accumulated Losses	(36,482)	(36,738)
Total Reserves	(32,533)	(32,662)
Total Equity	80,972	48,322
Non-Current Liabilities		
Lease Liabilities	571	860
Total Non-Current Liabilities	571	860
Current Liabilities		
Trade Payables	3,078	1,977
Other Payables & Accruals	2,434	1,719
Provision for taxation	30	9
Lease Liabilities	621	579
Total Current Liabilities	6,163	4,284
Total Liabilities	6,734	5,144
Total Equity and Liabilities	87,706	53,466
Net Assets per Share attributable to the equity holders of the Company (RM)	0.07	0.06

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the financial year ended 30 June 2022. The accompanying Explanatory 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 2023
Condensed Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to shareholders of the Company				Total Equity
	Non-Distributable			Distributable	
	Share Capital	Warrant Reserve	Foreign Currency Translation Reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 Jul 2022	80,984	4,433	(357)	(36,738)	48,322
Profit for the period	-	-	-	256	256
Other Comprehensive Income	-	-	-	-	-
Total Comprehensive Income for the period	-	-	-	256	256
Transactions with owners					
Conversion of Warrants	506	(127)	-	-	379
Private Placement Share Issuance	33,143	-	-	-	33,143
Private Placement Corporate Exercise Expenses	(1,128)	-	-	-	(1,128)
Balance as at 31 Mar 2023	113,505	4,306	(357)	(36,482)	80,972

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended 30 June 2022. The accompanying Explanatory 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 2023
Condensed Consolidated Statement of Changes in Equity (Continued)

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

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended 30 June 2022. The accompanying Explanatory 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 2023

Condensed Consolidated Statement of Cash Flows (Unaudited)

	Cumulative Quarter	
	9 months ended	
	31 Mar	
	2023	2022
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Tax	295	(2,518)
Adjustments for:		
Depreciation on Property, Plant and Equipment ("PPE")	426	356
Depreciation on Right-of-use ("ROU") Assets	440	270
PPE written off	8	571
Unrealised loss on foreign exchange	-	1
Impairment of receivables	32	-
Finance Costs	51	48
Interest Income	(88)	(49)
Operating profit/(loss) before working capital changes	1,164	(1,321)
Changes in working capital		
Inventories	1,674	2,060
Receivables	(5,714)	(6,943)
Payables	1,823	1,040
Cash used in operating activities	(1,053)	(5,164)
Interest paid	(51)	(48)
Tax refund	-	12
Tax paid	(52)	(48)
Net cash used in operating activities	(1,156)	(5,248)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of PPE	(5,043)	(7,236)
Acquisition of ROU asset	(65)	(746)
Interest received	88	49
Net cash used in investing activities	(5,020)	(7,933)
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of lease liabilities	(467)	(297)
Proceed from share issuance	33,522	16,613
Share issuance expenses	(1,128)	(166)
Net cash generated from financing activities	31,927	16,150
Net increase in cash and cash equivalents	25,751	2,969
Cash and cash equivalents at 1 Jul	4,169	5,355
Exchange difference in Translation	-	-
Cash and cash equivalents at 31 Mar	29,920	8,324
Cash and cash equivalents comprises:		
Cash and bank balances	29,920	8,324

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the financial year ended 30 June 2022. The accompanying Explanatory 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 2023

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 2022 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 2022.

(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 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract
Annual Improvements to MFRS Standards 2018 - 2020	
• Amendments to MFRS 1	
• Amendments to MFRS 9	
• Amendments to Illustrative Examples accompanying MFRS 16	
• Amendments to MFRS 141	

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:

MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17	Insurance Contracts	1 January 2023
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101	Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 101	Non-current Liabilities with Covenants (Amendments to MFRS 101)	1 January 2024
Amendments to MFRS 108	Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group 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 2022 were not subject to any audit qualification.

3. Seasonal or Cyclical Factors

The Group's mining operations are affected by the end of the year's 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 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 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:

- a) 6,318,800 new ordinary shares arising from the exercise of 6,318,800 Warrants-B at the exercise price of RM0.06 per Warrants-B on 2 February 2023; and
- b) 265,149,800 new ordinary shares at the issue price of RM0.125 per ordinary share pursuant to the proposed private placement approved by Bursa Malaysia Securities Berhad (“Bursa Securities”) on 20 December 2022 which entails the issuance of up to 369,233,500 new ordinary shares, representing approximately 30% of the Company’s enlarged issued share capital (“Proposed Private Placement”).

Date	No. of ordinary shares allotted unit	Price RM	Amount RM
16 Feb 2023	245,900,000	0.125	30,737,500
22 Mar 2023	19,249,800	0.125	2,406,225
	<u>265,149,800</u>		<u>33,143,725</u>

Upon issuance of the above new shares, the issued share capital of the Company increased to 1,148,982,500 ordinary shares as reported in this interim financial report from 877,513,900 ordinary shares as at 30 June 2022.

The above new ordinary shares issued rank pari passu in all respects with the existing ordinary shares of the Company.

7. Dividend Paid

No dividend has been paid during the current quarter and financial period-to-date ended 31 March 2023 (31 March 2022: Nil).

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	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue										
Total Revenue	3,059	3,452	2,562	7,227	220	-	-	-	5,841	10,679
Inter-segment revenue	(767)	-	-	-	-	-	-	-	(767)	-
External Sales	2,292	3,452	2,562	7,227	220	-	-	-	5,074	10,679
Segment Result	(554)	(1,174)	(47)	560	(2,369)	-	4,094	(1,279)	1,124	(1,893)
Interest Income	-	-	-	3	-	-	88	46	88	49
Finance Costs	(7)	(5)	-	(3)	(30)	(35)	(14)	(5)	(51)	(48)
Depreciation on PPE	(9)	(90)	-	(5)	(377)	(245)	(40)	(16)	(426)	(356)
Depreciation on ROU Assets	(50)	(25)	-	(21)	(209)	(144)	(181)	(80)	(440)	(270)
(Loss)/Profit before tax	(620)	(1,294)	(47)	534	(2,985)	(424)	3,947	(1,334)	295	(2,518)
Taxation	(37)	-	-	-	-	-	(2)	-	(39)	-
(Loss)/Profit after tax	(657)	(1,294)	(47)	534	(2,985)	(424)	3,945	(1,334)	256	(2,518)
Assets										
Segment Assets	18,655	24,414	11,191	14,128	27,340	15,343	30,520	8,199	87,706	62,084
Unallocated Assets	-	-	-	-	-	-	-	-	-	-
Total Assets	18,655	24,414	11,191	14,128	27,340	15,343	30,520	8,199	87,706	62,084
Liabilities										
Segment Liabilities	861	3,274	2,218	597	1,330	1,478	2,325	1,881	6,734	7,230
Unallocated Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities	861	3,274	2,218	597	1,330	1,478	2,325	1,881	6,734	7,230

9. Material Subsequent Events

There were no material events subsequent to the end of the current quarter under review that have not been reflected in this interim financial report.

10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period under review.

11. Significant Related Party Transactions

There was no significant related party transaction in the financial period under review.

12. Contingent Assets

In August 2022, the Company had received a sum of some RM5.9 million from a former subsidiary of the Company, Yikon Jewellery Industry Sdn. Bhd.'s ("YJI") solicitors as full and final payment pursuant to the Suit Assignment Agreement ("SAA") between the Company and YJI.

YJI had defaulted in the repayment of its banks' borrowings amounting to some RM16.6 million as at December 2012. The banking facilities were secured by the Company's corporate guarantees. Pursuant to the Debt Settlement Agreement between the Creditor Banks, the Company and YJI, the Company allotted 115,130,000 new ordinary shares to the Creditor Banks at RM0.10 per share in December 2014, as full and final settlement sum for YJI's defaulted bank borrowings and the discharge 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, YJI had entered into a SAA to assign all 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. YJI is entitled to a 40% portion of the sale proceeds of the Stocks. BNM has subsequently sold the Stocks as scrap and paid out YJI's entitlement of some RM5.9 million to YJI's solicitors in August 2022.

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

	Individual Quarter			Cumulative Quarter		
	3 months ended		+ / (-) %	9 months ended		+ / (-) %
	31 Mar			31 Mar		
2023 RM'000	2022 RM'000		2023 RM'000	2022 RM'000		
Revenue	2,649	7,623	-65.2	5,074	10,679	-52.5
Segments results:						
Trading	(287)	(656)	-56.3	(620)	(1,294)	-52.1
Construction and Services	128	113	13.3	(47)	534	-108.8
Mining	388	(156)	-348.7	(2,985)	(424)	604.0
Others	(979)	(549)	78.3	3,947	(1,334)	-395.9
(Loss)/Profit before tax	(750)	(1,248)	-39.9	295	(2,518)	-111.7

The Group recorded a RM2.6 million revenue for the current quarter, a 65.2% reduction compared with the RM7.6 million in the corresponding financial quarter in the preceding financial year. Mining segment, since obtained all the necessary approvals and commenced alluvia gold mining operation on 15 February 2023, made a maiden contribution of RM220,000 for the current quarter while Trading, and Construction and Services segment contributed RM531,000 (FY2022 RM1.8 million) and RM1.9 million (FY2022 – RM4.2 million) respectively.

The Group recorded RM5.1 million revenue for the financial period-to-date, a 52.5% reduction compared with the corresponding cumulative quarter of RM10.7 million in the preceding financial year. The Trading segment contributed RM2.3 million (2022 – RM3.5 million) while Construction and Services segment contributed RM2.6 million (RM2022 – RM7.2 million). The Mining segment contributed its maiden revenue of RM220,000 for the financial period-to-date.

The Group recorded RM750,000 loss before taxation for the current quarter and RM295,000 profit before taxation for the financial period-to-date, as compared to RM1.2 million loss before taxation for the corresponding quarter in previous financial year and RM2.5 million loss before taxation for the financial period-to-date in the preceding financial year.

Included in the first quarter of the reporting period, there was a RM5.9 million reversal of prior year's provision of liabilities written off for the Company's obligation under the corporate guarantees on former subsidiary, Yikon Jewellery Industry Sdn Bhd's bank borrowings.

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

	<u>Individual Quarter</u>		+ / (-) %
	<u>3 months ended</u>		
	<u>31 Mar</u>	<u>31 Dec</u>	
	<u>2023</u>	<u>2022</u>	
	<u>RM'000</u>	<u>RM'000</u>	
Revenue	2,649	278	852.9
Segments results:			
Trading	(287)	(208)	38.0
Construction and Services	128	(5)	-2,660.0
Mining	388	(1,948)	-119.9
Others	(979)	(657)	49.0
Loss before tax	<u>(750)</u>	<u>(2,818)</u>	-73.4

The Group recorded a RM750,000 loss before taxation in the current quarter compared to a RM2.8 million loss before taxation in the immediate preceding quarter.

Higher revenue of RM2.6 million was reported in the current quarter as compared to RM278,000 in the immediate preceding. Construction and Services segment, and Trading segment contributed RM1.9 million and RM531,000 in revenue respectively, while Mining segment which commenced alluvia gold mining operation on 15 February 2023, contributed RM220,000 in revenue for the current quarter, as compared to immediate preceding quarter's RM278,000 revenue solely contributed by Trading segment.

15. Current Year Prospects

The Group had commenced alluvial gold mining operation on 15 February 2023 and production have been encouraging. Further verification works are currently being carried out on the two new mineralisation discovered while exploration works is continuously carried out over the rest of the Sokor North Area. The Group had completed drilling works on Extend deposit and the results are being reviewed by the independent consultant for issuance of resource estimate in accordance with the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

The Trading segment's prospect is expected to continue to be weak due to low consumer demand and the Group will continue to seek for new projects for its Construction and Services segment albeit facing headwinds in the slow but gradual improvement in the overall construction and property industries.

16. Profit Forecast

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

17. Taxation

The taxation of the Group for the current financial period-to-date and comparative financial period is as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	31 Mar		31 Mar	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Income Tax				
Malaysia -current year	30	-	30	-
Malaysia -prior year	9	-	9	-
Overseas- prior year	-	-	-	-
Subtotal	39	-	39	-
Deferred Taxation				
Malaysia -current year	-	-	-	-
Subtotal	-	-	-	-
Total taxation expense	39	-	39	-

18. Status of Utilisation of Proceeds Raised from Corporate Proposal

- a) During the period from 21 June 2021 until 18 February 2022, the Company raised RM21.4 million from the issuance of 146.0 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:

Category	Proposed	Raised	Re-	Variation	Utilised	Balance
	Utilisation		Allocation			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Construction and Property						
Related	4,000	4,000	-	-	(4,000)	-
Mining Business	4,000	4,000	-	-	(4,000)	-
Trading Business	10,000	10,000	-	(1,913)	(8,087)	-
Working Capital	8,349	2,907	91	1,913	(4,911)	-
Proposal Expenses	500	500	(91)	-	(409)	-
Total	26,849	21,407	-	-	(21,407)	-

18. Status of Utilisation of Proceeds Raised from Corporate Proposal *(Continued)*

- b) On 16 February 2023 and 22 March 2023, the Company raised a total RM33.1 million from the issuance of 265.1 million ordinary shares through two (2) tranches of Private Placement at an issue price of RM0.125 per share.

The utilisation of the proceeds are as follows:

Category	Proposed	Raised	Utilised	Balance
	Utilisation	RM'000	RM'000	RM'000
Mining Business	25,000	25,000	(2,680)	22,320
Property Business	5,000	5,000	-	5,000
Working Capital	8,777	2,044	-	2,044
Estimated expenses for corporate exercises	1,100	1,100	(1,005)	95
Total	39,877	33,144	(3,685)	29,459

19. Status of Corporate Proposals Announced

Further to the announcement made on 7 November 2022 in respect of the Proposed Private Placement, Bursa Securities had on 20 December 2022 approved the listing of and quotation for up to 369,233,500 new NICE shares to be issued pursuant to the Proposed Private Placement (“Placement Shares”) on the Main Market of Bursa Securities.

On 16 February 2023, the Company had allotted 245,900,000 Placement Shares at an issue price of RM0.125 per Placement Share for a gross proceed of approximately RM30.7 million (“Tranche 1 of the Private Placement”). The Tranche 1 of the Private Placement was completed on 17 February 2023 with the listing of and quotation for the said placement shares on the Main Market of Bursa Securities.

On 22 March 2023, the Company had allotted 19,249,800 Placement Shares at an issue price of RM0.125 per Placement Share for a gross proceed of approximately RM2.4 million (“Tranche 2 of the Private Placement”). The Tranche 2 of the Private Placement was completed on 23 March 2023 with the listing of and quotation for the said placement shares on the Main Market of Bursa Securities.

20. Group Borrowings and Debt Securities

As at the end of the reporting period, the Group borrowings which are all denominated in Ringgit Malaysia, were as follows:

	31 Mar	
	2023 RM'000	2022 RM'000
Lease liabilities:		
Amount payable within 12 months	621	579
Amount payable after 12 months	571	1,004
Total	1,192 ^a	1,583 ^b

Remark: a RM336,000 is secured by a Corporate Guarantee of the Company and RM237,000 by personal guarantee of a director of the Company

b RM605,000 is secured by a Corporate Guarantee of the Company and RM275,000 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 period under review.

23. Material Litigation

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

24. Dividend

a) The Directors do not recommend the payment of dividend for the third quarter ended 31 March 2023 (31 March 2022: Nil).

b) Total dividend for the current financial period-to-date is Nil (31 March 2022: Nil).

25. Earnings Per Share

a) Basic earnings per share (“Basic EPS”)

The basic (loss)/earnings per share is calculated based on the consolidated (loss)/profit for the financial period-to-date attributable to Equity holders of the Company and the weighted average number of ordinary shares in issue during the financial period-to-date:

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	31 Mar		31 Mar	
	2023	2022	2023	2022
Net (loss)/profit attributable to owners of the Company (Basic EPS numerator) (RM'000)	(789)	(1,248)	256	(2,518)
Weighted average number of ordinary shares in issue (Basic EPS denominator) ('000)	1,003,943	867,635	919,042	811,299
Basic (loss)/earnings per share (sen)	(0.08)	(0.14)	0.03	(0.31)

b) Diluted earnings per share (“Diluted EPS”)

The diluted (loss)/earnings per share is calculated based on the adjusted consolidated (loss)/profit for the financial period-to-date attributable to the Equity holders of the Company and the weighted average number of ordinary shares in issue during the financial period-to-date have been adjusted for the dilutive effects of all potential ordinary shares:

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	31 Mar		31 Mar	
	2023	2022	2023	2022
Net (loss)/profit attributable to owners of the Company (Diluted EPS numerator) (RM'000)	(789)	(1,248)	256	(2,518)
Weighted average number of ordinary shares in issue ('000)	1,003,943	867,635	919,042	811,299
Effect of dilution - Warrants B	132,605	148,479	132,325	147,635
Adjusted weighted average number of ordinary shares in issue (Diluted EPS denominator) ('000)	1,136,548	1,016,114	1,051,367	958,934
Diluted (loss)/earnings per share (sen)	(0.07)	(0.12)	0.02	(0.26)

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 after (charging)/crediting the following items:

	31 Mar 2023	
	Individual Quarter RM '000	Cumulative Quarter RM '000
(a) Interest Income	70	88
(b) Other Income	-	6,172
(c) Interest Expense	(16)	(51)
(d) Depreciation and Amortization	(287)	(866)
(e) Provision / Write off of Receivables	(4)	(32)
(f) Provision / Write off of Inventories	-	-
(g) Gain / (Loss) on Disposal of quoted or unquoted investments or properties	-	-
(h) Impairment of Assets	-	(8)
(i) Foreign Exchange Loss	-	-
(j) Gain / (Loss) on derivatives	-	-
(k) Exceptional Items	-	-

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