



GIIB HOLDINGS BERHAD
(Formerly known as GOODWAY INTEGRATED INDUSTRIES BERHAD)
(Company No: 618972-T)
(Incorporated in Malaysia)

Interim Financial Statements for the Period
Ended 31 December 2020
(Quarter VI)

GIIB HOLDINGS BERHAD (Formerly know as Goodway Integrated Industries Berhad) (Company No: 618972-T)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 31 DECEMBER 2020
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	3 months ended	Corresponding quarter	18 months ended	Corresponding period
	31.12.2020	31.12.2019	31.12.2020	30.06.2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	RM'000	RM'000	RM'000	RM'000
Revenue	9,981	6,015	36,751	45,827
Cost of sales	(20,100)	(7,650)	(45,236)	(63,532)
Gross loss	(10,119)	(1,635)	(8,485)	(17,705)
Other operating income	12,311	351	4,312	7,583
Operating expenses	(28,488)	(3,243)	(35,595)	(15,263)
Operating loss	(26,296)	(4,527)	(39,768)	(25,385)
Finance cost	(502)	(512)	(2,899)	(3,333)
Loss before tax	(26,798)	(5,039)	(42,667)	(28,718)
Taxation	-	-	-	82
Loss for the period	(26,798)	(5,039)	(42,667)	(28,636)
Loss attributable to:				
Equity holders of the Company	(27,527)	(5,039)	(43,422)	(28,720)
Non-controlling interest	729	-	755	84
	(26,798)	(5,039)	(42,667)	(28,636)
Loss per share attributable to equity holders of the Company (sen)				
- Basic loss per share	(7.58)	(4.14)	(11.96)	(23.62)
- Diluted loss per share	NA	N/A	NA	NA

The above Consolidated Income Statements should be read in conjunction with the accompanying explanatory notes to the interim financial statements and the audited financial statements for the financial year ended 30 June 2019.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2020
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	3 months ended	Corresponding quarter	18 months ended	Corresponding period
	31.12.2020	31.12.2019	31.12.2020	30.06.2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	RM'000	RM'000	RM'000	RM'000
Loss for the period	(26,798)	(5,039)	(42,667)	(28,636)
Other comprehensive income:				
Revaluation surplus, net of deferred tax	33	-	33	5,479
Foreign currency translation	404	(950)	588	(338)
	437	(950)	621	5,141
Total comprehensive loss for the period	(26,361)	(5,989)	(42,046)	(23,495)
Total comprehensive loss attributable to:				
Equity holders of the Company	(27,090)	(3,696)	(42,801)	(23,579)
Non-controlling interest	729	(1)	755	84
	(26,361)	(5,989)	(42,046)	(23,495)

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2019.

GIIB HOLDINGS BERHAD (Formerly know as Goodway Integrated Industries Berhad) (Company No: 618972-T)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	(Unaudited) As at 31.12.2020	(Audited) As at 30.06.2019
	RM'000	RM'000
ASSETS		
Property, plant and equipment	68,003	72,295
Land held for development	7,412	7,412
Total non current assets	75,415	79,707
Inventories	6,758	10,489
Receivables, deposit & prepayments	16,194	25,264
Tax recoverable	317	779
Assets held for sales	-	6,800
Cash and bank balances	2,413	8,460
Total current assets	25,682	51,792
TOTAL ASSETS:	101,097	131,499
EQUITY AND LIABILITIES		
Share capital	105,349	58,011
Reserves	25,277	24,656
Accumulated losses	(99,991)	(56,569)
Owners of the Company	30,635	26,098
Non-controlling interest	804	(2,455)
Total equity	31,439	23,643
Loans and borrowings	15,659	19,657
Deferred tax liabilities	10,901	10,914
Total non current liabilities	26,560	30,571
Payables and accruals	26,926	32,739
Loans and borrowings	16,172	44,546
Total current liabilities	43,098	77,285
Total liabilities	69,658	107,856
TOTAL EQUITY AND LIABILITIES	101,097	131,499
Net assets per share (RM)	0.09	0.19

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2019.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2020**

Amounts in RM'000	Attributable to equity holders of the Company				Total	Non-controlling Interest	Total
	Non-distributable		Distributable				
	Share capital	Translation reserves	Revaluation reserves	Accumulated losses			
At 1 July 2018	55,470	397	19,117	(27,849)	47,135	(2,539)	44,596
Issue of shares during the year	2,541	-	-	-	2,541	-	2,541
Loss for the year	-	-	-	(27,128)	(27,128)	84	(27,044)
Other Comprehensive Income for the year							
- Revaluation of leasehold land and buildings	-	-	5,480	-	5,480	-	5,480
-Exchange difference on translation of foreign operations	-	(338)	-	-	(338)	-	(338)
- Effect of prior year adjustment	-	-	-	(1,592)	(1,592)	-	(1,592)
Total comprehensive (loss)/income for the financial year	2,541	(338)	5,480	(28,720)	(21,037)	84	(20,953)
At 30 June 2019	58,011	59	24,597	(56,569)	26,098	(2,455)	23,643
At 1 July 2019	58,011	59	24,597	(56,569)	26,098	(2,455)	23,643
Issuance of shares	47,338	-	-	-	47,338	-	47,338
Loss for the year	-	-	-	(43,422)	(43,422)	755	(42,667)
Other Comprehensive Income for the year							
- Revaluation of leasehold land and buildings	-	-	33	-	33	-	33
-Exchange difference on translation of foreign operations	-	588	-	-	588	2,504	3,092
	-	588	33	(43,422)	(42,801)	3,259	(39,542)
At 31 December 2020	105,349	647	24,630	(99,991)	30,635	804	31,439

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2019.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2020
(The figures have not been audited)

	(Unaudited) Period ended 31.12.2020 RM'000	(Audited) Period ended 30.06.19 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(42,667)	(28,718)
Adjustments for non-cash items:	8,007	12,924
Operating loss before working capital changes	(34,660)	(15,794)
Changes in working capital:		
Decrease in inventories	3,729	1,843
Decrease in receivables, deposits and prepayments	9,070	23,439
Decrease in payables and accruals	(5,813)	9,770
Cash generated from operations	(27,674)	19,258
Interest paid	(179)	(3,380)
Tax refunded/(paid)	462	(778)
Net cash flow generated from operating activities:	(27,391)	15,100
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,521)	(1,781)
Proceeds from disposal of Assets held for sale	6,800	-
Proceeds from disposal of property, plant and equipment	2,477	345
Net cash flow generated from/(used in) investing activities	5,756	(1,436)
CASH FLOWS USED IN FINANCING ACTIVITIES:		
Net repayment of loans and borrowings	(30,721)	(11,469)
Net (repayment)/drawdown of hire purchase	(695)	(314)
Proceed from issuance of shares	47,338	2,542
Net cash flow generated from / (used in) financing activities	15,922	(9,241)
CASH AND CASH EQUIVALENTS		
Net changes in cash and cash equivalents	(5,713)	5,245
Effects of foreign exchange translation	621	(281)
Cash and cash equivalents at beginning of period	5,214	250
Cash and cash equivalents at end of period	122	5,214

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2020 (CONT'D)
(The figures have not been audited)

	Period ended 31.12.2020 (Unaudited)	Period ended 30.06.19 (Audited)
	RM'000	RM'000
Cash and cash equivalents comprises of:		
Cash and bank balances	2,413	8,460
Bank Overdraft	(2,291)	(3,246)
	122	5,214

The above Condensed Consolidated Cash Flow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2019.

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of Preparation

This interim financial statements are unaudited and have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” Rule 9.22 of Bursa Malaysia Securities Berhad Main Market Listing Requirements (“Bursa Securities Listing Requirements”) and issuers communication No. 1/2017-Guidance on Disclosures in Notes to Quarterly Report issued by Bursa Malaysia. These interim financial statements should be read in conjunction with the audited financial statements of the Company and of the Group for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the audited financial statements.

A2. Summary of Significant Accounting Policies

The significant accounting policies and method of computation applied in the unaudited interim financial statements are consistent with those adopted and disclosed in the audited financial statements of the Group and of the Company for the financial year ended 30 June 2019.

A3. Change of Company name

On 4 December 2020, the Company announced that the Board of Directors of the Company has approved the change of Company name from Goodway Integrated Industries Berhad to GIIB Holdings Berhad.

A4. Change of Financial Year Ended

On 27 October 2020, the Company announced that the Board of Directors of the Company has approved the change of financial year end from 30 June to 31 December. Thus, the financial statements will be presented up from 1 July 2019 to 31 December 2020 covering a period of 18 months.

A5. Audit Report of Preceding Year’s Annual Financial Statements

There were no audit qualifications in the audited financial statements of the Group and of the Company for the financial year ended 30 June 2019.

A6. Seasonal or Cyclical Factors

The Group’s performance during the financial period under review was not materially affected by seasonal or cyclical factors.

A7. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

A8. Changes in Estimates

There were no material changes in estimates that have been used in the preparation of the interim financial statements or changes in estimates of amounts reported in the audited financial statements of the Group and of the Company for the financial year ended 30 June 2019.

A9. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the financial period under review.

A10. Dividend Paid

There was no dividend paid by the Company during the financial period under review.

A11. Segment Reporting

Segmental information for the financial period under review is as follows:-

Amounts in RM'000	Compounding	Retreading	Glove Business	Property and Others	Consolidation Adjustments	18 months ended	12 months ended
						31.12.2020	30.06.2019
						(Unaudited)	(Audited)
External Revenue	25,222	9,703	1,645	181	-	36,751	45,827
Inter-Segment Revenue	-	-	-	-	-	-	-
Total Revenue	25,222	9,703	1,645	181	-	36,751	45,827
Overseas Revenue	6,203	-	-	-	-	6,203	21,361
Local Revenue	19,019	9,703	1,645	181	-	30,548	24,466
Total Revenue	25,222	9,703	1,645	181	-	36,751	45,827
Segment Results	(15,813)	6,428	1,641	(23,698)	-	(31,442)	(19,196)
Interest Income	-	-	-	-	-	-	23
Depreciation and Amortisation	(4,943)	(3,320)	-	(63)	-	(8,326)	(6,356)
Finance Cost	(2,293)	(577)	-	(29)	-	(2,899)	(3,357)
Profit/(Loss) Before Taxation	(23,049)	2,531	1,641	(23,790)	-	(42,667)	(28,886)
Taxation	-	-	-	-	-	-	82
Non-controlling Interest	-	-	-	-	(755)	(755)	84
Profit/(Loss) for The Period Attributable to the equity holders of the Company	(23,049)	2,531	1,641	(23,790)	(755)	(43,422)	(28,720)

A12. Valuation of Property, Plant and Equipment

The freehold and leasehold land and buildings of the Group are stated at fair value based on valuation performed by independent professional valuer on the open market value basis conducted in year 2020.

A13. Significant Events During the Reporting Period

The following significant events are proposed during the financial period under review.

1. An Extraordinary General Meeting (EGM) was held on 5 November 2020 for the purpose of obtaining shareholders' approval for Debt Capitalisation and New Issuance of Shares. On the same day of the EGM, the Board announced that all the resolutions were duly passed. On 10 November 2020, the company announced the above proposals were completed following their listing of 189,094,260 GIIB shares on the Main Market of Bursa Malaysia.
2. On 9 November 2020, the Board announced that the company is proposing a change of Company name from "Goodway Integrated Industries Berhad" to "GIIB Holdings Berhad" and proposed amendments to the constitution of the Company at the forthcoming Extraordinary General Meeting on 4th December 2020.
3. On 10 December 2020, the Board announced that GHP and Glomaxes have entered into an agreement for Glomaxes to supply latex gloves to GHP. For information, GHP is a newly incorporated company of which 51% of its equity interest is owned by GIIB.
4. On behalf of the Board of Directors of GIIB, AmInvestment Bank announced that the Private Placement has been completed on 24 December 2020 following the listing of 15,804,002 GIIB Shares on Main Market.

A14. Changes in the Composition of the Group

During the quarter under review, a 51% owned subsidiary GIIB Healthcare Products Sdn. Bhd. had been added to the Group.

Other than the above, there were no other significant changes in the composition of the Group.

A15. Contingent Liabilities and Contingent Assets

	Company	
	As at 31.12.2020 (Unaudited) RM'000	As at 30.06.2019 (Audited) RM'000
Contingent liabilities		
Corporate guarantees for credit facilities granted to subsidiaries	49,844	43,772

A16. Capital Commitments

There are no outstanding capital commitments as at the end of the financial period under review.

A17. Recurrent Related Party Transactions

The Group's recurrent related party transactions are as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year Corresponding 31.12.2019 (Unaudited) RM'000	Current Year 18 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year Corresponding 30.06.2019 (Audited) RM'000
Transactions with a company connected to a Director				
- Supplying rubber compound and accessories	-	55	278	643

Related Party Transactions have been entered into in the ordinary course of business based on normal commercial terms and at arm's length. The total amount transacted for the period under review is within the Shareholders' mandate obtained on 30 June 2020.

B. BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Performance

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year 3 months ended 31.12.2019 (Unaudited) RM'000	Current Year 18 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year 12 months ended 30.06.2019 (Audited) RM'000
Revenue	9,981	6,015	36,751	45,827
Loss before tax	(26,798)	(5,039)	(42,667)	(28,718)

The Group's total revenue for the current quarter under review is RM9.9 million, compared to RM6 million in the preceding year corresponding quarter, an increase of 65%.

The Group incurred a loss before tax of RM26.8 million during the current quarter under review compared to a loss before tax of RM5 million in the preceding year corresponding quarter. The loss is a result of increased material prices and operating expenses during the quarter.

B2. Comparison with Preceding Quarter's Results

	Current Quarter ended 31.12.2020 (Unaudited) RM'000	Preceding Quarter ended 30.09.2020 (Unaudited) RM'000
Revenue	9,981	7,732
Loss before tax	<u>(26,798)</u>	<u>(3,151)</u>

Compared to the preceding Quarter, the current quarter review recorded an increased revenue of RM2.2 million.

The company registered a loss before tax of RM26.8 million, compared to the loss before tax of RM3.1 million in preceding quarter. The loss is a result of increased material prices and operating expenses.

B3. Prospects for the Financial Year 2021

The global economy continues to be battered by effects of the pandemic as lockdown measures in customer and supplier countries that continues to affect trade and logistics. However, the Group has demonstrated some improvement in revenue performance from its core business in rubber compound and has regained key customers in the current quarter.

Countries such as Singapore and Australia has shown great reduction of pandemic cases. The Group has received sales leads and is expecting long term key customers from that region to resume normal trade. The Group is cautiously optimistic in FY2021.

B4. Loss before Taxation

The loss before taxation is arrived at after charging the following items:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year Corresponding quarter 31.12.2019 (Unaudited) RM'000	Current Year 18 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year Corresponding period 30.06.2019 (Audited) RM'000
Depreciation and amortisation	(2,491)	(1,142)	(8,326)	(6,356)
Impairment of receivables	1,659	-	(10,405)	(126)
Impairment of property, plant and equipment	-	-	-	(1,059)
Reversal of impairment of property, plant and equipment	3,392	-	3,392	-
Impairment on obsolete inventory	(34)	-	(34)	(3,292)
Gain / (loss) on foreign exchange	-	(302)	(546)	(505)
Gain/ (loss) on disposal of property, plant and equipment	-	-	312	24
Reversal of impairment loss and inventories written down	-	-	-	1,226
Interest expenses	(502)	(512)	(2,899)	(3,357)

B5. Profit forecast or profit guarantee

This is not applicable to the Group.

B6. Taxation

Taxation comprises the following:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year Corresponding quarter 31.12.2019 (Unaudited) RM'000	Current Year 18 months ended 31.12.2020 (Unaudited) RM'000	Preceding Year Corresponding period 30.06.2019 (Audited) RM'000
Current tax expense	-	-	-	454
Deferred taxation	-	-	-	(372)
Total taxation expense	-	-	-	82

B7. Group Loans and Borrowings

The Group loans and borrowings as at 31 December 2020 are as follows:-

	As at period ended 31 December 2020			Amount in '000
	Long Term Borrowings	Short Term Borrowings	Total Borrowings	
	RM	RM	RM	
Secured				
Trade Facilities	-	5,383	5,383	
Overdraft	-	2,290	2,290	
Finance lease	-	59	59	
Term loans/Islamic financing	15,659	8,440	24,099	
Total	15,659	16,172	31,831	
	As at period ended 30 June 2019			Amount in '000
	Long Term Borrowings	Short Term Borrowings	Total Borrowings	
	RM	RM	RM	
Secured				
Trade Facilities	-	34,793	34,793	
Overdraft	-	2,175	2,175	
Finance lease	276	444	720	
Term loans/Islamic financing	17,883	8,442	26,325	
Total	18,159	45,854	64,013	

B8. Financial Instruments

Forward foreign exchange contracts are entered into by the Group in currencies other than the functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions.

Forward foreign exchange contracts are recognised on the contract dates and are measured at fair values at the end of the financial period under review with changes in fair values being recognised as profit or loss.

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's business whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk.

B9. Material Litigation

There was no material litigation during the current financial period under review.

B10. Proposed Dividend

There was no dividend declared for the current financial period under review.

B11. Accumulated Losses

The realised and unrealised losses of the Group are as follows:-

	As at 31.12.2020 (Unaudited)	As at 30.06.2019 (Audited)
	RM'000	RM'000
Accumulated losses		
-Realised	(78,813)	(34,690)
-Unrealised	(10,213)	(10,914)
	(89,026)	(45,604)
Less: Consolidation adjustments	(10,965)	(10,965)
	(99,991)	(56,569)

B12. Loss per ordinary share [LPS]

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.12.2020 (Unaudited) RM'000	31.12.2019 (Unaudited) RM'000	31.12.2020 (Unaudited) RM'000	30.06.2019 (Audited) RM'000
Basic LPS				
Net loss attributable to the Equity holders of the Company	(26,798)	(5,039)	(42,667)	(28,636)
Weighted average number of ordinary shares brought forward as at 01 July 2019	362,938	121,569	362,938	121,569
Basic loss per share (sen)	(7.58)	(4.14)	(11.96)	(23.62)

Diluted LPS

Not applicable as the Company does not have dilutive ordinary shares in issue.

By order of the Board
GIIB HOLDINGS BERHAD
(Formerly known as **GOODWAY INTEGRATED INDUSTRIES BERHAD**)
LEW SZE HOW
Independent Non-Executive Director
Audit and Risk Management Committee Chairman
Selangor Darul Ehsan
Date: