

**UMS-NEIKEN GROUP BERHAD [Registration No. 200401011970 (650473-V)]**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

**For The First Quarter Ended 31 March 2021**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year Quarter 31 Mar 2021 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 RM'000 (unaudited)	Current Year To date 31 Mar 2021 RM'000 (unaudited)	Preceding Year Corresponding Period 31 Mar 2020 RM'000 (unaudited)
Revenue		19,964	13,754	19,964	13,754
Cost of sales		(13,711)	(10,600)	(13,711)	(10,600)
Gross profit		6,253	3,154	6,253	3,154
Other income		668	485	668	485
		6,921	3,639	6,921	3,639
Selling and distribution expenses		(257)	(178)	(257)	(178)
Administrative expenses		(1,585)	(1,407)	(1,585)	(1,407)
Other operating expenses		(428)	(402)	(428)	(402)
Net reversal/(impairment loss) on financial assets		253	(43)	253	(43)
Finance costs		(15)	(27)	(15)	(27)
<b>Profit before taxation</b>		4,889	1,582	4,889	1,582
Income tax expense	B6	(1,379)	(438)	(1,379)	(438)
<b>Profit after taxation</b>		3,510	1,144	3,510	1,144
<b>Other Comprehensive Income/(Expenses)</b>					
Currency translation difference		321	81	321	81
<b>Total Comprehensive Income</b>		3,831	1,225	3,831	1,225
PROFIT AFTER TAXATION ATTRIBUTABLE TO					
Owners of The Company		3,509	1,140	3,509	1,140
Non-controlling interest		1	4	1	4
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO					
Owners of The Company		3,830	1,221	3,830	1,221
Non-controlling interest		1	4	1	4
<b>Earnings per share (sen):</b>					
Basic	B11	4.48	1.45	4.48	1.45
Diluted		N/A	N/A	N/A	N/A

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 March 2021. The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD [Registration No. 200401011970 (650473-V)]**

**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**As at 31 March 2021**

	Note	As at end of current year quarter ended 31 Mar 2021 RM'000 (Unaudited)	Audited 31 Dec 2020 RM'000 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		36,133	35,870
Investment properties		10,290	10,241
Right-of-use Assets		214	182
Deferred Tax Assets		4	4
Other Investment		1,650	1,642
		<u>48,291</u>	<u>47,939</u>
<b>CURRENT ASSETS</b>			
Inventories		20,212	20,059
Trade receivables		24,613	21,469
Other receivables, deposits and prepayments		2,895	2,695
Amount owing by a related company		-	1
Current tax assets		9	5
Short term investment		12,158	14,235
Fixed deposits with licensed banks		3,749	3,671
Cash and bank balances		5,492	3,834
		<u>69,128</u>	<u>65,969</u>
<b>TOTAL ASSETS</b>		<u>117,419</u>	<u>113,908</u>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		41,531	41,531
Treasury shares		(740)	(740)
Exchange fluctuation reserve		(136)	(457)
Retained profits		63,728	62,567
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		<u>104,383</u>	<u>102,901</u>
Non-controlling interest		92	91
<b>TOTAL EQUITY</b>		<u>104,475</u>	<u>102,992</u>
<b>NON-CURRENT LIABILITIES</b>			
Lease liability		153	122
Term loans	B8	256	496
Deferred taxation		2,138	2,141
		<u>2,547</u>	<u>2,759</u>
<b>CURRENT LIABILITIES</b>			
Trade payables		3,481	2,492
Other payables and accruals		3,895	3,281
Amount owing to directors		1	213
Amount owing to a related company		170	116
Lease liability		66	65
Term loans	B8	995	1,000
Current tax liabilities		1,789	990
		<u>10,397</u>	<u>8,157</u>
<b>TOTAL LIABILITIES</b>		<u>12,944</u>	<u>10,916</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>117,419</u>	<u>113,908</u>
Net Assets per share based on number of shares in issue (RM)		<u>1.33</u>	<u>1.32</u>

**Note:**

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD [Registration No. 200401011970 (650473-V)]**

**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For The First Quarter Ended 31 March 2021**

	← Attributable to Equity Holders of the Company →						Total RM'000
	← Non-distributable			→ Distributable			
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Exchange Fluctuation Reserve RM'000	Retained Profits Attributable To Owners of The Company RM'000	Non-Controlling Interest RM'000	
<b><u>3 months period ended 31 March 2020</u></b>							
At 1 January 2020	41,531	(511)	-	(384)	58,886	88	99,610
<u>Comprehensive Income</u>							
Profit for the financial period	-	-	-	-	1,140	4	1,144
<u>Other Comprehensive Expenses</u>							
Currency translation difference	-	-	-	81	-		81
Total Comprehensive income	-	-	-	81	1,140	4	1,225
<u>Contribution by and distributions to owners of the Company</u>							
- Purchase of company shares	-	(26)	-	-	-		(26)
- Dividend paid	-	-	-	-	(2,357)	-	(2,357)
At 31 March 2020	41,531	(537)	-	(303)	57,669	92	98,452
<b><u>3 months period ended 31 March 2021</u></b>							
At 1 January 2021	41,531	(740)	-	(457)	62,567	91	102,992
<u>Comprehensive Income</u>							
Profit for the financial period	-	-	-	-	3,509	1	3,510
<u>Other Comprehensive Expenses</u>							
Currency translation difference	-	-	-	321	-		321
Total Comprehensive income	-	-	-	321	3,509	1	3,831
<u>Contribution by and distributions to owners of the Company</u>							
- Purchase of company shares	-	-	-	-	-		-
- Dividend paid	-	-	-	-	(2,348)	-	(2,348)
At 31 March 2021	41,531	(740)	-	(136)	63,728	92	104,475

The unaudited Condensed Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD [Registration No. 200401011970 (650473-V)]****(Incorporated in Malaysia)****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****For The First Quarter Ended 31 March 2021**

	Note	Current Year Quarter 31 Mar 2021 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Mar 2020 RM'000 (unaudited)
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>			
Profit before taxation		4,889	1,582
Adjustments for:			
Reversal of impairment loss of trade receivables		(256)	(20)
Impairment loss on trade receivables		3	64
Reversal of inventories written down		(148)	(21)
Inventories written down		40	503
Depreciation of property, plant and equipment		1,013	886
Depreciation of an investment properties		71	71
Depreciation of right-of-use of assets		30	34
Gain on disposal of property, plant and equipment		(7)	-
Unrealised foreign exchange gain		(199)	(171)
Interest expense		13	26
Interest expense on lease payment		2	1
Interest income		(98)	(150)
Operating profit before working capital changes		5,353	2,805
(Increase)/Decrease in inventories		(46)	352
Increase in trade & other receivables		(2,891)	(3,513)
Increase/(Decrease) in trade & other payables		1,602	(866)
Increase in amount owing to a related company		55	48
Decrease in amount owing to directors		(212)	(205)
Cash inflow/(outflow) from operations		3,861	(1,379)
Interest received		98	150
Interest paid		(15)	(27)
Income tax paid		(582)	(567)
Net cash inflow/(outflow) from operating activities		3,362	(1,823)
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(1,398)	(621)
Proceeds from disposal of plant and equipment		8	-
Placement of fixed deposits with tenure more than 3 months		(73)	(58)
Increase in pledged fixed deposits with licenced banks		(5)	(8)
Net cash outflow for investing activities		(1,468)	(687)
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>			
Dividends paid		(2,348)	(2,357)
Repayment of term loan		(245)	(237)
Repayment in lease liability		(30)	(15)
Net cash outflow for financing activities		(2,623)	(2,635)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		(729)	(5,145)
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>		310	79
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>		18,069	21,557
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A16	17,650	16,491

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 March 2021. The unaudited Condensed Statement of Cash Flow should be read in conjunction with the Group's Audited Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021**

**PART A: EXPLANATORY NOTES PERSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)**

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with MFRS 134 - Interim Financial Reporting, IAS 34 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

**A2. Changes in Accounting Policies**

The audited financial statements of the Group for the financial year ended 31 December 2020 were prepared in accordance with MFRS. The significant accounting policies adopted in preparing these Condensed Report are consistent with those of the audited financial statements for the year ended 31 December 2020, except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRSs”), Amendment to MFRSs and IC Interpretation.

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2  
Amendment to MFRS 16: Covid -19 – Related Rent Concessions

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A2. Changes in Accounting Policies (cont’d)**

**MFRSs and/or IC Interpretations (Including The Consequential Amendments) (Cont’d)**

At date of authorisation of these interim financial statements, the following MFRSs, Amendment to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendment to MFRS 16: Covid -19 – Related Rent Concessions beyond 30 June 2021	1 April 2021
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendment 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 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

**A3. Status of audit qualifications**

The auditors’ report on the financial statements for the financial year ended 31 December 2020 was not subject to any qualification.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A4. Seasonal and Cyclical Factors**

The Group’s business operations were not materially affected by any major seasonal or cyclical factors.

**A5. Nature and Amount of Exceptional and Extraordinary Items**

There were no items of unusual nature and/or amount affecting assets, liabilities, equity, net income or cash flow during the current quarter under review.

**A6. Changes in Estimates**

There was no material changes in estimates used for the preparation of this interim financial report.

**A7. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities for the financial quarter under review. Details of the treasury shares held are set out below:-

	<b>No of shares purchased</b>	<b>Total consideration paid (RM)</b>
At 1 January 2021	1,731,300	739,590.82
Share Buyback for the financial periods	-	-
At 31 March 2021	<u>1,731,300</u>	<u>739,590.82</u>

The purchases were financed by internally generated funds. The shares purchased are being held as treasury shares and treated in accordance with the requirement of Section 127 of the Companies Act 2016.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A8. Dividend Paid**

An interim single-tier dividend of 3.0 sen per ordinary share amounting to approximately RM2,348,000 in respect of the financial year ended 31 December 2020 was paid on 31 March 2021.

**A9. Segment information**

Business Segment

The Group’s financial information analysed by business segment is as follows:

	Current Year Quarter Ended 31.03.2021 (Unaudited)		Preceding Year Corresponding Quarter Ended 31.03.2020 (Unaudited)	
	Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000	Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000
- Manufacturing, design & trading of electrical wiring accessories	19,964	4,889	13,754	1,582
	<u>19,964</u>	<u>4,889</u>	<u>13,754</u>	<u>1,582</u>
	Cumulative Current Year to Date Ended 31.03.2021 (Unaudited)		Cumulative Preceding Corresponding Year to Date Ended 31.03.2020 (Unaudited)	
	Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000	Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000
- Manufacturing, design & trading of electrical wiring accessories	19,964	4,889	13,754	1,582
	<u>19,964</u>	<u>4,889</u>	<u>13,754</u>	<u>1,582</u>



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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A9. Segment information (Cont’d)**

Geographical Segment

In determining the geographical segments of the Group, segment revenue is based on the country of operations.

The Group’s financial information analysed by geographical segment is as follows:

	Current Year Quarter Ended 31.03.2021		Preceding Year Corresponding Quarter Ended 31.03.2020	
	(Unaudited) Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000	(Unaudited) Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000
- Malaysia	19,044	4,838	12,842	1,514
- Singapore	920	(54)	912	(25)
- Vietnam	-	105	-	93
	<u>19,964</u>	<u>4,889</u>	<u>13,754</u>	<u>1,582</u>

  

	Cumulative Current Year to Date Ended 31.03.2021		Cumulative Preceding Corresponding Year to Date Ended 31.03.2020	
	(Unaudited) Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000	(Unaudited) Revenue RM’000	(Unaudited) Profit/(Loss) Before Taxation RM’000
- Malaysia	19,044	4,838	12,842	1,514
- Singapore	920	(54)	912	(25)
- Vietnam	-	105	-	93
	<u>19,964</u>	<u>4,889</u>	<u>13,754</u>	<u>1,582</u>

**A10. Revaluation of Property, Plant and Equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.

There was no revaluation of property, plant and equipment during the financial quarter under review.

**A11. Significant Events Subsequent to the End of the Financial Period**

There were no significant events subsequent to 31 March 2021.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A12. Effect of Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter under review.

**A13. Contingent Liabilities and Contingent Assets**

There were no contingent liabilities and contingent assets as of the end of the financial period to date, save as disclosed below,

	<b>RM’000</b>
Corporate guarantee given to licenced banks for credit facilities granted to subsidiaries	28,000

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**A14. Commitments**

The Group has not obtained any foreign exchange contract from a financial institution or capital commitment under quarter review, save as disclosed below.

	<b>RM’000</b>
<u>Capital Commitment:-</u>	
Capital injection to new subsidiary	3,798
Acquisition of machinery	578
Acquisition of IT equipment/software	170

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A15. Significant Related Party Transactions**

Details of the recurrent related party transactions (“RRPT”), which had been entered into in the ordinary course of business and have been established under terms that were mutually agreed between the parties, are as follows:

<b>Transaction parties</b>	<b>Nature of transaction</b>	<b>Current Year Quarter 31.03.2021 RM’000 (Unaudited)</b>	<b>Preceding Year Corresponding Quarter 31.03.2020 RM’000 (Unaudited)</b>	<b>Cumulative Current Year to Date 31.03.2021 RM’000 (Unaudited)</b>	<b>Cumulative Preceding Corresponding Year to Date 31.03.2020 RM’000 (Unaudited)</b>
Ming Kee Manufactory Limited (“MKK”)	Purchase of fuse link, screws, inserts, cables, plug, metalware, hollow rivet, etc	-	143	-	143
United MS Cables Mfg Sdn. Bhd. (“UMSC”)	Purchase of electrical wire	422	35	422	35
UMSC	Sales of electrical wire	4	-	4	-

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A16. Cash and cash equivalents**

	<b>At 31.03.2021</b>	<b>At 31.03.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Short term investment	12,158	12,202
Fixed deposits with licensed banks	3,749	2,625
Cash and bank balances	5,492	4,289
	<hr/>	<hr/>
	21,399	19,116
Less: Fixed Deposits pledged with licenced banks	(904)	(881)
Fixed deposit with tenure of more than 3 months	(2,845)	(1,744)
	<hr/>	<hr/>
	<b>17,650</b>	<b>16,491</b>
	<hr/>	<hr/>

**A17. Translation of Foreign Currency Financial Statements**

For consolidation purposes, all foreign currency monetary assets and liabilities and the financial statements of the Group’s foreign subsidiaries, Neiken Switchgear (VN) Co. Ltd and Neiken Electric (S) Pte Ltd have been translated at the exchange rates ruling at the reporting date.

The applicable closing foreign exchange rates used (expressed on the basis on one unit of foreign currency to Ringgit Malaysia equivalent) in the translation of foreign currency monetary assets and liabilities and the financial statements of the foreign subsidiaries are as follows:-

	<b>RM</b>
United States Dollar	4.1460
Singapore Dollar	3.0845

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS**

**B1. Review of Performance**

	Individual Quarter		Year to date	
	31.03.2021 RM'000 (unaudited)	31.03.2020 RM'000 (unaudited)	31.03.2021 RM'000 (unaudited)	31.03.2020 RM'000 (unaudited)
Revenue	19,964	13,754	19,964	13,754
Profit before taxation	4,889	1,582	4,889	1,582

The Group achieved revenue of approximately RM20.0 million for the quarter ended 31 March 2021. This represents an increase of approximately 45% as compared to the corresponding quarter and financial period to date in the preceding year. It was mainly due to the improvement in the demand for the Group's products, especially in domestic market notwithstanding the resurgence of Covid-19 pandemic.

Profit before taxation increased significantly for the current quarter and financial period to date as compared to 2020. This was in line with higher revenue achieved, better margin from the improved productivity and also partly due to the reversal of impairment loss on receivables.

**B2. Comment on Material Changes in the Profit Before Taxation for the Quarter Reported on as Compared With Immediate Preceding Quarter**

	Individual Quarter	
	31.03.2021 RM'000 (unaudited)	31.12.2020 RM'000 (unaudited)
Revenue	19,964	17,845
Profit before taxation	4,889	2,605

The Group achieved revenue of approximately RM20.0 million for the current quarter under review as compared to RM17.8 million in the immediate preceding quarter, registering an increase which mainly due to the improvement in demand as explained in paragraph B1.

Profit before taxation of the Group for the current quarter under review increased compared to the immediate preceding quarter, mainly due to the same reasons as explained in paragraph B1.

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B3. Current Year Prospects**

The performance of the Group in the first quarter remained resilient and satisfactory despite the challenges arising from the third wave of Covid-19 pandemic.

The Group remains vigilant and cautious for the performance for the remaining periods of 2021 as the uncertainty and impact of the pandemic may persist until herd immunity is achieved. Malaysia's path to full recovery remains uneven and fragile depending much on the success and speed of the country's vaccination programme and the global outlook.

**B4. Variance of Actual Profit and Forecast Profit of the Group**

The disclosure requirements for explanatory notes for the variance of actual profit and forecast profit and for the shortfall in profit guarantee are not applicable.

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B5. Profit for The Period**

	<b>Current Year Quarter 31.03.2021 RM'000 (unaudited)</b>	<b>Preceding Year Corresponding Quarter 31.03.2020 RM'000 (unaudited)</b>	<b>Cumulative Current Year to Date 31.03.2021 RM'000 (unaudited)</b>	<b>Cumulative Preceding Corresponding Year to Date 31.03.2020 RM'000 (unaudited)</b>
Profit before taxation is arrived at after charging/(crediting):-				
Impairment loss on trade receivables	3	64	3	64
Depreciation of property, plant and equipment	1,013	886	1,013	886
Depreciation of investment properties	71	71	71	71
Depreciation of right-of-use of assets	30	34	30	34
Interest expense on financial liabilities that are not at fair value through profit or loss	13	26	13	26
Interest expenses on lease liabilities	2	1	2	1
Inventories written down	40	503	40	503
Loss/(Gain) on foreign exchange				
- unrealised	(199)	(171)	(199)	(171)
- realised	95	77	95	77
Gain on disposal of plant and equipment	(7)	-	(7)	-
Total interest income on financial assets measured at amortised cost	(39)	(32)	(39)	(32)
Total interest income on financial assets measured at fair value through profit or loss	(59)	(118)	(59)	(118)
Reversal of inventories written down	(148)	(21)	(148)	(21)
Reversal of impairment loss on inventories	-	-	-	-
Reversal of impairment loss of trade & other receivables	(256)	(20)	(256)	(20)

Saved as disclosed above and note 6 of Part A, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing requirement are not applicable.

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B6. Income Tax Expense**

	Current Year Quarter 31.03.2021 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 31.03.2020 RM'000 (Unaudited)	Cumulative Current Year to Date 31.03.2021 RM'000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 31.03.2020 RM'000 (Unaudited)
Current tax Expense	1,379	438	1,379	438

The tax expense is derived based on management's best estimate of the tax rate for the year.

The Group's effective tax rate under current quarter review and for the year to date higher than the statutory rate, mainly due to higher non-tax deductible expenses.

**B7. Status of Corporate Proposals**

There were no corporate proposals announced during the financial quarter under review.

**B8. Group borrowings**

The Group's borrowings as at the end of the reporting quarter are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<b><u>Ringgit Malaysia</u></b>			
Term loan - short term	777	-	777
Term loan - long term	256	-	256
	1,033	-	1,033
<b><u>Singapore Dollar</u></b>			
Term loan - short term	218	-	218
	1,251	-	1,251



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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B9. Material litigation**

Neither UMSN nor any of its subsidiary companies are engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or any of its subsidiaries and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or any of its subsidiaries.

**B10. Dividends**

The Board does not recommend any interim dividend in respect of the financial year ending 31 December 2021 during this quarter.

**B11. Basic earnings per share**

The basic earnings per share for the current quarter and cumulative year to date are computed as follow:-

	Current Year Quarter 31.03.2021 (Unaudited)	Preceding Year Corresponding Quarter 31.03.2020 (Unaudited)	Cumulative Current Year to Date 31.03.2021 (Unaudited)	Preceding Corresponding Year to Date 31.03.2020 (Unaudited)
Profit attributable to Equity holders of parent (RM'000):	3,509	1,140	3,509	1,140
Weighted average number of ordinary shares of RM0.50 each in issue	78,269	78,562	78,269	78,562
Basic Earnings Per Share based on the weighted average number of shares in issue (sen)	4.48	1.45	4.48	1.45

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B12. Disclosure In Relation To Any Agreement, Arrangement, Joint Venture Or Collaboration For The Purpose Of Bidding For Or Securing A Project Or Contract**

There were no agreements, arrangement, joint venture or collaboration for the purpose of bidding for or securing a project or contract entered by the Company during the financial period under review.

**B13. Authorisation for issue**

The first quarterly report was authorised for issued by the Board of Directors in accordance with the resolution of the directors on 27 May 2021.