

**UMS-NEIKEN GROUP BERHAD (Company 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 2023**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year Quarter 31 Mar 2023 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Mar 2022 RM'000 (unaudited)	Current Year To date 31 Mar 2023 RM'000 (unaudited)	Preceding Year Corresponding Period 31 Mar 2022 RM'000 (unaudited)
Revenue		13,619	17,366	13,619	17,366
Cost of sales		(10,665)	(12,301)	(10,665)	(12,301)
Gross profit		2,954	5,065	2,954	5,065
Other income		736	652	736	652
		3,690	5,717	3,690	5,717
Selling and distribution expenses		(178)	(239)	(178)	(239)
Administrative expenses		(1,357)	(1,423)	(1,357)	(1,423)
Other operating expenses		(452)	(387)	(452)	(387)
Net reversal on financial assets		348	543	348	543
Finance costs		(5)	(9)	(5)	(9)
<b>Profit before taxation</b>		2,046	4,202	2,046	4,202
Income tax expense	B6	(675)	(1,180)	(675)	(1,180)
<b>Profit after taxation</b>		1,371	3,022	1,371	3,022
<b>Other Comprehensive Income/(Expenses)</b>					
Currency translation difference		246	119	246	119
<b>Total Comprehensive Income</b>		1,617	3,141	1,617	3,141
PROFIT AFTER TAXATION ATTRIBUTABLE TO					
Owners of The Company		1,369	3,021	1,369	3,021
Non-controlling interest		2	1	2	1
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO					
Owners of The Company		1,615	3,140	1,615	3,140
Non-controlling interest		2	1	2	1
<b>Earnings per share (sen):</b>					
Basic	B11	1.74	3.84	1.74	3.84
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 2023. 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 2022 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))****(Incorporated in Malaysia)****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****As at 31 March 2023**

	Note	As at end of current year quarter ended 31 Mar 2023 RM'000 (Unaudited)	Audited 31 Dec 2022 RM'000 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		33,570	34,373
Investment properties		8,303	8,252
Right-of-use Assets		193	240
Other Investment		582	573
Deferred Tax Assets		5	5
		<u>42,653</u>	<u>43,443</u>
<b>CURRENT ASSETS</b>			
Inventories		19,050	21,230
Trade receivables		16,897	18,027
Other receivables, deposits and prepayments		2,916	1,597
Current tax assets		28	21
Short term investment		6,512	3,754
Fixed deposits with licensed banks		32,569	33,498
Cash and bank balances		6,405	6,466
		<u>84,377</u>	<u>84,593</u>
<b>TOTAL ASSETS</b>		<u>127,030</u>	<u>128,036</u>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		41,531	41,531
Treasury shares		(597)	(597)
Exchange fluctuation reserve		1,071	825
Retained profits		77,404	78,397
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		<u>119,409</u>	<u>120,156</u>
Non-controlling interest		91	89
<b>TOTAL EQUITY</b>		<u>119,500</u>	<u>120,245</u>
<b>NON-CURRENT LIABILITIES</b>			
Lease liability		106	127
Deferred taxation		2,119	2,121
		<u>2,225</u>	<u>2,248</u>
<b>CURRENT LIABILITIES</b>			
Trade payables		1,884	1,258
Other payables and accruals		2,460	3,139
Amount owing to a related company		153	182
Amount owing to directors		2	258
Lease liability		92	118
Dividend payable		-	10
Current tax liabilities		714	578
		<u>5,305</u>	<u>5,543</u>
<b>TOTAL LIABILITIES</b>		<u>7,530</u>	<u>7,791</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>127,030</u>	<u>128,036</u>
Net Assets per share based on number of shares in issue (RM)		<u>1.52</u>	<u>1.53</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 2022 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))**

(Incorporated in Malaysia)

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

For The First Quarter Ended 31 March 2023

	← Attributable to Equity Holders of the Company →						Total RM'000
	← Non-distributable			Exchange Fluctuation Reserve RM'000	Distributable Retained Profits Attributable To Owners of The Company RM'000		
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000			Non-Controlling Interest RM'000	
<b><u>3 months period ended 31 March 2022</u></b>							
At 1 January 2022	41,531	(597)	-	(50)	70,950	88	111,922
<u>Comprehensive Income</u>							
Profit for the financial period	-	-	-	-	3,021	1	3,022
<u>Other Comprehensive Income</u>							
Currency translation difference	-	-	-	119	-		119
Total Comprehensive income	-	-	-	119	3,021	1	3,141
<u>Contribution by and distributions to owners of the Company</u>							
- Dividend paid	-	-	-	-	(2,362)	-	(2,362)
At 31 March 2022	41,531	(597)	-	69	71,609	89	112,701
<b><u>3 months period ended 31 March 2023</u></b>							
At 1 January 2023	41,531	(597)	-	825	78,397	89	120,245
<u>Comprehensive Income</u>							
Profit for the financial period	-	-	-	-	1,369	2	1,371
<u>Other Comprehensive Income</u>							
Currency translation difference	-	-	-	246	-	-	246
Total Comprehensive income	-	-	-	246	1,369	2	1,617
<u>Contribution by and distributions to owners of the Company</u>							
- Dividend paid by the Company	-	-	-	-	(2,362)	-	(2,362)
At 31 March 2023	41,531	(597)	-	1,071	77,404	91	119,500

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 2023 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))****(Incorporated in Malaysia)****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****For The First Quarter Ended 31 March 2023**

	Note	Current Year Quarter 31 Mar 2023 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Mar 2022 RM'000 (unaudited)
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>			
Profit before taxation		2,046	4,202
Adjustments for:			
Reversal of impairment loss of trade receivables		(348)	(543)
Reversal of inventories written down		(8)	(30)
Inventories written down		219	778
Bad debts written off		4	-
Depreciation of property, plant and equipment		1,155	1,109
Depreciation of investment properties		55	63
Depreciation of right-of-use of assets		47	39
Reversal of impairment losses on plant and equipment		(5)	-
Gain on disposal of property, plant and equipment		-	(270)
Unrealised foreign exchange gain		(174)	(112)
Interest expense		4	6
Interest expense on lease payment		2	2
Interest income		(343)	(93)
Operating profit before working capital changes		2,654	5,151
Decrease/(Increase) in inventories		1,968	(868)
Decrease in trade & other receivables		330	3,728
Decrease in trade & other payables		(63)	(251)
Decrease in amount owing to a related company		(29)	(52)
Decrease in amount owing to directors		(256)	(96)
Cash inflow from operations		4,604	7,612
Interest received		343	93
Interest paid		(6)	(8)
Income tax paid		(547)	(835)
Net cash inflow from operating activities		4,394	6,862
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(297)	(764)
Proceeds from disposal of plant and equipment		-	270
Placement of fixed deposits with tenure more than 3 months		(9,549)	(28)
Increase in pledged fixed deposits with licenced banks		(4)	(8)
Net cash outflow for investing activities		(9,850)	(530)
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>			
Dividends paid		(2,362)	(2,362)
Repayment of term loan		-	(197)
Repayment in lease liability		(47)	(39)
Net cash outflow for financing activities		(2,409)	(2,598)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		(7,865)	3,734
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>		80	44
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>		39,694	19,614
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A16	31,909	23,392

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 March 2023. 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 2022 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 2023**

**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 2022. 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 2022.

**A2. Changes in Accounting Policies**

The audited financial statements of the Group for the financial year ended 31 December 2022 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 2022, 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 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

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 PERSUANT 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 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenants	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

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 2022 was not subject to any qualification.

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**PART A: EXPLANATORY NOTES PERSUANT 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 2023	1,264,800	596,563.97
No transaction for the financial periods	-	-
At 31 March 2023	<u>1,264,800</u>	<u>596,563.97</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 RM2,362,000 in respect of the financial year ended 31 December 2022 was paid on 31 March 2023.

**A9. Segment information**

Business Segment

Segmental information by the Group for the financial period ended 31 March 2023 is as follows:-

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	The Group RM'000
<b>Revenue</b>				
External revenue	12,940	-	679	13,619
<b>Results</b>				
Segment profit	2,446	144	(78)	2,512
Finance costs				(5)
Consolidation adjustments				(461)
Consolidated profit before taxation				2,046
<b>Assets</b>				
Segment assets	162,653	4,075	14,405	181,133
Unallocated assets:				
- deferred tax assets				5
- current tax assets				28
Consolidation adjustments				(54,136)
Consolidated total assets				127,030
Additions to non-current assets other than financial instruments are:				
Property, plant and equipment	297	-	-	297
<b>Liabilities</b>				
Segment liabilities	5,966	154	485	6,605
Unallocated liabilities:				
- deferred tax liabilities				2,119
- lease liabilities				198
- current tax liabilities				714
Consolidation adjustments				(2,106)
Consolidated total liabilities				7,530



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

**A9. Segment information (Cont’d)**

Segmental information by the Group for the financial period ended 31 March 2022 is as follows:-

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	The Group RM'000
<b>Revenue</b>				
External revenue	16,676	-	690	17,366
<b>Results</b>				
Segment profit	4,122	111	(12)	4,221
Finance costs				(9)
Consolidation adjustments				(10)
Consolidated profit before taxation				4,202
<b>Assets</b>				
Segment assets	160,383	4,323	13,689	178,395
Unallocated assets:				
- deferred tax assets				4
- current tax assets				98
Consolidation adjustments				(54,253)
Consolidated total assets				124,244
Additions to non-current assets other than financial instruments are:				
Property, plant and equipment	764	-	-	764
<b>Liabilities</b>				
Segment liabilities	9,423	153	436	10,012
Unallocated liabilities:				
- deferred tax liabilities				2,128
- lease liabilities				283
- current tax liabilities				1,879
- term loans				257
Consolidation adjustments				(3,016)
Consolidated total liabilities				11,543

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

**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 2023.

**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	19,200

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

**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	3,931
Acquisition of machinery and mould	1,000
	4,931
	4,931

**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:

Transaction parties	Nature of transaction	Current Year Quarter 31.03.2023 RM’000 (Unaudited)	Preceding Year Corresponding Quarter 31.03.2022 RM’000 (Unaudited)	Cumulative Current Year to Date 31.03.2023 RM’000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 31.03.2022 RM’000 (Unaudited)
United MS Cables Mfg Sdn. Bhd. (“UMSC”)	Purchase of electrical wire	154	10	154	10
UMSC	Sales of electrical accessories, devices	2	-	2	-

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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 31.03.2023</b>	<b>At 31.03.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Short term investment	6,512	16,771
Fixed deposits with licenced banks	32,569	3,650
Cash and bank balances	6,405	6,621
	<hr/>	<hr/>
	45,486	27,042
Less: Fixed deposits pledged with licenced banks	(941)	(927)
Fixed deposits with tenure of maturity of more than 3 months	(12,636)	(2,723)
	<hr/>	<hr/>
	<b>31,909</b>	<b>23,392</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	4.4170
Singapore Dollar	3.3218

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

**B1. Review of Performance**

	Individual Quarter		Year to date	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	RM'000	RM'000	RM'000	RM'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenue	13,619	17,366	13,619	17,366
Profit before taxation	2,046	4,202	2,046	4,202

The Group achieved revenue of approximately RM13.6 million for the quarter and financial periods ended 31 March 2023. This represented a decrease of approximately 22% as compared to the corresponding quarter in the preceding year. The overall drop in revenue was mainly due to softer demand on the slow recovery of construction and property development sector for the current quarter.

The profit margin for the quarter and financial periods to date decreased in line of lower revenue. In addition, there were also incurred higher operational cost absorption and lower reversal in 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	
	31.03.2023	31.12.2022
	RM'000	RM'000
	(unaudited)	(unaudited)
Revenue	13,619	14,690
Profit before taxation	2,046	1,034

The Group achieved revenue of approximately RM13.6 million for the current quarter under review as compared to almost RM14.7 million in the immediate preceding quarter, registering a decrease of approximately 7% due to the slowdown in the construction and property development sector to be persistent.

However, profit before taxation of the Group for the current quarter under review increased compared to the immediate preceding quarter, mainly due to the lower cost incurred and favourable foreign exchange rate movement.

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

**B3. Current Year Prospects**

The performance for the Group under quarter review was weaker mainly due to the softer sales demand stemming from slower economic growth and recovery especially in domestic market.

In addition to the geopolitical tension and supply chain disruption in the region, the risks to the business recovery and growth in 2023 for manufacturing sectors in Malaysia include the input cost pressures, the fluctuation in Ringgit Malaysia, higher labour and energy cost. The manufacturing sector is showing further signs of moderating as manufacturers continue to brace for challenging business conditions in the coming months. In this regard, the Group remains relatively cautious and vigilant for the outlook for the rest of 2023 given the uncertainties and multiple headwinds expected to be persistent and weighing on prospects.

**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**

	Current Year Quarter 31.03.2023 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31.03.2022 RM'000 (unaudited)	Cumulative Current Year to Date 31.03.2023 RM'000 (unaudited)	Cumulative Preceding Corresponding Year to Date 31.03.2022 RM'000 (unaudited)
Profit before taxation is arrived at after charging/(crediting):-				
Depreciation of property, plant and equipment	1,155	1,109	1,155	1,109
Depreciation of investment properties	55	63	55	63
Depreciation of right-of-use of assets	47	39	47	39
Interest expense on financial liabilities that are not at fair value through profit or loss	4	6	4	6
Interest expenses on lease liabilities	2	2	2	2
Inventories written down	219	778	219	778
Loss/(Gain) on foreign exchange - unrealised	(174)	(112)	(174)	(112)
- realised	(86)	84	(86)	84
Gain on disposal of plant and equipment	-	(270)	-	(270)
Bad debts written off	4	-	4	-
Total interest income on financial assets measured at amortised cost	(305)	(42)	(305)	(42)
Total interest income on financial assets measured at fair value through profit or loss	(38)	(51)	(38)	(51)
Reversal of inventories written down	(8)	(30)	(8)	(30)
Reversal of impairment loss of property, plant and equipment	(5)	-	(5)	-
Reversal of impairment loss of trade receivables	(348)	(543)	(348)	(543)

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 31.03.2023 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 31.03.2022 RM'000 (Unaudited)	Cumulative Current Year to Date 31.03.2023 RM'000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 31.03.2022 RM'000 (Unaudited)
Current tax Expense	675	1,180	675	1,180

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

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

**B7. Status of Corporate Proposals**

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

**B8. Group borrowings**

There were no borrowings as at the end of the reporting quarter.

**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.



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

**B10. Dividends**

The Board does not recommend any interim dividend in respect of the financial year ending 31 December 2023 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:-

	<b>Current Year Quarter 31.03.2023 (Unaudited)</b>	<b>Preceding Year Corresponding Quarter 31.03.2022 (Unaudited)</b>	<b>Cumulative Current Year to Date 31.03.2023 (Unaudited)</b>	<b>Preceding Corresponding Year to Date 31.03.2022 (Unaudited)</b>
Profit attributable to Equity holders of parent (RM'000):	<u>1,369</u>	<u>3,021</u>	<u>1,369</u>	<u>3,021</u>
Weighted average number of ordinary shares of RM0.50 each in issue	<u>78,735</u>	<u>78,735</u>	<u>78,735</u>	<u>78,735</u>
Basic Earnings Per Share based on the weighted average number of shares in issue (sen)	<u>1.74</u>	<u>3.84</u>	<u>1.74</u>	<u>3.84</u>

**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 26 May 2023.