

**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 Fourth Quarter Ended 31 December 2023**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year Quarter 31 Dec 2023 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Dec 2022 RM'000 (unaudited)	Current Year To date 31 Dec 2023 RM'000 (unaudited)	Preceding Year Corresponding Period 31 Dec 2022 RM'000 (unaudited)
Revenue		17,020	14,690	65,637	66,884
Cost of sales		(13,559)	(11,973)	(52,195)	(49,527)
Gross profit		3,461	2,717	13,442	17,357
Other income		623	409	3,019	4,469
		4,084	3,126	16,461	21,826
Selling and distribution expenses		(245)	(301)	(1,066)	(1,104)
Administrative expenses		(1,949)	(1,869)	(7,092)	(6,821)
Other operating expenses		(345)	(318)	(1,553)	(1,517)
Net reversal/(impairment loss) on financial assets		34	401	236	(358)
Finance costs		(8)	(5)	(30)	(27)
<b>Profit before taxation</b>		1,571	1,034	6,956	11,999
Income tax expense	B6	(569)	11	(1,948)	(2,179)
<b>Profit after taxation</b>		1,002	1,045	5,008	9,820
<b>Other Comprehensive Income/(Expenses)</b>					
Currency translation difference		56	(23)	912	875
<b>Total Comprehensive Income</b>		1,058	1,022	5,920	10,695
<b>PROFIT AFTER TAXATION</b>					
<b>ATTRIBUTABLE TO</b>					
Owners of The Company		999	1,047	5,000	9,809
Non-controlling interest		3	(2)	8	11
<b>TOTAL COMPREHENSIVE INCOME</b>					
<b>ATTRIBUTABLE TO</b>					
Owners of The Company		1,055	1,024	5,912	10,684
Non-controlling interest		3	(2)	8	11
<b>Earnings per share (sen):</b>					
Basic	B11	1.27	1.33	6.35	12.46
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 December 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 December 2023**

	As at end of current year quarter ended 31 Dec 2023 RM'000 (Unaudited)	Audited 31 Dec 2022 RM'000 (Audited)
	Note	
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	32,914	34,373
Investment properties	8,460	8,252
Right-of-use Assets	226	240
Other Investment	633	573
Deferred Tax Assets	5	5
	<u>42,238</u>	<u>43,443</u>
<b>CURRENT ASSETS</b>		
Inventories	20,330	21,230
Trade receivables	19,384	18,027
Other receivables, deposits and prepayments	1,959	1,597
Amount owing by a related company	1	-
Current tax assets	26	21
Short term investment	7,265	3,754
Fixed deposits with licensed banks	33,787	33,498
Cash and bank balances	7,107	6,466
	<u>89,859</u>	<u>84,593</u>
<b>TOTAL ASSETS</b>	<u>132,097</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	1,737	825
Retained profits	81,035	78,397
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<u>123,706</u>	<u>120,156</u>
Non-controlling interest	97	89
<b>TOTAL EQUITY</b>	<u>123,803</u>	<u>120,245</u>
<b>NON-CURRENT LIABILITIES</b>		
Lease liability	70	127
Deferred taxation	2,111	2,121
	<u>2,181</u>	<u>2,248</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	2,261	1,258
Other payables and accruals	3,163	3,139
Amount owing to a related company	190	182
Amount owing to directors	143	258
Lease liability	160	118
Dividend payable	-	10
Current tax liabilities	196	578
	<u>6,113</u>	<u>5,543</u>
<b>TOTAL LIABILITIES</b>	<u>8,294</u>	<u>7,791</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>132,097</u>	<u>128,036</u>
Net Assets per share based on number of shares in issue (RM)	<u>1.57</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 Fourth Quarter Ended 31 December 2023

	← 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>12 months period ended 31 December 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	-	-	-	-	9,809	11	9,820
<u>Other Comprehensive Income</u>							
Currency translation difference	-	-	-	875	-		875
Total Comprehensive income	-	-	-	875	9,809	11	10,695
<u>Contribution by and distributions to owners of the Company</u>							
- Dividend paid	-	-	-	-	(2,362)	-	(2,362)
- Dividend payable by subsidiary to non-controlling interest	-	-	-	-	-	(10)	(10)
At 31 December 2022	41,531	(597)	-	825	78,397	89	120,245
<b><u>12 months period ended 31 December 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	-	-	-	-	5,000	8	5,008
<u>Other Comprehensive Income</u>							
Currency translation difference	-	-	-	912	-	-	912
Total Comprehensive income	-	-	-	912	5,000	8	5,920
<u>Contribution by and distributions to owners of the Company</u>							
- Dividend paid by the Company	-	-	-	-	(2,362)	-	(2,362)
At 31 December 2023	41,531	(597)	-	1,737	81,035	97	123,803

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

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

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

**For The Fourth Quarter Ended 31 December 2023**

	<b>Current Year Quarter 31 Dec 2023 RM'000 (unaudited)</b>	<b>Preceding Year Corresponding Quarter 31 Dec 2022 RM'000 (unaudited)</b>
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>		
Profit before taxation	6,956	11,999
Adjustments for:		
Reversal of impairment loss of trade receivables	(1,170)	(169)
Impairment loss on trade receivables	925	463
Reversal of inventories written down	(67)	(221)
Inventories written down	630	176
Bad debts written off	4	-
Other receivable written off	-	129
Dividends received	(40)	(37)
Depreciation of property, plant and equipment	4,578	4,588
Depreciation of investment properties	243	245
Depreciation of right-of-use of assets	181	172
Impairment losses on plant and equipment	-	28
Reversal of impairment losses on plant and equipment	(45)	-
Reversal of fair value losses on other Investment	(23)	(78)
Impairment loss on other receivables	9	36
Gain on lease modification	(2)	-
Loss/(Gain) on disposal of property, plant and equipment	9	(489)
Gain on disposal of investment property	-	(2,140)
Unrealised foreign exchange gain	(533)	(179)
Interest expense	20	19
Interest expense on lease payment	10	9
Interest income	(1,527)	(689)
Operating profit before working capital changes	10,158	13,862
Decrease in inventories	337	5,614
(Increase)/Decrease in trade & other receivables	(953)	6,773
Increase/(Decrease) in trade & other payables	1,017	(2,843)
Increase in amount owing by a related company	(1)	-
Increase in amount owing to a related company	8	123
(Decrease)/Increase in amount owing to directors	(115)	161
Cash inflow from operations	10,451	23,690
Interest received	1,527	689
Interest paid	(30)	(28)
Income tax paid	(2,345)	(3,066)
Net cash inflow from operating activities	9,603	21,285
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(2,902)	(2,685)
Proceeds from disposal of plant and equipment	31	4,625
Dividends received	40	37
Placement of fixed deposits with tenure more than 3 months	(29,694)	(29,866)
Increase in pledged fixed deposits with licenced banks	(69)	(18)
Net cash outflow for investing activities	(32,594)	(27,907)
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Dividends paid	(2,362)	(2,362)
Repayment of term loan	-	(454)
Repayment in lease liability	(181)	(171)
Net cash outflow for financing activities	(2,543)	(2,987)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(25,534)	(9,609)
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	212	215
<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>	14,372	10,220
	A16	

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 December 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 DEC 2023**

**PART A: EXPLANATORY NOTES PURSUANT 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)**

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101: Disclosure of Accounting Policies

Amendments to MFRS 108: Definition of Accounting Estimates

Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 112: International Tax Reform – Pillar Two Model Rules

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>
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 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 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025

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 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 change 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 December 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**

There was no dividend paid during the 3 months period ended 31 December 2023.

**A9. Segment information**

Business Segment

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

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	The Group RM'000
<b>Revenue</b>				
External revenue	62,416	-	3,221	65,637
<b>Results</b>				
Segment profit	15,390	564	(272)	15,682
Finance costs				(30)
Consolidation adjustments				(8,696)
Consolidated profit before taxation				6,956
<b>Assets</b>				
Segment assets	174,232	4,396	15,104	193,732
Unallocated assets:				
- deferred tax assets				5
- current tax assets				26
Consolidation adjustments				(61,666)
Consolidated total assets				132,097
Additions to non-current assets other than financial instruments are:				
Property, plant and equipment	2,902	-	-	2,902
Right-of-use assets	228	-	-	228
<b>Liabilities</b>				
Segment liabilities	13,832	146	728	14,706
Unallocated liabilities:				
- deferred tax liabilities				2,111
- lease liabilities				230
- current tax liabilities				196
Consolidation adjustments				(8,949)
Consolidated total liabilities				8,294



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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 cumulative financial period ended 31 December 2022 is as follows: -

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	The Group RM'000
<b>Revenue</b>				
External revenue	63,827	-	3,057	66,884
<b>Results</b>				
Segment profit	15,466	542	(176)	15,832
Finance costs				(27)
Consolidation adjustments				(3,806)
Consolidated profit before taxation				11,999
<b>Assets</b>				
Segment assets	166,292	4,339	14,290	184,921
Unallocated assets:				
- deferred tax assets				5
- current tax assets				21
Consolidation adjustments				(56,911)
Consolidated total assets				128,036
Additions to non-current assets other than financial instruments are:				
Property, plant and equipment	2,685	-	-	2,685
Right-of-use assets	93	-	-	93
<b>Liabilities</b>				
Segment liabilities	9,095	147	493	9,735
Unallocated liabilities:				
- deferred tax liabilities				2,121
- lease liabilities				245
- current tax liabilities				578
Consolidation adjustments				(4,888)
Consolidated total liabilities				7,791

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**PART A: EXPLANATORY NOTES PURSUANT 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 December 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	3,971
Acquisition of machinery and mould	940
Acquisition of IT equipment/software	376
	5,287
	5,287

**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 31.12.2023 RM’000 (Unaudited)	Preceding Year Corresponding Quarter 31.12.2022 RM’000 (Unaudited)	Cumulative Current Year to Date 31.12.2023 RM’000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 31.12.2022 RM’000 (Unaudited)
Ming Kee Manufactory Limited (“MKK”)	Purchase of fuse link, screws, inserts, cables reel, plug, metalware, hollow rivet, etc	-	-	-	142
United MS Cables Mfg Sdn. Bhd. (“UMSC”)	Purchase of electrical wire	302	228	797	864
UMSC	Sales of electrical accessories, devices	1	-	5	1

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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 31.12.2023</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>At 31.12.2022</b> <b>RM'000</b> <b>(Unaudited)</b>
Short term investment	7,265	3,754
Fixed deposits with licenced banks	33,787	33,498
Cash and bank balances	7,107	6,466
	<hr/>	<hr/>
	48,159	43,718
Less: Fixed deposits pledged with licenced banks	(1,006)	(937)
Fixed deposits with tenure of maturity of more than 3 months	(32,781)	(32,561)
	<hr/>	<hr/>
	<u>14,372</u>	<u>10,220</u>

**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	4.5900
Singapore Dollar	3.4787

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

**B1. Review of Performance**

	Individual Quarter		Year to date	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenue	17,020	14,690	65,637	66,884
Profit before taxation	1,571	1,034	6,956	11,999

The Group achieved revenue of approximately RM17.0 million for the quarter ended 31 December 2023. This represented an increase of approximately 16% as compared to the corresponding quarter in the preceding year. The improvement in revenue was mainly due to higher demand in the domestic market. As compared to prior period, profit before taxation increased in line with the higher revenue.

For the cumulative 12 months period ended 31 December 2023, revenue was slightly lower by approximately 2% as compared to the preceding financial period in 2022. In line with the lower revenue, profit before taxation decreased. The prior period in 2022 also included a non-recurring one-off gain arising from the disposal of a vacant leasehold land.

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

	Individual Quarter	
	31.12.2023	30.09.2023
	RM'000	RM'000
	(unaudited)	(unaudited)
Revenue	17,020	17,940
Profit before taxation	1,571	1,959

The Group achieved revenue of approximately RM17.0 million for the current quarter under review as compared to almost RM17.9 million in the immediate preceding quarter, registering a decrease of approximately 5% due to lower exports.

In line with the lower revenue, profit before taxation of the Group for the current quarter under review decreased compared to the immediate preceding quarter.

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

**B3. Current Year Prospects**

The Group remains cautious about the prospects in 2024 due to uncertainties in geopolitical conflicts, inflationary pressure and weaker global growth. In mitigating the downside risks and headwinds, the Group would continue to pursue strategies to optimise costs including but not limited to the use of robotics for manufacturing. The Group is also developing new products to diversify its product range to contribute and improve our financial performance in the future.

**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 31.12.2023 RM'000 (unaudited)</b>	<b>Preceding Year Corresponding Quarter 31.12.2022 RM'000 (unaudited)</b>	<b>Cumulative Current Year to Date 31.12.2023 RM'000 (unaudited)</b>	<b>Cumulative Preceding Corresponding Year to Date 31.12.2022 RM'000 (unaudited)</b>
Profit before taxation is arrived at after charging/(crediting): -				
Impairment loss on trade receivables	737	(791)	925	463
Impairment loss on other receivables	9	(14)	9	36
Impairment loss on plant and equipment	-	-	-	28
Depreciation of property, plant and equipment	1,121	1,162	4,578	4,588
Depreciation of investment properties	76	75	243	245
Depreciation of right-of-use of assets	38	47	181	172
Interest expense on financial liabilities that are not at fair value through profit or loss	6	3	20	19
Interest expenses on lease liabilities	2	2	10	9
Inventories written down	(23)	(800)	630	176
Loss/(Gain) on foreign exchange				
- unrealised	32	354	(533)	(179)
- realised	(21)	(95)	112	(8)
Loss/(Gain) on disposal				
- plant and equipment	-	(183)	9	(489)
- investment property	-	-	-	(2,140)
Gain on lease modification	(2)	-	(2)	-
Other receivables written off	-	-	-	129
Bad debts written off	-	-	4	-
Total interest income on financial assets measured at amortised cost	(353)	(271)	(1,353)	(520)
Total interest income on financial assets measured at fair value through profit or loss	(56)	(23)	(174)	(169)
Reversal of inventories written down	(37)	757	(67)	(221)
Reversal of fair value loss on quoted investment	(23)	(78)	(23)	(78)
Reversal of impairment loss of property, plant and equipment	-	-	(45)	-
Reversal of impairment loss of trade receivables	(779)	404	(1,170)	(169)

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 31.12.2023 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 31.12.2022 RM'000 (Unaudited)	Cumulative Current Year to Date 31.12.2023 RM'000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 31.12.2022 RM'000 (Unaudited)
Current tax Expense	569	(11)	1,948	2,179

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

The Group's effective tax rates for the current quarter review and financial year to date are higher than the statutory rate. This is mainly due to higher non-tax deductible expenses by the subsidiaries in Malaysia despite the adjustment for over-provision of tax in the preceding financial year.

**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 of Directors has proposed a single tier interim dividend of 3.0 sen per ordinary share and a single tier special dividend of 10 sen per ordinary share in respect of the financial year ended 31 December 2023, to be paid on 30 April 2024. Both single tier dividends were approved by the Board of Directors on 26 February 2024.

**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 31.12.2023 (Unaudited)</b>	<b>Preceding Year Corresponding Quarter 31.12.2022 (Unaudited)</b>	<b>Cumulative Current Year to Date 31.12.2023 (Unaudited)</b>	<b>Preceding Corresponding Year to Date 31.12.2022 (Unaudited)</b>
Profit attributable to Equity holders of parent (RM'000):	<u>999</u>	<u>1,047</u>	<u>5,000</u>	<u>9,809</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>1.27</u>	<u>1.33</u>	<u>6.35</u>	<u>12.46</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 fourth quarterly report was authorised for issued by the Board of Directors in accordance with the resolution of the directors on 26 February 2024.