



**TOMEI CONSOLIDATED BERHAD 200501015912 (692959-W)**  
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

	Individual Quarter		Year-to-date	
	3 months ended		9 months ended	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Revenue	112,094	180,631	502,893	384,560
Cost of sales	(93,228)	(132,802)	(413,132)	(280,828)
Gross profit	18,866	47,829	89,761	103,732
Other income	1,798	527	5,758	2,276
Selling and distribution expenses	(13,039)	(20,114)	(49,659)	(53,724)
Administrative expenses	(4,730)	(5,689)	(16,410)	(15,748)
Other expenses	528	(289)	(1,392)	(802)
Profit from operations	3,423	22,264	28,058	35,734
Finance costs	(1,937)	(2,431)	(6,211)	(7,946)
Profit before tax	1,486	19,833	21,847	27,788
Tax expense	(481)	(6,552)	(5,540)	(8,698)
Profit for the financial period	1,005	13,281	16,307	19,090
Profit attributable to:-				
Owners of the parent	1,005	13,604	16,121	19,501
Non-controlling interests	0	(323)	186	(411)
	1,005	13,281	16,307	19,090
Earnings per ordinary share attributable to equity holders of the parent (sen):-				
Basic earnings per share	0.73	9.82	11.63	14.07
Diluted earnings per share *	N/A	N/A	N/A	N/A

\* Not applicable

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2021  
(Cont'd)**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30/09/2021</b>	<b>30/09/2020</b>	<b>30/09/2021</b>	<b>30/09/2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Profit for the financial period</b>	1,005	13,281	16,307	19,090
<b>Foreign currency translations</b>	(72)	551	(302)	578
<b>Total comprehensive income</b>	<u>933</u>	<u>13,832</u>	<u>16,005</u>	<u>19,668</u>
<b>Profit attributable to:-</b>				
<b>Owners of the parent</b>	933	14,155	15,819	20,079
<b>Non-controlling interests</b>	<u>0</u>	<u>(323)</u>	<u>186</u>	<u>(411)</u>
	<u>933</u>	<u>13,832</u>	<u>16,005</u>	<u>19,668</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**
**(The figures have not been audited)**
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2021**

	As At 30/09/2021 RM'000	As At 31/12/2020 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	10,401	12,739
Right-of-use asset	15,715	19,824
Deferred tax assets	1,158	1,158
	<u>27,274</u>	<u>33,721</u>
<b>Current assets</b>		
Inventories	387,977	381,920
Trade and other receivables	41,874	32,978
Cash and bank balances	15,632	23,211
	<u>445,483</u>	<u>438,109</u>
<b>TOTAL ASSETS</b>	<u><u>472,757</u></u>	<u><u>471,830</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital</b>	73,336	73,336
<b>Reserves</b>	180,808	167,870
<b>Equity attributable to owners of the parent</b>	254,144	241,206
<b>Non-controlling interests</b>	(5)	4,169
<b>TOTAL EQUITY</b>	<u>254,139</u>	<u>245,375</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Other payables	651	651
Borrowings	16,329	502
Deferred tax liabilities	83	83
Lease liabilities	6,865	7,333
	<u>23,928</u>	<u>8,569</u>
<b>Current liabilities</b>		
Trade and other payables	30,371	28,123
Borrowings	151,246	174,450
Lease liabilities	9,325	12,734
Current tax liabilities	3,748	2,579
	<u>194,690</u>	<u>217,886</u>
<b>TOTAL LIABILITIES</b>	<u>218,618</u>	<u>226,455</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>472,757</u></u>	<u><u>471,830</u></u>
<b>Net assets per share (RM)</b>	1.83	1.77

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE  
QUARTER ENDED 30 SEPTEMBER 2021**

-----Attributable To Owners Of The Parent-----

---Non Distributable--- Distributable

	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
<b>Balance as at 1 January 2021</b>	73,336	1,715	166,155	241,206	4,169	245,375
Profit for the financial period	-	-	16,121	16,121	186	16,307
Foreign currency translations, net of tax	-	(302)	-	(302)	-	(302)
Reclassification adjustments relating to subsidiary dissolution of during the year		(258)	(37)	(295)	-	(295)
Transaction with owners						
Acquisition of additional interest from non-controlling interest			186	186	(4,360)	(4,174)
Dividend paid			(2,772)	(2,772)	-	(2,772)
<b>Balance as at 30 September 2021</b>	<b>73,336</b>	<b>1,155</b>	<b>179,653</b>	<b>254,144</b>	<b>(5)</b>	<b>254,139</b>

-----Attributable To Owners Of The Parent-----

---Non Distributable--- Distributable

	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
<b>Balance as at 1 January 2020</b>	73,336	1,257	134,982	209,575	4,618	214,193
Profit for the financial period	-	-	19,501	19,501	(411)	19,090
Foreign currency translations, net of tax	-	578	-	578	-	578
<b>Balance as at 30 September 2021</b>	<b>73,336</b>	<b>1,835</b>	<b>154,483</b>	<b>229,654</b>	<b>4,207</b>	<b>233,861</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER  
ENDED 30 SEPTEMBER 2021**

	<b>9 months ended 30/09/2021</b>	<b>9 months ended 30/09/2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	21,847	27,788
Adjustments for:-		
Depreciation of right-of-use asset	10,678	13,525
Depreciation of property, plant and equipment	3,601	4,104
Finance costs	6,211	7,946
Impairment loss on trade and other receivables	227	156
Gain on disposal of property, plant and equipment	(290)	-
Property, plant and equipments written off	158	3
Reversal of lease liabilities	(96)	-
Reversal of impairment loss on trade and other receivables	(259)	-
Net unrealised loss/(gain) on gold price fluctuation and foreign exchange	175	(39)
	<hr/>	<hr/>
Operating profit before changes in working capital	42,252	53,483
Inventories	(6,057)	(32,098)
Trade and other receivables	(8,999)	(13,910)
Trade and other payables	(4,908)	(4,462)
	<hr/>	<hr/>
Cash generated from operations	22,288	3,013
Interest paid	(5,271)	(6,853)
Tax paid	(4,236)	(1,275)
Tax refund	41	72
Net cash from operating activities	<hr/>	<hr/>
	12,822	(5,043)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,378)	(1,978)
Proceeds from disposal of property, plant and equipments	418	-
	<hr/>	<hr/>
Net cash used in investing activities	(960)	(1,978)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER  
ENDED 30 SEPTEMBER 2021 (Cont'd)**

	9 months ended 30/09/2021 RM'000	9 months ended 30/09/2020 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(152)	(66)
Lease interest paid	(33)	(40)
Dividend paid	(2,772)	-
Net drawdown/(repayments) of term loans	18,662	(312)
Net (repayment)/drawdown of short term borrowings	(10,731)	10,527
Payments of lease liabilities	(9,103)	(12,416)
Net cash (used in)/from financing activities	<u>(4,129)</u>	<u>(2,307)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	7,733	(9,328)
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	5,948	(9,451)
<b>EFFECT OF EXCHANGE RATES CHANGES</b>	(4)	117
<b>CASH &amp; CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u><u>13,677</u></u>	<u><u>(18,662)</u></u>
<b>Represented by:-</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	15,632	9,178
Bank overdrafts	(1,955)	(27,840)
	<u><u>13,677</u></u>	<u><u>(18,662)</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020. The accompanying notes form an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

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(The figures have not been audited)

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1. BASIS OF PREPARATION**

The interim financial report is unaudited and is prepared in accordance with the MFRS134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2020.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The following MFRSs, Amendment to MFRSs and IC Interpretation have been issued but have not been early adopted by the Group.

<b>Title</b>	<b>Effective Date</b>
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

**3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report for the preceding financial year ended 31 December 2020 was issued without any qualification.

**4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's business traditionally picks up during the major festive seasons in Malaysia.

**5. UNSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)**
**6. CHANGES IN ESTIMATES**

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

**7. CAPITAL MANAGEMENT, ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS**

The Group’s objectives of managing capital are to safeguard the Group’s ability to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary.

For capital management purposes, the Group considers shareholders’ equity, non-controlling interests and net debt to be the key components in the Group’s capital structure. The Group monitors capital on the basis of net gearing ratio. The ratio is calculated as the total debt net of cash and cash equivalents to total equity. Total equity is the sum of total equity attributable to shareholders and non-controlling interests. The net gearing ratios as at 30 September 2021 and 30 September 2020, which are within the Group’s objectives for capital management, are as follows:

	<b>30/09/2021</b>	<b>30/09/2020</b>
	<b>RM’000</b>	<b>RM’000</b>
Total debt net of cash and cash equivalents	151,943	172,854
Total equity	254,139	233,861
<b>Net gearing ratio</b>	<b>0.60</b>	<b>0.74</b>

The Group reported net gearing ratio of 0.60 as at 30 September 2021, decreased by 0.14 compared to 30 September 2020.

**8. DIVIDEND PAID**

No dividend was paid during the current quarter.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)**
**9. OPERATING SEGMENTAL INFORMATION – MFRS 8**

The Group has two reportable segments that are based on information reported internally to the Group Managing Director. The reportable segments are summarised as follows:

- Manufacturing & Wholesales
- Retail

The segment information for the current financial period is as follows:

<b>Results for financial period ended 30 September 2021</b>	<b>Manufacturing &amp; Wholesales RM'000</b>	<b>Retail RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>			
Total sales	192,644	322,326	514,970
Inter-segment sales	(6,233)	(5,844)	(12,077)
External sales	<b>186,411</b>	<b>316,482</b>	<b>502,893</b>
<b>Results</b>			
Segment profit before tax	3,983	17,892	21,875
Elimination of inter-segmental profits			(28)
Profit before tax			21,847
Tax expenses			(5,540)
Profit for the financial period			16,307
Non-controlling interest			(186)
Profit attributable to owners of the parent			<b>16,121</b>
<b>Assets and liabilities as at 30 September 2021</b>			
<b>Assets</b>			
Segment assets	68,160	403,439	471,599
Unallocated assets	-	-	1,158
Total assets	<b>-</b>	<b>-</b>	<b>472,757</b>
<b>Liabilities</b>			
Segment liabilities	13,329	201,458	214,787
Unallocated liabilities	-	-	3,831
Total liabilities	<b>-</b>	<b>-</b>	<b>218,618</b>

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**
**9. OPERATING SEGMENTAL INFORMATION – MFRS 8 (Cont'd)**

<b>Results for financial period ended 30 September 2020</b>	<b>Manufacturing &amp; Wholesales RM'000</b>	<b>Retail RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>			
Total sales	144,649	282,371	427,020
Inter-segment sales	(16,521)	(25,939)	(42,460)
External sales	<b>128,128</b>	<b>256,432</b>	<b>384,560</b>
<b>Results</b>			
Segment profit before tax	10,335	17,453	27,788
Elimination of inter-segmental profits			-
Profit before tax			27,788
Tax expenses			(8,698)
Profit for the financial period			19,090
Non-controlling interest			411
Profit attributable to owners of the parent			<b>19,501</b>
<b>Assets and liabilities as at 30 September 2020</b>			
	<b>Manufacturing &amp; Wholesales RM'000</b>	<b>Retail RM'000</b>	<b>Total RM'000</b>
<b>Assets</b>			
Segment assets	90,540	374,638	465,178
Unallocated assets	-	-	1,087
Total assets	-	-	<b>466,265</b>
<b>Liabilities</b>			
Segment liabilities	26,049	198,378	224,427
Unallocated liabilities	-	-	7,977
Total liabilities	-	-	<b>232,404</b>

**10. CARRYING AMOUNT OF REVALUED ASSETS**

The valuation of property, plant and equipment has been brought forward without any amendments from the previous Audited Financial Statements of the Group.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

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**(The figures have not been audited)**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)**

**11. SIGNIFICANT EVENT DURING THE CURRENT QUARTER**

During the period of the Full Movement Control Order (“FMCO”) which was effective from 1 June 2021, the operations of the Group with the exception of e-commerce division were shut down in compliance with the order.

The Government has since 16 August 2021 gradually relaxed the restriction and starting to grant some relaxation to the economy sector including the jewellery business to reopen.

**12. CHANGES IN COMPOSITION OF THE GROUP**

On 18 May 2021, the Company has acquired the remaining interest of 45% in its subsidiary, O M Design Sdn Bhd for a total consideration of RM4,173,450 by way of cash.

On 25 June 2021, the Company’s subsidiary in Hong Kong, Lumiere 2006 Limited was officially dissolved.

**13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent liabilities or contingent assets which have arisen since the last annual reporting date as at 31 December 2020.

**14. COMMITMENTS**

The Group has the following capital commitment as at 30 September 2021:

Capital expenditure in respect of purchase of property, plant and equipment.

Approved but not contracted for

**RM’000**

2,573

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**15. PERFORMANCE REVIEW**

*Comparison with previous year's corresponding quarter and financial year to-date*

	Individual Quarter			
	3 months ended		Variance	
	30/09/2021 RM'000	30/09/2020 RM'000	RM'000	Percentage
<b>Sales</b>				
Retail	64,420	110,648	-46,228	-42%
Manufacturing & wholesales	47,674	69,983	-22,309	-32%
<b>Total</b>	<b>112,094</b>	<b>180,631</b>	<b>-68,537</b>	<b>-38%</b>
<b>Profit before tax</b>				
Retail	677	14,826	-14,149	-95%
Manufacturing & wholesales	797	5,007	-4,210	-84%
	<b>1,474</b>	<b>19,833</b>	<b>-18,359</b>	<b>-93%</b>
Elimination of inter-segmental profits	12	-		
<b>Total</b>	<b>1,486</b>	<b>19,833</b>		

	Year-to-date			
	9 months ended		Variance	
	30/09/2021 RM'000	30/09/2020 RM'000	RM'000	Percentage
<b>Sales</b>				
Retail	316,482	256,432	60,050	23%
Manufacturing & wholesales	186,411	128,128	58,283	45%
<b>Total</b>	<b>502,893</b>	<b>384,560</b>	<b>118,333</b>	<b>31%</b>
<b>Profit before tax</b>				
Retail	17,892	17,453	439	-3%
Manufacturing & wholesales	3,983	10,335	-6,352	-61%
	<b>21,875</b>	<b>27,788</b>	<b>-5,913</b>	<b>-21%</b>
Elimination of inter-segmental profits	(28)	-		
<b>Total</b>	<b>21,847</b>	<b>27,788</b>		

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

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**(The figures have not been audited)**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**15. PERFORMANCE REVIEW (Cont'd)**

*Comparison with previous year's corresponding quarter*

The Group reported lower revenue of RM112.094 million for the current quarter compared to RM180.631 million in the corresponding quarter last year. The decrease in revenue was due to the government imposed lockdown from 1 June 2021 to 15 August 2021 as a measure to curb the spread of Covid-19. As a result, the Group reported lower Profit Before Tax ("PBT") of RM1.486 million compared to PBT of RM19.833 million last year.

Retail Segment

The retail segment reported revenue of RM64.420 million for the current quarter compared to RM110.648 million in the previous year's corresponding quarter, a decrease of 42%. The Group's retail operation with the exception of its e-commerce division was not allowed to operate during the whole tenure of the lockdown. As a result, the retail segment reported lower PBT of RM0.677 million compared to PBT of RM14.826 million last year.

Manufacturing & Wholesales segment ("M&W")

During the current quarter, the M&W reported revenue of RM47.674 million compared to RM69.983 million reported in the previous year's corresponding quarter as it has shut down its production floor during the period of lockdown. As a result, the M&W reported lower PBT of RM0.797 million compared to RM5.007 million last year.

*Comparison with previous year's financial year to-date*

The Group reported increase in revenue to RM502.893 million from RM384.560 million last year, an increase of 31%, contributed positively by both our operating segments. However, the Group reported lower PBT of RM21.847 million compared to RM27.788 million last year due to lower gross profit margin.

Retail Segment

The retail segment reported revenue of RM316.482 million for the financial year to-date compared to RM256.432 million last year, an increase of 23% mainly due to better sales volume. Despite the increase in sales, the retail segment reported only marginal increase in PBT to RM17.892 million compared to PBT of RM17.453 million last year due to lower gross profit margin.

Manufacturing & Wholesales segment ("M&W")

The M&W reported revenue of RM186.411 million for the financial year to-date compared to RM128.128 million last year mainly due to increase in sales volume. However, the M&W reported lower PBT of RM3.983 million compared to RM10.335 million last year due to lower gross profit margin.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**15. PERFORMANCE REVIEW (Cont'd)**
*Comparison with preceding quarter*

	3 months ended		Variance	
	30/09/2021 RM'000	30/06/2021 RM'000	RM'000	Percentage
<b>Revenue</b>				
Retail	64,420	92,354	-27,934	-30%
Manufacturing & wholesales	47,674	54,290	-6,616	-12%
<b>Total</b>	<b>112,094</b>	<b>146,644</b>	<b>-34,550</b>	<b>-24%</b>

	3 months ended		Variance	
	30/09/2021 RM'000	30/06/2021 RM'000	RM'000	Percentage
<b>Profit before tax</b>				
Retail	677	1,451	-774	-53%
Manufacturing & wholesales	797	675	122	18%
	<b>1,474</b>	<b>2,126</b>	<b>-652</b>	<b>-31%</b>
Elimination of inter-segmental profits	12	-		
<b>Total</b>	<b>1,486</b>	<b>2,126</b>		

The Group's revenue for the current quarter of RM112.094 million is 24% lower than the preceding quarter due to the lockdown for the month of July and August 2021. As a result, the Group reported a lower PBT of RM1.486 million.

Retail Segment

The retail segment reported a lower revenue of RM64.420 million for the current quarter compared to RM92.354 million in the preceding quarter as all its business with the exception of sales made through e-commerce channel are not allowed to operate during the period of lockdown. As a result of decrease in revenue, the retail segment reported a lower PBT of RM0.677 million compared to RM1.451 million in the preceding quarter.

Manufacturing & Wholesales segment ("M&W")

During the current quarter, the M&W reported a lower revenue of RM47.674 million compared to RM54.290 million in the preceding quarter due to lower sales volume as its production was shut-down in July and August 2021 following the lockdown order. Despite the lower revenue, the M&W reported a slightly higher PBT of RM0.797 million compared to RM0.675 million in the preceding quarter due to lower operating overhead.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**16. COMMENTARY ON PROSPECTS**

The implementation of the Full Movement Control Order (“FMCO”) since 1 June 2021 has severely impacted our business as all our retail outlets and manufacturing facilities with the exception of e-commerce division were not allowed to operate. The Government has since 16 August 2021 granted some relaxation to the restriction and allowed the economy to reopen in phases.

The gradual reopening of the economy is a positive sign for our business recovery.

The Board will continue to monitor the current situation and take the necessary measures to sustain the operation of the Group for the last quarter of the year.

**17. PROFIT FORECAST OR PROFIT GUARANTEE**

The Group has not provided any profit forecast or profit guarantee in any public document during the current financial period.

**18. TAX EXPENSE**

	Individual Quarter		Year-to-Date	
	30/09/2021 RM'000	30/09/2020 RM'000	30/09/2021 RM'000	30/09/2020 RM'000
Current taxation	481	6,115	5,930	8,261
Over provision	-	437	(390)	437
	<u>481</u>	<u>6,552</u>	<u>5,540</u>	<u>8,698</u>

The effective tax rate of the Group for the current quarter is higher than the statutory tax rate of 24% as some expenses are not deductible for tax purpose.

**19. CORPORATE PROPOSALS**

On 7 January 2021, the Company has announced that it is considering to list its manufacturing and wholesales division on the Ace Market of Bursa Securities (Initial Public Offerings or IPO) via its wholly owned subsidiary company, YX Precious Metals Bhd. (“YXPM”). The proposal is subject to the approval of relevant authorities and shareholders of the Company.

In conjunction with the proposal, the Company has on 18 August 2021 entered into a conditional Sales and Purchase Agreement to disposed of its subsidiaries namely Yi Xing Goldsmith Sdn Bhd, Gemas Precious Metals Industries Sdn Bhd, Emas Assayers Sdn Bhd and GPM Refinery Sdn Bhd to YXPM for a consideration of RM52.100 million to be satisfied via the issuance of 260,501,990 ordinary shares of RM0.20 each in YXPM to the Company.

YXPM has on 27 August 2021 submitted an application to Bursa Malaysia on the proposed admission of YXPM into the Official List of Bursa Securities and the listing of and quotation for the entire issued share capital of YXPM on the ACE Market of Bursa Securities. Applications were also made to the Securities Commission (Equity Compliance Unit) and the Ministry of International Trade and Industries, Malaysia for the recognition of the Bumiputera equity content in YXPM.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**20. BORROWINGS AND DEBT SECURITIES**

As at 30 September 2021, the Group has total borrowings of RM167.575 million, all of which are unsecured and denominated in Ringgit Malaysia.

	<b>RM'000</b>
Current	151,246
Non-current	16,329
	<u>167,575</u>

**21. DERIVATIVE ASSETS**

As at 30 September 2021, the Group does not have any outstanding derivative assets or liabilities.

**22. CHANGES IN MATERIAL LITIGATIONS**

No material litigation has arisen since 31 December 2020.

**23. DIVIDEND PAYABLE**

The Directors do not recommend any payment of dividend for the current quarter.

**24. EARNINGS PER ORDINARY SHARE**

The basic earnings per share is calculated by dividing the net profit for the financial period by the weighted average number of ordinary shares in issue during the period.

	<b>Individual Quarter and 3 months ended</b>		<b>Year-to- Date 9 months ended</b>	
	<b>30/09/2021 RM'000</b>	<b>30/09/2020 RM'000</b>	<b>30/09/2021 RM'000</b>	<b>30/09/2020 RM'000</b>
Consolidated profit for the financial period attributable to equity holders of the parent	1,005	13,604	16,121	19,501
Weighted average number of ordinary shares in issue ('000)	138,600	138,600	138,600	138,600
Basic earnings per share (sen)	0.73	9.82	11.63	14.07
Diluted earnings per share	N/A	N/A	N/A	N/A

There is no diluted earnings per share as the Company does not have any convertible financial instruments in issue.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2021**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**25. PROFIT BEFORE TAX**

Profit before tax is arrived at after charging/(crediting):-

	Individual Quarter		Year-to-Date	
	3 months ended		9 months ended	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	1,314	1,626	3,601	4,104
Depreciation of right-of-use asset	3,393	4,060	10,678	13,525
Finance costs	1,937	2,431	6,211	7,946
Impairment loss on trade and other receivables	191	156	227	156
Property, plant and equipment written off	-	3	158	3
Reversal of lease liability	-	-	(96)	-
Reversal of impairment loss on trade and other receivables	(229)	-	(259)	-
Gain on disposal of property, plant and equipment	(290)	-	(290)	-
Gain on gold price fluctuation and foreign exchange	(263)	(263)	(979)	(782)

By Order of the Board

Secretary

Teoh Kok Jong (LS 04719/ PC No. 201908001451)

Dated: 17 November 2021