

MILUX CORPORATION BERHAD
(Incorporated in Malaysia)
(Company No. 199401027937 (313619-W))

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER

ENDED

30 JUNE 2022

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE
SECOND QUARTER ENDED 30 JUNE 2022

	Note	Individual		Cumulative	
		Quarter ended	Quarter ended	Period ended	Period ended
		30 Jun 2022	30 Jun 2021	30 Jun 2022	30 Jun 2021
		RM'000	RM'000	RM'000	RM'000
		Unaudited	Unaudited	Unaudited	Unaudited
Revenue	A8	18,598	11,821	33,732	32,623
Cost of sales		(13,462)	(8,096)	(24,543)	(22,954)
Gross Profit		5,136	3,725	9,189	9,669
Other operating income		171	3,236	463	4,343
Administrative expenses		(2,877)	(2,415)	(5,680)	(5,427)
Other operating expenses		(262)	(675)	(334)	(936)
Selling and distribution expenses		(1,890)	(1,386)	(2,948)	(3,509)
Profit from operations		278	2,485	690	4,140
Finance costs		(150)	(52)	(320)	(120)
Profit before taxation	A8, B11	128	2,433	370	4,020
Taxation	B5	(6)	(121)	(10)	(120)
Profit after taxation		122	2,312	360	3,900
Other Comprehensive income/(expense)		(98)	86	(87)	(134)
Total Comprehensive income/(expense)		24	2,398	273	3,766
Profit after taxation attributable to:					
Owners of the Company		122	2,314	360	3,903
Non-controlling Interest		-	(2)	-	(3)
		122	2,312	360	3,900
Total Comprehensive income attributable to:					
Owners of the Company		24	2,400	273	3,769
Non-controlling Interest		-	(2)	-	(3)
		24	2,398	273	3,766
Basic and diluted earnings per share attributable to owners of the Company (sen)	B10	0.05	0.98	0.15	2.51

The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial report and the audited financial statements for year ended 31 December 2021.

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

		UNAUDITED	AUDITED
		AS AT	AS AT
		30 Jun 2022	31 Dec 2021
	Note	RM'000	RM'000
ASSETS			
Non-Current Assets			
Property, plant & equipment		1,272	926
Right-of-use assets		2,857	1,985
Investment properties		290	296
Other investments		3,060	3,147
		<u>7,479</u>	<u>6,354</u>
Current Assets			
Inventories		24,254	21,178
Trade receivables	B12	16,053	15,365
Other receivables		1,948	1,430
Tax recoverable		431	456
Fixed deposits with licensed banks		11,077	8,582
Cash and bank balances		4,231	5,757
		<u>57,994</u>	<u>52,768</u>
Non-current assets held for sale		3,307	3,307
		<u>61,301</u>	<u>56,075</u>
TOTAL ASSETS		<u>68,780</u>	<u>62,429</u>
EQUITY AND LIABILITIES			
Share capital		59,067	59,067
Reserves		(16,292)	(16,565)
Total equity attributable to owners of the Company		42,775	42,502
Non-controlling Interest		-	-
Total Equity		<u>42,775</u>	<u>42,502</u>
Non-Current Liabilities			
Lease liabilities	B7	2,108	1,473
		<u>2,108</u>	<u>1,473</u>
Current Liabilities			
Trade payables		8,478	9,305
Other payables		8,807	2,693
Provision		1,100	1,936
Loans and borrowings	B7	4,673	3,979
Lease liabilities	B7	811	509
Provision for taxation		28	32
		<u>23,897</u>	<u>18,454</u>
Total Liabilities		<u>26,005</u>	<u>19,927</u>
TOTAL EQUITY AND LIABILITIES		<u>68,780</u>	<u>62,429</u>
Net Assets per share attributable to owners of the Company (RM)		0.18	0.18

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial report and the audited financial statements for the year ended 31 December 2021.

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

<----- Attributable to owners of the Company ----->

<----- Non-Distributable ----->

	Share Capital	Fair Value Reserve	Accumulated Losses	Total	Non- Controlling Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Unaudited						
<u>6-months ended 30 June 2021</u>						
At 31 December 2020/ 1 January 2021	59,067	233	(22,533)	36,767	(33)	36,734
Profit after taxation	-	-	3,903	3,903	(3)	3,900
Other comprehensive expense	-	(134)	-	(134)	-	(134)
Total comprehensive income / (expense)	-	(134)	3,903	3,769	(3)	3,766
As at 30 June 2021	59,067	99	(18,630)	40,536	(36)	40,500
Unaudited						
<u>6-months ended 30 June 2022</u>						
At 31 December 2021/ 1 January 2022	59,067	109	(16,674)	42,502	-	42,502
Profit after taxation	-	-	360	360	-	360
Other comprehensive expense	-	(87)	-	(87)	-	(87)
Total comprehensive income / (expense)	-	(87)	360	273	-	273
As at 30 June 2022	59,067	22	(16,314)	42,775	-	42,775

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial report and the audited financial statements for year ended 31 December 2021.

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended 30 Jun 2022 RM'000	6 months ended 30 Jun 2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	370	4,020
Adjustments for :-		
<u>Depreciation</u>		
Property, plant & equipment	204	262
Right-of-use assets	467	504
Investment properties	7	6
Bad Debt	-	65
Dividend income	(73)	-
Gain on disposal of Property, plant and equipment	(230)	(105)
Gain on disposal of asset held for sale	-	(3,070)
Gain on sale of investments	-	(354)
Goodwill written off	-	222
Impairment loss on trade receivables	-	38
Provision for warranty	99	137
Provision for incentive	348	1,694
Unrealised loss/(gain) on forex	14	(12)
Reversal of impairment loss on trade receivables	(17)	(574)
Interest expenses	320	120
Interest income	(50)	(35)
Operating profit before working capital changes	1,459	2,918
Changes in working capital		
Inventories	(3,075)	627
Receivables	(1,189)	6,417
Payables	5,334	(3,909)
Cash generated from/(used in) operations	2,529	6,053
Interest paid	(98)	(5)
Income tax refunded	26	15
Tax paid	(15)	(117)
Incentives paid	(1,152)	(1,952)
Warranty paid	(193)	(94)
Net cash generated from/(used in) operations	1,097	3,900
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	50	35
Dividends received	73	-
Net (placement)/withdrawal of fixed deposits	(4,015)	(1,407)
Proceeds from disposal of other investments	-	1,338
Proceeds from disposal of property, plant & equipment	230	156
Proceeds from disposal of asset held for sale	-	3,850
Purchase of other investments	-	(1,494)
Purchase of property, plant and equipment	(550)	(132)
Net cash generated from/(used in) investing activities	(4,212)	2,346
CASH FLOWS FROM FINANCING ACTIVITIES:		
Interest paid	(222)	(115)
Net changes in bankers' acceptance	84	(115)
Drawdown of lease liabilities	1,339	138
Repayment of lease liabilities	(1,742)	(709)
Net cash from/(used in) financing activities	(541)	(801)

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Notes to interim financial report

	6 months ended 30 Jun 2022 RM'000	6 months ended 30 Jun 2021 RM'000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(3,656)	5,445
CASH AND CASH EQUIVALENT AT BEGINNING	12,263	4,456
CASH AND CASH EQUIVALENTS AT END	8,607	9,901
Represented by		
Fixed deposits with licensed banks	11,077	6,327
Cash and bank balances	4,231	6,649
Bank overdraft	(610)	-
Fixed deposits with maturity of more than 3 months	(6,091)	(3,075)
	8,607	9,901

The unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the the accompanying explanatory notes attached to the interim financial report and the audited financial statements for year ended 31 December 2021.

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Notes to interim financial report

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* and the applicable disclosure provisions laid down in 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 of the Group for the year ended 31 December 2021 and the accompanying notes attached to this interim financial report. Within the context of these condensed consolidated financial statements, the Group comprises the Company and its subsidiaries.

The significant accounting policies adopted by the Group in this report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2021 except for the adoption of the following New/Revised MFRSs and Amendments to MFRSs that became effective for annual period beginning on or after 1 January 2022 as follows:

Effective for financial periods beginning on or after 1 January 2022:

Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*

Amendments to MFRS 3, *Business Combinations*

Amendments to MFRS 9, *Financial Instruments*

Amendments to MFRS 116, *Property, Plant and Equipment*

Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets*

Amendments to MFRS 141, *Agriculture*

Amendments to Annual Improvements to MFRS Standards 2018 - 2020,

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

The following are accounting standards, amendments and interpretations that have been issued but not yet effective and have not been applied by the Group:

Effective for financial periods beginning on or after 1 January 2023:

MFRS 17, *Insurance Contracts*

Amendment to MFRS 101, *Presentation of Financial Statements*

Amendment to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*

Amendment to MFRS 112, *Income Taxes*

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Notes to interim financial report

A1. Basis of preparation (cont'd)

Effective date to be determined by Malaysian Accounting Standards Board

Amendments to MFRS 10 and MFRS 128, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Company will adopt the above pronouncements when they become effective in the respective financial periods.

A2. Auditors' Report on Preceding Annual Financial Statements

The preceding year annual financial statements of the Group were not subject to any qualification by its Auditors.

A3. Seasonal or cyclical factors

The Group's sales are generally dependent on consumer confidence which is influenced by the state of the Malaysian and Global economies. Sales are normally enhanced prior to festive seasons.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group in the quarterly financial statements under review.

A5. Material changes in estimates

There were no material changes in estimates in the quarterly financial statements under review.

A6. Issuances, cancellation, repurchase, resale and repayment of debts and equity securities

There were no issuances, cancellation, repurchase, resale and repayment of debts and equity securities for the quarter ended 30 June 2022.

A7. Dividends paid

No dividends were paid during the current quarter under review.

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Notes to interim financial report

A8. Segmental information

The main business segments of the Group comprise the following:

Home appliances: Dealer in household appliances and their related products.

Others: Investment holding and provision of management services and dormant companies.

Segment information in respect of the Group's business segments for the quarter under review is as follows:

Segment Assets and Liabilities as at 30 June 2022

	Home appliances RM '000	Others RM '000	Elimination RM '000	Total RM '000
<u>Assets</u>				
Segment assets	72,706	13,870	(33,535)	53,041
Tax recoverable	429	2	-	431
Deposits, cash and bank balances	13,696	1,612	-	15,308
Total Assets	86,831	15,484	(33,535)	68,780
<u>Liabilities</u>				
Segment Liabilities	102,883	6,484	(90,982)	18,385
Taxation	-	28	-	28
Loans and borrowings	4,673	-	-	4,673
Lease liabilities	2,919	-	-	2,919
Total Liabilities	110,475	6,512	(90,982)	26,005

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Notes to interim financial report

A8. Segmental information (cont'd)

Results of operating segments

	Individual		Cumulative	
	Quarter ended 30-Jun-22 RM '000	Quarter ended 30-Jun-21 RM '000	Period ended 30-Jun-22 RM '000	Period ended 30-Jun-21 RM '000
<u>External Revenue</u>				
Home appliances	18,598	11,821	33,732	32,623
Others	-	-	-	-
	<u>18,598</u>	<u>11,821</u>	<u>33,732</u>	<u>32,623</u>
<u>Inter-segment</u>				
Home appliances	294	67	495	742
Others	172	114	228	228
Elimination	(466)	(181)	(723)	(970)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue	18,598	11,821	33,732	32,623
<u>Segment Results</u>				
Home appliances	488	(427)	987	526
Others	(381)	(324)	(760)	(729)
	<u>107</u>	<u>(751)</u>	<u>227</u>	<u>(203)</u>
<u>Other Income</u>				
Home appliances	137	3,207	401	4,296
Others	6	6	12	12
	<u>143</u>	<u>3,213</u>	<u>413</u>	<u>4,308</u>
<u>Interest expense</u>				
Home appliances	(150)	(52)	(320)	(120)
Others	-	-	-	-
	<u>(150)</u>	<u>(52)</u>	<u>(320)</u>	<u>(120)</u>
<u>Interest income</u>				
Home appliances	12	23	26	35
Others	16	-	24	-
	<u>28</u>	<u>23</u>	<u>50</u>	<u>35</u>
<u>Profit/(Loss) before taxation</u>				
Home appliances	487	2,751	1,094	4,737
Others	(359)	(318)	(724)	(717)
	<u>128</u>	<u>2,433</u>	<u>370</u>	<u>4,020</u>

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Notes to interim financial report

A8. Segmental information (cont'd)

	Individual		Cumulative	
	Quarter ended	Quarter ended	Period ended	Period ended
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
	RM '000	RM '000	RM '000	RM '000
<u>Tax expense</u>				
Home appliances	(4)	(121)	(6)	(108)
Others	(2)	-	(4)	(12)
	(6)	(121)	(10)	(120)
<u>Profit/(Loss) for the period</u>				
Home appliances	483	2,630	1,088	4,629
Others	(361)	(318)	(728)	(729)
	122	2,312	360	3,900
Fair Value gain/(loss) on Available for sale financial asset	(98)	86	(87)	(134)
Total Comprehensive income for the period	24	2,398	273	3,766

A9. Property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

A10. Material subsequent events

There is no material event subsequent to the current financial quarter ended 30 June 2022 up to the date of this interim financial report which is likely to substantially affect the results of the operations of the Group.

A11. Changes in the composition of the Group

There was no change in the composition of the Group during the Quarter under review.

A12. Contingent liabilities

The Company has extended corporate guarantees to financial institutions for banking facilities granted by them to certain of its subsidiaries which amounted to RM9.0 million as at 30 June 2022. The contingent liabilities of the Company for the facilities utilized by its subsidiaries as at 30 June 2022 amounted to RM4.78 million.

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Notes to interim financial

A13. Capital commitments

There was no material capital commitment during the quarter under review.

A14. Significant related party transactions

Save as disclosed below, there are no other significant related party transactions as at the date of this announcement.

<u>Parties</u>	Quarter ended 30/06/2022 RM '000	Period from 01/07/2021- 30/06/2022 RM '000
Transaction with companies in which directors have interest		
Pest React Sdn Bhd	-	31
VAMC Group	4	22
Chin Huat Trading	-	4
Khairin-Nisa' & Co	28	28
Transaction with a connected person	20	83

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Notes to interim financial report

PART B: ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Performance

Comparison of current quarter and current cumulative period with preceding year corresponding quarter and preceding year cumulative period results

	Individual			Cumulative		
	Quarter ended 30 Jun 2022	Quarter ended 30 Jun 2021	Changes	Period ended 30 Jun 2022	Period ended 30 Jun 2021	Changes
	<u>RM'000</u>	<u>RM'000</u>		<u>RM'000</u>	<u>RM'000</u>	
Revenue	18,598	11,821	57.3%	33,732	32,623	3.4%
Gross profit	5,136	3,725	37.9%	9,189	9,669	-5.0%
Profit before interest and tax	278	2,485	-88.8%	690	4,140	-83.3%
Profit before tax	128	2,433	-94.7%	370	4,020	-90.8%
Profit after tax	122	2,312	-94.7%	360	3,900	-90.8%

Group revenue at RM18.6 million was 57.3% higher than that of the same quarter last year. Both the Trading division and OEM trading division recorded revenue increases of 51.6% and 310.7% respectively during the quarter under review. The lower revenue for the same quarter last year was due to the imposition of various Movement Control Orders to curb the spread of Covid-19 in May and June 2021. For the 6 months period to June 2022, revenue increased by 3.4% to RM33.73 million from RM32.62 million for the same period last year.

Gross profit for the quarter under review increased by 37.9% to RM5.14 million from RM3.73 million in the same quarter last year on the back of a 57.3% increase in revenue. Gross profit for the 6 months period to June 2022 decreased by 5.0% compared to the same period last year due to higher cost of sales amidst the weakening Ringgit Malaysia vis-à-vis the United States Dollar.

Other operating income for the quarter was lower at RM0.17 million compared to RM3.24 million in the same quarter last year. The higher other operating income in the same quarter last year was due substantially to the recognition of gain on disposal of asset held for sale amounting to RM3.18 million. For the 6 months period to June 2022, other operating income of RM0.46 million was 89.3% lower than that of the same period last year.

The Group incurred higher administrative expenses of RM2.88 million compared to RM2.42 million in the same quarter last year mainly due to higher staff costs. Meanwhile, other operating expenses decreased to RM0.26 million for the quarter under review compared to RM0.68 million for the same quarter last year. For the 6 months period to June 2022, administrative expenses were 4.6% higher than that for the same period last year while other

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B1. Review of Performance (cont'd)

Comparison of current quarter and current cumulative period with preceding year corresponding quarter and preceding year cumulative period results

operating expenses was 64.3% lower.

Selling & distribution expenses ("S&D") rose by 36.0% to RM1.89 million from RM1.39 million in the same quarter last year due to higher distribution expenses in line with the 57.3% increase in sales and higher sales incentive expenses. For the 6 months period to June 2022, S&D expenses was 16.0% lower compared to the same period last year due to lower advertising & promotion expenses.

Finance costs increased to RM0.15 million from RM0.05 million in the same quarter last year due to increase in lease interests arising from higher rights-of-use assets and the utilization of overdraft facilities for working capital during the quarter. For the 6 months to June 2022, finance costs increased to RM0.32 million from RM0.12 million for the same period last year.

Net profit dipped by 94.7% to RM0.12 million from RM2.31 million in the same quarter last year. The higher net profit recorded in the same quarter last year was due to the recognition of gain on disposal of asset held for sale and sale of investment. For the 6 months period to June 2022, net profit dipped 90.8% compared to the same period last year due to the absence of one-off gain recognized in other operating income.

B2. Comparison of current quarter with immediate preceding quarter results

	Current Quarter 30 Jun 2022	Immediate Preceding Quarter 31 Mar 2022	Changes
	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	18,598	15,134	22.9%
Gross profit	5,136	4,053	26.7%
Profit before interest and tax	278	412	-32.5%
Profit before tax	128	242	-47.1%
Profit after tax	122	238	-48.7%

Group revenue for the current quarter under review rose 22.9% to RM18.60 million from RM15.13 million in the immediate preceding quarter due to higher sales achieved by both divisions.

Gross profit was 26.7% higher on the back of a 22.9% increase in revenue. However, net profit after tax was 48.7% lower due to the lower other operating income as the Group recognised a gain on disposal of asset of RM0.23 million in the immediate preceding quarter.

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B3. Commentary on prospect

Under the current inflationary environment, the Group remains cautious on its sales prospects for the second half of the financial year which will have a direct impact on revenue. With multiple cost headwinds, implementing price hikes across the board are inevitable to cushion margin contraction. This could dampen sales volume growth going forward.

In view of this, the Group will continue to realign its marketing strategies to suit current market conditions to ensure long term sustainable growth. Efforts to improve operational efficiency and managing our cost base will continue to remain a priority in view of the current new landscape.

B4. Variance of revenue or profit estimate

The Company has not announced or disclosed any revenue or profit estimate, forecast, projection or internal targets for the Group for the quarter under review

B5. Taxation

	Individual		Cumulative	
	Quarter ended	Quarter ended	Period ended	Period ended
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
	RM '000	RM '000	RM '000	RM '000
Current year tax expense	6	5	10	8
Prior year tax expense	-	-	-	(4)
Real Property Gains Tax	-	116	-	116
Tax (credit)/expense	6	121	10	120

The effective tax rate of the Group was lower than the statutory tax rate due to unabsorbed business loss brought forward available for offsetting for certain of its subsidiaries.

B6. Status of corporate proposal announced by the Company

On 2 December 2021, Malacca Securities Sdn. Bhd. ("Malacca Securities") on behalf of the Board of Directors announced to Bursa Securities that T.H. Hin Home Tech Sdn. Bhd. ("Home Tech"), a wholly-owned subsidiary of the Company had on the same day entered into a conditional sale and purchase agreement ("SPA") with Update Paper Sdn. Bhd. ("UPSB") for the disposal by Home Tech of a land located at Mukim 01, Seberang Perai Tengah, Pulau Pinang and building erected thereon for a total cash consideration of RM11.0 million ("Disposal Consideration"), subject to the terms of the SPA

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Notes to interim financial report

B6. Status of corporate proposal announced by the Company (cont'd)

On 10 February 2022, Malacca Securities on behalf of the Board of Directors announced to Bursa Securities the Notice of Extraordinary General Meeting to be held on 28 February 2022 which will be conducted on a fully virtual basis at the broadcast venue via remote participation through live stream and online voting.

On 11 February 2022, Malacca Securities on behalf of the Board announced and submitted the Circular to Shareholders in relation to the Proposed Disposal.

On 28 February 2022, Malacca Securities on behalf of the Board announced to Bursa Securities that the Shareholders of the Company have approved the resolution in relation to the Proposed Disposal as set out in the Notice of Extraordinary General Meeting ("EGM") dated 11 February 2022 at the EGM of the Company held on 28 February 2022.

On 20 May 2022, the Board of Directors of the Company announced to Bursa Securities that the Conditions Precedent of the SPA have been fulfilled on 19 May 2022 and the SPA has become unconditional on 19 May 2022.

B7. Group borrowings and debt securities

Secured bank borrowings are secured by fixed charges over the land and building owned by a subsidiary company and is guaranteed by the Company. The Group has not issued any debt securities.

The total Group borrowings as at the 30 June 2022 and the rates of interest charged are as follows:

	As at 30 Jun 2022		As at 31 Dec 2021	
	Short term borrowing RM '000	Long term borrowing RM '000	Short term borrowing RM '000	Long term borrowing RM '000
<u>Unsecured</u>				
Lease liabilities: Right-of-use asset	704	1,725	385	1,039
<u>Secured</u>				
Lease liabilities	107	383	124	434
Bank overdraft	610	-	-	-
Bankers' acceptance	4,063	-	3,979	-
Total	<u>5,484</u>	<u>2,108</u>	<u>4,488</u>	<u>1,473</u>

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)**Notes to interim financial report****B7. Group borrowings and debt securities (cont'd)**

	<u>Current Quarter</u>	<u>Year 2021</u>
	%	%
Bank overdraft	8.07 - 8.32	-
Bankers' acceptance	5.16 - 5.48	4.67 - 5.03

B8. Material litigation

There is no material litigation involving the Group as at 30 June 2022.

B9. Dividends

No interim dividend has been proposed for the current quarter under review.

B10. Earnings/(loss) per share

The basic earnings/(loss) per share has been calculated by dividing the Group's profit/(loss) attributable to owners of the Company by the weighted average number of ordinary shares outstanding. There is no dilutive effect on earnings/(loss) per share as the Company does not have outstanding warrant and option which may dilute its basic earnings/(loss) per ordinary share.

	Individual		Cumulative	
	Quarter	Quarter	Period	Period
	ended	ended	ended	ended
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
	RM '000	RM '000	RM '000	RM '000
Profit/(loss) attributable to owners of the Company	122	2,314	360	3,903
Weighted average number of ordinary shares outstanding ('000)	235,057	235,057	235,057	155,189
Basic earnings/(loss) per share (sen)	0.05	0.98	0.15	2.51

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)

Notes to interim financial report

B11. Profit/(loss) for the period

	Individual		Cumulative	
	Quarter ended	Quarter ended	Period ended	Period ended
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
	RM '000	RM '000	RM '000	RM '000
<i>Profit/(loss) before taxation is arrived at after charging/(crediting)</i>				
<u>Depreciation</u>				
-Property, plant and equipment	109	132	204	262
-Right-of-use asset	234	245	467	504
-Investment property	4	3	7	6
Bad debt	-	-	-	65
(Gain)/Loss on disposal of property, plant & machinery	-	(104)	(230)	(105)
(Gain)/Loss on disposal of Assets Held for Sale	-	(3,070)	-	(3,070)
(Gain)/Loss on disposal of Investment	-	-	-	(354)
Goodwill written off	-	222	-	222
Interest expense	150	52	320	120
Interest income	(28)	(23)	(50)	(35)
<u>Impairment loss</u>				
-Trade receivables	-	38	-	38
<u>Reversal of impairment loss</u>				
-Trade receivables	(8)	(8)	(17)	(574)
Provision for warranty	85	58	99	137
Provision for sale incentives	348	-	348	-
Realised foreign exchange (gain)/loss	127	(12)	146	1
Unrealised foreign exchange (gain)/loss (net)	(3)	34	14	(12)

MILUX CORPORATION BERHAD Registration No. 199401027937 (313619-W)**Notes to interim financial report****B12. Trade Receivables**

The ageing of the receivables and allowance for impairment losses as at 30 June 2022 are as follows:

	30-Jun-22	31-Dec-21
	RM'000	RM'000
Neither past due	15,910	12,157
Past due 1 - 30 days	126	1,895
Past due 31 - 60 days	94	466
Past due 61 - 90 days	-	82
More than 90 days past due	790	1,603
	<hr/>	<hr/>
	16,920	16,203
Credit impaired		
Past due	(867)	(838)
Trade receivables (net)	<hr/> <hr/>	<hr/> <hr/>
	16,053	15,365

Dated: 25 August 2022