

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FORTH QUARTER ENDED 31 DECEMBER 2020**  
(The figures have not been audited)

	Individual Quarter		Changes Increase/ (decrease) RM'000	Cumulative Quarter		Changes Increase/ (decrease) RM'000
	Unaudited Current Year Quarter 31.12.20 RM'000	Unaudited Preceding Year Corresponding Quarter 31.12.19 RM'000		Unaudited Current Year To Date 31.12.20 RM'000	Unaudited Preceding Year 31.12.19 RM'000	
<b>Continuing operations</b>						
Revenue	12,426	9,060	3,366	33,462	22,308	11,154
Cost of sales	(11,360)	(9,664)	(1,696)	(31,955)	(21,754)	(10,201)
Gross profit/(loss)	<u>1,066</u>	<u>(604)</u>	1,670	<u>1,507</u>	<u>554</u>	953
Operating expenses	(3,149)	256	(3,405)	(4,204)	(3,384)	(820)
Other operating income	391	(1,052)	1,443	609	1,383	(774)
Loss from continuing operations	<u>(1,692)</u>	<u>(1,400)</u>	(292)	<u>(2,088)</u>	<u>(1,447)</u>	(641)
Finance cost	-	-	-	-	-	-
Loss before tax	<u>(1,692)</u>	<u>(1,400)</u>	(292)	<u>(2,088)</u>	<u>(1,447)</u>	(641)
Taxation	-	43	(43)	57	43	14
<b>Loss from continued operations</b>	<u>(1,692)</u>	<u>(1,357)</u>	(335)	<u>(2,031)</u>	<u>(1,404)</u>	(627)
<b>Net profit from discontinued operations</b>	-	774	(774)	371	788	(417)
<b>(Loss)/gain on disposal of a subsidiary (net of tax)</b>	-	-	-	1,243	-	1,243
<b>Revaluation of land and buildings</b>	-	-	-	-	1,675	(1,675)
Net (loss)/profit for the period	<u>(1,692)</u>	<u>(583)</u>	(358)	<u>(417)</u>	<u>1,059</u>	(1,476)
Other comprehensive income, Net of Tax	-	-	-	-	-	-
Total comprehensive (loss)/income for the period	<u>(1,692)</u>	<u>(583)</u>	(1,109)	<u>(417)</u>	<u>1,059</u>	(1,476)
Weighted Average Number of Ordinary shares issued ('000)	<u>72,504</u>	<u>66,000</u>		<u>72,504</u>	<u>66,000</u>	
<b><u>Basic Earnings/(Loss) per share (sen)</u></b>						
Continuing operations	(2.33)	(2.06)		(2.80)	(2.13)	
Discontinued operations	-	1.17		2.23	3.73	
	<u>(2.33)</u>	<u>(0.89)</u>		<u>(0.57)</u>	<u>1.60</u>	
<b><u>Diluted Earnings/(Loss) per share (sen)</u></b>						
Continuing operations	N/A	N/A		N/A	N/A	
Discontinued operations	N/A	N/A		N/A	N/A	
	<u>N/A</u>	<u>N/A</u>		<u>N/A</u>	<u>N/A</u>	

**Note :**

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
FOR THE FORTH QUARTER ENDED 31 DECEMBER 2020  
(The figures have not been audited)**

	Unaudited As at End Of Current Quarter 31.12.2020 RM'000	Audited As at Preceding Financial Year End 31.12.2019 RM'000
<b>Non-current assets</b>		
Property, plant and equipment	13,391	12,089
<b>Current assets</b>		
Inventories	685	2,178
Contract assets	1,820	1,682
Trade receivable	16,187	8,481
Other receivable, deposits & prepayments	1,316	819
Tax recoverable	4	4
Cash and bank balances	4,437	2,108
	24,449	15,272
Assets held for sale	-	20,955
	24,449	36,227
<b>Total Assets</b>	<b>37,840</b>	<b>48,316</b>
<b>EQUITY</b>		
Share capital	11,284	8,116
Reserves	15,365	15,782
<b>Total equity</b>	<b>26,649</b>	<b>23,898</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Deferred tax liability	1,815	1,873
Borrowings	76	-
	1,891	1,873
<b>Current liabilities</b>		
Trade payables	5,554	7,021
Other payables and accruals	3,702	4,441
Borrowings	44	-
	9,300	11,462
Liabilities directly associated with assets classified as held for sale	-	11,083
	9,300	22,545
<b>Total Liabilities</b>	<b>11,191</b>	<b>24,418</b>
<b>Total Equity And Liabilities</b>	<b>37,840</b>	<b>48,316</b>
Number of ordinary shares ('000)	85,800	66,000
<b>Net Tangible Assets per share attributable to Owner of the Company (RM)</b>	<b>0.31</b>	<b>0.36</b>

**Note :**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FORTH QUARTER ENDED 31 DECEMBER 2020**  
(The figures have not been audited)

	Non-Distributable		Distributable	Total RM'000
	Share Capital RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	
<b>Balance as at 31 December 2018 (audited)</b>	<b>8,116</b>	<b>14,192</b>	<b>531</b>	<b>22,839</b>
Total comprehensive income/ (loss) for the year	-	1,675	(616)	1,059
Realisation of revaluation surplus upon depreciation	-	(137)	137	-
<b>Balance as at 31 December 2019 (audited)</b>	<b>8,116</b>	<b>15,730</b>	<b>52</b>	<b>23,898</b>
Private placement	3,168	-	-	3,168
Disposal of a subsidiary	-	(9,798)	9,798	-
Total comprehensive loss for the year	-	-	(417)	(417)
Realisation of revaluation surplus upon depreciation	-	(188)	188	-
<b>Balance as at 31 December 2020</b>	<b>11,284</b>	<b>5,744</b>	<b>9,621</b>	<b>26,649</b>

Note :

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statement.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FORTH QUARTER ENDED 31 DECEMBER 2020**  
(The figures have not been audited)

	Current Year To Date 31.12.2020 RM'000	Cumulative Preceding Year End 31.12.2019 RM'000
Net cash (outflow)/inflow from operating activities	(9,850)	1,841
Net cash inflow from investing activities	9,175	38
Net cash inflow from financing activities	3,004	-
Net increase in cash and cash equivalents	<u>2,329</u>	<u>1,879</u>
Cash and bank balances as at 1 January	<u>2,108</u>	<u>229</u>
Cash and cash equivalents as at 31 December	<u><u>4,437</u></u>	<u><u>2,108</u></u>
<b><u>Reconciliation :</u></b>		
Cash and bank balances	4,437	2,108
Fixed deposit with licensed bank	-	-
Cash and cash equivalents as at 31 December	<u><u>4,437</u></u>	<u><u>2,108</u></u>

The unaudited Condensed Consolidated Statement Of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

Notes to the interim financial report for the financial quarter ended 31 December 2020

**A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements**

**A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim financial reporting and Chapter 9 Part K of the Listing Requirement of Bursa Malaysia Securities Berhad.

The interim unaudited financial statement should be read in conjunction with the audited financial statement for the year ended 31 December 2019 and the attached explanatory notes. The explanatory notes provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the group for the financial quarter ended 30 December 2020.

**A2. Changes in accounting policies**

As in the previous financial quarter, the Group and the Company have adopted the new MFRS and amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial year.

The Group and the company have not applied the following new MFRSs and amendments to MFRSs that have been issued by MASB but are not yet effective for the Group and the Company. The Group and the Company intend to adopt the following MFRSs when they become effective.

**MFRSs**

		Effective date for the financial periods <u>beginning on or after</u>
Amendments to MFRS 16	Covid-19-Related Rent Concessions	01-Jun-20
MFRS 17	Insurance Contracts	01-Jan-21
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	01-Jan-22
Amendments to MFRSs contained in the document entitled "Annual Improvements to MFRS Standards 2018-		01-Jan-22
Amendments to MFRS 3	Reference to the Conceptual Framework	01-Jan-22
Amendments to MFRS 116	Property, Plant and Equipment-Proceeds before Intended Use	01-Jan-22
Amendments to MFRS 137	Onerous Contracts-Cost of Fulfilling a Contract	01-Jan-22
Amendments to MFRS 10 and	Sales or Contribution of Assets between an Investor and its Associate or	Deferred until
Deferred until MFRS 128	Joint Venture	further noticed

**A3. Qualification of Preceding Annual Financial Statements**

The auditors report of the preceding financial year was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's operations are not affected by seasonal or cyclical factors .

**A5. Nature, Size or Incidence of Unusual Items**

There were no unusual items in the current financial quarter under review.

**A6. Material Changes in Estimates**

There were no material changes in estimates that have had a material effects in the current financial quarter.

**A7. Issuance or Repayment of Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities during the current financial quarter under review.

**A8. Dividend Paid**

No dividends were paid during the current financial quarter under review.

The Directors do not recommend the payment of any dividend in respect of the current financial period under review.

**A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (cont'd)****A9. Segmental Information**

Segment information was provided based on four (4) major segments:-

- i) investment holding
- ii) furniture manufacturing & trading
- iii) construction
- iv) Rental of building with comprehensive services

Business segments in revenue and results of the Group for the current quarter ended 31 December 2020 were as follows:-

**Quarter ended 31 December 2020 (Unaudited)**

<b>Business Segments</b>	<b>Investment Holding RM'000</b>	<b>Furniture Manufacturing &amp; trading RM'000</b>	<b>Construction RM'000</b>	<b>Rental of Building with Comprehensive Services RM'000</b>	<b>Adjustments/ Eliminations RM'000</b>	<b>Consolidated financial statement RM'000</b>
<b>Revenue</b>						
External Sales						
-overseas	-	2,866	-	-	-	2,866
-local	25	-	9,265	270	-	9,560
Inter-segment	44	-	-	-	(44)	-
<b>Total Revenue</b>	<b>69</b>	<b>2,866</b>	<b>9,265</b>	<b>270</b>	<b>(44)</b>	<b>12,426</b>
<b>Results :</b>						
<b>Continuing operations</b>						
Segment results	(139)	(1,313)	(281)	41	-	(1,692)
Finance cost						-
Loss before tax						(1,692)
Taxation						-
Net loss from continuing operations						(1,692)
<b>Discontinued operations</b>						
Net profit from discontinued operations						-
Loss on disposal of a subsidiary						-
<b>Net loss for the period</b>						<b>(1,692)</b>

**Quarter ended 31 December 2019 (Unaudited)**

<b>Business Segments</b>	<b>Investment Holding RM'000</b>	<b>Furniture Manufacturing &amp; trading RM'000</b>	<b>Construction RM'000</b>	<b>Rental of Building with Comprehensive Services RM'000</b>	<b>Adjustments/ Eliminations RM'000</b>	<b>Consolidated financial statement RM'000</b>
<b>Revenue</b>						
External Sales						
-overseas	-	1,587	-	-	-	1,587
-local	-	20	7,453	-	-	7,473
Inter-segment	84	-	-	-	(84)	-
<b>Total Revenue</b>	<b>84</b>	<b>1,607</b>	<b>7,453</b>	<b>-</b>	<b>(84)</b>	<b>9,060</b>
<b>Results :</b>						
<b>Continuing operations</b>						
Segment results	(176)	(1,130)	(94)	-	-	(1,400)
Finance cost						-
Loss before tax						(1,400)
Taxation						43
Net loss from continuing operations						(1,357)
<b>Discontinued operations</b>						
Net loss from discontinued operations						774
<b>Net loss for the period</b>						<b>(583)</b>

**A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (cont'd)**

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

There were no changes in the valuation of property, plant and equipment since the latest audited financial statements for the financial year ended 31 December 2019.

**A11. Subsequent Events**

There were no other material events during the current quarter of 31 December 2020 and up to the date of this report, which is likely to substantially affect the results of the operations of the Company.

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

There were no changes in the composition of the Group for current interim quarter under review except that:

On 02 December 2020, Sand Nisko Capital Berhad incorporated a new wholly-owned subsidiary in Malaysia under the Companies Act, 2016 ("Act 777"), namely SNC First Sdn Bhd ("SNCFBSB")

The principal activity of SNCFBSB is to carry on the business of money lending, making loans whether secured or unsecured, to carry on the business of finance consultant to finance industrial, agricultural and other business enterprises and to carry on business of money lenders, financiers, financial agents, brokers, stock and other securities brokers, underwriters, to procure money on loan or deposit with or without interest.

**A13. Changes in Contingent Liabilities and Contingent Assets**

There were no changes in contingent liabilities or contingent assets, since the last financial year ended 31 December 2019.

**A14. Capital Commitments**

There are no capital expenditure commitments contracted and not provided for in the interim financial statements as at 31 December 2020

**B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B)**

**B1. Review of Performance for Comparison with Current Quarter to Corresponding Quarter of Last Year**

Our Group's revenue was increased/(decreased) as follows:

	Current Year Quarter 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Increased/ (Decreased) RM'000
<b>REVENUE</b>			
Investment Holding	25	-	25
Furniture manufacturing and trading	2,866	1,607	1,259
Construction	9,265	7,453	1,812
Rental of building with comprehensive services	270	-	270
Total Revenue from continuing operations	<u>12,426</u>	<u>9,060</u>	<u>3,366</u>

Comparing to 4Q FYE 2019, the Group has added new revenue streams, being income from management services provided to a related party, as well as rental of building with comprehensive services, adding a total of RM270,000 to the revenue in 4Q FYE 2020.

**B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)****B2. Review of Performance for Comparison with Immediate Preceding Quarter's Results**

	Current Year Quarter 31.12.2020 RM'000	Immediate Preceding Quarter 30.09.2020 RM'000	Increased/ (Decreased) RM'000
<b>REVENUE</b>			
Investment Holding	25	33	(8)
Manufacturing and trading	2,866	2,873	(7)
Construction	9,265	3,562	5,703
Rental of building with comprehensive services	270	270	-
Total Revenue	12,426	6,738	5,688
Cost of Sales	(11,360)	(6,737)	(4,623)
Gross profit	1,066	1	1,065
<b>(LOSS)/PROFIT BEFORE TAX ("L/PBT")</b>			
Investment holdings	(139)	(106)	(33)
Manufacturing and trading	(1,313)	(48)	(1,265)
Construction	(281)	81	(362)
Rental of building with comprehensive services	41	116	(75)
Total	(1,692)	43	(1,735)

FYE 2020 business closure taken place from 18 March 2020 to 3 May 2020 under Movement Control Orders ("MCO") announced by the Government of Malaysia to curb the spread of novel coronavirus ("COVID-19"). Subsequently, Conditional MCO ("CMCO") was announced from 4 May 2020 to 9 June 2020 before Recovery MCO ("RMCO") that expected to last until 31 December 2020.

However, the Group had adopted new standard operating procedures ("SOP") protocols, such as social distancing, maintaining high level of occupational safety and health, workforce management and implementation of necessary COVID-19 preventive measures to minimise the impact to the business and the Group maintain a sustainable result of RM1.066mil gross profit in 4Q FYE 2020.

***Furniture Manufacturing and Trading segment***

The revenue of 4Q FYE 2020 have a slight decrease of RM0.007mil (0.2%) compared with 3Q FYE 2020 when the Group resumed the exports of furnitures.

***Construction Services segment***

Compared to 3Q FYE 2020, construction segment managed to have a slight revenue increase of RM5.703 mil (130%) along with LBT decrease of RM0.028mil (-35%) due to increase of cost during Covid 19 pandemic.

**B3. Commentary on Prospects**

The Board is of the view that the future prospects of our furniture products are encouraging and the Group will potentially benefit from the outlook of the global furniture industry which is expected to improve our financial performance.

Meanwhile, the Group will continue in it's construction services. Barring any unforeseen circumstances, our Board is confident that the Group will continue to be resilient and be profitable in the financial year ending 31 December 2020.

**B4. Profit Forecast or Profit Guarantee**

Not applicable as the Group did not publish any profit forecast or profit guarantee.



**B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)****B5. Notes to Consolidated Statement of Comprehensive Income**

	Individual Quarter Ended		Cumulative Quarter Ended	
	(Unaudited) 31.12.2020 RM'000	(Unaudited) 31.12.2019 RM'000	(Unaudited) 31.12.2020 RM'000	(Unaudited) 31.12.2019 RM'000
<b>Profit/(Loss) for the period is arrived at after charging/ (crediting) :</b>				
Auditors' remuneration	27	15	78	58
Foreign exchange loss/(income)				
-realised	30	27	58	28
-unrealised	12	16	12	16
Impairment of				
-obsolete inventories	243	-	816	-
-plant and machineries	716	311	716	311
Interest income	(9)	-	(18)	(1)
Property, plant and equipment				
-depreciation	156	114	501	491
-(gain)/loss on disposal	335	-	70	(48)
Provision for doubtful debts	329	300	329	300
Rental				
-income	(270)	(64)	(1,743)	(630)
Short term lease expenses	51	-	312	20

**B6. Taxation**

	Current Year Quarter (Unaudited) RM'000	Preceding Year Corresponding Quarter (Unaudited) RM'000
Malaysian income tax		
- current year provision	-	-
- under/(over) provision in prior year	1	-
Deferred tax	(58)	(43)
Tax for the financial period	(57)	(43)

**B7. Status of Corporate Proposals**

On 12 March 2021, the Company announced a proposed private placement will be undertaken pursuant to the shareholders' mandate for the issuance of new ordinary shares in SNC ("SNC Share(s)" or "Share(s)") under Section 75 and 76 of the Companies Act 2016 ("Act") obtained at the Company's 25th Annual General Meeting ("AGM") convened on 18 August 2020 whereby the Board has been authorised to allot and issue new ordinary shares in SNC, not exceeding 20% of the issued ordinary shares of the Company ("General Mandate").

On 22 March 2021, TASEcurities Sdn Bhd, on behalf of the Board of Directors of SNC announced that an additional listing application in relation to the Proposed Private Placement has been submitted to Bursa Securities on 22 March 2021.

**B8. Material Litigation**

Sand Nisko Capital Berhad (Formerly known as Len Cheong Holding Berhad) ("SNC" or "the Company") Notice Pursuant To Section 465(1)(E) Read Together With Section 466(1)(A) of the Companies Act 2016 by Mr Loh Siow Chan @ Loo Su Cheong ("LSC") against SNC.

Further to the Company's announcements made on 27 July 2017, 2 August 2017 and 30 November 2017 in relation to the Material Litigation ("Announcements"). Unless otherwise defined, the definitions set out in the Announcements shall apply herein.

The Board of Directors of SNC wishes to announce that on the 18 August 2020, the shareholders of SNC have approved the ordinary resolution 10 which are:-

- (i) to dispute the alleged debt amounting to RM4,652,951.22 ("Alleged Debt") by way of guarantee to LCF;
- (ii) to revoke DCR 2004 on the mode of settlement of the Alleged Debt approved by Board of Directors of SNC on 7 January 2004;
- (iii) to authorise the Board to appoint a firm of solicitors to take relevant and necessary actions in all related matters.

In light of the development of the abovementioned matter, the board of directors wishes to announce that a firm of solicitors have been appointed to take relevant and necessary actions to protect the best interest of the company.

The Company will announce further developments on the above matter in due course.

**B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)****B9. Proposed Dividend**

No dividend has been declared or paid during the current quarter under review and financial year-to-date.

**B10. Earnings per Share****a) Basic**

Basic earnings per ordinary share is calculated by dividing the net profit for the financial period attributable to owner of the company by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Quarter
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	RM'000	RM'000	RM'000	RM'000
Loss attributable to ordinary equity holders of the Company (RM'000)				
From continuing operations	(1,692)	(1,357)	(2,031)	(1,404)
From discontinued operations	-	774	1,614	2,463
	<u>(1,692)</u>	<u>(583)</u>	<u>(417)</u>	<u>1,059</u>
Weighted average number of ordinary shares	<u>72,504</u>	<u>66,000</u>	<u>72,504</u>	<u>66,000</u>
Basic earnings/(loss) per share (sen)				
From continuing operations	(2.33)	(2.06)	(2.80)	(2.13)
From discontinued operations	-	1.17	2.23	3.73
	<u>(2.33)</u>	<u>(0.89)</u>	<u>(0.57)</u>	<u>1.60</u>

**b) Diluted**

The diluted earnings per ordinary share for the Group for the current financial period is not presented as there is no convertible instruments.

**B10. Net profit/(loss) from discontinued operation**

The results of the Discontinued operations are as follows:

	Current Year	Preceding Year
	To Date	To Date
	31.12.2020	31.12.2019
	RM'000	RM'000
Revenue	649	2,373
Cost of sales	(201)	(2,431)
Gross profit/(loss)	<u>448</u>	<u>(58)</u>
Operating expenses	(77)	(1,526)
Other operating income	-	2,371
Profit before tax	<u>371</u>	<u>787</u>
Taxation	-	-
Net profit from discontinued operation	<u><u>371</u></u>	<u><u>787</u></u>

**B. Compliance with Bursa Malaysia Main Market Listing Requirements (Part A of Appendix 9B) (cont'd)**

**B11. Gain on disposal of a subsidiary (net of tax)**

In 2020, the Group completed the disposal of a subsidiary and generating a gain on disposal of RM1,242,667.

	Current Year To Date 31.12.2020 RM'000
Cash consideration	10,000
<u>Net assets of subsidiary disposed off</u>	
Property, plant and equipments	113
Investment Property	19,870
Trade and other receivables	699
Tax recoverable	1
Cash and bank balances	243
Fixed deposits	422
Trade and other payables	(9,497)
Deferred tax liabilities	(3,094)
Net assets	<u>8,757</u>
Gain on disposal before tax	1,243
Taxation	-
<b>Gain on disposal (net of tax)</b>	<u><u>1,243</u></u>

**B12 Authority For Issue**

The interim financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.