

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Comprehensive Income
For The 4th Financial Quarter Ended 31 March 2022

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		31.03.2022 RM'000	31.03.2021 RM'000	31.03.2022 RM'000	31.03.2021 RM'000
Revenue		26,396	12,305	97,334	42,614
Operating expenses	A9.	(54,925)	(24,320)	(128,596)	(66,173)
Other operating income	A10.	544	3,189	19,461	25,368
Profit before tax		(27,985)	(8,826)	(11,801)	1,809
Taxation	B5.	423	3,211	146	2,965
Profit from continuing operation		(27,562)	(5,615)	(11,655)	4,774
Gain from discontinued operation		-	-	-	-
Profit for the period		(27,562)	(5,615)	(11,655)	4,774
Other Comprehensive Income :					
Foreign currency translation		-	-	-	-
Profit net of tax, representing total comprehensive income		(27,562)	(5,615)	(11,655)	4,774

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

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	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		31.03.2022 RM'000	31.03.2021 RM'000	31.03.2022 RM'000	31.03.2021 RM'000
Profit attributable to :					
Owners of the Parent		(24,266)	(2,112)	(10,206)	5,811
Non-controlling interest		(3,296)	(3,053)	(1,449)	(1,037)
		<u>(27,562)</u>	<u>(5,165)</u>	<u>(11,655)</u>	<u>4,774</u>
Total comprehensive income attributable to :					
Owners of the Parent		(24,266)	(2,112)	(10,206)	5,811
Non-controlling interest		(3,296)	(3,503)	(1,449)	(1,037)
		<u>(27,562)</u>	<u>(5,615)</u>	<u>(11,655)</u>	<u>4,774</u>
Earnings Per Share					
(a) Basic (sen)	B11.	(15.03)	(1.31)	(6.32)	3.60
(b) Diluted (sen)	B11.	-	-	-	-

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Financial Position
As At 31 March 2022

	As at 31.03.2022 RM'000 Unaudited	As at 31.03.2021 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	43,321	53,814
Land held for property development	17,297	17,297
Deferred tax assets	-	1,313
	<u>60,618</u>	<u>72,424</u>
Current assets		
Property development costs	27,779	43,742
Inventories	78,543	104,832
Trade and other receivables	17,991	4,964
Other current assets	31,099	20,227
Current tax asset	812	949
Investment in securities	200,958	163,493
Term deposits	18,975	46,839
Cash and bank balances	8,927	7,653
	<u>385,084</u>	<u>392,699</u>
TOTAL ASSETS	<u><u>445,702</u></u>	<u><u>465,123</u></u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Financial Position
As At 31 March 2022

	As at 31.03.2022 RM'000 Unaudited	As at 31.03.2021 RM'000 Audited
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	131,370	131,370
Treasury shares	(3,356)	(3,356)
Retained earnings	254,548	264,754
	<u>382,562</u>	<u>392,768</u>
Non-controlling interest	18,872	20,321
Total equity	<u>401,434</u>	<u>413,089</u>
Current liabilities		
Short term borrowings	6,775	11,922
Trade and other payables	9,695	9,444
Other current liabilities	18,114	14,720
Current tax payable	398	363
Lease liability	37	45
	<u>35,019</u>	<u>36,494</u>
Non current liabilities		
Deferred tax liabilities	7,092	9,150
Term loan	2,157	6,390
	<u>9,249</u>	<u>15,540</u>
Total liabilities	<u>44,268</u>	<u>52,034</u>
TOTAL EQUITY AND LIABILITIES	<u>445,702</u>	<u>465,123</u>
Net asset per share	2.49	2.43

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement Of Changes In Equity
For The 4th Financial Quarter Ended 31 March 2022

	← Attributable to owners of the Company →				Equity attributable to the owners of the Company RM'000	Non- controlling interest RM'000	Total RM'000
	Share Capital RM'000	Capital Reserve RM'000	Revenue Reserve RM'000	Treasury Shares RM'000			
Current Year To Date							
<u>For The Period Ended 31 March 2022</u>							
Opening balance at 1 April 2021	131,370	-	264,754	(3,356)	392,768	20,321	413,089
Loss net of tax, representing total comprehensive income	-	-	(10,206)	-	(10,206)	(1,449)	(11,655)
Transactions with owners							
Shares dividend distribution	-	-	-	-	-	-	-
Acquisition of non-controlling interest in a subsidiary	-	-	-	-	-	-	-
Closing balance at 31 March 2022	<u>131,370</u>	<u>-</u>	<u>254,548</u>	<u>(3,356)</u>	<u>382,562</u>	<u>18,872</u>	<u>401,434</u>
Preceding Year							
<u>Corresponding Period</u>							
<u>For The Period Ended 31 March 2021</u>							
Opening balance at 1 April 2020	131,370	-	262,904	(5,319)	388,955	26,060	415,015
Profit net of tax, representing total comprehensive income	-	-	5,811	-	5,811	(1,037)	4,774
Transactions with owners							
Shares dividend distribution	-	-	(1,963)	1,963	-	-	-
Acquisition of non-controlling interest in a subsidiary	-	-	(1,998)	-	(1,998)	(4,702)	(6,700)
Closing balance at 31 March 2021	<u>131,370</u>	<u>-</u>	<u>264,754</u>	<u>(3,356)</u>	<u>392,768</u>	<u>20,321</u>	<u>413,089</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Cash Flows
For The 4th Financial Quarter Ended 31 March 2022

	12 Months Ended	
	31.03.2022	31.03.2021
	RM'000	RM'000
	Unaudited	Audited
Operating activities		
(Loss)/profit before tax	(11,801)	1,809
<u>Adjustments for :</u>		
Depreciation	5,948	7,763
Gain on disposal of property, plant and equipment	(732)	(90)
Impairment of property, plant and equipment	3,759	112
Impairment of trade and other receivables	-	51
Interest expenses	1,012	1,131
Interest income	(3,301)	(2,563)
Inventories written off	166	7,398
Property, plant and equipment written off	25	1
Dividend income from short term funds	-	(2)
Reversal of allowance on other receivables	-	(5,185)
Unrealised loss/(gain) on foreign exchange	(13,118)	2,071
Unrealised loss/(gain) on investment	6,391	(15,415)
Total adjustments	150	(4,728)
Operating cash flows before changes in working capital	(11,651)	(2,919)
<u>Changes in working capital :</u>		
Decrease/(increase) in property development costs	15,963	(2,826)
Decrease in inventories	26,123	9,602
(Increase)/decrease in trade and other receivables	(13,027)	10,160
Increase in other current assets	(10,872)	(10,841)
(Decrease)/increase in trade and other payables	251	3,747
Increase/(decrease) in other current liabilities	3,394	2,727
Total changes in working capital	21,832	12,569
Cash flows from operations	10,181	9,650
Interest paid	(1,012)	(1,131)
Tax paid, net of refund	(427)	(464)
Net cash flows generated from operating activities	<u>8,742</u>	<u>8,055</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Cash Flows
For The 4th Financial Quarter Ended 31 March 2022

	12 Months Ended	
	31.03.2022	31.03.2021
	RM'000	RM'000
	Unaudited	Audited
Investing activities		
Interest received	3,301	2,563
Dividend received from short term funds	-	2
Investment in securities	(30,738)	(16,001)
Proceeds from disposal of property, plant and equipment	1,594	254
Purchase of property, plant and equipment	(109)	(137)
Net cash flows used in investing activities	<u>(25,952)</u>	<u>(13,319)</u>
Financing activities		
Acquisition of non-controlling interest	-	(6,700)
Proceeds from short term borrowings, net of repayment	(9,028)	2,954
Placement of deposit for bank guarantees	-	(384)
Net cash flows generated from financing activities	<u>(9,028)</u>	<u>(4,130)</u>
Net (decrease)/increase in cash and cash equivalent	(26,238)	(9,394)
Cash and cash equivalents at the beginning of the financial year	49,557	58,951
Cash and cash equivalents at the end of the financial year	<u>23,319</u>	<u>49,557</u>
Analysis of cash and cash equivalents		
Term deposit	18,975	46,839
Cash and bank balances	8,927	7,653
Bank Overdraft	(4,199)	(4,551)
Deposit pledged for BG	(384)	(384)
	<u>23,319</u>	<u>49,557</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021)

PART A: EXPLANATION NOTES AS PER MFRS 134

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2021. These 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 year ended 31 March 2021.

A2. Changes in Accounting Policies

The audited financial statements of the Group for the year ended 31 March 2021 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2021 except for the adoption of the following new and revised standards effective as at 1 January 2021:

	Effective for annual period beginning on or after
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 16: Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 2021

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A3. Disclosure of audit qualification

There was no qualification on the audit report of the preceding audited financial statements.

A4. Seasonality or cyclicity of interim operations

The plywood manufacturing business of the Group is affected by the world demand and supply of plywood. The other operations of the Group are not materially affected by any seasonality or cyclicity factors.

A5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A6. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years.

A7. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities of the Company for the current financial period to date.

A8. Dividends paid

There was no dividend paid during the financial period to date.

A9. Operating expenses

	3 Months Ended		12 Months Ended	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
Depreciation	962	647	5,949	7,763
Interest expenses	242	(190)	1,012	1,131
Property, plant and equipment written off	-	-	25	1
Inventories written down	166	7,398	166	7,398
Realised loss on foreign exchange	3,511	381	3,511	381
Realised loss on investment in securities	2,677	-	3,485	-
Unrealised (gain)/loss on foreign exchange	-	(3,178)	-	1,475
Unrealised loss on investment in securities	6,391	-	6,391	-
Cost of sales	30,894	7,408	81,460	27,701
Marketing and distribution expenses	2,168	669	5,137	2,021
Administration and other expenses	7,914	11,185	21,460	18,302
Total operating expenses	54,925	24,320	128,596	66,173

A10. Other operating income

	3 Months Ended		12 Months Ended	
	31.03.2022 RM'000	31.03.2021 RM'000	31.03.2022 RM'000	31.03.2021 RM'000
Realised gain/(loss) on foreign exchange	(2,498)	73	61	73
Unrealised gain on foreign exchange	8,144	-	13,118	-
Unrealised gain/(loss) on investment in securities	(8,379)	321	-	15,415
Rental income	268	287	1,302	1,305
Interest income	1,947	1,642	3,301	2,563
Miscellaneous income	1,062	866	1,679	6,012
Total other operating income	544	3,189	19,461	25,368

A11. Segmental reporting**For The Period Ended 31 March 2022**

	Plywood Manufacturing RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue					
External sales	37,077	-	60,257	-	97,334
Inter-segment sales	459	-	-	(459)	-
Total revenue	<u>37,536</u>	<u>-</u>	<u>60,257</u>	<u>(459)</u>	<u>97,334</u>
Segment Result					
Operating (loss)/profit before interest and tax	(11,429)	437	(3,098)	-	(14,090)
Interest expense	(2)	(293)	(2,109)	1,392	(1,012)
Interest income	398	4,192	103	(1,392)	3,301
Income taxes	(92)	(246)	484	-	146
Net (loss)/profit	<u>(11,125)</u>	<u>4,090</u>	<u>(4,620)</u>	<u>-</u>	<u>(11,655)</u>

A11. Segmental reporting (cont'd)**For The Period Ended 31 March 2021**

	Plywood Manufacturing RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue					
External sales	15,953	54	26,607	-	42,614
Inter-segment sales	-	3,100	160	(3,260)	-
Total revenue	<u>15,953</u>	<u>3,154</u>	<u>26,767</u>	<u>(3,260)</u>	<u>42,614</u>
Segment Result					
Operating (loss)/profit before interest and tax	(13,459)	11,239	(7,769)	10,406	417
Interest expense	-	(281)	(1,957)	1,107	(1,131)
Interest income	1,227	2,418	25	(1,107)	2,563
Income taxes	267	(460)	3,118	-	2,925
Net (loss)/profit	<u>(11,965)</u>	<u>12,916</u>	<u>(6,583)</u>	<u>10,406</u>	<u>4,774</u>

No geographical segmental analysis is presented as the Group operates principally in Malaysia.

All inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

A12. Valuations of property, plant and equipment

The valuation of property, plant and equipment have been bought forward without any amendments from the previous annual financial statements.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.

A14. Capital commitments

As at 31 March 2022, there were no material capital commitments for capital expenditure by the Group which might have a material impact on the financial position or business of the Group.

A15. Changes in contingent liabilities since the last annual balance sheet date

There were no changes in contingent liabilities of the Company since the last annual balance sheet date as at 31 March 2021. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES
(PART A OF APPENDIX 9B)**

B1. Review of the performance of the Group for the period under review and financial year-to-date

The Group's financial results for current quarter and financial year to date are summarised as below :

	Individual Quarter (4th Quarter)		Variance (%)	Cumulative Quarter (4th Quarter)		Variance (%)
	31.03.2022 RM'000	31.03.2021 RM'000		31.03.2022 RM'000	31.03.2021 RM'000	
Revenue	26,396	12,305	115%	97,334	42,614	128%
Profit/(Loss) before interest and tax	(27,743)	(9,016)	-208%	(14,090)	417	-3479%
Profit/(Loss) before tax	(27,985)	(8,826)	-217%	(11,801)	1,809	-752%
Profit/(Loss) after tax	(27,562)	(5,615)	-391%	(11,655)	4,774	-344%
Profit/(Loss) attributable to ordinary equity holders of the owner	(24,266)	(2,112)	-1049%	(10,206)	5,811	-276%

B1. Review of the performance of the Group for the period under review and financial year-to-date (cont'd)

The performance of the Group's plywood manufacturing and property development divisions, which are its main operating divisions, were as follows:

Plywood manufacturing

The plywood manufacturing division's revenue for the twelve months ended 31 March 2022 was RM37.1 million while revenue in the corresponding period of the previous financial year was RM16.0 million, an increase of RM21.1 million, largely from the increase in sales volume from the division. A loss after taxation of RM11.1 million was generated for the financial year as compared to the previous financial year loss after taxation of RM12.0 million. The current financial year loss includes an impairment of RM3.8 million for property, plant and equipment.

The division recorded a revenue for the quarter under review of RM7.6 million, an increase of RM1.1 million, as compared to the revenue of RM6.5 million in the corresponding quarter of the previous financial year while loss after taxation was at RM5.4 million as compared to a loss after taxation of RM2.0 million in the corresponding quarter of the previous financial year.

The revenue for the quarter under review was higher than the corresponding quarter due to higher plywood prices and demand. Despite the higher revenue, the loss after taxation for the quarter was higher by RM3.4 million due largely to the impairment as mentioned earlier.

Property Development

The division's revenue for the twelve months ended 31 March 2022 was RM60.3 million while revenue in the corresponding period of the previous financial year was RM26.6 million. The higher revenue of RM33.7 million was generated from the sales of The Atmosphere and Viva Paradise Sdn Bhd's Affiniti Residences project, which is based on the percentage of completion method. The division's loss after taxation for the financial year was RM4.6 million as compared to RM6.6 million loss after taxation for the previous financial year. The losses of RM4.6 million for the current financial year included an impairment of RM9.5 million in the book value of the property inventories.

The division recorded a revenue for the quarter under review of RM18.9 million, an increase of RM13.3 million from RM5.6 million in the corresponding quarter of the previous financial year. The loss after taxation was at RM10.1 million as compared to RM12.0 million for the corresponding quarter of the previous financial year.

B2. Review of the performance of the Group for the quarter under review and immediate preceding quarter

The Group's financial results for current quarter compared with immediate preceding quarter are summarised as below:

	Current Quarter 31.03.2022	Immediate Preceding Quarter 31.12.2021	Variance
	RM'000	RM'000	%
Revenue	26,396	18,935	39%
Profit/(loss) before interest and tax	(27,743)	18,155	-253%
Profit/(loss) before tax	(27,985)	18,010	-255%
Profit/(loss) after tax	(27,562)	17,862	-254%
Profit/(loss) attributable to owner of the parent	(24,266)	17,751	-237%

The performance of the Group's plywood manufacturing and property development divisions, which are the Group's main operating divisions were as follows:

Plywood manufacturing

The division recorded a revenue and loss after taxation for the quarter under review of RM7.6 million and RM5.4 million respectively. In the immediate preceding quarter, the division's revenue and loss after taxation were RM11.1 million and RM1.4 million respectively.

Property Development

The division recorded revenue and loss after taxation for the quarter under review of RM18.9 million and RM10.1 million respectively. In the immediate preceding quarter, the division's revenue and profit after taxation were RM7.9 million and RM0.1 million respectively.

B3. Prospects and Outlook

Plywood manufacturing

The plywood manufacturing operations of the Group are based in Sabah. However, the operating environment remains unpredictable and challenging despite the improvement in price and demand.

Property Development

With the relaunched sales and leasing activities at our commercial project The Atmosphere, and the continuing sales activities of Affiniti, sales has been encouraging. With the impending opening of the MRT station at Putra Permai by early 2023, we expect results to improve going forward.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial period-to-date

	Current Quarter RM'000	Financial Period-to-date RM'000
Taxation		
- Current tax expense	(67)	(344)
- Overprovision in prior year	-	-
	<u>(67)</u>	<u>(344)</u>
Deferred taxation		
- Current deferred tax income	490	490
- Overprovision in prior year	-	-
	<u>423</u>	<u>146</u>

B6. Status of corporate proposal

There was no corporate proposal not completed at the date of this report.

B7. Group borrowings and debt securities

	As at 31.03.2022 RM'000
Short term borrowings - secured	6,775
Long term borrowings - secured	2,157
Total borrowings	<u>8,932</u>

All the above borrowings are denominated in Ringgit Malaysia.

B8. Material litigation

There was no material litigation against the Group as at the reporting date.

B9. Proposed dividend

The Board of Directors does not presently recommend any interim dividend for the financial year ended 31 March 2022.

B10. Disclosure requirements pursuant to implementation of FRS 139

Part A: Disclosure of derivatives

As at 31 March 2022, the Group did not hold any financial derivatives.

Part B: Disclosure of gains/losses arising from fair value changes of financial liabilities

As at 31 March 2022, the Group did not have any gains/losses arising from fair value changes of financial liabilities.

B11. Earnings per share

The earnings per share is calculated as follows :

	Current year quarter RM'000	Preceding year quarter RM'000	Current year to date RM'000	Preceding year to date RM'000
a. Basic				
Net gain attributable to ordinary shareholders (RM'000)	(24,266)	(2,112)	(10,206)	5,811
Number of ordinary shares in issue (in thousand)	161,480	161,480	161,480	161,480
Basic gain per ordinary share (sen)	(15.03)	(1.31)	(6.32)	3.60
b. Diluted				
Not applicable				

B12. Notes to Condensed Consolidated Statement of Comprehensive Income

	Current quarter RM'000	Current year to date RM'000
Net profit is arrived at after take in following items:		
a) Interest income	1,947	3,301
b) Other income	1,062	1,679
c) Rental income	268	1,302
d) Interest expense	(242)	(1,012)
e) Depreciation	(962)	(5,949)
f) Foreign exchange gain/(loss) - unrealised	8,144	13,118
g) Foreign exchange gain/(loss) - realised	(6,009)	(3,450)
h) Investment in securities gain/(loss) - unrealised	(14,770)	(6,391)
i) Investment in securities gain/(loss) - realised	(2,677)	(3,485)

B13. Subsequent event

There was no material event subsequent to the end of the current quarter.

BY ORDER OF THE BOARD

Goh Chooi Woan
Teo Soon Mei
Company Secretaries

30 May 2022