

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE QUARTER AND YEAR ENDED 30 SEPTEMBER 2021**

	<b>3 months ended 30 September</b>		<b>6 months ended 30 September</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	8,790	8,370	16,325	17,174
Cost of sales	(7,890)	(6,906)	(14,682)	(14,589)
Gross profit	900	1,464	1,643	2,585
Other income	101	147	206	258
Sales and marketing expenses	(518)	(458)	(990)	(985)
Administrative expenses	(1,223)	(1,447)	(2,558)	(2,935)
Operating loss	(740)	(294)	(1,699)	(1,077)
Finance costs	(100)	(69)	(186)	(145)
Loss before tax	(840)	(363)	(1,885)	(1,222)
Tax expense	(30)	32	(60)	(13)
<b>Loss for the period</b>	<b>(870)</b>	<b>(331)</b>	<b>(1,945)</b>	<b>(1,235)</b>
<b>Loss attributable to:</b>				
Equity holders of the parent	(818)	(293)	(1,855)	(1,169)
Non-controlling interests	(52)	(38)	(90)	(66)
<b>Loss for the period</b>	<b>(870)</b>	<b>(331)</b>	<b>(1,945)</b>	<b>(1,235)</b>
<b>Earnings per share attributable to equity holders of the parent:</b>				
Basic, loss for the period (sen)	(0.67)	(0.28)	(1.51)	(1.10)
Fully Diluted	*	*	*	*

\* Diluted loss per ordinary share equal basic loss per ordinary share as the effect on the basic loss per ordinary share is antidilutive.

(The unaudited condensed consolidated statement of profit and loss should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE QUARTER AND YEAR ENDED 30 SEPTEMBER 2021**

	3 months ended 30 September		6 months ended 30 September	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
<b>Loss for the period</b>	(870)	(331)	(1,945)	(1,235)
<b>Other comprehensive income, net of tax</b>				
Revaluation reserve on leasehold land and building, net of tax	-	-	-	-
Foreign currency translation differences for foreign operation	(3)	(2)	(10)	2
<b>Total comprehensive loss for the period</b>	<b>(873)</b>	<b>(333)</b>	<b>(1,955)</b>	<b>(1,233)</b>
<b>Total comprehensive loss attributable to:</b>				
Equity holders of the parent	(821)	(295)	(1,865)	(1,167)
Non-controlling interests	(52)	(38)	(90)	(66)
	<b>(873)</b>	<b>(333)</b>	<b>(1,955)</b>	<b>(1,233)</b>

(The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - UNAUDITED**  
**AT 30 SEPTEMBER 2021**

	<b>30 September 2021 Unaudited RM'000</b>	<b>31 March 2021 Audited RM'000</b>
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	14,233	14,581
Investment properties	148	152
Investment in associated companies	33	-
Intangible assets	603	606
Right of use assets	9,448	9,154
Deferred tax assets	14	178
Other receivables	28	28
Total non current assets	24,507	24,699
<b>Current Assets</b>		
Inventories	39,151	37,751
Trade and other receivables	7,929	9,096
Current tax assets	414	355
Cash and cash equivalents	4,274	2,686
Total current assets	51,768	49,888
<b>TOTAL ASSETS</b>	<b>76,275</b>	<b>74,587</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	23,217	20,555
Reserves	13,387	13,408
Retained earnings	8,561	10,416
Total equity attributable to owners of the Company	45,165	44,379
Non-controlling interests	8,613	8,703
<b>TOTAL EQUITY</b>	53,778	53,082
<b>Non Current Liabilities</b>		
Borrowings	2,286	2,813
Lease liabilities	1,325	1,146
Deferred tax liabilities	4,115	4,219
Total non current liabilities	7,726	8,178
<b>Current liabilities</b>		
Trade and other payables	7,251	7,800
Borrowings	6,113	4,457
Lease liabilities	1,266	934
Current tax liabilities	141	136
Total current liabilities	14,771	13,327
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>76,275</b>	<b>74,587</b>
Net assets per share (RM)	0.37	0.39

(The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - UNAUDITED**  
**FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021**

	<- ----- Attributable to equity holders of parent ----->						Total Equity RM'000
	Share Capital RM'000	Revaluation Reserve RM'000	Share Option Reserve RM'000	Exchange Reserve RM'000	Retained earning RM'000	Non-controlling Interests RM'000	
At 1 April 2021	20,555	13,313	60	35	10,416	8,703	53,082
Loss for the period	-	-	-	-	(1,855)	(90)	(1,945)
Foreign exchange translation differences	-	-	-	(10)	-	-	(10)
Total comprehensive loss for the period	-	-	-	(10)	(1,855)	(90)	(1,955)
Issuance of new shares	2,662	-	(11)	-	-	-	2,651
At 30 September 2021	23,217	13,313	49	25	8,561	8,613	53,778
At 1 April 2020	18,801	13,313	69	39	12,964	8,423	53,609
Profit/(Loss) for the period	-	-	-	-	(2,548)	170	(2,378)
Share options vested under ESOS	-	-	358	-	-	-	358
Foreign exchange translation differences	-	-	-	(4)	-	-	(4)
Total comprehensive income/(loss) for the period	-	-	358	(4)	(2,548)	170	(2,024)
Issuance of new shares	1,754	-	(367)	-	-	110	1,497
At 31 March 2021	20,555	13,313	60	35	10,416	8,703	53,082

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED**  
**FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021**

	<b>6 months ended 30 September 2021 RM'000</b>	<b>12 months ended 31 March 2021 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(1,885)	(2,979)
Adjustments for :		
Amortisation of investment properties	3	7
Amortisation of intangible assets	3	6
Depreciation of property, plant and equipment	812	959
Depreciation of right of use assets	431	1,550
Gain on lease termination	-	(1)
Gain on disposal of property, plant and equipment	(6)	(26)
Impairment losses on trade and other receivables	-	435
Interest expenses	188	320
Interest income	(11)	(9)
Lease concessions	-	(58)
Loss on struck off of subsidiaries	-	2
Property, plant and equipment written off	-	21
Reversal of impairment losses on trade and other receivables	-	(13)
Share options vested under ESOS	-	358
Unrealised loss/(gain) on foreign exchange	144	(79)
Operating loss before working capital changes	(321)	493
Changes in working capital:		
(Increase)/Decrease in inventories	(1,378)	2,552
(Increase)/Decrease in trade and other receivables	(151)	1,532
Increase/(Decrease) in trade and other payables	593	(5,278)
Cash used in operations	(1,257)	(701)
Interest received	11	9
Tax refund	-	18
Tax paid	(55)	(325)
Net cash used in operating activities	(1,301)	(999)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(19)	(280)
Purchase of intangible assets	-	(60)
Investment in associates	(33)	-
Subscription of shares by non-controlling interest	-	110
Proceed from disposal of property, plant and equipment	7	46
Net cash generated from/(used in) investing activities	(45)	(184)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(168)	(207)
Proceeds from issuance of ordinary shares pursuant to:-		
- Private placement	2,637	894
- ESOS	14	492
Net (repayment)/drawdown of bank borrowings	(10)	1,604
Net repayment of lease liabilities	(677)	(1,195)
Net cash (used in)/generated from financing activities	1,796	1,588
Net (decrease)/increase in cash and cash equivalents	450	405
Effects of exchange rate changes on cash and cash equivalents	2	7
Cash and cash equivalents at beginning of financial year	2,437	2,025
Cash and cash equivalents at end of financial year	2,889	2,437
Cash and cash equivalents comprise of:		
Cash and bank balances	3,529	2,591
Deposits with licensed banks	745	95
Bank overdrafts included in bank borrowings	(1,290)	(154)
	2,984	2,532
Less: Deposits pledged to licensed banks	(95)	(95)
	2,889	2,437

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report)

**A EXPLANATORY NOTES PURSUANT TO MFRS 134****A1 Basis of preparation**

The interim financial statements are unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

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

The following revised MFRSs and Amendments to MFRSs applicable to the Group have been issued by the MASB and are not yet effective for adoption by the Group.

		Effective for annual periods beginning on or after
Annual improvements to MFRS Standards 2018 - 2020		1-Jan-22
Amendments to MFRS 3	Reference to the Conceptual Framework	1-Jan-22
Amendments to MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use	1-Jan-22
Amendments to MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract	1-Jan-22
MFRS 17	Insurance Contracts	1-Jan-23
Amendments to MFRS 17	Insurance Contracts	1-Jan-23
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1-Jan-23
Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)		1-Jan-23
Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)		1-Jan-23
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112)		1-Jan-23
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

**A2 Audited financial statements of the preceding year**

The auditors' report on the financial statements for the year ended 31 March 2021 was not qualified.

**A3 Seasonality or cyclicity of operations**

The Group operations is not subject to seasonality or cyclicity of operations.

**A4 Items of unusual nature and amount**

There were no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence during the financial period ended 30 September 2021.

**A5 Changes in estimates**

There were no significant changes in estimates of amount, which give a material effect in the financial period ended 30 September 2021.

**A6 Issuance, cancellations, repurchases, resale and repayment of debt/equity securities**

There were no issuance and repayment of debt and equity securities for the financial period ended 30 September 2021.

**A7 Dividend paid**

There were no dividend paid during the quarter under review.

**A8 Segmental Reporting**

The analysis by activity of the Group for the financial period ended 30 September 2021 are as follows:

	<-----3 months ended----->		<-----6 months ended----->	
	30-9-2021 RM'000	30-9-2020 RM'000	30-9-2021 RM'000	30-9-2020 RM'000
<b>Segment Revenue</b>				
Manufacturing and trading - consumable products	8,790	7,658	16,325	14,267
Property development	-	712	-	2,907
Investment holdings	114	114	228	228
	<u>8,904</u>	<u>8,484</u>	<u>16,553</u>	<u>17,402</u>
Inter-segment elimination	(114)	(114)	(228)	(228)
Total Revenue	<u>8,790</u>	<u>8,370</u>	<u>16,325</u>	<u>17,174</u>
<b>Segment Results</b>				
Manufacturing and trading - consumable products	(257)	106	(905)	(678)
Property development	(270)	(143)	(443)	65
Investment holdings	(213)	(257)	(351)	(464)
	<u>(740)</u>	<u>(294)</u>	<u>(1,699)</u>	<u>(1,077)</u>
Total Segment Results	<u>(740)</u>	<u>(294)</u>	<u>(1,699)</u>	<u>(1,077)</u>
Finance cost	(100)	(69)	(186)	(145)
Profit/(Loss) before tax	(840)	(363)	(1,885)	(1,222)
Tax expense	(30)	32	(60)	(13)
Non-controlling interests	52	38	90	66
Loss for the period	<u>(818)</u>	<u>(293)</u>	<u>(1,855)</u>	<u>(1,169)</u>

**A9 Valuation of property, plant and equipment**

The valuation of leasehold land and buildings have been brought forward without amendments from previous annual financial statements.

**A10 Material events subsequent to the balance sheet date**

Save for the corporate proposal as disclosed in Section B4 below, there were no other material events subsequent to the end of the current quarter.

**A11 Contingent Liabilities**

The Directors are not aware of any contingent liabilities that have arisen since the last annual balance sheet date.

**A12 Related Party Transactions**

Significant transactions between the Group with the related parties during the financial year ended 30 September 2021 were as follows:

	<-----3 months ended----->		<-----6 months ended----->	
	30-9-2021	30-9-2020	30-9-2021	30-9-2020
	RM'000	RM'000	RM'000	RM'000
Sales of raw materials:				
Century Plas Industries Sdn Bhd	-	1,392	-	2,723
Purchases of semi finished parts and components:				
Century Plas Industries Sdn Bhd	754	1,940	1,453	4,030
Sales and purchases of trading items				
U Can Marketing Sdn Bhd	8	4	10	5
Rental of premises received:				
Century Plas Industries Sdn Bhd	39	39	78	78
Rental of machinery received:				
Century Plas Industries Sdn Bhd	56	56	111	111
Rental of factory paid and payable to:				
Beng Choo Marketing Sdn Bhd	150	150	300	300
Purchases and sales of trophy parts and bases:				
Emico (Vietnam) Co. Ltd	69	66	153	395

The transactions were entered in the normal course of business and have been established under normal commercial terms that are no less favourable than those arranged with independent third parties.

**A13 Capital Commitments**

Capital expenditures which have not been provided for at the end of each reporting period are as follows:

	As at 30-Sep-21 RM'000
Property, plant and equipment: Approved and contracted for	-

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

**B1 Tax expense**

	Current 6 months 30-9-2021 RM'000	Current 6 months 30-9-2020 RM'000
Current period	-	77
Deferred	60	(64)
Taxation - net	60	13

The effective tax rates were higher than statutory tax rate mainly due to the losses which cannot be set-off against taxable profits made by subsidiaries and certain expenses which are not tax deductible.

**B2 Sale of unquoted investments and properties**

There were no profit on sale of investments or properties for the current financial period.

**B3 Particulars of purchase or disposal of quoted investments**

There were no sales or purchases of quoted securities during the period.

**B4 Status of Corporate proposals announced**

On 9 October 2020, the Company proposed to undertake a proposed private placement of up to 10% of the total number of issued shares of the Company ("**Placement Shares**") to third party investor(s) to be identified at a later date ("**Proposed Private Placement**").

The Proposed Private Placement was approved by Bursa Malaysia Securities Berhad ("**Bursa Securities**") vide its letter dated 16 October 2020.

On 11 December 2020, the Board had fixed the issue price for the first tranche of the Proposed Private Placement comprising 3,000,000 Placement Shares at RM0.298 per Placement Share. The first tranche of the Placement Shares was listed on Bursa Securities on 18 December 2020.

On 1 April 2021, Bursa Securities has approved the application for an extension of time until 15 October 2021 to complete the implementation of the Proposed Private Placement.

On 16 August 2021, the Board had fixed the issue price for the second tranche of the Proposed Private Placement comprising 3,000,000 Placement Shares at RM0.281 per Placement Share. The second tranche of the Placement Shares was listed on Bursa Securities on 20 August 2021.

On 15 September 2021, the Board had fixed the issue price for the final tranche of the Proposed Private Placement comprising 4,600,000 Placement Shares at RM0.39 per Placement Share. The final tranche of the Placement Shares was listed on Bursa Securities on 23 September 2021.

As at 27 September 2021, the status of the utilization of the gross proceeds from the first tranche of the private placement is as follows:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance Utilisation %	Expected Timeframe for Utilisation
i) Working Capital	3,431	3,431	100%	Within 12 months
ii) Estimated expenses in relation to the Proposed Private Placement	100	100	100%	Within 1 month
<b>Total gross proceeds</b>	<b>3,531</b>	<b>3,531</b>	<b>100%</b>	

On 23 September 2021, the Group has been completed the Proposed Private Placement.

**B5 Group borrowings**

Group borrowings and debt securities are as follows:

	30-Sep-21 RM'000	31-Mar-21 RM'000
<b>a) Current Borrowings - Secured</b>		
Bank overdraft	1,290	153
Bankers' acceptance	3,794	3,310
Term loan	1,029	994
	<u>6,113</u>	<u>4,457</u>
<b>b) Non Current Borrowings - Secured</b>		
Term loan	2,286	2,813
	<u>2,286</u>	<u>2,813</u>

**B6 Financial Instruments with Off Balance Sheet Risks**

There were no financial instruments with off balance sheet risks for the current financial period.

**B7 Material Litigations**

There are no material litigation pending as at 12 November 2021.

**B8 Performance review**

	<----- 3 months ended ----->		<----- 6 months ended ----->	
	July-21 to Sep-21	Apr-21 to Jun-21	Apr-21 to Sep-21	Apr-20 to Sep-20
	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>				
Manufacturing and trading	8,790	7,535	16,325	14,267
Property development	-	-	-	2,907
Total	<u>8,790</u>	<u>7,535</u>	<u>16,325</u>	<u>17,174</u>
<b>PROFIT/ (LOSS) BEFORE TAX ("PBT" &amp; "LBT")</b>				
Manufacturing and trading - operations	(348)	(725)	(1,073)	(797)
Property development	(279)	(182)	(461)	39
Investment holdings	(213)	(138)	(351)	(464)
Net Total	<u>(840)</u>	<u>(1,045)</u>	<u>(1,885)</u>	<u>(1,222)</u>





**II) Diluted earnings/(loss) per share**

	3 months		6 months	
	30.9.2021	30.9.2020	30.9.2021	30.9.2020
<b>a) Numerator</b>				
Profit attributable to ordinary equity holders:				
Profit/(Loss) from operations (RM'000)	(818)	(293)	(1,855)	(1,169)
<b>b) Denominator</b>				
Weighted average number of ordinary shares used as denominator (per 1000 shares)	123,445	108,441	123,445	108,441
<b>Diluted earnings/(loss) per share (Sen)</b>	*	*	*	*

\* Diluted loss per ordinary share equal basic loss per ordinary share as the effect on the basic loss per ordinary share is antidilutive.

**B13 Operating Income/(Expenses)**

Included in operating income/(expenses) are the followings credits/(charges):

	6 months ended Sep-21 RM'000	6 months ended Sep-20 RM'000
Depreciation of property, plant and equipment	(812)	(816)
Amortisation of investment properties	(3)	(3)
Amortisation of intangible assets	(3)	-
Interest expense	(188)	(127)
Interest income	11	14
Unrealised gain/(loss) on foreign exchange	(144)	52
Gain on disposal of property, plant and equipment	6	-
Impairment losses on trade and other receivables	-	(29)
Depreciation of right of use assets	(431)	(383)