

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023**

	3 months ended 31 March		12 months ended 31 March	
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
Revenue	13,993	13,303	61,273	39,548
Cost of sales	(11,879)	(11,119)	(49,224)	(34,806)
Gross profit	2,114	2,184	12,049	4,742
Other income	135	1,730	739	2,083
Sales and marketing expenses	(959)	(797)	(3,904)	(2,595)
Administrative expenses	(1,682)	(761)	(6,975)	(5,065)
Operating (loss)/profit	(392)	2,356	1,909	(835)
Finance costs	(170)	(109)	(579)	(430)
Share of profit/(loss) of an associate	21	(1)	71	-
(Loss)/Profit before tax	(541)	2,246	1,401	(1,265)
Tax expense	(381)	188	(822)	99
<b>(Loss)/Profit for the period</b>	<b>(922)</b>	<b>2,434</b>	<b>579</b>	<b>(1,166)</b>
<b>(Loss)/Profit attributable to:</b>				
Equity holders of the parent	(898)	2,629	372	(863)
Non-controlling interests	(24)	(195)	207	(303)
<b>(Loss)/Profit for the period</b>	<b>(922)</b>	<b>2,434</b>	<b>579</b>	<b>(1,166)</b>
<b>Earnings per share attributable to equity holders of the parent:</b>				
Basic (loss)/earnings for the period (sen)	(0.73)	2.14	0.30	(0.70)
Fully Diluted	*	2.13	0.30	*

\* 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 2022 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 31 MARCH 2023**

	3 months ended 31 March		12 months ended 31 March	
	2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
<b>(Loss)/Profit for the period</b>	(922)	2,434	579	(1,166)
<b>Other comprehensive income, net of tax</b>				
Revaluation reserve on leasehold land and building, net of tax	1,767	-	1,767	-
Foreign currency translation differences for foreign operation	(7)	4	18	(9)
<b>Total comprehensive profit/(loss) for the period</b>	<b>838</b>	<b>2,438</b>	<b>2,364</b>	<b>(1,175)</b>
<b>Total comprehensive profit/(loss) attributable to:</b>				
Equity holders of the parent	862	2,633	2,157	(872)
Non-controlling interests	(24)	(195)	207	(303)
	<b>838</b>	<b>2,438</b>	<b>2,364</b>	<b>(1,175)</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 2022 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**  
**AS AT 31 MARCH 2023**

	<b>31 March 2023 Unaudited RM'000</b>	<b>31 March 2022 Audited RM'000</b>
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	15,800	13,759
Investment properties	139	145
Investment in an associate	173	33
Intangible assets	576	600
Right of use assets	10,107	9,042
Deferred tax assets	148	280
Other receivables	27	27
Total non current assets	26,970	23,886
<b>Current Assets</b>		
Inventories	37,072	39,320
Trade and other receivables	10,650	11,677
Current tax assets	684	474
Cash and cash equivalents	9,218	3,772
Total current assets	57,624	55,243
<b>TOTAL ASSETS</b>	<b>84,594</b>	<b>79,129</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	23,524	23,218
Reserves	16,012	13,388
Retained earnings	9,925	9,553
Total equity attributable to owners of the Company	49,461	46,159
Non-controlling interests	8,607	8,400
<b>TOTAL EQUITY</b>	<b>58,068</b>	<b>54,559</b>
<b>Non Current Liabilities</b>		
Borrowings	3,197	3,979
Lease liabilities	2,035	911
Deferred tax liabilities	4,663	4,170
Total non current liabilities	9,895	9,060
<b>Current liabilities</b>		
Trade and other payables	8,536	9,118
Contract liability	-	390
Borrowings	6,818	4,658
Lease liabilities	1,151	1,212
Current tax liabilities	126	132
Total current liabilities	16,631	15,510
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>84,594</b>	<b>79,129</b>
Net assets per share (RM)	0.40	0.38

(The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2022 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 TWELVE MONTHS ENDED 31 MARCH 2023**

	<- ----- 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 2022	23,218	13,313	49	26	9,553	8,400	54,559
Profit for the period	-	-	-	-	372	207	579
Share options vested under ESOS	-	-	951	-	-	-	951
Revaluation reserve on leasehold land and buildings	-	1,767	-	-	-	-	1,767
Foreign exchange translation differences	-	-	-	18	-	-	18
Total comprehensive profit for the period	-	1,767	951	18	372	207	3,315
Issuance of new shares	306	-	(112)	-	-	-	194
At 31 March 2023	23,524	15,080	888	44	9,925	8,607	58,068
At 1 April 2021	20,555	13,313	60	35	10,416	8,703	53,082
Loss for the period	-	-	-	-	(863)	(303)	(1,166)
Foreign exchange translation differences	-	-	-	(9)	-	-	(9)
Total comprehensive loss for the period	-	-	-	(9)	(863)	(303)	(1,175)
Issuance of new shares	2,663	-	(11)	-	-	-	2,652
At 31 March 2022	23,218	13,313	49	26	9,553	8,400	54,559

(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 2022 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 TWELVE MONTHS ENDED 31 MARCH 2023**

	<b>12 months ended 31 March 2023 RM'000</b>	<b>12 months ended 31 March 2022 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	1,401	(1,265)
Adjustments for :		
Amortisation of investment properties	7	7
Amortisation of intangible assets	24	6
Depreciation of property, plant and equipment	1,685	1,037
Depreciation of right of use assets	991	1,459
Gain on lease termination	-	(3)
Gain on disposal of property, plant and equipment	-	(6)
Impairment losses on trade and other receivables	172	118
Interest expenses	567	475
Interest income	(100)	(6)
Bad debts written off	2	-
Property, plant and equipment written off	63	-
Inventories written off	1,135	-
Reversal of impairment losses on trade and other receivables	-	(70)
Reversal of foreseeable loss	-	(1,661)
Share options vested under ESOS	951	-
Share of profit of an associate	(71)	-
Unrealised loss on foreign exchange	80	36
Operating profit before working capital changes	6,907	127
Changes in working capital:		
Decrease in inventories	771	93
Increase in trade and other receivables	(85)	(2,639)
Increase in trade and other payables	727	1,307
(Decrease)/Increase in contract liability	(390)	390
Cash generated from/(used in) operations	7,930	(722)
Interest received	100	6
Tax refund	-	45
Tax paid	(969)	(223)
Net cash generated from/(used in) operating activities	7,061	(894)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(2,448)	(215)
Investment in an associate	(69)	(33)
Proceed from disposal of property, plant and equipment	7	6
Net cash used in investing activities	(2,510)	(242)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(505)	(358)
Proceeds from issuance of ordinary shares pursuant to:-		
- Private placement	-	2,637
- ESOS	194	15
Net drawdown of bank borrowings	1,483	1,416
Net repayment of lease liabilities	(171)	(1,421)
Net cash generated from financing activities	1,001	2,289
Net increase in cash and cash equivalents	5,552	1,153
Effects of exchange rate changes on cash and cash equivalents	(2)	(18)
Cash and cash equivalents at beginning of financial year	3,573	2,438
Cash and cash equivalents at end of financial year	9,123	3,573
Cash and cash equivalents comprise of:		
Cash and bank balances	6,923	3,677
Deposits with licensed banks	2,295	95
Bank overdrafts included in bank borrowings	-	(104)
	9,218	3,668
Less: Deposits pledged to licensed banks	(95)	(95)
	9,123	3,573

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 4TH QUARTER ENDED 31 MARCH 2023**

**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 2022. 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 2022.

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
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1-Jan-24
Amendments to MFRS 101	Non-current Liabilities with Covenants	1-Jan-24
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 2022 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 31 March 2023.

**A5 Changes in estimates**

There were no significant changes in estimates of amount, which give a material effect in the financial period ended 31 March 2023.

**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 31 March 2023.

**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 31 March 2023 are as follows:

	<-----3 months ended----->		<-----12 months ended----->	
	31-3-2023 RM'000	31-3-2022 RM'000	31-3-2023 RM'000	31-3-2022 RM'000
<b>Segment Revenue</b>				
Manufacturing and trading - consumable products	13,653	12,156	59,155	38,401
Property development	340	1,147	2,118	1,147
Investment holdings	123	114	492	456
	<u>14,116</u>	<u>13,417</u>	<u>61,765</u>	<u>40,004</u>
Inter-segment elimination	(123)	(114)	(492)	(456)
Total Revenue	<u>13,993</u>	<u>13,303</u>	<u>61,273</u>	<u>39,548</u>
<b>Segment Results</b>				
Manufacturing and trading - consumable products	(197)	921	2,188	(993)
Property development	119	1,728	768	1,249
Investment holdings	(314)	(293)	(1,047)	(1,091)
Total Segment Results	<u>(392)</u>	<u>2,356</u>	<u>1,909</u>	<u>(835)</u>
Finance cost	(170)	(109)	(579)	(430)
Share of profit of an associate	21	(1)	71	-
(Loss)/Profit before tax	<u>(541)</u>	<u>2,246</u>	<u>1,401</u>	<u>(1,265)</u>
Tax expense	(381)	188	(822)	99
Non-controlling interests	24	195	(207)	303
(Loss)/Profit for the period	<u>(898)</u>	<u>2,629</u>	<u>372</u>	<u>(863)</u>

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

The buildings of the Group have been revalued to market value during the financial year. For further details, please refer to the company announcement on 24 May 2023.

**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 31 March 2023 were as follows:

	<-----3 months ended----->		<-----12 months ended----->	
	31-3-2023 RM'000	31-3-2022 RM'000	31-3-2023 RM'000	31-3-2022 RM'000
Purchases of semi finished parts and components: Century Plas Industry Sdn Bhd	797	616	3,253	3,101
Sales and purchases of trading items U Can Marketing Sdn Bhd	8	1	13	12
Rental of premises received: Century Plas Industry Sdn Bhd	39	39	156	156
Rental of machinery received: Century Plas Industry Sdn Bhd	58	56	228	222
Rental of factory paid and payable to: Beng Choo Marketing Sdn Bhd	150	150	600	600
Purchases and sales of trophy parts and bases: Emico (Vietnam) Co. Ltd	1,435	840	5,667	1,890

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:

Property, plant and equipment: Approved and contracted for	As at 31-Mar-23 RM'000	432
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**B ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (PART A OF APPENDIX 9B)**

**B1 Tax expense**

	<-----3 months ended----->		<-----12 months ended----->	
	31-3-2023 RM'000	31-3-2022 RM'000	31-3-2023 RM'000	31-3-2022 RM'000
Current period	217	-	753	-
Underprovision in prior years	1	52	1	52
Deferred	163	(240)	68	(151)
	<hr/>	<hr/>	<hr/>	<hr/>
Taxation - net	381	(188)	822	(99)

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 3 May 2023, the Board of Directors of EMICO wishes to announce that Emico Development Sdn. Bhd., a wholly-owned subsidiary of the Company, had entered into a Share Sale Agreement with Permodalan Kedah Berhad [Registration No. 199401001883 (287561-V)] for the purchase of 20% equity interest in PKB-Operasi Tembaga Sdn. Bhd. [Registration No. 199601000244 (372589-U)] for a total consideration of RM3,605,829.44.

**B5 Group borrowings**

Group borrowings and debt securities are as follows:

	31-Mar-23 RM'000	31-Mar-22 RM'000
<b>a) Current Borrowings - Secured</b>		
Bank overdraft	-	104
Bankers' acceptance	5,037	3,762
Term loan	1,781	792
	<hr/>	<hr/>
	6,818	4,658
<b>b) Non Current Borrowings - Secured</b>		
Term loan	3,197	3,979
	<hr/>	<hr/>
	3,197	3,979

**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 May 2023.

**B8 Performance review**

	<----- 3 months ended ----->		<----- 12 months ended ----->	
	Jan-23 to Mar-23 RM'000	Oct-22 to Dec-22 RM'000	Apr-22 to Mar-23 RM'000	Apr-21 to Mar-22 RM'000
<b>REVENUE</b>				
Manufacturing and trading	13,653	15,330	59,155	38,401
Property development	340	140	2,118	1,147
	<hr/>	<hr/>	<hr/>	<hr/>
Total	13,993	15,470	61,273	39,548
<b>(LOSS)/PROFIT BEFORE TAX ("LBT" &amp; "PBT")</b>				
Manufacturing and trading - operations	(337)	1,092	1,715	(1,420)
Property development	110	80	733	1,214
Investment holdings	(314)	(235)	(1,047)	(1,059)
	<hr/>	<hr/>	<hr/>	<hr/>
Net Total	(541)	937	1,401	(1,265)



#### Comparison with preceding quarter

For the current quarter under review, the revenue of the Group decreased from RM15.47 million in the preceding quarter to RM13.99 million for the current quarter. As a result, the Group posted a LBT of RM0.54 million for the current quarter as compared to PBT of RM0.94 million in the preceding quarter mainly due to the property, plant and equipment and inventories written off and drop in revenue caused by the fire incident occurred on 8 January 2023.

The manufacturing and trading division posted a decrease of 10.9% in revenue from RM15.33 million in the preceding quarter to RM13.65 million for the current quarter due to the drop in revenue caused by the fire incident occurred on 8 January 2023. As a result, it posted a LBT of RM0.34 million for the current quarter as compared to PBT of RM1.09 million in the preceding quarter.

The property development division posted an increase in revenue from RM0.14 million in the preceding quarter to RM0.34 million for the current quarter. The increase was due to the higher sales of completed units. As a result, the property development division posted a higher PBT of RM0.11 million as compared to PBT of RM0.08 million in the preceding quarter.

For the investment holding division, it posted a LBT of RM0.31 million for the current quarter as compared to RM0.24 million in the preceding quarter.

#### Comparison with preceding year results

The Group revenue for the 12 months ended 31 March 2023 was RM61.27 million as compared to RM39.55 million in the preceding period, an increase of 54.9%. The increase was mainly due to the higher sales generated by the manufacturing and trading division, and property development division. As a result, the Group posted a higher PBT of RM1.40 million, an increase of 210.8% for the current period as compared to LBT of RM1.27 million in the preceding period.

The manufacturing and trading division posted an increase of 54% in revenue from RM38.40 million in the preceding period to RM59.16 million for the current period due to an increase in sales. As a result, it posted a higher PBT of RM1.72 million, an increase of 220.8% for the current period as compared to LBT of RM1.42 million in the preceding period. The increase in sales is mainly due to the stronger demand from the overseas market.

The property development division posted an increase in revenue from RM1.14 million in the preceding quarter to RM2.12 million for the current period. The increase was due to the higher sales of completed units. However, the property development division posted a lower PBT of RM0.73 million as compared to PBT of RM1.12 million in the preceding period mainly due to the reversal of foreseeable loss amounting to RM1.66 million recognised in the preceding period.

For the investment holding division, it posted a LBT of RM1.05 million for the current period and RM1.06 million for the preceding period.

### **B9 Prospects**

The Group is mindful that the global economy remains highly uncertain, and inflationary pressures are expected to rise, which may have a negative impact on consumer sentiment and spending.

Nevertheless, we remain committed to our long-term business strategy to strengthen our position as a trophy provider to unlock a larger market share through the new product development and opening of new untapped market. The Group foresees the demand for trophy is expected to pick up gradually. With the implementation of the lean manufacturing concept and automation as well as machines upgrades which lead to higher production output and efficiency.

Barring any unforeseen circumstances, our Group maintains its optimistic outlook for FYE 31 March 2024.

### **B10 Explanatory notes on any variance in actual profit from forecasted profit**

This note is not applicable for the financial period under review.

### **B11 Dividend**

The Directors do not recommend any dividend for the financial period ended 31 March 2023.

### **B12 Earnings per share ("EPS")**

#### **I) Basic (loss)/earnings per share**

##### **a) Numerator**

Profit attributable to ordinary equity holders:  
(Loss)/Profit from operations (RM'000)

##### **b) Denominator**

Weighted average number of ordinary shares used as denominator (per 1000 shares)

##### **Basic (loss)/profit per share (Sen)**

3 months		12 months	
31.3.2023	31.3.2022	31.3.2023	31.3.2022
(898)	2,629	372	(863)
123,592	122,747	123,592	122,747
(0.73)	2.14	0.30	(0.70)

#### **II) Diluted earnings per share**

##### **a) Numerator**

Profit attributable to ordinary equity holders:  
(Loss)/Profit from operations (RM'000)

##### **b) Denominator**

Weighted average number of ordinary shares used as denominator (per 1000 shares)

##### **Diluted earnings per share (Sen)**

3 months		12 months	
31.3.2023	31.3.2022	31.3.2023	31.3.2022
(898)	2,629	372	(863)
124,479	123,445	124,479	123,445
*	2.13	0.30	*

\* 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):

	12 months ended Mar-23 RM'000	12 months ended Mar-22 RM'000
Depreciation of property, plant and equipment	(1,685)	(1,037)
Amortisation of investment properties	(7)	(7)
Amortisation of intangible assets	(24)	(6)
Interest expense	(567)	(475)
Interest income	100	6
Unrealised loss on foreign exchange	(80)	(36)
Gain on disposal of property, plant and equipment	-	6
Impairment losses on trade and other receivables	(172)	(118)
Depreciation of right of use assets	(991)	(1,459)
Share options vested under ESOS	(951)	-
Share of profit of an associate	71	-
Bad debts written off	(2)	-
Property, plant and equipment written off	(63)	-
Inventories written off	(1,135)	-
Gain on lease termination	-	3
Reversal of impairment losses on trade and other receivables	-	70
Reversal of foreseeable loss	-	1661