

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Notes | INDIVIDUAL PERIOD | | CUMULATIVE PERIOD | |
|---|-------|------------------------------------|--------------------------------------|--|--|
| | | Current Quarter 31.3.2022 RM | Preceding Quarter 31.3.2021 RM | Current Year To Date 31.3.2022 RM | Preceding Year To Date 31.3.2021 RM |
| Revenue | A9 | 12,002,137 | 10,203,424 | 38,551,648 | 29,256,125 |
| Cost of sales | | (2,707,179) | (2,290,742) | (10,340,713) | (7,421,694) |
| Gross profit | | 9,294,958 | 7,912,682 | 28,210,935 | 21,834,431 |
| Other income | | 108,626 | 196,356 | 402,021 | 601,670 |
| Administrative expenses | | (1,807,456) | (1,580,567) | (4,394,966) | (4,125,968) |
| Other operating expenses | | (134,203) | (121,453) | (422,019) | (629,181) |
| Selling and distribution expenses | | (1,812,196) | (1,624,933) | (5,412,859) | (3,972,674) |
| Profit before tax | B11 | 5,649,729 | 4,782,085 | 18,383,112 | 13,708,278 |
| Taxation | B5 | (769,985) | (1,322,596) | (3,895,180) | (3,522,876) |
| Profit after tax | | 4,879,744 | 3,459,489 | 14,487,932 | 10,185,402 |
| Other comprehensive income | | - | - | (33,333) | 1,333,333 |
| Total comprehensive income | | 4,879,744 | 3,459,489 | 14,454,599 | 11,518,735 |
| Profit after tax attributable to: | | | | | |
| - Owners of the Company | | 4,879,744 | 3,459,489 | 14,487,932 | 10,185,402 |
| Total comprehensive income attributable to: | | | | | |
| - Owners of the Company | | 4,879,744 | 3,459,489 | 14,454,599 | 11,518,735 |
| Earnings per share (sen) | | | | | |
| - Basic | B10 | 1.54 | 1.09 | 4.56 | 3.21 |
| - Diluted | B10 | 1.54 | 1.09 | 4.56 | 3.21 |

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

| | Unaudited As at 31.3.2022 RM | Audited As at 30.06.2021 RM |
|---|---|--|
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| Investment properties | 230,693 | 232,473 |
| Property, plant and equipment | 36,463,829 | 33,783,768 |
| Intangible assets | 8,266,098 | 8,049,880 |
| Investment in quoted shares | 4,966,667 | 5,000,000 |
| | <u>49,927,287</u> | <u>47,066,121</u> |
| CURRENT ASSETS | | |
| Inventories | 20,519,757 | 14,519,978 |
| Trade receivables | 16,306,107 | 13,395,078 |
| Other receivables, deposits and prepayments | 2,004,799 | 1,798,291 |
| Cash and cash equivalents | 21,881,220 | 27,688,434 |
| | <u>60,711,883</u> | <u>57,401,781</u> |
| TOTAL ASSETS | <u>110,639,170</u> | <u>104,467,902</u> |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| Share capital | 60,074,000 | 60,074,000 |
| Merger reserve | (14,225,998) | (14,225,998) |
| Fair value reserve | 3,766,667 | 3,800,000 |
| Retained profits | 48,616,863 | 44,296,734 |
| TOTAL EQUITY | <u>98,231,532</u> | <u>93,944,736</u> |
| NON-CURRENT LIABILITIES | | |
| Deferred tax liabilities | 701,215 | 701,215 |
| Government grants | 5,836,034 | 5,836,034 |
| | <u>6,537,249</u> | <u>6,537,249</u> |
| CURRENT LIABILITIES | | |
| Trade and other payables | 4,150,674 | 3,198,671 |
| Current tax liability | 1,719,715 | 787,246 |
| | <u>5,870,389</u> | <u>3,985,917</u> |
| TOTAL LIABILITIES | <u>12,407,638</u> | <u>10,523,166</u> |
| TOTAL EQUITY AND LIABILITIES | <u>110,639,170</u> | <u>104,467,902</u> |
| Net asset per share | 0.31 ⁽¹⁾ | 0.30 ⁽¹⁾ |

Note:

(1) Based on the Company's issued share capital of 317,743,815 ordinary shares in the Company.

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

| | <u>Non-distributable</u> | | | <u>Distributable</u> | |
|---|--------------------------|----------------------|--------------------------|------------------------|---|
| | Share Capital RM | Merger Reserve RM | Fair Value Reserve RM | Retained Profits RM | Total Attributable to Owners of the Company RM |
| <u>Period Ended 31 March 2021</u> | | | | | |
| At 1 July 2020 | 60,074,000 | (14,225,998) | 2,433,334 | 38,255,576 | 86,536,912 |
| Dividend | - | - | - | (8,515,535) | (8,515,535) |
| Total comprehensive income for the period | - | - | 1,333,333 | 10,185,402 | 11,518,735 |
| At 31 March 2021 | 60,074,000 | (14,225,998) | 3,766,667 | 39,925,443 | 89,540,112 |
| <u>Period Ended 31 March 2022</u> | | | | | |
| At 1 July 2021 | 60,074,000 | (14,225,998) | 3,800,000 | 44,296,734 | 93,944,736 |
| Dividend | - | - | - | (10,167,803) | (10,167,803) |
| Total comprehensive income for the period | - | - | (33,333) | 14,487,932 | 14,454,599 |
| At 31 March 2022 | 60,074,000 | (14,225,998) | 3,766,667 | 48,616,863 | 98,231,532 |

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

| | For the Financial Period Ended 31.3.2022 RM | For the Financial Period Ended 31.3.2021 RM |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 18,383,112 | 13,708,278 |
| Adjustments for: | | |
| Non-cash items | 472,840 | (28,503) |
| Non-operating items | 259,656 | 161,490 |
| Operating profit before working capital changes | <u>19,115,608</u> | <u>13,841,265</u> |
| Changes in working capital: | | |
| Inventories | (5,999,779) | (3,837,439) |
| Receivables | (3,120,935) | (1,225,838) |
| Payables | 966,632 | 307,127 |
| Cash generated from operations | <u>10,961,526</u> | <u>9,085,115</u> |
| Interest received | 351,110 | 481,689 |
| Tax paid | (2,961,377) | (3,273,306) |
| Net cash generated from operating activities | <u>8,351,259</u> | <u>6,293,498</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (3,548,129) | (4,041,199) |
| Development expenditure | (475,874) | (755,283) |
| Proceeds from disposal of property, plant and equipment | - | 1,000 |
| Dividend received | 33,333 | 33,333 |
| Government grants received | - | 585,789 |
| Net cash used in investing activities | <u>(3,990,670)</u> | <u>(4,176,360)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividend paid | (10,167,803) | (8,515,535) |
| Net cash used in financing activities | <u>(10,167,803)</u> | <u>(8,515,535)</u> |
| Net change in cash and cash equivalents | (5,807,214) | (6,398,397) |
| Cash and cash equivalents at beginning of the financial period | 27,688,434 | 32,883,128 |
| Cash and cash equivalents at end of the financial period | <u>21,881,220</u> | <u>26,484,731</u> |

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CON'T)

| | For the Financial Period Ended 31.3.2022 RM | For the Financial Period Ended 31.3.2021 RM |
|--|---|---|
| Cash and cash equivalents comprise the following: | | |
| Fixed deposits with licensed banks | 109,101 | 259,567 |
| Placement in Money Market Funds | 20,241,813 | 25,252,203 |
| Cash and bank balances | 1,530,306 | 972,961 |
| | <u>21,881,220</u> | <u>26,484,731</u> |

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022****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”) No. 134: Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Main Listing Requirements of Bursa Malaysia Securities Berhad (“Listing Requirement”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this interim financial report.

A2 Summary of Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2021. The Group have not applied the following new standards, amendments and IC Interpretation that have been issued by the MASB and relevant to its operation but are not yet effective:

| | | Effective for financial periods beginning on or after |
|--|---|---|
| Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141 | Annual improvements to MFRS Standards 2018 - 2020 | 1 January 2022 |
| Amendments to MFRS 3 | Reference to the Conceptual Framework | 1 January 2022 |
| Amendments to MFRS 116 | Property, Plant and Equipment – Proceeds Before Intended Use | 1 January 2022 |
| Amendments to MFRS 137 | Onerous Contracts – Cost of Fulfilling a Contract | 1 January 2022 |
| Amendments to MFRS 17 | Initial Application of MFRS 17 and MFRS 9 — Comparative Information | 1 January 2023 |
| Amendments to MFRS 101 | Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies | 1 January 2023 |
| Amendments to MFRS 108 | Definition of Accounting Estimates | 1 January 2023 |
| Amendments to MFRS 112 | Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction | 1 January 2023 |
| Amendments to MFRS 10 and MFRS 128 | Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture | To be announced by the MASB |

The above standards, amendments and IC Interpretation are not expected to have significant impact on the financial statements of the Group upon their initial application.

A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022 (CON'T)

A3 Auditors' Report

The audited financial statements of the Group for the financial year ended 30 June 2021 was not subject to any audit qualification.

A4 Comments about Seasonal and Cyclical Factors

The Group's business operations for the quarter ended 31 March 2022 were not materially affected by significant seasonal or cyclical fluctuations.

A5 Items or Unusual Nature and Amount

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter under review.

A6 Changes in Estimates

There were no major changes in estimates that have had a material effect in the current quarter under review.

A7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the current financial quarter under review.

A8 Dividends Paid

- (a) A single tier tax exempted interim dividend of 0.8 sen per ordinary share amounted to RM2,541,951 in respect of the financial year ending 30 June 2022 was paid on 16 March 2022.
- (b) A single tier tax exempted special dividend of 1.2 sen per ordinary share amounted to RM3,812,926 in respect of the financial year ending 30 June 2022 was paid on 16 March 2022.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022 (CON'T)****A9 Segmental Reporting**

The Group's revenue based on the geographical location of its customers is as follows:

| | Current Quarter 31.3.2022 RM | Preceding Quarter 31.3.2021 RM | Current Year To Date 31.3.2022 RM | Preceding Year To Date 31.3.2021 RM |
|----------|---|---|--|--|
| Malaysia | 11,799,754 | 10,138,252 | 37,958,722 | 29,024,446 |
| Others | 202,383 | 65,172 | 592,926 | 231,679 |
| | 12,002,137 | 10,203,424 | 38,551,648 | 29,256,125 |

The Group's revenue based on the activities is as follows:

| | Current Quarter 31.3.2022 RM | Preceding Quarter 31.3.2021 RM | Current Year To Date 31.3.2022 RM | Preceding Year To Date 31.3.2021 RM |
|-------------|---|---|--|--|
| House Brand | 11,593,028 | 9,167,094 | 36,610,138 | 25,059,363 |
| OEM | 409,109 | 1,036,330 | 1,941,510 | 4,196,762 |
| | 12,002,137 | 10,203,424 | 38,551,648 | 29,256,125 |

A10 Valuation of Property, Plant and Equipment

The Group did not carry out any valuation on property, plant and equipment in the current quarter under review.

A11 Capital Commitments

**As at
31.3.2022**

| | |
|---|------------------|
| Purchase of property, plant and equipment | <u>3,477,517</u> |
|---|------------------|

A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2022 (CON'T)

A12 Subsequent Events

There were no events subsequent to the end of the current financial period from the date of the issue of this report that are expected to have a material impact on the Group.

A13 Changes in Composition of the Group

There were no changes in the composition of the Group in the current quarter under review.

A14 Contingent Liabilities

There were no contingent liabilities as at the date of this interim report.

A15 Significant Related Party Transactions

There were no significant related party transactions in the current quarter under review.

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT

B1 Group Performance Review

(a) Performance of the current quarter (Q3 2022) against the preceding quarter (Q3 2021)

The Group recorded revenue of RM12.00 million for the current quarter under review compared to RM10.20 million for the preceding quarter. Revenue from the House Brand of RM11.6 million contributed 96.6% of the total revenue for the current quarter under review and recorded an increase of 26.5% when compared to the preceding quarter. The increase of 17.6% in the total revenue was mainly due to higher sales contributions from the House Brand segment.

The decrease in other income was mainly due to lower interests earned from fixed deposits and placement in money markets during the current quarter.

The increase in administrative expenses was mainly due to increase in staff cost resulting from annual bonus payments and upward salary revision made in the current quarter under review. The increase was partially mitigated by the decrease in listing fees paid to Bursa Securities in preceding quarter for the application of transfer listing from the ACE Market to the Main Market of Bursa Malaysia.

There was a marginal increase in other operating expenses in the current quarter which contribute by the increase in amortisation of research and development cost as compared to the preceding quarter.

The increase in selling and distribution expenses was mainly due to increase in staff costs resulting from annual bonus payments and upward salary revision for sales and marketing staffs followed by the increase in marketing campaign expenses for NWPP which is in tandem with the increase in revenue for the current quarter under review.

The Group's profit after tax (PAT) for current quarter under review is RM4.88 million or 41.1% higher than the PAT of RM3.46 million recorded in the preceding quarter. The increase in the PAT was in line with improvements in the overall profitability of the Group.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B1 Group Performance Review (Con't)****(b) Performance of the current cumulative quarter (9 months Q3 2022) against the preceding cumulative quarter (9 months Q3 2021)**

The Group recorded revenue of RM38.55 million for the current cumulative quarter under review compared to RM29.26 million for the preceding cumulative quarter. Revenue from House Brand contributed 95.0% of the total revenue for the current cumulative quarter under review and recorded an increase of 46.1% when compared to the preceding cumulative quarter. The increase of 31.8% in the total revenue was mainly due to significant sales contributions from the House Brand segment.

The decrease in other income was mainly due to lower interests earned from fixed deposits and placement in money markets as well as decrease in sundry income. No sundry income was earned in the current cumulative quarter under review.

The increase in administrative expenses was mainly due to increase in staff costs resulting from annual bonus payments and upward salary revision made in the current cumulative quarter under review. The increase was partially mitigated by the decrease in listing fees paid to Bursa Securities and sponsorship expenses in relation to the transfer listing of Nova Group from the ACE Market to the Main Market of Bursa Malaysia Securities Berhad.

The decrease in other operating expenses in the current cumulative quarter under review was mainly due to decrease in research and development costs mitigated by the increase in its amortisation cost.

The increase in selling and distribution expenses was mainly due to increase in marketing campaign expenses for NWPP, increase in staff costs resulting from annual bonus payments and upward salary revision for sales and marketing staffs as well as increase in sales commission which is in line with the increase in revenue for the current cumulative quarter under review.

The Group's PAT for the current cumulative quarter under review is RM14.49 million or 42.2% higher than the PAT of RM10.19 million recorded in the preceding cumulative quarter. The increase in the PAT was in line with improvements in the overall profitability of the Group.

B2 Performance of the current quarter (Q3 2022) against the immediate preceding quarter (Q2 2022)

| | Current Quarter 31.3.2022 RM | Immediate Preceding Quarter 31.12.2021 RM | Difference RM | % |
|-------------------|---|--|--------------------------|----------|
| Revenue | 12,002,137 | 12,085,494 | (83,357) | (0.7) |
| Profit before tax | 5,649,729 | 5,861,332 | (211,603) | (3.6) |
| Profit after tax | 4,879,744 | 4,412,029 | 467,715 | 10.6 |

For the quarter under review, the Group's revenue decreased by 0.7% from RM12.09 million to RM12.00 million. This was mainly due to slight decrease in sales order for the House Brand products from RM11.88 million in the immediate preceding quarter to RM11.80 million for the current quarter which represents a decrease of 0.6%.

The decrease in profit before tax is mainly due to increase in staff costs resulting from annual bonus payments and upward salary revision made in the current quarter under review. The increase in profit after tax as compared to immediate preceding quarter is due to reversal of over provision of taxation in prior year hence, lower tax expenses.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B3 Prospects for the Current Financial Year**

When the World Health Organisation declared COVID-19 a pandemic on 11 March 2020, we immediately responded by implementing our COVID-19 Prevention & Handling Guidelines to all our employees. We subsequently obtained approval from the Ministry of International Trade and Industry under the essential services category to operate as usual throughout the phases of the Movement Control Order with strict standard operating procedures in place.

The Group will continue to focus on growing its market share and continuing its research and development on its new products despite the ongoing COVID-19 pandemic, for the remaining financial quarter ending 30 June 2022 and into the new financial year ending 30 June 2023.

Barring any unforeseen circumstances, the Board believes that the Group's prospects in the financial year ending 30 June 2022 remains positive.

B4 Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

B5 Taxation

| | Current Quarter 31.3.2022 RM | Preceding Quarter 31.3.2021 RM | Current Year To Date 31.3.2022 RM | Preceding Year To Date 31.3.2021 RM |
|--------------------|---------------------------------------|---|---|---|
| Income Tax | 769,985 | 1,322,596 | 3,895,180 | 3,522,876 |
| Deferred Tax | - | - | - | - |
| | 769,985 | 1,322,596 | 3,895,180 | 3,522,876 |
| Effective tax rate | 13.6 | 27.7 | 21.2 | 25.7 |

The effective tax rate both for the current quarter and current year to date was lower than the statutory tax rate of 24% mainly due to reversal of over provision of taxation in prior year.

The effective tax rate for the preceding quarter and preceding year to date was higher than the statutory tax rate of 24% mainly due to certain expenses not deductible for tax purposes.

B6 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022
B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)
B7 Utilisation of Proceeds Raised from Public Issue

On 17 July 2020, the Board of Directors of the Company ("Board") has announced that it has deliberated and resolved to approve where part of the proceeds raised from Public Issue ("IPO Proceeds") allocated for research and development activities amounting to approximately RM7.57 million will be revised to purchase machineries for the production of functional food and skincare products. The Board has also approved the extension of time for the utilisation of the remaining IPO Proceeds.

On 30 December 2021, the Board has announced that it has deliberated and resolved to approve the balance of the IPO Proceeds allocated for research and development ("R&D") activities amounting to RM2.50 million to be revised as working capital and be utilised as general working capital for the Group.

After the revision, the IPO Proceeds is intended to be utilised in the following manner:

| No. | Details of use of IPO Proceeds | Approved utilisation of IPO Proceeds | Actual utilisation of IPO Proceeds | Balance of IPO Proceeds | Original timeframe for utilisation upon listing | ^(a) Balance after the Revision | Actual utilisation of IPO Proceeds | Balance of IPO Proceeds | Revised timeframe for utilisation upon listing |
|-----------------------|---|--------------------------------------|------------------------------------|-------------------------|---|---|------------------------------------|-------------------------|--|
| | | RM'000 | RM'000 | RM'000 | | RM'000 | RM'000 | RM'000 | |
| 1. | Construction of new GMP-compliant production facility | 16,500 | (16,500) | - | Within 24 months | ^(b) 7,566 | (6,934) | 632 | ^(c) Within 48 months |
| 2. | R&D activities | 11,600 | (1,534) | ^(b) 10,066 | Within 36 months | - | - | - | - |
| 3. | Expansion of our retail market presence | 5,000 | (3,877) | 1,123 | Within 36 months | 1,123 | (1,123) | - | ^(c) Within 48 months |
| 4. | Working capital | 9,213 | ^(d) (9,530) | - | Within 12 months | ^(e) 2,500 | (2,500) | - | ^(c) Within 48 months |
| 5. | Estimated listing expenses | 2,600 | ^(d) (2,283) | - | Immediate | - | - | - | - |
| Total proceeds | | 44,913 | (33,724) | 11,189 | | 11,189 | (10,557) | 632 | |

Notes:

- (a) The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company dated 28 June 2018 as well as announcements dated 17 July 2020 and 30 December 2021 respectively.
- (b) Part of the IPO Proceeds allocated for R&D activities will be allocated to purchase additional machineries for the production of functional food and skincare products amounting to approximately RM7.57 million.
- (c) For the avoidance of doubt, the last date to utilise the IPO Proceeds will be 20 July 2022, being 48 months from the date of listing.
- (d) As disclosed in the Prospectus, if the actual listing expenses are lower than estimated, the surplus will be utilised for general working capital purposes of the Group. The actual listing expenses were less than the estimated listing expenses by approximately RM0.32 million due to overestimation of printing, advertising expenses, regulatory fees and professional fee.
- (e) Part of the IPO Proceeds allocated for R&D activities will be allocated for working capital and to be utilised as general working capital purposes of the Group amounting to RM2.50 million.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)**B8 Group Borrowings**

As at the date of this report, the Group has no bank borrowings.

B9 Material Litigation

As at the date of this report, the Group was not engaged in any material litigation.

B10 Earnings per Share

The basic and diluted earnings per share for the current quarter and financial period-to-date are computed as follows:

| | Current Quarter 31.3.2022 | Preceding Quarter 31.3.2021 | Current Year To Date 31.3.2022 | Preceding Year To Date 31.3.2021 |
|--|--|--|---|---|
| Profit after taxation attributable to owners of the Company (RM) | 4,879,744 | 3,459,489 | 14,487,932 | 10,185,402 |
| Total weighted average issued share capital | 317,743,815 | 317,743,815 | 317,743,815 | 317,743,815 |
| Basic earnings per share (sen) ⁽¹⁾ | 1.54 | 1.09 | 4.56 | 3.21 |
| Diluted earnings per share (sen) ⁽²⁾ | 1.54 | 1.09 | 4.56 | 3.21 |

Notes:

- 1) The basic earnings per share are computed based on the profit attributable to the equity shareholders of the Company divided by the total number of ordinary shares in issue for the period under review.
- 2) Diluted earnings per share are equivalent to the basic earnings per share as the Group does not have convertible securities as at 31 March 2022.

INTERIM FINANCIAL REPORT FOR THE THIRD (3rd) QUARTER ENDED 31 MARCH 2022**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B11 Profit Before Tax**

Profit before tax is arrived at after charging/(crediting):

| | Current Quarter 31.3.2022 RM | Preceding Quarter 31.3.2021 RM | Current Year To Date 31.3.2022 RM | Preceding Year To Date 31.3.2021 RM |
|--|---------------------------------------|---|---|---|
| Cost of inventories recognised as an expense | 1,346,889 | 1,023,102 | 6,538,457 | 4,345,416 |
| Depreciation | 327,223 | 213,083 | 869,848 | 487,362 |
| Amortisation of intangible assets | 86,552 | 63,230 | 259,656 | 189,690 |
| Realised loss on foreign exchange | 23,989 | 48,256 | 71,038 | 153,451 |
| Unrealised loss on foreign exchange | - | 1,482 | 2,065 | 1,543 |
| Interest income | (104,144) | (135,286) | (351,110) | (481,689) |
| Amortisation of deferred income | - | (9,400) | - | (28,200) |
| Realised gain on foreign exchange | (2,965) | (18,987) | (43,434) | (21,295) |
| Unrealised gain on foreign exchange | (1,517) | (251) | (14,629) | (1,386) |
| Gain on disposal of fixed assets | - | - | - | (1,000) |
| Other income | - | (2,301) | - | (43,918) |
| Dividend income | - | - | (33,333) | (33,333) |

B12 Declared Dividend

No dividend was proposed by the Board of Directors for the current quarter under review. The Company will make the necessary announcement when any dividend decision is made.

B13 Authorisation for issue

The quarter financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 24 May 2022.

BY ORDER OF THE BOARD

Wong Youn Kim (MAICSA 7018778)
Company Secretary

Kuala Lumpur
24 May 2022