

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Notes	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Quarter Ended 30.06.2018 RM	Preceding Year Corresponding Quarter Ended 30.06.2017 ⁽²⁾ RM	Current Year To Date Ended 30.06.2018 RM	Preceding Year To Date Ended 30.06.2017 RM
Revenue		8,061,791	N/A	25,299,630	24,540,827
Cost of sales		(2,340,288)	N/A	(7,863,864)	(6,957,291)
Gross profit		5,721,503	N/A	17,435,766	17,583,536
Other income		437,338	N/A	765,921	567,391
Administrative expenses		(1,862,942)	N/A	(4,594,597)	(2,622,859)
Other operating expenses		(51,496)	N/A	(223,803)	(179,651)
Selling and distribution expenses		(782,909)	N/A	(2,266,325)	(1,738,773)
Profit before tax		3,431,494	N/A	11,116,962	13,609,644
Taxation		(1,019,787)	N/A	(2,816,898)	99,975
Profit for the financial period		2,411,707	N/A	8,300,064	13,709,619
Attributable to:					
- Owners of the Parent		2,411,707	N/A	8,300,064	13,709,619
Attributable to equity holders of the Company:					
- Basic earnings per share (Sen) ⁽³⁾	B10	1.49	N/A	5.12	1,466.23
- Diluted earnings per share (Sen) ⁽³⁾	B10	1.49	N/A	5.12	1,466.23

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 June 2018 and the accompanying explanatory notes as attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter is available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.
- (3) Based on the Company's weighted average issued share capital of 162,240,950 ordinary shares in the Company as at 30 June 2018.

N/A - Not applicable

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED AS AT 30.06.2018 RM	AUDITED AS AT 30.06.2017 RM
ASSETS		
NON-CURRENT ASSETS		
Investment properties	239,594	241,968
Property, plant and equipment	15,927,650	3,663,737
Intangible assets	4,909,832	4,260,645
	<u>21,077,076</u>	<u>8,166,350</u>
CURRENT ASSETS		
Inventories	7,027,054	5,917,705
Trade and other receivables	11,533,470	9,185,767
Current tax assets	-	1,002,948
Cash and bank balances	2,279,363	2,057,966
	<u>20,839,887</u>	<u>18,164,386</u>
TOTAL ASSETS	<u>41,916,963</u>	<u>26,330,736</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	15,161,000	935,002
Restructuring reserve	(14,225,998)	-
Retained profits	26,732,062	18,431,998
TOTAL EQUITY	<u>27,667,064</u>	<u>19,367,000</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	124,479	164,698
Government grants	3,388,803	3,119,174
Amount owing to shareholders	3,808,219	-
	<u>7,321,501</u>	<u>3,283,872</u>
CURRENT LIABILITIES		
Trade and other payables	2,350,060	3,677,832
Amount owing to directors	-	2,032
Amount owing to shareholders	4,240,000	-
Current tax liability	338,338	-
	<u>6,928,398</u>	<u>3,679,864</u>
TOTAL LIABILITIES	<u>14,249,899</u>	<u>6,963,736</u>
TOTAL EQUITY AND LIABILITIES	<u>41,916,963</u>	<u>26,330,736</u>
Net asset per share	<u>0.17 ⁽²⁾</u>	<u>0.22 ⁽³⁾</u>

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 June 2018 and the accompanying explanatory notes as attached to this interim financial report.
- (2) Based on the Company's weighted average issued share capital of 162,240,950 ordinary shares in the Company.
- (3) Based on the Company's weighted average issued share capital of 88,653,750 ordinary shares in the Company.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Non-Distributable		Distributable	Total
	Share Capital RM	Restructuring reserve RM	Retained Profits RM	Attributable to Owners of the Company RM
Balance at 1.7.2017	935,002	-	18,431,998	19,367,000
Issuance of shares pursuant to internal restructuring	22,705,998	(14,225,998)	-	8,480,000
Share capital reduction	(8,480,000)	-	-	(8,480,000)
Total comprehensive income for the financial period	-	-	8,300,064	8,300,064
Dividends	-	-	(2,000,900)	(2,000,900)
Dividends refunded	-	-	2,000,900	2,000,900
Balance at 30.06.2018	15,161,000	(14,225,998)	26,732,062	27,667,064

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 June 2018 and the accompanying explanatory notes as attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date Ended 30.06.2018	Preceding Year To Date Ended 30.06.2017
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	11,116,962	13,609,644
Adjustments for:		
Non-cash items	623,173	120,312
Non-operating items	<u>(458,505)</u>	<u>(5,278)</u>
	11,281,630	13,724,678
Changes in working capital:		
Inventories	(1,365,141)	769
Receivables	(2,208,835)	(701,515)
Payables	<u>(1,369,295)</u>	<u>(893,027)</u>
	6,338,359	12,130,905
Tax paid	(1,515,831)	(1,000,337)
Interest received	<u>26,724</u>	<u>5,278</u>
Net cash flows from operating activities	<u>4,849,252</u>	<u>11,135,846</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,159,122)	(346,967)
Development expenditure	(768,501)	(529,530)
Advance to related parties	<u>301,800</u>	<u>(2,947)</u>
Net cash flows used in investing activities	<u>(4,625,823)</u>	<u>(879,444)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment to directors	(2,032)	-
Advance from director	-	909
Dividends paid	-	(12,865,600)
Issue of shares	<u>-</u>	<u>2</u>
Net cash flows used in financing activities	<u>(2,032)</u>	<u>(12,864,689)</u>
Net change in cash and cash equivalents	221,397	(2,608,287)
Cash and cash equivalents at beginning of financial period	<u>2,057,966</u>	<u>4,666,253</u>
Cash and cash equivalents at end of financial period	<u>2,279,363</u>	<u>2,057,966</u>
Cash and cash equivalents consist of:		
Cash and bank balances	<u>2,279,363</u>	<u>2,057,966</u>

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 28 June 2018 and the accompanying explanatory notes as attached to this interim financial report.

A Explanatory notes to the Unaudited Interim Financial Report for the fourth quarter ended 30 June 2018

A1 Basis of Preparation

The interim financial reports of the Group are unaudited and had been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad (“Listing Requirements”).

This is the second interim financial report on the Company’s consolidated results for the fourth quarter ended 30 June 2018 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

The financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company dated 28 June 2018.

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 period ended 30 June 2017 as disclosed in the Accountants’ Report in the Prospectus of the Company dated 28 June 2018 except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs effective for financial period beginning on or after 1 July 2017:

Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to MFRS 12	Annual Improvements to MFRS Standards 2014-2016 Cycle

The adoption of the above Amendments to MFRSs did not have any significant effects on the interim financial report upon their initial application.

A3 Auditors’ Report

There was no qualification on the audited financial statements of the Group for the financial year ended 30 June 2017.

A4 Comments about Seasonal and Cyclical Factors

The Group does not experience significant fluctuations in operations due to seasonal factors or cyclical factors during the current financial quarter under review.

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 Material Changes in Estimates

There were no material changes in estimates of amounts reported in the current financial quarter or changes in estimates of amounts reported in prior financial years that may have a material effect in the current financial quarter under review and the financial period to date.

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.

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2018**A Explanatory Notes to the Unaudited Interim Financial Report for the fourth quarter ended 30 June 2018 (Cont'd)****A8 Dividends Paid**

There is no dividend paid in the current quarter under review.

A9 Segmental Reporting

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

	Current Quarter Ended 30.06.2018 RM	Preceding Year Corresponding Quarter Ended 30.06.2017⁽¹⁾ RM	Current Year To Date Ended 30.06.2018 RM	Preceding Year To Date Ended 30.06.2017 RM
Malaysia	8,061,791	N/A	24,541,244	23,224,805
Singapore	-	N/A	235,489	234,911
Hong Kong	-	N/A	522,897	526,506
Pakistan	-	N/A	-	127,767
Vietnam	-	N/A	-	421,505
Indonesia	-	N/A	-	5,333
	8,061,791	N/A	25,299,630	24,540,827

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

	Current Quarter Ended 30.06.2018 RM	Preceding Year Corresponding Quarter Ended 30.06.2017⁽¹⁾ RM	Current Year To Date Ended 30.06.2018 RM	Preceding Year To Date Ended 30.06.2017 RM
House Brand	6,563,091	N/A	18,345,176	17,559,748
OEM	1,498,700	N/A	6,954,454	6,258,599
Animal Health	-	N/A	-	722,480
	8,061,791	N/A	25,299,630	24,540,827

Note:

- 1) No comparative figures for the preceding year's quarter is available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

N/A - Not applicable

A10 Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment in the current quarter under review.

A Explanatory Notes to the Unaudited Interim Financial Report for the fourth quarter ended 30 June 2018 (Cont'd)**A11 Capital Commitments**

	Current Quarter Ended 30.06.2018 RM	Current Year To Date Ended 30.06.2018 RM
Approved and contracted for:-		
Purchase of property, plant and equipment	2,052,500	2,052,500
Approved and not contracted for:-		
Purchase of property, plant and equipment	10,376,867	10,376,867

A12 Material Subsequent EventInitial public offering (“IPO”)

In conjunction with the Company’s listing on the ACE Market of Bursa Securities, the Company issued its Prospectus for its IPO entailing the following on 28 June 2018:

- (i) 16,000,000 IPO shares available for application by the Malaysian public;
- (ii) 15,000,000 IPO shares available for application by our eligible directors, employees and business associates; and
- (iii) 50,660,000 IPO shares available for application by way of private placement to identified investors

At an issue price of RM0.55 per share payable in full upon application in conjunction with our listing on the ACE Market of Bursa Malaysia Securities Berhad.

Upon completion of the IPO, the share capital of the Company will increase to RM174,459,100 comprising 317,743,815 ordinary shares. Pursuant thereto, the Company’s entire enlarged share capital is expected to be listed and quoted on the ACE Market of Bursa Securities on 20 July 2018.

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 Assets or Liabilities

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

A15 Significant Related Party Transactions

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

B Additional Information Required by the Listing Requirement

B1 Group Performance Review

The Group reported revenue of RM25.3 million for Q4 FYE2018, representing an increase of 3.1% over the preceding year corresponding quarter's revenue of RM24.5 million. The growth was mainly due to higher sales contribution from House Brand segment due to increase in volume of orders for our dietary supplements and function foods for RM0.47 million and RM0.22 million respectively contributed mainly by a major customer.

The OEM segment reported higher revenue of RM6.95 million as compared to RM6.26 million in preceding year corresponding quarter was mainly due to increase in volume of orders of our OEM dietary supplement products amounting to RM0.82 million from a local OEM customer. We did not record any revenue for our animal health products in the current financial year as we have ceased trading of these products since 9 January 2017.

The Group recorded a lower profit before tax of RM11.1 million for Q4 FY2018 as compared to RM13.6 million in the preceding year corresponding quarter mainly due to increase in administrative expenses for RM1.96 million and selling and distribution expenses for RM0.53 million.

Increase in administrative expenses for RM1.96 was mainly due to increase in administrative staff cost which involved employees with higher salaries and annual salary increment during the FYE 2018 for approximately RM0.63 million and Increase in professional fee pertaining to the listing of the Group for approximately RM0.74 million.

Increase in selling and distribution expenses in the financial year was mainly due to increase in sales commission for NWPP partners in FYE 2018 as compared to FYE 2017 due to an increase in the number of NWPP partners who achieved the minimum monthly purchase during the financial year.

The decrease in profit after tax from RM13.71 million in FYE 2017 to RM8.30 million in FYE 2018 was mainly due to the statutory income tax charges in the financial year following the expiry of our tax exemption in FYE 2017.

No comparative figures for the preceding year's quarter are available as this is the second interim financial report on the consolidated results for the fourth quarter ended 30 June 2018 being announced by the Company in compliance with the Listing Requirements.

B Additional Information Required by the Listing Requirement (Cont'd)**B2 Comparison with Immediate Preceding Quarter Results**

	Current Year Quarter 30.06.2018 RM	Immediate Preceding Quarter 30.03.2018 RM	Difference RM	%
Revenue	8,061,791	4,751,890	3,309,901	69.7
Profit before tax	3,431,494	1,810,083	1,621,411	89.6
Profit for the financial period	2,411,707	1,380,353	1,031,354	74.7

For the quarter under review, the Group's revenue increased by 69.7% from RM4.75 million in the immediate preceding quarter to RM8.06 million. The increase was mainly due to higher sales for our House Brand products from RM3.26 million in the immediate preceding quarter to RM6.56 million in the current quarter.

The Group reported a higher Profit before Tax of RM3.43 million in Q4 FY2018 as compared to RM1.81 million in Q3 FY2018 mainly due to increase in our GP during the current quarter as a result of higher sales from House Brand segment.

Our Group net profit margin for both financial quarters were approximately 29%.

B3 Prospects for the Next Financial Year

The Group operates within the nutraceutical industry in Malaysia. The Group is expected to benefit from the future plans and strategies as disclosed in the Prospectus of the Company dated 28 June 2018. These include the construction of a new GMP-compliant production facility which will increase our production capacity, expansion of our retail market presence, and continuous efforts in R&D activities which includes conducting pre-clinical and clinical trials on our nutraceutical and skincare products.

Barring any unforeseen circumstances, the Board believes that the Group's prospects in next financial year ending 30 June 2019 remains positive with challenges ahead.

B4 Profit Forecast

The Company did not issue any profit forecast or guarantee during the current financial quarter under review and the financial period to date.

B Additional Information Required by the Listing Requirement (Cont'd)**B5 Taxation**

	Current Quarter Ended 30.06.2018 RM	Preceding Year Corresponding Quarter Ended 30.06.2017⁽¹⁾ RM	Current Year To Date Ended 30.06.2018 RM	Preceding Year To Date Ended 30.06.2017 RM
Income Tax	1,008,974	N/A	2,857,117	1,053
Deferred Tax	10,813	N/A	(40,219)	(101,028)
	<u>1,019,787</u>	<u>N/A</u>	<u>2,816,898</u>	<u>(99,975)</u>
Effective tax rate ⁽²⁾	29.9	N/A	25.4	0.73

Notes:

1) No comparative figures for the preceding year's quarter is available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

2) The effective tax rate for the current quarter is lower than the statutory tax rate of 24% mainly due to recognition of deferred tax income.

N/A - Not applicable

B6 Status of Corporate Proposals

As at the date of this report, there were no corporate proposals announced but not completed.

B7 Utilisation of Proceeds Raised from Public Issue

The gross proceeds from the Public Issue of RM44.91 million is intended to be utilised in the following manner:

Details of use of proceeds	Proposed Utilisation RM'000	Actual Utilisation RM'000	Percentage Utilised %	Estimated Timeframe for Utilisation⁽¹⁾
1 Construction of new GMP-compliant production facility	16,500	-	-	Within 24 months
2 R&D activities	11,600	-	-	Within 36 months
3 Expansion of our retail market presence	5,000	-	-	Within 36 months
4 Working capital	9,213	-	-	Within 12 months
5 Estimated listing expenses	2,600	-	-	Immediate
	<u>44,913</u>	<u>-</u>	<u>-</u>	

Note:

1) From the date of listing of the Company on the ACE Market of Bursa Securities. The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company dated 28 June 2018.

B8 Group Borrowings

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

B9 Material Litigation

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

B Additional Information Required by the Listing Requirement (Cont'd)**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 Ended 30.06.2018 RM	Preceding Year Corresponding Quarter Ended 30.06.2017⁽³⁾ RM	Current Year To Date Ended 30.06.2018 RM	Preceding Year To Date Ended 30.06.2017 RM
Profit after taxation attributable to owners of the Company (RM)	2,411,707	N/A	8,300,064	13,709,619
Total weighted average issued share capital	162,240,950	N/A	162,240,950	935,020
Basic earnings per share (Sen) ⁽¹⁾	1.49	N/A	5.12	1,466.23
Diluted earnings per share (Sen) ⁽²⁾	1.49	N/A	5.12	1,466.23

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 30 June 2018.
- 3) No comparative figures for the preceding year's quarter is available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

B11 Notes to the Statement of Comprehensive Income

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

	Current Quarter Ended 30.06.2018 RM	Preceding Year Corresponding Quarter Ended 30.06.2017⁽¹⁾ RM	Current Year To Date Ended 30.06.2018 RM	Preceding Year To Date Ended 30.06.2017 RM
Depreciation	100,491	N/A	419,311	420,335
Provision for doubtful debts	49,540	N/A	57,790	13,652
Provision for slow moving inventories	143,041	N/A	275,305	47,389
Realised loss on foreign exchange	9,316	N/A	83,716	18,731
Interest income	(13,135)	N/A	(26,724)	(5,278)
Unrealised loss on foreign exchange	-	N/A	5,230	4,416
Other income	(424,203)	N/A	(739,197)	(562,113)

Note:

- 1) No comparative figures for the preceding year's corresponding quarter is available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

N/A- Not applicable

B Additional Information Required by the Listing Requirement (Cont'd)

B12 Declared Dividend

The Directors are not proposing any interim dividend for the current quarter.

B13 Authorisation for issue

The quarter financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 28 August 2018.

BY ORDER OF THE BOARD

**Wong Yuet Chyn (MAICSA 7047163)
COMPANY SECRETARY**

**Kuala Lumpur
28 August 2018**