



**INIX TECHNOLOGIES HOLDINGS BERHAD**

200401027289

(Incorporated in Malaysia)

# **UNAUDITED INTERIM FINANCIAL REPORT**

**INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED  
31 DECEMBER 2021**

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 DECEMBER 2021**

	Note	INDIVIDUAL PERIOD 3 MONTHS ENDED		CUMULATIVE PERIOD 6 MONTHS ENDED	
		31 Dec 2021 UNAUDITED RM'000	31 Dec 2020 UNAUDITED RM'000	31 Dec 2021 UNAUDITED RM'000	31 Dec 2020 UNAUDITED RM'000
Revenue	A9	8,673		14,102	
Cost of sales		(5,438)		(9,371)	
<b>Gross profit</b>		3,235	-	4,731	-
Other income		18		120	
Selling and marketing expenses		-		-	
Administrative expenses		(2,163)		(3,940)	
Research and development expenses		-	-	-	-
Finance Costs		(103)	-	(116)	-
Share of associates profit/(loss)		-	-	-	-
<b>Profit / (Loss) for the period</b>		987	-	795	-
Taxation	B5	(82)	-	(109)	-
<b>Profit / (Loss) for the period</b>		905	-	686	-
Owners of the company		(212)	-	(431)	-
Non-controlling interest		1,117		1,117	
<b>Profit / (Loss) for the period</b>		905	-	686	-
<b>Profit / (Loss) per share attributable to ordinary equity holders of the Company (sen)</b>					
Basic	B13	0.00	-	0.00	-
Diluted	B13	0.00	-	0.00	-

**Note:**

- The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2020 and the accompanying explanatory notes attached to the interim financial statements.
- The financial year end of the Group was changed from 31 January 2021 to 30 June 2021. The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

**CONDENSED CONSOLIDATES STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021**

Note	AS AT 31 Dec 2021 UNAUDITED RM'000	AS AT 30 June 2021 AUDITED RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Intangible assets	-	-
Property, plant and equipment	27,336	13,796
Rights of Use Assets	2,479	2,772
Investment in associates	-	-
Goodwill in consolidation	6,319	6,319
Other investment	3,850	3,850
	39,984	26,737
<b>Current Assets</b>		
Inventory	2,200	768
Trade receivables	2,269	1,916
Other receivables, deposits and prepayments	11,331	7,309
Fixed deposit with a financial institution	500	-
Cash and bank balances	2,594	1,260
	18,894	11,253
<b>TOTAL ASSETS</b>	58,878	37,990
<b>EQUITY AND LIABILITIES</b>		
<b>Attributable to Equity Holders of the Company</b>		
Share capital	69,147	64,536
Accumulated losses	(30,631)	(30,200)
	38,516	34,336
Non-controlling interest	(7,710)	(8,826)
	30,806	25,510
<b>Non Current Liabilities</b>		
Lease Liabilities	1,792	2,425
Finance Lease Payables	443	443
Deffered Tax Liabilities	445	445
	2,680	3,313
<b>Current liabilities</b>		
Trade payables	11,342	722
Other payables and accruals	4,239	5,502
Amount due to directors	810	2,215
Lease Liabilities	751	418
Finance Lease Payables	52	112
Short term loan	8,000	-
Provision for taxation	198	198
	25,392	9,167
<b>TOTAL EQUITY AND LIABILITIES</b>	58,878	37,990
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>		
	0.0750	0.0736

**Note:**

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- The financial year end of the Group was changed from 31 January 2021 to 30 June 2021 . The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2021**

	<i>Attributable to equity holders of the Company</i>				<i>Total</i>	<i>Non-Controlling interest</i>	<i>Total Equity</i>
	<i>Share capital</i>	<i>Share premium</i>	<i>SIS Option reserve</i>	<i>Retained losses</i>			
	RM'000	RM'000	RM'000	RM'000			
<b>At 1 February 2020 (audited)</b>	42,274	-	-	(18,806)	23,468	(9,824)	13,644
Issuance of Shares under ESOS	12,514	-	-	-	12,514	-	12,514
Issuance of Shares under Private Placement	9,748	-	-	-	9,748	-	9,748
Change in Stake	-	-	-	-	-	257	257
Loss for the period	-	-	-	(11,394)	(11,394)	740	(10,654)
<b>At 30 June 2021 (audited)</b>	64,536	-	-	(30,200)	34,336	(8,827)	25,509
<b>At 1 July 2021 (audited)</b>	64,536	-	-	(30,200)	34,336	(8,827)	25,509
Issuance of Shares under ESOS	-	-	-	-	-	-	-
Issuance of Shares under Private Placement	4,611	-	-	-	4,611	-	4,611
Conversion of Warrants	-	-	-	-	-	-	-
Change in Stake	-	-	-	-	-	-	-
Profit / (Loss) for the period	-	-	-	(431)	(431)	1,117	686
<b>At 31 December 2021 (unaudited)</b>	69,147	-	-	(30,631)	38,516	(7,710)	30,806

**Note:**

- The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.
- The financial year end of the Group was changed from 31 January 2021 to 30 June 2021 . The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 DECEMBER 2021**

	<i>6 months ended</i> <b>31 Disember 2021</b> <i>unaudited</i> RM'000	<i>17 months ended</i> <b>30 June 2021</b> <i>audited</i> RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	686	(10,011)
<i>Adjustments:</i>		
Bad debts written off	-	991
Depreciation:		
Property, plant and equipment	393	572
Right-of-use assets	260	310
Impairment loss:		
- Property, plant and equipment	-	1,110
- Other Investment	-	3,850
- Trade receivables	-	144
- Other receivables	-	3,950
Interest Expenses	85	10
Interest Income	-	(3)
Lease Liability Interest	38	46
Reversal of impairment on trade receivable	-	(657)
Share of results of associates	-	-
<b>Operating profit/(loss) before working capital changes</b>	<b>1,462</b>	<b>312</b>
Increase in inventories	(1,432)	(768)
Decrease/(Increase) in trade receivables	(353)	(974)
Decrease/(Increase) in other receivables, deposits and prepayments	(4,016)	(5,485)
Increase/(Decrease) in trade payables	10,620	(401)
Increase/(Decrease) in other payables and accruals	(1,263)	(993)
Increase/(decrease) in amount due to director	(1,405)	2,069
Increase/(decrease) in provision for taxation	-	-
<b>Cash used in operations</b>	<b>3,613</b>	<b>(6,240)</b>
Interest received	-	2
Interest paid	(85)	(10)
<b>Net cash generated from/(used in) operating activities</b>	<b>3,528</b>	<b>(6,248)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additional investment/acquisition of subsidiary company	-	(3,946)
Drawdown of Lease	-	-
Purchase of property, plant and equipment	(14,082)	(11,641)
<b>Net cash generated from/(used in) investing activities</b>	<b>(14,082)</b>	<b>(15,587)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from exercise of employees share issuance scheme	-	12,514
Proceeds from exercise of warrants	-	9,747
Proceed from issuance of private placement	4,611	-
Proceed from short term loan	8,000	-
Interest paid on lease liabilities	(38)	(45)
Repayment of finance lease liabilities	(66)	(45)
Repayment of lease liabilities	(119)	(239)
<b>Net cash generated from/(used in) financing activities</b>	<b>12,388</b>	<b>21,932</b>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	1,834	97
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	1,260	1,163
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>3,094</b>	<b>1,260</b>
<b>Cash and Cash equivalents comprises:-</b>		
Fixed Deposits with a financial institution	500	500
Cash and bank balances	2,594	760
	<b>3,094</b>	<b>1,260</b>

**Notes:**

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

### A EXPLANATORY NOTED PURSUANT TO MFRS 134

#### A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and Rule 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the ACE Market.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2021. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 June 2021.

#### A2 Changes in accounting policies

The significant accounting policies adopted in the preparation of this Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 30 June 2021. As at the date of authorisation of this Condensed Report, the following are accounting standards, interpretations and amendments of the MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group:

The adoption of these MFRSs and Amendments to MFRSs that have been issued but not yet effective are applicable to the Group and the Company are not expected to have a material impact to the financial statements of the Group and of the Company.

Amendment to MFRS 16 Leases – Covid 19-Related Rent Concessions

Amendments to MFRS 3 Business Combinations – Reference to the Conceptual Framework

Amendments to MFRS 116 Property, Plant and Equipment – Property, Plant and Equipment - Proceeds before intended use

Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – cost of fulfilling a contract

Annual Improvements to MFRS Standards 2018 - 2020

Amendments to MFRS 101 Presentation of Financial Statements – Classification of Liabilities as Current or Non-Current

Amendments to MFRS 101 Presentation of Financial Statements - Disclosure of Accounting Policies

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Amendments to MFRS112 Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

#### A3 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 June 2021 was unqualified.

#### A4 Seasonal or cyclical factors

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current quarter and financial year-to-date under review.

#### A5 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date.

#### A6 Significant estimates and changes in estimates

There were no changes in estimates that have a material effect in the current quarter and financial year-to-date.

#### A7 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares during the financial year-to-date under review: except for the changes in ordinary share capital as stated in note B8.

## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

### A8 Dividends paid

No dividends were paid during the financial year-to-date.

### A9 Segmental information

#### (a) Operating segments

	Software & Books	Piling Works	Dredging	Corporate	Glove	Adjustments /Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000

#### 17 months ended 30 June 2021 (Audited)

<b>Revenue</b>							
External customers	7,650	-	-	-	10,585	-	18,235
Inter-segment	-	-	-	-	-	-	-
Total revenue	7,650	-	-	-	10,585	-	18,235
<b>Results</b>							
Segment profit/(loss)	438	(1,625)	(9)	(11,698)	1,302	939	(10,653)
Segment assets	6,736	30	141	24,849	26,061	(19,711)	38,106
Segment liabilities	20,165	302	15	1,867	23,878	(34,190)	12,037

	Software & Books	Piling Works	Dredging	Corporate	Glove	Adjustments /Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000

#### Three Months ended 31 December 2021

<b>Revenue</b>							
External customers	617	-	-	-	8,056	-	8,673
Inter-segment	-	-	-	-	-	-	-
Total revenue	617	-	-	-	8,056	-	8,673
<b>Results</b>							
Segment profit/(loss)	(123)	(7)	(6)	(950)	1,997	(6)	905
Segment assets	6,080	29	141	27,112	47,747	(22,231)	58,878
Segment liabilities	(16,719)	(309)	(21)	(887)	(28,869)	18,733	(28,072)

## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

### (b) Geographical information

			Non-current assets		Current asset
	Revenue	Profit/(Loss) before taxation	Property, plant and equipment	Intangible assets	Trade receivables
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Three months ended 31 December 2021</b>					
Malaysia	8,673	987	27,336	-	2,269

### A10 Carrying value of revalued assets

There has been no revaluation of property, plant and equipment during the financial year-to-date.

### A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the financial year-to-date.

### A12 Capital commitments

Capital commitments of the Group in respect purchase of steel and stainless steel (for structural framework of the rubber glove manufacturing lines); purchase of other components to equip the manufacturing lines (i.e., auto-stripping machine, former holder track and former holder, conveyor chain tracks and conveyor chain, compressor, chiller, heating burner, infrared burner and motor); and building systems which enable the supply of utilities (i.e., electricity and water) and chlorination system to treat wastewater arising from manufacture of gloves, ovens and dipping tanks as at 30 June 2021 are as follows:

	RM'000
Approved and not contracted for	112,000

### A13 Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2021.

### A14 Significant related party transactions

There were no items, transaction or event of a material and unusual nature which has arisen which would substantially affect the results of the Group and the Company for the period between 31 December 2021 and the date of this report.

### A15 Subsequent events

No significant events.



## EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

### B EXPANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET

#### B1 Performance review

For the second quarter ended 31 December 2021, the group recorded revenue of RM8,673 million. The group recorded a profit before taxation of RM0.987 million during the second quarter ended 31 December 2021. The main contributor was from the glove manufacturing segment.

#### B2 Material change in profit/(loss) before tax

	<i>Current quarter ended 30 December 2021</i>	<i>Preceding quarter ended 30 December 2020</i>
	RM'000	RM'000
Revenue	8,673	-
(Loss)/Profit before taxation	987	-

The group recorded a profit before taxation of RM0.987 million for the second quarter ended 31 December 2021. There is no comparative figure for preceding quarter.

#### B3 Prospects

The glove manufacturing segment has contributed profit for the group during the interim period ending 31 December 2021. The group is expecting to maintain its profitability during the current financial year even though currently there has been significant fluctuation in the glove prices.

#### B4 Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

#### B5 Taxation

For both the current quarter as well as financial year-to-date, tax is calculated on estimated assessable profits for the financial year.

#### B6 Quoted securities

There were no acquisitions or disposals of quoted securities during the current quarter and financial year-to-date.

#### B7 Unquoted securities

There were no acquisitions or disposals of unquoted securities during the current quarter and financial year-to-date.

#### B8 Corporate proposals

There were no corporate proposals during the financial period under review.

#### B9 Borrowing and debt securities

There were no borrowings and debt securities outstanding and/or issued as at the end of the reporting period.

#### B10 Off Balance sheet Financial instruments

There were no off balance sheet financial instruments as at the date of this report.

## **EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021**

### **B11 Changes in Material Litigation**

On 2nd December 2021 vide Civil Appeal No: W-02(IM)(NCVC)-296-02/2021, Inix Technologies Holdings Berhad (“Appellant”) has appealed to the Court of Appeal to reverse the decision of the Kuala Lumpur High Court in dismissing its application to strike out a writ filed by its former Non-Independent and Non-Executive Director, Mohd Anuar bin Mohd Hanadzlah (“Respondent”) under Order 18 Rule 19 of the Rules of Court 2012.

The writ filed by the Respondent at the Kuala Lumpur High Court vide Suit No: WA-23NCvC-49-07/2020 was to claim against the Appellant due to several defamatory statements against him for, among others, its announcement in Bursa on 18 March 2020 (“the said announcement”) in relation to the suspension of the Respondent from his position in Inix Technologies Holdings Berhad due to alleged abuse of power and/or potential breach of fiduciary duties pending the outcome from the Investigative Working Group.

The Court of Appeal has dismissed the Appellant’s appeal and maintained the decision made by the Kuala Lumpur High Court.

Therefore, parties will then proceed with full trial at the Kuala Lumpur High Court scheduled on 22nd June 2022 – 24th June 2022.

### **B12 Dividend payable**

No interim ordinary dividend has been declared for the financial period under review.

### **B13 Earnings per share**

The basic/diluted earnings per share are computed based on the net profit attributable to ordinary shareholders and the weighted average/adjusted weighted average number of ordinary shares outstanding during the year as follows:

	CURRENT PERIOD		CUMULATIVE PERIOD	
	31 Dec 2021	31 Dec 2020	31 Dec 2021	31 Dec 2020
<b>Basic:</b>				
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(212)	-	(431)	-
Weighted average number of ordinary shares in issue ('000)	513,264	-	513,264	-
<i>Basic earnings/(loss) per ordinary share (sen)</i>	(0.04)	-	(0.08)	-
<b>Diluted:</b>				
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(212)	-	(431)	-
Weighted average number of ordinary shares in issue ('000)	513,264	-	513,264	-
Number of shares issuable under ESOS ('000)	-	-	-	-
Number of shares that would have been issued at fair value ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares in issue ('000)	513,264	-	513,264	-
<i>Diluted earnings/(loss) per ordinary</i>	(0.04)	-	(0.08)	-



## EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

### B13 Profit for the period

**This is arrived at after crediting / (charging):**

Depreciation and amortisation - Property, plant and equipment
Depreciation and amortisation - Right-of-use assets
Interest Expenses
Lease Liability Interest
Other Income

CURRENT PERIOD	CUMULATIVE PERIOD
3 Months Ended 31-Dec-21	6 Months Ended 31-Dec-21
RM'000	RM'000
(131)	(393)
(69)	(260)
(81)	(85)
(19)	(38)
18	120

### B14 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated

**INIX Technologies Holdings Berhad**