



TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2023**

(THE FIGURES HAVE NOT BEEN AUDITED)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE QUARTER ENDED 31 MARCH 2023**

	Individual Quarter 3 months ended		Year-to-date 3 months ended	
	31/03/2023 RM'000	31/03/2022 RM'000	31/03/2023 RM'000	31/03/2022 RM'000
Revenue	237,732	234,147	237,732	234,147
Cost of sales	(186,569)	(182,974)	(186,569)	(182,974)
Gross profit	51,163	51,173	51,163	51,173
Other income	1,684	2,030	1,684	2,030
Selling and distribution expenses	(24,708)	(20,585)	(24,708)	(20,585)
Administrative expenses	(7,023)	(6,416)	(7,023)	(6,416)
Other expenses	(1,122)	(2,368)	(1,122)	(2,368)
Net losses on impairment of financial assets	16	-	16	-
Profit from operations	20,010	23,834	20,010	23,834
Finance costs	(3,371)	(2,132)	(3,371)	(2,132)
Profit before tax	16,639	21,702	16,639	21,702
Tax expense	(3,980)	(5,920)	(3,980)	(5,920)
Profit for the financial period	12,659	15,782	12,659	15,782
Profit attributable to:-				
Owners of the parent	11,870	15,773	11,870	15,773
Non-controlling interests	789	9	789	9
	12,659	15,782	12,659	15,782
Earnings per ordinary share attributable to equity holders of the parent (sen):-				
Basic earnings per share	8.56	11.38	8.56	11.38
Diluted earnings per share *	N/A	N/A	N/A	N/A

* N/A - Not applicable

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
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(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE QUARTER ENDED 31 MARCH 2023 (Cont'd)

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31/03/2023 RM'000	31/03/2022 RM'000	31/03/2023 RM'000	31/03/2022 RM'000
Profit for the financial period	12,659	15,782	12,659	15,782
Foreign currency translations	4	(15)	4	(15)
Total comprehensive income	12,663	15,767	12,663	15,767
Profit attributable to:-				
Owners of the parent	11,874	15,758	11,874	15,758
Non-controlling interests	789	9	789	9
	12,663	15,767	12,663	15,767

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2023

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

	As At 31-03-2023 RM'000	As At 31-12-2022 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	15,343	15,481
Right-of-use asset	29,208	29,323
Trade receivables	183	225
Deferred tax assets	283	283
	<u>45,017</u>	<u>45,312</u>
Current assets		
Inventories	532,526	519,771
Trade and other receivables	55,715	50,770
Current tax assets	2,309	-
Cash and bank balances	22,270	40,638
	<u>612,820</u>	<u>611,179</u>
TOTAL ASSETS	<u><u>657,837</u></u>	<u><u>656,491</u></u>
EQUITY AND LIABILITIES		
Share capital	73,336	73,336
Reserves	274,060	262,186
Equity attributable to owners of the parent	<u>347,396</u>	<u>335,522</u>
Non-controlling interests	<u>30,641</u>	<u>29,852</u>
TOTAL EQUITY	<u><u>378,037</u></u>	<u><u>365,374</u></u>
LIABILITIES		
Non-current liabilities		
Other payables	791	787
Borrowings	53,476	54,690
Deferred tax liabilities	438	438
Lease liabilities	12,596	14,107
	<u>67,301</u>	<u>70,022</u>
Current liabilities		
Trade and other payables	37,217	36,518
Borrowings	158,363	167,004
Lease liabilities	16,919	15,291
Current tax liabilities	-	2,282
	<u>212,499</u>	<u>221,095</u>
TOTAL LIABILITIES	<u><u>279,800</u></u>	<u><u>291,117</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>657,837</u></u>	<u><u>656,491</u></u>
Net assets per share (RM)	2.73	2.64

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2023

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2023

	-----Attributable To Owners Of The Parent-----					
	---Non Distributable---			Distributable		
	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2023	73,336	1,652	260,534	335,522	29,852	365,374
Profit for the financial period	-	-	11,870	11,870	789	12,659
Foreign currency translations, net of tax	-	4	-	4	-	4
Balance as at 31 March 2023	73,336	1,656	272,404	347,396	30,641	378,037

	-----Attributable To Owners Of The Parent-----					
	---Non Distributable---			Distributable		
	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2022	73,336	1,203	196,304	270,843	(6)	270,837
Profit for the financial period	-	-	15,773	15,773	9	15,782
Foreign currency translations, net of tax	-	(15)	-	(15)	-	(15)
Balance as at 31 March 2022	73,336	1,188	212,077	286,601	3	286,604

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022. The accompanying notes form an integral part of this statement.

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(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2023

	3 months ended 31/03/2023 RM'000	3 months ended 31/03/2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	16,639	21,702
Adjustments for:-		
Depreciation of property, plant and equipment	1,285	1,182
Depreciation of right-of-use asset	4,898	3,386
Fair value gain on derivative liabilities	(143)	(88)
Finance costs	3,371	2,132
Gain on disposal of property, plant and equipment	-	(89)
Impairment loss on trade and other receivables	34	-
Interest income	(31)	-
Property, plant and equipments written off	-	5
Reversal of impairment loss on trade and other receivables	(50)	-
Net unrealised loss on gold price fluctuation and foreign exchange	26	119
	<hr/>	<hr/>
Operating profit before changes in working capital	26,029	28,349
Inventories	(12,755)	(16,466)
Trade and other receivables	(4,904)	(8,966)
Trade and other payables	854	(8,756)
	<hr/>	<hr/>
Cash generated (used in)/from operations	9,224	(5,839)
Interest paid	(2,134)	(1,617)
Tax paid	(8,571)	(3,015)
Tax refund	-	13
Net cash used in operating activities	<hr/> (1,481) <hr/>	<hr/> (10,458) <hr/>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	31	-
Addition of right-of-use assets	(28)	-
Proceeds from disposal of property, plant and equipments	-	193
Purchase of property, plant and equipment	(1,037)	(665)
Net cash used in investing activities	<hr/> (1,034) <hr/>	<hr/> (472) <hr/>

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
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(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2023

(Cont'd)

	3 months ended 31/03/2023 RM'000	3 months ended 31/03/2022 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest/Finance cost on Islamic Medium Term Notes ("IMTN") paid	(746)	(204)
Lease interest paid	(12)	(26)
Net repayment of term loans	(1,336)	(1,258)
Net repayment of short term borrowings	(3,115)	(862)
Payments of lease liabilities	(5,218)	(3,858)
Net cash used in financing activities	<u>(10,427)</u>	<u>(6,208)</u>
NET DECREASE IN CASH AND		
CASH EQUIVALENTS	(12,942)	(17,138)
CASH & CASH EQUIVALENTS AT BEGINNING		
OF FINANCIAL PERIOD	21,420	29,027
EFFECT OF EXCHANGE RATES CHANGES	(22)	(7)
CASH & CASH EQUIVALENTS AT END OF		
FINANCIAL PERIOD	<u>8,456</u>	<u>11,882</u>
Represented by:-		
CASH AND CASH EQUIVALENTS		
Cash and bank balances	22,270	18,407
Less:		
Short term deposits held as security for IMTN	(527)	
Bank overdrafts	(13,287)	(6,525)
	<u>8,456</u>	<u>11,882</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2023

(THE FIGURES HAVE NOT BEEN AUDITED)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and is prepared in accordance with the **MFRS134: *Interim Financial Reporting*** and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2022.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Group in this report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2022 except for the adoption of the following new MFRSs and Amendments to MFRSs that have become effective on the date of this report.

Title	Effective Date
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendment to MFRS 17 <i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i>	1 January 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Deferred tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the preceding financial year ended 31 December 2022 was issued without any qualification.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's business traditionally picks up during the major festive seasons in Malaysia.

5. UNSUAL 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.

6. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the preparation of this interim financial report.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
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(THE FIGURES HAVE NOT BEEN AUDITED)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

7. CAPITAL MANAGEMENT, ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS

The primary objective of the capital management of the Group is to safeguard the ability of the Group to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary.

For capital management purposes, the Group considers shareholders' equity, non-controlling interests and net debt to be the key components in its capital structure. The Group monitors capital on the basis of the net gearing ratio. The ratio is calculated as the total debt net of cash and bank balances to total equity. Total equity is the sum of total equity attributable to shareholders and non-controlling interests. The net gearing ratios as at 31 March 2023 and 31 March 2022, which are within the objectives of the Group for capital management, are as follows:

	31/03/2023	31/03/2022
	RM'000	RM'000
Total debt net of cash and cash equivalents	189,569	168,573
Total equity	378,037	286,604
Net gearing ratio	0.50	0.59

The Group reported net gearing ratio of 0.50 as at 31 March 2023, decreased by 0.09 compared to 31 March 2022.

8. DIVIDEND PAID

No dividend was paid during the current quarter.

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PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

9. OPERATING SEGMENTAL INFORMATION – MFRS 8

The Group has two reportable segments that are based on information reported internally to the Group Managing Director. The reportable segments are summarised as follows:

- Retail
- Manufacturing & Wholesales (“M&W”)

The segment information for the current financial period is as follows:

Results for financial period ended
31 March 2023

	Retail RM'000	M&W RM'000	Total RM'000
Revenue			
Total revenue	193,711	62,571	256,282
Inter-segment revenue	(6,998)	(11,552)	(18,550)
External revenue	186,713	51,019	237,732

Results

Segment profit before tax	13,100	3,557	16,657
Elimination of inter-segmental profits			(18)
Profit before tax			16,639
Tax expenses			(3,980)
Profit for the financial period			12,659
Non-controlling interest			(789)
Profit attributable to owners of the parent			11,870

Assets and liabilities as at
31 March 2023

	Retail RM'000	M&W RM'000	Total RM'000
Assets			
Segment assets	706,291	106,922	813,213
Elimination of inter-segment balances			(157,968)
			655,245
Unallocated assets			2,592
Total assets			657,837
Liabilities			
Segment liabilities	276,561	5,109	281,670
Elimination of inter-segment balances			(2,308)
			279,362
Unallocated liabilities			438
Total liabilities			279,800

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PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

9. OPERATING SEGMENTAL INFORMATION – MFRS 8 (Cont'd)

Results for financial period ended 31 March 2022	Retail	M&W	Total
	RM'000	RM'000	RM'000
Revenue			
Total revenue	174,480	60,725	235,205
Inter-segment revenue	(2)	(1,056)	(1,058)
External revenue	174,478	59,669	234,147
Results			
Segment profit before tax	17,704	3,998	21,702
Elimination of inter-segmental profits			-
Profit before tax			21,702
Tax expenses			(5,920)
Profit for the financial period			15,782
Non-controlling interest			(9)
Profit attributable to owners of the parent			15,773
Assets and liabilities as at 31 March 2022			
	Retail	M&W	Total
	RM'000	RM'000	RM'000
Assets			
Segment assets	439,741	84,231	523,972
Elimination of inter-segment balances			-
			523,972
Unallocated assets			1,525
Total assets			525,497
Liabilities			
Segment liabilities	210,692	20,705	231,397
Elimination of inter-segment balances			-
			231,397
Unallocated liabilities			7,496
Total liabilities			238,893

10. CARRYING AMOUNT OF REVALUED ASSETS

The valuation of property, plant and equipment has been brought forward without any amendments from the previous Audited Financial Statements of the Group.

11. SIGNIFICANT EVENT DURING THE CURRENT QUARTER

There were no significant events during the current quarter.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
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(THE FIGURES HAVE NOT BEEN AUDITED)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes to the composition of the Group during the current quarter.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets which have arisen since the last annual reporting date as at 31 December 2022.

14. COMMITMENTS

The Group has the following capital commitment as at 31 March 2023:

Capital expenditure in respect of purchase of property, plant and equipment.

Approved but not contracted for

RM'000
15,059

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
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PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. PERFORMANCE REVIEW

Comparison with previous year's corresponding quarter and financial year to-date

	INDIVIDUAL QUARTER AND FINANCIAL YEAR TO-DATE			
	3 MONTHS ENDED			
	31/03/2023	31/03/2022	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue				
Retail	193,711	174,480	19,231	11%
M&W	62,571	60,725	1,846	3%
	256,282	235,205	21,077	9%
Elimination of inter-segmental revenue	(18,550)	(1,058)		
Total	237,732	234,147	3,585	2%
Profit before tax				
Retail	13,100	17,704	(4,604)	-26%
M&W	3,557	3,998	(441)	-11%
	16,657	21,702	(5,045)	-23%
Elimination of inter-segmental profit	(18)	-		
Total	16,639	21,702	(5,063)	-23%

Comparison with previous year's corresponding quarter and financial year to-date

The Group recorded revenue of RM237.732 million during the current quarter, represents an increase of 2% compared to the corresponding quarter last year. However, due to higher operating overhead, its profit before tax ("PBT") decreased by 23% to RM16.639 million compared to the correspondence quarter last year of RM21.702 million.

Retail Segment

The retail segment recorded revenue of RM193.711 million for the current quarter compared to RM174.480 million in the corresponding quarter last year, representing an increase of 11% due to higher sales volume.

Despite the increase in revenue, PBT for the current quarter reduced by 26% to RM13.100 million compared to the corresponding quarter last year due to higher operating overheads.

Manufacturing & Wholesales Segment ("M&W")

The M&W segment recorded revenue of RM62.571 million for the current quarter compared to RM60.725 million in the corresponding quarter last year, representing an increase of 3%.

The M&W segment reported lower PBT of RM3.557 million for the current quarter compared to RM3.998 million in the corresponding quarter last year due to higher operating overheads.

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(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

15. PERFORMANCE REVIEW (Cont'd)

Comparison with preceding quarter

	3 MONTHS ENDED			
	31/03/2023	31/12/2022	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue				
Retail	193,711	186,445	7,266	4%
M&W	62,571	78,845	(16,274)	-21%
	256,282	265,290	(9,008)	-3%
Elimination of inter-segmental revenue	(18,550)	(40,403)		
Total	237,732	224,887	12,845	6%
Profit before tax				
Retail	13,100	12,961	139	1%
M&W	3,557	4,043	(486)	-12%
	16,657	17,004	(347)	-2%
Elimination of inter-segmental profit	(18)	-		
	16,639	17,004	(365)	-2%

The Group recorded a higher revenue of RM237.732 million for the current quarter compared to RM224.887 million in the preceding quarter. However, its PBT for the current quarter of RM16.639 million was slightly lower compared to RM17.004 million in the preceding quarter due to higher operating overhead.

Retail Segment

The Retail segment recorded a 4% increase in revenue for the current quarter to RM193.711 million due to higher sales volume. As a result, it recorded a PBT of RM13.100 million compared to RM12.961 million in the preceding quarter.

Manufacturing & Wholesales Segment ("M&W")

The M&W segment recorded a 21% decrease in revenue for the current quarter to RM62.571 million mainly due to lower sales volume. As a result, it recorded a PBT of RM3.557 million compared to RM4.043 million in the preceding quarter.

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PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

16. COMMENTARY ON PROSPECTS

The Malaysian economy is expected to moderate amid a slower global economy which is weighed down by geopolitical conflicts, elevated cost pressures and higher interest rates. Nevertheless, the improvements in employment in Malaysia coupled with expected increase in tourist arrivals will further sustain our domestic growth. Notwithstanding, the Board will remain vigilant and carve out necessary strategies to sustain the Group's operation for the remaining of the financial year.

17. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not provided any profit forecast or profit guarantee in any public document during the current financial period.

18. TAX EXPENSE

	Individual Quarter and Year-to-date	
	31/03/2023	31/03/2022
	RM'000	RM'000
Current taxation	3,980	5,916
Deferred taxation	-	4
Total	3,980	5,920

The effective tax rate of the Group for the current quarter approximates the statutory tax rate of 24%.

19. CORPORATE PROPOSALS

There were no corporate proposals undertaken by the Group during the current quarter.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
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(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

20. UTILISATION OF PROCEEDS FROM YXPM's IPO

The status of utilisation of proceeds from YX Precious Metals Bhd's IPO as at 31 March 2023 is as follows:

Purposes	Proposed utilisation	Actual utilisation	Balance unutilised	Deviation	Estimated time frame for use (from the Listing Date)
	RM'000	RM'000	RM'000	RM'000	
Purchase of new machinery and equipment for expansion of hollow gold jewellery range	4,400	-	4,400	-	Within 24 months
Expansion and upgrading of operational facilities	2,500	85	2,415	-	Within 24 months
Working capital					
- Purchase of raw materials	20,861	21,389	-	528	Within 12 months
Estimated listing expenses	3,500	2,972	-	(528)	Within 3 months
Total	31,261	24,446	6,815	-	

21. BORROWINGS AND DEBT SECURITIES

As at 31 March 2023, the Group total borrowings of RM211.839 million, all of which are denominated in Ringgit Malaysia.

	Secured RM'000	Unsecured RM'000	Total RM'000
Short-term	-	158,363	158,363
Long-term	40,000	13,476	53,476
	40,000	171,839	211,839

Included in the secured borrowings is RM40.0 million of IMTN issued by the Group. The IMTN is secured by a short-term deposit of RM527,000 which represents minimum requirement balance equivalent to one (1) quarter of its profit payment held in designated account and operated by the Security Trustee.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
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(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

22. DERIVATIVE FINANCIAL INSTRUMENT

	Contract Amount RM'000	Derivative liabilities RM'000
Gold contracts	<u>69,478</u>	<u>148</u>

These gold contracts were entered into with the objective of managing and hedging the Group's exposure to adverse price movements of gold. The fair values of the components have been determined based on counter parties' quotes as at the end of each reporting period.

The above contracts are initially recognised at fair value on the date such contracts are entered into and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised as profit or loss.

During the financial period, the Group recognized a net gain of RM0.143 million arising from fair value changes of the gold contracts.

23. CHANGES IN MATERIAL LITIGATIONS

No material litigation has arisen since 31 December 2022.

24. DIVIDEND PAYABLE

A first and final single tier dividend of 4.0 sen per ordinary share amounting to RM 5.544 million in respect of the financial year ended 31 December 2022 has been approved by the shareholders in the just conducted Annual General Meeting of the Company. The dividend will be paid to shareholders of the Company on 9 June 2023.

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(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

25. EARNINGS PER ORDINARY SHARE

The basic earnings per share is calculated by dividing the net profit for the financial period by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter and Year-to-date 3 months ended	
	31/3/2023 RM'000	31/3/2022 RM'000
Consolidated profit for the financial period attributable to equity holders of the parent	11,870	15,773
Weighted average number of ordinary shares in issue ('000)	138,600	138,600
Basic earnings per share (sen)	8.56	11.38
Diluted earnings per share	N/A	N/A

There is no diluted earnings per share as the Company does not have any convertible financial instruments in issue.

26. PROFIT BEFORE TAX

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

	Individual Quarter and Year-to-Date 3 months ended	
	31/3/2023 RM'000	31/3/2022 RM'000
Depreciation of property, plant and equipment	1,285	1,182
Depreciation of right-of-use asset	4,898	3,386
Fair value gain of derivative liabilities	(143)	(88)
Finance costs	3,371	2,132
Impairment loss on receivables	34	-
Interest income	(31)	-
Reversal of impairment loss on receivables	(50)	-
Gain on disposal of property, plant and equipment	-	(89)
Property, plant and equipment written off	-	5
(Gain)/Loss on gold price fluctuation and foreign exchange	(178)	460

By Order of the Board

Secretary
Teoh Kok Jong (LS 04719/ PC No. 201908001451)
Dated: 12 May 2023