



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000	Changes %	Current Year to date Ended 31/3/2022 RM'000	Corresponding Year to date Ended 31/3/2021 RM'000	Changes %
CONTINUING OPERATIONS						
Revenue	424,445	373,938	13.5	424,445	373,938	13.5
Cost of sales	<u>(353,022)</u>	<u>(311,208)</u>	13.4	<u>(353,022)</u>	<u>(311,208)</u>	13.4
Gross profit	71,423	62,730	13.9	71,423	62,730	13.9
Operating expenses	(19,954)	(17,165)	16.2	(19,954)	(17,165)	16.2
Other operating income	7,805	7,924	-1.5	7,805	7,924	-1.5
Interest expense	<u>(556)</u>	<u>(717)</u>	-22.5	<u>(556)</u>	<u>(717)</u>	-22.5
Profit before tax	58,718	52,772	11.3	58,718	52,772	11.3
Taxation	<u>(7,538)</u>	<u>(6,979)</u>	8.0	<u>(7,538)</u>	<u>(6,979)</u>	8.0
Profit for the period from continuing operations	51,180	45,793	11.8	51,180	45,793	11.8
DISCONTINUED OPERATIONS						
Loss for the period from discontinued operations	(486)	(382)	27.2	(486)	(382)	27.2
Profit for the period	<u>50,694</u>	<u>45,411</u>	11.6	<u>50,694</u>	<u>45,411</u>	11.6
Profit attributable to owners of the Company	<u>50,694</u>	<u>45,411</u>	11.6	<u>50,694</u>	<u>45,411</u>	11.6
Earnings/(Loss) per share (sen):						
Basic and diluted						
- Continuing operations	3.17	2.89*	9.7	3.17	2.89*	9.7
- Discontinued operations	<u>(0.03)</u>	<u>(0.02)*</u>	50.0	<u>(0.03)</u>	<u>(0.02)*</u>	50.0
	<u>3.14</u>	<u>2.87*</u>	9.4	<u>3.14</u>	<u>2.87*</u>	9.4

* Adjusted for bonus issue

(The Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)



UNISEM (M) BERHAD [198901006009 (183314-V)]

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME OR LOSS

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000	Changes %	Current Year to date Ended 31/3/2022 RM'000	Corresponding Year to date Ended 31/3/2021 RM'000	Changes %
Profit for the period	50,694	45,411	11.6	50,694	45,411	11.6
Other comprehensive income						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Exchange differences on translating foreign operations	10,966	18,551	-40.9	10,966	18,551	-40.9
Total Comprehensive Income for the period	61,660	63,962	-3.6	61,660	63,962	-3.6
Total Comprehensive Income attributable to owners of the Company	61,660	63,962	-3.6	61,660	63,962	-3.6

(The Condensed Consolidated Statements of Comprehensive Income or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at end of Current Quarter 31/3/2022 RM'000	As at Preceding Financial Year End 31/12/2021 RM'000
Assets		
<i>Non-Current Assets</i>		
Property, Plant and Equipment	1,780,898	1,637,477
Prepaid Interest in Leased Land	16,820	16,798
Total Non-current Assets	1,797,718	1,654,275
<i>Current Assets</i>		
Inventories	270,072	260,492
Trade and Other Receivables	210,266	200,455
Tax Recoverable	2,742	2,711
Cash and Cash Equivalents	553,636	655,959
	1,036,716	1,119,617
Non-Current Asset Classified As Held for Sale	9,153	9,069
Total Current Assets	1,045,869	1,128,686
Total Assets	2,843,587	2,782,961
Equity and Liabilities		
<i>Capital and Reserves</i>		
Share Capital	1,036,677	1,036,677
Reserves	1,158,840	1,129,441
Total Equity	2,195,517	2,166,118
<i>Non-Current Liabilities</i>		
Bank Borrowings	50,454	56,241
Deferred Income	38,940	39,552
Deferred Tax Liabilities	62,859	57,290
Total Non-current Liabilities	152,253	153,083
<i>Current Liabilities</i>		
Trade and Other Payables	341,142	344,429
Bank Borrowings	152,816	118,684
Amount owing to Other Related Companies	166	80
Provision for Tax	1,693	567
Total Current Liabilities	495,817	463,760
Total Liabilities	648,070	616,843
Total Equity and Liabilities	2,843,587	2,782,961
Net Assets per ordinary share attributable to owners of the Company (RM)	1.3611	1.3428

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current Year To Date Ended 31/3/2022 RM'000	Corresponding Year To Date Ended 31/3/2021 RM'000
Operating Activities		
Profit For The Period	50,694	45,411
Adjustments for non-cash items:		
Depreciation and amortisation	49,700	46,882
Interest (income)/expense - net	(1,509)	(1,877)
Others	7,394	11,462
Operating Profit Before Changes In Working Capital	106,279	101,878
Net change in current assets	(18,623)	(35,972)
Tax paid	(1,479)	(1,224)
Net change in current liabilities	(20,319)	4,050
Others	86	285
Net Cash Flows From Operating Activities	65,944	69,017
Investing Activities		
Additions to property, plant and equipment	(199,956)	(69,198)
Others	4,247	3,298
Net Cash Flows Used In Investing Activities	(195,709)	(65,900)
Financing Activities		
Drawdown/(Repayment) of bank borrowings – net	26,825	(14,823)
Net proceeds from issuance of shares	-	160,559
Dividends paid	-	(15,996)
Others	(504)	(706)
Net Cash Flows From Financing Activities	26,321	129,034
Net Change in Cash & Cash Equivalents	(103,444)	132,151
Cash And Cash Equivalents At Beginning Of Period	655,959	664,095
Effect of exchange rate differences	1,121	4,692
Cash And Cash Equivalents At End Of Period	553,636	668,787
Cash and Cash Equivalents comprised the following :		
	RM'000	RM'000
Cash and Cash Equivalents	553,636	800,938

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)



UNISEM (M) BERHAD [198901006009 (183314-V)]

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Other Reserves RM'000	Non-Distributable Reserve Foreign Currency Translation Reserve RM'000	Distributable Reserve Retained Earnings RM'000	Total Equity RM'000
Current Period To Date Ended 31 March 2022						
At 1 January 2022	1,036,677	-	63,228	213,600	852,613	2,166,118
Profit for the period	-	-	-	-	50,694	50,694
Other comprehensive income	-	-	-	10,966	-	10,966
Total comprehensive income for the period	-	-	-	10,966	50,694	61,660
Dividends	-	-	-	-	(32,261)	(32,261)
At 31 March 2022	1,036,677	-	63,228	224,566	871,046	2,195,517
Corresponding Period To Date Ended 31 March 2021						
At 1 January 2021	876,118	(15,888)	49,868	162,428	700,270	1,772,796
Profit for the period	-	-	-	-	45,411	45,411
Other comprehensive income	-	-	-	18,551	-	18,551
Total comprehensive income for the period	-	-	-	18,551	45,411	63,962
Dividends	-	-	-	-	(15,996)	(15,996)
Issuance of shares – net of share issue expenses	160,559	-	-	-	-	160,559
At 31 March 2021	1,036,677	(15,888)	49,868	180,979	729,685	1,981,321

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021)



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 'INTERIM FINANCIAL REPORTING' (MFRS 134) AND BURSA LISTING REQUIREMENTS

A1. *Accounting policies and basis of preparation*

The Quarterly Report has been prepared in accordance with the reporting requirements outlined in the *MFRS 134* issued by the Malaysian Accounting Standards Board (MASB) and *Paragraph 9.22 of the Listing Requirements of Bursa Securities Malaysia Berhad* and should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2021.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2021.

The Group has adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January, 2022. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statements of the Group.

A2. *Declaration of audit qualification*

The annual financial statements of the Group for the financial year ended 31 December 2021 were reported without any audit qualification.

A3. *Explanatory comment about the seasonality or cyclical nature of operations*

There were no material seasonal or cyclical factors affecting the results of the quarter under review.

A4. *Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence*

There were no items affecting assets, liabilities or equity that are unusual because of their nature, size, or incidence during the quarter under review and financial period to date.

A5. *Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year, which give a material effect in the current interim period*

There were no changes in the estimates of amounts, which give a material effect in the current interim period.

A6. *Details of issue, cancellation, repurchase, resale and repayment of debt and equity securities*

There were no issue, cancellation, repurchases, resale and repayment of debt or equity securities for the financial period to date.

A7. *Changes in contingent liabilities or contingent assets*

There were no changes in contingent liabilities or assets since the date of the last report.

A8. *Valuations of property, plant and equipment brought forward without amendment from the previous annual financial statements*

There were no amendments to the valuations of property, plant and equipment brought forward.



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

A9. Dividend Paid

A third interim dividend of 2.0 sen per share, tax-exempt, amounting to RM32.261 million in respect of ordinary shares in the previous financial year was paid by the Company on 8 April 2022.

A10. Segment revenue and segment result and segment assets employed for business segments or geographical segments

The Group's geographical segment report from continuing operations for the financial period to date is as follows:

Year To Date Ended 31 March 2022	USA RM'000	Europe RM'000	Asia RM'000	Group RM'000
Revenue from external customers	242,679	35,047	146,719	424,445
Segment results	31,671	4,692	20,770	57,133
Year To Date Ended 31 March 2021	USA RM'000	Europe RM'000	Asia RM'000	Group RM'000
Revenue from external customers	196,848	36,174	140,916	373,938
Segment results	25,589	5,228	20,033	50,850
			Current Year to date Ended 31/3/2022 RM'000	Corresponding Year to date Ended 31/3/2021 RM'000

Reconciliation of segment results from continuing operations

Reportable segments	57,133	50,850
Non-reportable segments	76	45
Interest expense	(556)	(717)
Interest income	2,065	2,594
Profit before tax	58,718	52,772
Taxation	(7,538)	(6,979)
Profit after tax	51,180	45,793

A11. Material events subsequent to the end of the period reported on that have not been reflected in the financial statement for the said period

There are no material events subsequent to the end of the current reported period that have not been reflected in the financial statement for the current period except for the following:

- (i) PT Unisem, an indirect subsidiary of the Company had on 29 March 2022 and 5 April 2022 entered into a Conditional Sales and Purchase Agreement and the amendment thereof for the disposal of its land and building currently classified as held for sale, for a consideration of USD34.0 million (equivalent to RM143.31 million) to be satisfied entirely in cash upon closing. The Disposal will give rise to an estimated net gain on disposal of RM130.65 million and a positive effect on the earnings per share and net asset per share of Unisem for the financial year ending 31 December 2022.



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

A12. *Effect of changes in the composition of the Group*

There were no changes in the composition of the Group during the current quarter under review and financial period to date.

A13. *Loss from Discontinued Operations*

The results of the discontinued operations for PT Unisem are as follows:

	Current Year to date Ended 31/3/2022 RM'000	Corresponding Year to date Ended 31/3/2021 RM'000
Other operating income	15	33
Other gains	2	(31)
Expenses	(503)	(384)
Loss before tax	(486)	(382)
Taxation	-	-
Loss after tax	(486)	(382)

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. *Detailed analysis of the performance of all operating segments of the Group, setting out material factors affecting the earnings and/or revenue for the current quarter and financial year to date*

The Group recorded revenue and net profit from continuing operations of RM424.445 million and RM51.180 million for the current quarter ended 31 March 2022, these represent increase of 13.5% and 11.8%, respectively, compared to revenue and net profit of RM373.938 million and RM45.793 million recorded in the corresponding quarter ended 31 March 2021. The improvement in revenue and net profit was mainly attributable to higher sales volume as well as improvement in average selling prices.

B2. *Explanatory comment on any material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter*

	Current Quarter Ended 31/3/2022 RM'000	Immediate Preceding Quarter Ended 31/12/2021 RM'000	Changes %
Continuing operations			
Revenue	424,445	426,396	-0.5
Gross Profit	71,423	74,175	-3.7
Profit Before Tax	58,718	59,312	-1.0

The Group recorded profit before taxation of RM58.718 million for the current quarter ended 31 March 2022, this represents a 1.0% decline against the profit before taxation of RM59.312 million reported in the preceding quarter ended 31 December 2021. There is no material change in the profit before taxation for the current quarter against the immediate preceding quarter.



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B3. *Commentary on the prospects, including the factors that are likely to influence the Group's prospects for the remaining period to the end of the financial year or the next financial year if the reporting period is the last quarter*

The Directors expect the performance of the Group to be satisfactory and the demand for the products and services of the Group to remain strong for the next financial quarter.

B4. *Where the audit report of the company's preceding annual financial statements was qualified, disclosure of the qualification and current status of the matter(s) giving rise to the qualification for the current quarter and financial year to date*

The preceding annual financial statements of the Group were reported without any audit qualification.

B5. *A statement of the board of directors' opinion as to whether the revenue or profit estimate, forecast, projection or internal targets in the remaining period to the end of the financial year and the forecast period which was previously announced or disclosed in a public document are likely to be achieved*

Not applicable.

B6. (a) *Explanatory note for any variance of actual profit after tax and minority interest and the forecast profit after tax and minority interest (where the variance exceeds 10%)*

Not applicable.

(b) *Explanatory note for any shortfall in the profit guarantee received by the Group (if any) and steps taken to recover the shortfall;*

Not applicable.

B7. *Profit Before Taxation*

Profit before taxation from continuing operations is arrived at after (charging)/crediting:-

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000	Current Year to date Ended 31/3/2022 RM'000	Corresponding Year to date Ended 31/3/2021 RM'000
Depreciation and amortisation	(49,700)	(46,882)	(49,700)	(46,882)
Foreign exchange loss	(574)	445	(574)	445
Interest expense	(556)	(717)	(556)	(717)
Reversal of inventories previously written down/(Write down of inventories to net realisable value)	57	(69)	57	(69)
Grant income received	239	275	239	275
Interest income	2,065	2,594	2,065	2,594
Gain/(Loss) on disposal of properties	-	-	-	-
Bad debts written off	-	-	-	-
Gain/(Loss) on derivatives	-	-	-	-



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

B8. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial year to date

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000	Current Year to date Ended 31/3/2022 RM'000	Corresponding Year to date Ended 31/3/2021 RM'000
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Tax expense on results from continuing operations:

Income tax payable	(2,638)	(8,547)	(2,638)	(8,547)
Deferred tax	(4,900)	1,568	(4,900)	1,568
	<u>(7,538)</u>	<u>(6,979)</u>	<u>(7,538)</u>	<u>(6,979)</u>

The effective tax rate for the current quarter and period ended 31 March 2022 was lower than the statutory tax rate mainly due to the availability of tax allowances and incentives to offset taxable income.

Tax expense on results from discontinued operations:

Further to Note 9(b) to the Company's audited financial statements for the financial year ended 31 December 2021, there were no further updates on PT Unisem's tax objection and tax refund status.

B9. (a) Status of corporate proposals announced but not completed

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

(b) Status of utilisation of proceeds raised from any corporate proposal for the quarter under review

The utilisation of the gross proceeds raised from the Private Placement is as follows:

Details of utilisation of proceeds	Estimate timeframe for utilisation*	Proposed utilisation RM'000	Actual utilisation RM'000	Deviation RM'000	Balance available for utilisation RM'000
Capital expenditure – Unisem Ipoh	Within 12 months	124,193	124,193	-	-
Capital expenditure – Unisem Chengdu	Within 24 months	204,010	50,923	-	153,087
Working capital for the Group	Within 24 months	113,661	113,661	-	-
Expenses in relation to the Private Placement	Within 1 month	4,400	4,952	552	-
Total		446,264	293,729	552	153,087

* from 3 February 2021, being the listing date of the placement shares.

Pending utilisation, the balance of the proceeds has been placed in deposit accounts with financial institutions/short-term money market instruments. The interest derived from the deposits with financial institutions or any gains arising from the short-term money market instruments will be used for the working capital of the Unisem Group.



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

B10. Borrowings and debt securities as at the end of the reporting period

The detail and currency analysis of the Group's borrowings are as follows:

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000
<i>Unsecured Borrowings</i>		
Due within 12 months	152,816	101,792
Due after 12 months	50,454	96,715
	203,270	198,507

All the Group's borrowings are denominated in US Dollars.

B11. Trade Receivables

The age analysis of trade receivables is as follows:

	Current Quarter Ended 31/3/2022 RM'000	Corresponding Quarter Ended 31/3/2021 RM'000
Neither past due nor impaired	194,493	182,886
Past due but not impaired:		
1 – 60 days	1,255	3,246
61 – 120 days	280	933
Above 120 days	32	312
	1,567	4,491
Past due and impaired:		
Above 120 days	410	405
	196,470	187,782

The Group monitors the past due trade receivables closely and will only impair the amounts if their eventual recovery is in doubt.

B12. Material Impairment of Assets

There was no material impairment of assets during the quarter under review and financial period to date.

B13. Changes in material litigation (including status of any pending material litigation) since the last annual balance sheet date

There were no changes in material litigation since the date of the last report.

B14. Foreign Currency Risk Management

The Group attempts to limit the foreign currency exchange risk by having a natural hedge between its receivables and a portion of its payables/bank borrowings and may also enter into forward currency exchange contracts.

B15. Dividend

The Directors did not recommend any dividend for the current financial quarter ended 31 March 2022. (Nil for the financial quarter ended 31 March 2021).



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

B16. Earnings/(Loss) per share

The basic and diluted earnings/(loss) per share is calculated by dividing the Group's earnings/(loss) attributable to owners of the Company for the current quarter/financial period to date by the weighted average number of ordinary shares in issue.

	Current Quarter Ended 31/3/2022	Corresponding Quarter Ended 31/3/2021	Current Year to date Ended 31/3/2022	Corresponding Year to date Ended 31/3/2021
Net profit/(loss) attributable to owners of the Company (RM'000)				
- Continuing operations	51,180	45,793	51,180	45,793
- Discontinued operations	(486)	(382)	(486)	(382)
	<u>50,694</u>	<u>45,411</u>	<u>50,694</u>	<u>45,411</u>
Number of ordinary shares in issue at beginning of period ('000)	1,613,079	778,719	1,613,079	778,719
Effect of bonus issue ('000)	-	778,719	-	778,719
	<u>1,613,079</u>	<u>1,557,438</u>	<u>1,613,079</u>	<u>1,557,438</u>
Weighted average number of shares in issue ('000)	-	28,100	-	28,100
Weighted average number of shares in issue as of December 31 ('000)	<u>1,613,079</u>	<u>1,585,538</u>	<u>1,613,079</u>	<u>1,585,538</u>
Basic & diluted earnings/(loss) per share (sen)				
- Continuing operations	3.17	2.89*	3.17	2.89*
- Discontinued operations	(0.03)	(0.02)*	(0.03)	(0.02)*
	<u>3.14</u>	<u>2.87*</u>	<u>3.14</u>	<u>2.87*</u>

* Adjusted for bonus issue

BY ORDER OF THE BOARD

CHIN HOCK YEE (LS 8922)
SSM PC No. 201908003237

KUAN HUI FANG (MIA 16876)
SSM PC No. 202008001235

Company Secretaries

DATED: 27 April 2022