

NOTION VTEC BERHAD (“Notion” or “The Company”)

Registration No: - 200301035125 (637546-D)

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended		Period Ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenue	91,671	65,344	91,671	65,344
Cost of sales	<u>(75,724)</u>	<u>(50,547)</u>	<u>(75,724)</u>	<u>(50,547)</u>
Gross profit	15,947	14,797	15,947	14,797
Other operating income	3,727	1,996	3,727	1,996
Operating expenses	(23,076)	(12,643)	(23,076)	(12,643)
Finance costs	<u>(1,724)</u>	<u>(1,059)</u>	<u>(1,724)</u>	<u>(1,059)</u>
(Loss)/Profit before tax	(5,126)	3,091	(5,126)	3,091
Tax expense	<u>(914)</u>	<u>(63)</u>	<u>(914)</u>	<u>(63)</u>
(Loss)/Profit after tax	(6,040)	3,028	(6,040)	3,028
Other comprehensive income				
- currency translation differences	579	125	579	125
- fair value changes of intangible assets	-	3,243	-	3,243
Total comprehensive income/ (expense) for the financial period	<u>(5,461)</u>	<u>6,396</u>	<u>(5,461)</u>	<u>6,396</u>
Profit/ (Loss) after taxation attributable to:				
-Owners of the Company	(6,040)	3,028	(6,040)	3,028
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	(6,040)	3,028	(6,040)	3,028
Total comprehensive income/ (expense) for the financial period attributable to:				
-Owners of the Company	(5,461)	6,396	(5,461)	6,396
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(5,461)</u>	<u>6,396</u>	<u>(5,461)</u>	<u>6,396</u>
Earnings/ (Loss) Per Share (sen)	<u>(1.17)</u>	<u>0.59</u>	<u>(1.17)</u>	<u>0.59</u>
Proposed/ Declared Dividend Per Share (sen)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD (“Notion” or “The Company”)

Registration No: - 200301035125 (637546-D)

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31.12.2021 RM'000 (Unaudited)	As At 30.09.2021 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	303,334	309,088
Right-of-use assets	53,692	54,949
	<u>357,026</u>	<u>364,037</u>
Current assets		
Inventories	65,410	69,380
Trade receivables	75,196	62,702
Other receivables	14,569	21,039
Current tax assets	12,761	11,741
Cash and bank balances	12,166	22,707
Total current assets	<u>180,102</u>	<u>187,569</u>
TOTAL ASSETS	<u>537,128</u>	<u>551,606</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	211,145	211,145
Share option reserve	4,949	4,949
Currency translation reserve	3,823	3,244
Capital reserve	4,800	4,800
Retained profits	185,772	191,812
TOTAL EQUITY	<u>410,489</u>	<u>415,950</u>
Non-current liabilities		
Loans and borrowings	12,485	14,184
Lease liabilities	19,007	22,648
Retirement benefits	699	693
Deferred tax liabilities	5,636	4,991
Deferred income on government grants	4,659	4,731
	<u>42,486</u>	<u>47,247</u>
Current liabilities		
Loans and borrowings	18,800	18,802
Lease liabilities	14,033	13,806
Trade Payables	14,183	17,061
Other Payables	37,095	38,696
Current tax liabilities	42	44
Total current liabilities	<u>84,153</u>	<u>88,409</u>
TOTAL LIABILITIES	<u>126,639</u>	<u>135,656</u>
TOTAL EQUITY AND LIABILITIES	<u>537,128</u>	<u>551,606</u>
Net assets per ordinary share (RM)	<u>0.7960</u>	<u>0.8066</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD (“Notion” or “The Company”)

Registration No: - 200301035125 (637546-D)

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Non-distributable-----→					Distributable	Total Equity
	Share Capital	Share Option Reserve	Currency Translation Reserve	Capital Reserve	Revaluation Reserve	Retained Profits	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months ended 31 December 2021							
Balance at 1 October 2021	211,145	4,949	3,244	4,800	-	191,812	415,950
Loss after taxation	-	-	-	-	-	(6,040)	(6,040)
Currency translation differences for foreign operation	-	-	579	-	-	-	579
Total comprehensive loss for the financial period	-	-	579	-	-	(6,040)	(5,461)
Balance at 31 December 2021	211,145	4,949	3,823	4,800	-	185,772	410,489
3 months ended 31 December 2020							
Balance at 1 October 2020	208,850	5,630	8,372	4,800	1,960	197,662	427,274
Initial application of MFRS 16	-	-	-	-	-	(108)	(108)
	208,850	5,630	8,372	4,800	1,960	197,554	427,166
Profit after taxation	-	-	-	-	-	3,028	3,028
Currency translation differences for foreign operation	-	-	125	-	-	-	125
Fair value changes of intangible assets	-	-	-	-	3,243	-	3,243
Total comprehensive income for the financial period	-	-	125	-	3,243	3,028	6,396
Issuance of shares pursuant to Employee Shares Option Scheme	1,782	(526)	-	-	-	-	1,256
Realisation of revaluation reserves	-	-	-	-	(962)	962	-
Total transactions with owners	1,782	(526)	-	-	(962)	962	1,256
Balance at 31 December 2020	210,632	5,104	8,497	4,800	4,241	201,544	434,818

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD (“Notion” or “The Company”)

Registration No: - 200301035125 (637546-D)

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Period Ended	
	31.12.2021 RM'000 (unaudited)	31.12.2020 RM'000 (unaudited)
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax	(5,126)	3,091
Adjustments for:		
Amortisation of deferred income on government grant	(72)	(72)
Depreciation	8,475	8,293
Gain on disposal of property, plant and equipment	(830)	(443)
Insurance claim	-	(85)
Interest expense	869	1,092
Interest income	(13)	(118)
Inventories written off	7,569	(22)
Gain on fair value adjustment of intangible assets	-	(114)
Unrealised gain on foreign currency translation	(610)	(40)
Operating profit before working capital changes	10,262	11,582
Increase in inventories	(3,600)	(11,265)
(Increase)/ Decrease in receivables	(5,413)	3,095
Increase in payables	(4,479)	(28,338)
Cash used in operations	(3,230)	(24,926)
Interest paid	(869)	(959)
Tax paid	(1,292)	(663)
Net cash used in operating activities	(5,391)	(26,548)
CASH FLOW FROM INVESTING ACTIVITIES		
Decreased in intangible assets	-	3,025
Interest received	13	118
Insurance claims received	-	85
Proceeds from disposal of property, plant and equipment	1,095	1,011
Purchase of property, plant and equipment	(2,105)	(19,422)
Net cash used in investing activities	(997)	(15,183)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceed from issuance of shares	-	1,256
Repayment of hire purchase creditor and lease liability	(3,414)	(2,930)
Repayment of term loan	(1,701)	(1,134)
Increase in short-term loans and borrowings	-	2,000
Net cash used in financing activities	(5,115)	(808)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(11,503)	(42,539)
Cash and cash equivalents at beginning of period	22,707	84,660
Currency translation - subsidiaries	962	(1,345)
Cash and cash equivalents at the end of period	12,166	40,776
<i>Represented by:</i>		
Fixed deposits placed with licensed banks	-	9,838
Cash and bank balances	12,166	30,938
	12,166	40,776

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD (“Notion” or “The Company”)**Registration No: - 200301035125 (637546-D)****UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021****NOTES TO THE QUARTERLY FINANCIAL REPORT****A1. BASIS OF PREPARATION**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

These explanatory notes 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 Company and its subsidiaries (“The Group”). This interim financial report should be read in conjunction with the Group’s annual audited financial report for the financial year ended (“FYE”) 30 September 2021.

The accounting policies and methods of computations adopted in these interim financial statements are consistent with those adopted in the financial statements for the FYE 30 September 2021.

A2. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report on the financial statements of the Group for the FYE 30 September 2021 was not subject to any qualification.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

A4. 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 quarter under review.

A5. MATERIAL CHANGES IN ESTIMATES

There were no other changes in estimates that have had a material effect in the current quarter results.

A6. DEBT AND EQUITY SECURITIES

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter.

The issued and paid-up capital of the Company are as follows: -

	<u>No. of shares</u>	<u>RM</u>
As at 31 December 2021	515,681,575	206,634,827

As at 31 December 2021, the total number of unexercised ESOS Options are as follows: -

Date of offer ESOS Options	Option Price (RM)	Total no. of unexercised ESOS Options
27/2/2017	0.53	1,599,600
12/12/2017	0.29	3,907,210
28/5/2020	0.68	13,747,700
	TOTAL	19,254,510

As at 31 December 2021, the number of Warrant-C in issue is 49,588,723 with an exercise price of RM 0.56.

A7. DIVIDEND PAID

No dividend was paid during the quarter under review.

A8. SEGMENTAL INFORMATION

The Group is primarily engaged in four business segment which is in the design and volume production of high precision metal manufacturing of hard disk drive (“HDD”), automotive industries’ components, electronic manufacturing services (“EMS”) and health care products. Breakdown of segmental revenue and product mix is found in Note B2.

The Group’s operations are conducted in Malaysia and Thailand.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

NOTES TO THE QUARTERLY FINANCIAL REPORT (Continued)

A9. VALUATION OF ASSETS

There was no revaluation of property, plant and equipment for the quarter under review.

A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER

The material events between the end of the reporting quarter and the date of announcement are as follows:

- a) On 27 January 2022, the Company has submitted a total claim of RM8,129,347.59 to the insurer in respect of the claim under the Material Damage Section for the flood which affected the Group’s factory building located at Lot 6071, Jalan Haji Abdul Manan, Batu 5 ½, Jalan Meru, 41050 Klang, Selangor Darul Ehsan on 18 and 19 December 2021. Meanwhile, claim under the business interruption loss arising from the flood incident has yet to be determined.
- b) In view of impending expiration of the Long Term Incentive Plan (“LTIP”) on 23 February 2022 and pursuant to the By-Laws 25.2 of the Company's LTIP ("By-Laws"), the Board, based on the recommendation of the LTIP Committee, has decided to extend the LTIP for a period of five (5) years commencing from 24 February 2022 on the same terms and conditions as mentioned in the By-Laws.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

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

A12. CONTINGENT LIABILITIES

The Company has entered into financial guarantee contracts to provide financial guarantees to financial institutions for credit facilities granted to certain subsidiaries up to a total limit of approximately RM 214,461,000. The total utilisation of these credit facilities as at 31 December 2021 amounted to approximately RM 62,066,000.

A13. CAPITAL COMMITMENTS

Approved and contracted for:

-Purchase of property, plant and equipment

**As at
31.12.2021
RM'000**

10,477

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current financial quarter.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. GROUP PERFORMANCE REVIEW

	INDIVIDUAL QUARTER			CUMMULATIVE QUARTER		
	Q1FY2022 RM'000 (unaudited)	Q4FY2021 RM'000 (unaudited)	Changes	Q1FY2022 RM'000 (unaudited)	Q1FY2021 RM'000 (unaudited)	Changes
Revenue	91,671	114,216	-20%	91,671	65,344	40%
Gross Profit	15,947	9,568	67%	15,947	14,797	8%
(Loss)/Profit before taxation	(5,126)	(2,601)	-97%	(5,126)	3,091	->100%
(Loss)/Profit after taxation	(6,040)	(2,625)	->100%	(6,040)	3,028	->100%
EBITDA	4,205	6,755	-38%	4,205	12,348	-66%

The Group recorded revenue and loss after taxation (“LAT”) of RM 91.7 million and RM 6.0 million respectively for the quarter ended 31 December 2021 (“Q1FY2022”). Refer Notes B2 and B3 below for a detailed review of the Group’s performance.

B2. COMPARISON WITH PRECEDING QUARTER’S RESULTS

<u>REVENUE</u>	INDIVIDUAL QUARTER			CUMMULATIVE QUARTER		
	Q1FY2022 RM'000 (unaudited)	Q4FY2021 RM'000 (unaudited)	Change	Q1FY2022 RM'000 (unaudited)	Q1FY2021 RM'000 (unaudited)	Change
HDD	29,684	27,010	10%	29,684	21,283	39%
Automotive	21,411	18,823	14%	21,411	21,071	2%
<u>Engineered Products</u>						
Camera	2,782	2,506	11%	2,782	2,007	39%
EMS & Others	22,324	12,712	76%	22,324	15,100	48%
PPE	15,470	53,165	-71%	15,470	5,883	163%
TOTAL	91,671	114,216	-20%	91,671	65,344	40%

The Group registered a lower revenue of RM91.7 million as compared to Q4FY2021 of RM114.2 million. The decreased of RM22.5 million in revenue was attributable to the reduction of sales contribution in the PPE segment from RM53.2 million in Q4FY2021 to RM15.5 million in Q1FY2022 as a result of the lower average selling price (“ASP”) and softer demand for face masks and nitrile gloves.

The higher LAT of RM6.0 million in current quarter (Q4FY2021: RM2.6 million) were mainly due to the impact of the flood happened in December 2021 with inventories written off amounted to RM7.6 million.

Comparing to Q1FY2021, the Group recorded an increase of RM26.3 million or 40% of revenue in the current quarter. Overall, all segments contributed to the growth with the PPE segment contributed a significant increase of RM9.6 million. In Q1FY2021, the PPE sales was low due to our PPE segment was at the beginning stage and the setting up of production lines for the nitrile gloves under OEM brand NOVID was yet to be completed.

The EBITDA for Q1FY2022 was RM 4.2 million compared to RM 6.8 million in Q4FY2021 (preceding year Q1FY2021: RM 12.3 million). The lower EBITDA was mainly impacted by high metal price which eroded the Group’s gross profit margin and the inventories written off as explained above.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

Business Review and Outlook:

As reported in note B2, the RM7.6 million loss is mainly attributed to the unforeseen flood incident is the major contributing factor for the after-tax loss of RM6.0 million. If not for the flood loss, Q1 profit would have been RM 1.6 million. An insurance claim of RM8.1 million for the flood loss has been submitted to the insurer.

The precision business has picked up but the PPE segment has been weak since the symptoms of the Omicron variant appears to be milder resulting in less hospitalization and fatalities.

Of concern is the spike in energy price as well as LME aluminium price of USD3,200 a ton and we will discuss with our customers on this raw material price adjustment to product prices.

On the horizon, is the government’s proposal to raise minimum wage to RM1,500 a month which will impact our labour costs. The Group is considering moving certain segmental business to Notion Thailand and regrouping of CNC machines from Factory 3 to Factory 1 in order to consolidate and achieve higher manufacturing efficiencies. Reduction of labour is a major objective of the Group and part of its mid-term strategic programme.

On the nitrile glove segment, we are looking at joint working relationship with a local glove group in terms of improving production and marketing efforts which will strengthen our position. Recently we have obtained the certificate from the FDA called the 510(k) needed for the USA market.

On the EMS segment, we are looking at more MNC customers and hopefully able to get new accounts in this space.

We are expecting a final outcome of an arbitration on our business interruption claim and will be known before middle of March 2022 and hopeful of a reasonable and fair outcome. Announcement will be made once it is known.

The Board is cognizant of the business cycle of our businesses and are always looking at new ways to improve and pivot, if necessary. We are cautiously optimistic of returning to sustainable profitability in the not too distant future.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B4. PROFIT FORECAST, PROFIT GUARANTEE AND INTERNAL TARGETS

The Group did not issue any profit guarantee and profit forecast during the current financial period to date.

B5. TAXATION

	INDIVIDUAL QUARTER QUARTER ENDED		CUMULATIVE QUARTER PERIOD ENDED	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Tax based on result for the period				
-Current tax	270	170	270	170
-Deferred tax	644	(107)	644	(107)
	<u>914</u>	<u>63</u>	<u>914</u>	<u>63</u>

B6. STATUS OF CORPORATE PROPOSALS

There are no other corporate proposals announced but pending completion as at the date of this report.

B7. BORROWINGS AND DEBTS SECURITIES

The Group's borrowings as at 31 December 2021 are as follows:

	RM'000
NON-CURRENT	
<u>SECURED</u>	
Hire Purchase and lease payable	12,485
Term Loan	19,007
	<u>31,492</u>
CURRENT	
<u>SECURED</u>	
Hire Purchase and lease payable	14,033
Term Loan	6,800
<u>Unsecured</u>	
Other borrowings	12,000
	<u>32,833</u>

The hire purchase and lease payables and term loan are secured by legal charges over certain property, plant and equipment belonging to certain subsidiaries of the Company.

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ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B8. NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT

(Loss)/Profit before Tax is arrived at after charging / (crediting) the following items:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED		PERIOD ENDED	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortisation	8,475	8,293	8,475	8,293
Interest expense	869	1,092	869	1,092
Gain on fair value adjustment of intangible assets	-	(114)	-	(114)
Unrealised loss on foreign exchange	(610)	(40)	(610)	(40)
Amortisation of deferred income on government grant	(72)	(72)	(72)	(72)
Gain on disposal property, plant and equipment	(830)	(443)	(830)	(443)
Insurance claims income	-	(85)	-	(85)
Interest income	(13)	(118)	(13)	(118)
Realised (gain)/loss on foreign exchange	(885)	247	(885)	247
Inventories written off	7,569	-	7,569	-
Reversal of inventories written down	-	(22)	-	(22)

B9. MATERIAL LITIGATION

There were no material litigations that might adversely and materially affect the position of the Group as at date of this report save for the following: -

The Company had announced that AXA Affin General Insurance Berhad (“AXA”) had made a payment on account (interim claim payment) of RM 10,000,000.00 for the Business Interruption claims, and subsequently the Company announced that AXA had made a full and final offer in the sum of RM 22,216,549.00 to settle the claims, but the offer was not agreed as full and final settlement by the wholly-owned subsidiaries of the Company, Notion Venture Sdn Bhd (“NVSB”), Kaiten Precision (M) Sdn Bhd (“KPSB”) and Autic Mekki Sdn Bhd (“AMSB”).

NVSB, KPSB and AMSB had, on 13 March 2020 filed a Writ of Summons (“the Writ”) and Statement of Claim (“SOC”) for due service on AXA and two other co-insurers, QBE Insurance (Malaysia) Berhad (“QBE”) and MSIG Insurance (Malaysia) Berhad (“MSIG”) through their solicitors in relation to a claim on an additional payment on account of RM 12,216,549.00 which AXA, QBE and MSIG have refused to pay in the instance of the offer not being accepted as full and final settlement.

NVSB, KPSB and AMSB have via the SOC, sought the following claims in the proportion of 55% from AXA, 35% from QBE and 15% from MSIG: -

- 1) The sum of RM 12,216,549.00 under the Business Interruption Loss;
- 2) Interest at 5% per annum on the sum of RM 12,216,549.00 calculated from 20 October 2017 (date of the fire incident) till full settlement.
- 3) Costs; and
- 4) Other reliefs which the Honourable Court deems fit and proper.

On 27 July 2020, the Court has granted a stay of proceedings for the defendants and the case be referred to arbitration. On 29 January 2021, the hearing dates have been fixed on 12 October to 15 October 2021 and 18 October 2021.

On 3 November 2021, the Board has announced that both Insureds and Insurers have attended the arbitration hearing and have filled the necessary documents to the arbitrators pertaining to the fire incident that occurred at its main manufacturing plant in Klang, Selangor.

At the date of this report, the decision of Arbitration Tribunal has yet to be delivered.

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No dividend has been proposed for the quarter ended 31 December 2021.

B11. EARNINGS PER SHARE

The earnings per share is calculated by dividing the profit attributable to the owners of the Company by the number of ordinary shares in issue.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED		PERIOD ENDED	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	Unaudited	Unaudited	Unaudited	Unaudited
(Loss)/Profit after taxation	(6,040)	3,028	(6,040)	3,028
Based on the weighted average number of ordinary shares in issue ('000)	515,682	515,034	515,682	515,034
Basic & diluted (losses)/earnings per share (sen)	<u>(1.17)</u>	<u>0.59</u>	<u>(1.17)</u>	<u>0.59</u>

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 23 February 2022.

By Order of the Board

Petaling Jaya

23 February 2022