

**OVERSEA ENTERPRISE BERHAD (317155-U)****UNAUDITED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Year Corresponding Quarter Ended	Current Year to Date Ended	Preceding 3 Months Corresponding Period Ended
	30-Jun-21 RM'000	30-Jun-20 RM'000	30-Jun-21 RM'000	30-Jun-20 RM'000
<b>Revenue</b>	<b>4,951</b>	<b>2,070</b>	<b>4,951</b>	<b>2,070</b>
Cost of sales	(3,210)	(1,061)	(3,210)	(1,061)
<b>Gross profit</b>	<b>1,741</b>	<b>1,009</b>	<b>1,741</b>	<b>1,009</b>
Other operating income	519	644	519	644
Administration expenses	(1,495)	(771)	(1,495)	(771)
Selling and Distribution expenses	(2,708)	(2,903)	(2,708)	(2,903)
<b>Operating loss</b>	<b>(1,943)</b>	<b>(2,021)</b>	<b>(1,943)</b>	<b>(2,021)</b>
Share of results in associates	-	(114)	-	(114)
<b>Loss before interest and tax</b>	<b>(1,943)</b>	<b>(2,135)</b>	<b>(1,943)</b>	<b>(2,135)</b>
Finance costs	(32)	(85)	(32)	(85)
<b>Loss before taxation</b>	<b>(1,975)</b>	<b>(2,220)</b>	<b>(1,975)</b>	<b>(2,220)</b>
Income tax	9	15	9	15
<b>Loss after taxation</b>	<b>(1,966)</b>	<b>(2,205)</b>	<b>(1,966)</b>	<b>(2,205)</b>
Other comprehensive (expenses)/income				
Fair value changes of equity investments	(4)	7	(4)	7
Foreign currency translation differences	-	42	-	42
<b>Total comprehensive expenses</b>	<b>(1,970)</b>	<b>(2,156)</b>	<b>(1,970)</b>	<b>(2,156)</b>
Loss attributable to:				
Owners of the Company	(1,966)	(2,205)	(1,966)	(2,205)
Total comprehensive expenses attributable to:				
Owners of the Company	(1,970)	(2,156)	(1,970)	(2,156)
Weighted average ordinary shares in issue ('000)	873,054	242,515	873,054	242,515
Losses per share (sen):				
- Basic	(0.23)	(0.91)	(0.23)	(0.91)

**Notes:**

- (i) Basic earnings per share for the quarter and financial period is calculated based on the profit divided by the weighted average number of ordinary shares for the quarter and financial period respectively.
- (ii) The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**

	<b>UNAUDITED</b>	<b>AUDITED</b>
	<b>As at</b>	<b>As at</b>
	<b>30-Jun-21</b>	<b>31-Mar-21</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	25,424	25,702
Investment properties	4,850	4,850
Right-of-use assets	19,883	20,177
Other investments	373	377
Intangible assets	75	79
Long-term receivables	65	70
	<u>50,670</u>	<u>51,255</u>
<b>Current Assets</b>		
Inventories	5,209	3,919
Trade and other receivables	4,170	1,957
Tax refundable	260	238
Short-term investment with financial institutions	19	19
Deposits, bank and cash balances	16,883	19,850
	<u>26,541</u>	<u>25,983</u>
<b>TOTAL ASSETS</b>	<b><u>77,211</u></b>	<b><u>77,238</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	67,782	67,782
Reserves	<u>(6,380)</u>	<u>(4,410)</u>
Total equity	<u>61,402</u>	<u>63,372</u>
<b>Non-current liabilities</b>		
Long-term borrowings	1,122	1,141
Lease liabilities	315	370
Deferred tax liabilities	<u>7,003</u>	<u>7,027</u>
	8,440	8,538
<b>Current Liabilities</b>		
Trade and other payables	6,246	4,486
Current tax liabilities	17	58
Short-term borrowings	576	77
Lease liabilities	<u>530</u>	<u>707</u>
	7,369	5,328
<b>Total liabilities</b>	<u>15,809</u>	<u>13,866</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>77,211</u></b>	<b><u>77,238</u></b>
Net Assets Per Share Attributable to ordinary equity holders of the Company (RM)	0.07	0.07

**Notes:-**

- (i) The unaudited condensed statement of financial position should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021**

	Attributable to equity holders of the Company						Total Equity RM'000
	Non-Distributable					Distributable Accumulated Losses RM'000	
	Share Capital RM'000	Fair Value Reserve RM'000	Treasury Reserve RM'000	Revaluation Reserve RM'000	Foreign Exchange Translation Reserve RM'000		
<b>The Group</b>							
<b>Balance as at 1 April 2021</b>	<b>67,782</b>	<b>(74)</b>	<b>(836)</b>	<b>21,711</b>	<b>(186)</b>	<b>(25,025)</b>	<b>63,372</b>
Loss after taxation	-	-	-	-	-	(1,966)	(1,966)
Other comprehensive expenses:							
- fair value changes of equity instruments	-	(4)	-	-	-	-	(4)
Total other comprehensive income/expense	-	(4)	-	-	-	(1,966)	(1,970)
Amortisation of revaluation reserve	-	-	-	(78)	-	78	-
<b>Balance as at 30 June 2021</b>	<b>67,782</b>	<b>(78)</b>	<b>(836)</b>	<b>21,633</b>	<b>(186)</b>	<b>(26,913)</b>	<b>61,402</b>
<b>Balance as at 1 April 2020</b>	<b>50,321</b>	<b>(83)</b>	<b>(836)</b>	<b>17,396</b>	<b>(496)</b>	<b>(17,620)</b>	<b>48,682</b>
Loss after taxation	-	-	-	-	-	(7,684)	(7,684)
Other comprehensive expense:							
- revaluation of property, plant and equipment	-	-	-	4,691	-	-	4,691
- remeasurement of deferred tax on revalued property, plant and equipment arising from change in tax rates of real property gains tax	-	-	-	(97)	-	-	(97)
- fair value changes of equity instruments	-	9	-	-	-	-	9
- Foreign currency translation differences	-	-	-	-	310	-	310
Total other comprehensive expenses	-	9	-	4,594	310	(7,684)	(2,771)
Contribution by and distribution to owners of the Company:							
- Issuance of shares	17,461	-	-	-	-	-	17,461
Total transaction with owners	17,461	-	-	-	-	-	17,461
Amortisation of revaluation reserve	-	-	-	(279)	-	279	-
<b>Balance as at 31 March 2021</b>	<b>67,782</b>	<b>(74)</b>	<b>(836)</b>	<b>21,711</b>	<b>(186)</b>	<b>(25,025)</b>	<b>63,372</b>

**Note:-**

- (i) The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021**

	<b>Current Year to Date Ended 30 June 2021 RM'000</b>	<b>Preceding Year to Date Ended 30 June 2020 RM'000</b>
<b>CASH FLOWS FOR OPERATING ACTIVITIES</b>		
Loss before taxation	(1,975)	(2,220)
Adjustments for:-		
Amortisation of intangible assets	3	4
Depreciation of:		
- property, plant & equipment	431	456
- right-of-use assets	201	930
Interest expense	32	85
Reversal of impairment loss of property, plant and equipment	-	(221)
Share of results in associates, net of income tax expense	-	114
Loss on disposal of property, plant and equipment	-	106
Interest income	(70)	(35)
Operating loss before working capital changes	(1,378)	(781)
Increase in inventories	(1,290)	(560)
Increase in trade and other receivables	(2,208)	(554)
Increase in trade and other payables	1,760	708
<b>CASH FOR OPERATIONS</b>	<b>(3,116)</b>	<b>(1,187)</b>
Income tax paid	(79)	(226)
<b>NET CASH FOR OPERATING ACTIVITIES</b>	<b>(3,195)</b>	<b>(1,413)</b>
<b>CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES</b>		
Interest received	70	35
Repayment from related parties	-	28
Additional of intangible assets	-	(13)
Purchase of property, plant and equipment	(59)	(44)
Proceeds from disposal of property, plant and equipment	-	5
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>11</b>	<b>11</b>
<b>CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES</b>		
Interest paid	(32)	(74)
Repayment of hire purchase obligations	(22)	-
Repayment of term loans	(18)	-
Repayment of lease liabilities on right-of-use assets	(209)	(974)
<b>NET CASH FOR FINANCING ACTIVITIES</b>	<b>(281)</b>	<b>(1,048)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,465)</b>	<b>(2,450)</b>
<b>EFFECT OF FOREIGN EXCHANGE TRANSLATION</b>	<b>-</b>	<b>43</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>19,443</b>	<b>6,731</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>15,978</b>	<b>4,324</b>
<b>CASH AND CASH EQUIVALENTS COMPRISES:-</b>		
Short-term investment with financial institution	19	28
Short term and fixed deposits with licensed banks	15,056	2,492
Cash and bank balances	1,827	2,224
Bank overdrafts	(498)	-
	<b>16,404</b>	<b>4,744</b>
Less :		
Deposits pledged to licensed banks	(426)	(420)
	<b>15,978</b>	<b>4,324</b>

**Note:-**

- (i) The unaudited condensed consolidated statements of cash flow should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2021 and the accompanying explanatory notes attached to this interim financial report.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**NOTES TO THE QUARTERLY REPORT**

**PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS ("FRS") 134: INTERIM FINANCIAL REPORTING**

**A1. Basis Of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with IAS 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The interim financial statements should be read in conjunction with the audited financial statements for year ended 31 March 2021 and the accompanying explanatory notes attached to the interim financial report.

**A2. Adoption Of New And Revised Accounting Policies**

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 116: Proceeds Before Intended Use	1 January 2022
Amendments to MFRS137: Onerous Contracts-Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018-2020	1 January 2022

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

**OVERSEA ENTERPRISE BERHAD (317155-U)  
QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**A3. Auditors' Report On Preceding Annual Financial Statements**

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2021 were not subject to any qualification.

**A4. Seasonal Or Cyclical Factors**

For the financial quarter under review, there were no major seasonal nor cyclical factors affecting the Group's business operation.

**A5. Unusual items due to their nature, size and incidence**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group in the current financial quarter under review.

**A6. Changes In Estimates**

There were no changes in estimates of amounts reported in prior financial years that have had a material effect in the current financial quarter under review.

**A7. Changes In Debt and Equity Securities**

There were no issuance, repurchases and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter under review.

**A8. Dividend Paid**

No dividend was paid during the current financial quarter under review.

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**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**A9. Segmental Information**

The Group is organized into the following operating segments:-

- a) Restaurant
- b) Manufacturing and wholesale of baked products ("Manufacturing")
- c) Others i.e. investment holdings and central purchasing of high value stocks such as shellfish, shark's fin, dried seafood, meat and other consumables.

Segmental Reporting

	Restaurant		Manufacturing	Others	Eliminations	Consolidated
	Malaysia	Foreign*				
	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
<b>3 months period ended 30 June 2021</b>						
<b>Revenue from</b>						
External customers	2,327	-	2,624	-	-	4,951
Inter-segment revenue	43	-	1	5	(49)	-
<b>Total revenue</b>	<b>2,370</b>	<b>-</b>	<b>2,626</b>	<b>5</b>	<b>(49)</b>	<b>4,951</b>
<b>Loss before taxation</b>	<b>(1,364)</b>	<b>-</b>	<b>(392)</b>	<b>(219)</b>	<b>-</b>	<b>(1,975)</b>
Income tax						9
<b>Loss after taxation</b>						<b>(1,966)</b>
Other comprehensive income						4
<b>Total comprehensive expense</b>						<b>(1,970)</b>
<b>3 months ended 30 June 2021</b>						
<b>Revenue from</b>						
External customers	2,327	-	2,625	-	-	4,951
Inter-segment revenue	43	-	1	5	(49)	-
<b>Total revenue</b>	<b>2,370</b>	<b>-</b>	<b>2,626</b>	<b>5</b>	<b>(49)</b>	<b>4,951</b>
<b>(Loss)/Profit before taxation</b>	<b>(1,364)</b>	<b>-</b>	<b>(392)</b>	<b>(219)</b>	<b>-</b>	<b>(1,975)</b>
Income tax						9
<b>Loss after taxation</b>						<b>(1,966)</b>
Other comprehensive income						4
<b>Total comprehensive expense</b>						<b>(1,970)</b>

\*Note: Comprises Ipoh Group Limited (Hong Kong)

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**A9. Segmental Information (Cont'd)**

Segmental Reporting

	Restaurant		Manufacturing	Others	Eliminations	Consolidated
	Malaysia	Foreign*				
	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
<b>3 months period ended</b>						
<b>30 June 2020</b>						
<b>Revenue from</b>						
External customers	1,723	296	51	-	-	2,070
Inter-segment revenue	43	-	1	5	(49)	-
<b>Total revenue</b>	<b>1,766</b>	<b>296</b>	<b>52</b>	<b>5</b>	<b>(49)</b>	<b>2,070</b>
<b>Profit/(Loss) before taxation</b>	<b>(1,399)</b>	<b>23</b>	<b>(679)</b>	<b>(243)</b>	<b>78</b>	<b>(2,220)</b>
Income tax						15
<b>Loss after taxation</b>						<b>(2,205)</b>
Other comprehensive income						49
<b>Total comprehensive expense</b>						<b>(2,156)</b>
<b>3 months ended 30 June 2020</b>						
<b>Revenue from</b>						
External customers	1,723	296	51	-	-	2,070
Inter-segment revenue	43	-	1	5	(49)	-
<b>Total revenue</b>	<b>1,766</b>	<b>296</b>	<b>52</b>	<b>5</b>	<b>(49)</b>	<b>2,070</b>
<b>(Loss)/Profit before taxation</b>	<b>(1,399)</b>	<b>23</b>	<b>(679)</b>	<b>(243)</b>	<b>78</b>	<b>(2,220)</b>
Income tax						15
<b>Loss after taxation</b>						<b>(2,205)</b>
Loss comprehensive expense						49
<b>Total comprehensive expense</b>						<b>(2,156)</b>

\*Note: Comprises Ipoh Group Limited (Hong Kong)

	Restaurant		Manufacturing	Others	Eliminations	Consolidated
	Malaysia	Foreign*				
	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
<b>As at 30 June 2021</b>						
<b>Segmented assets</b>	29,114	50	32,723	15,064	-	76,951
<b>Unallocated assets</b>						260
						77,211
<b>As at 30 June 2020</b>						
<b>Segmented assets</b>	33,231	266	25,577	1,354	-	60,428
<b>Unallocated assets</b>						362
						60,790

\*Note: Comprises Ipoh Group Limited (Hong Kong)



**OVERSEA ENTERPRISE BERHAD (317155-U)  
 QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**A10. Valuation Of Property, Plant and Equipment**

There was valuation exercise performed on the property, plant and equipment during the current financial quarter under review.

**A11. Material Events Subsequent To The End Of The Current Financial Quarter**

There were no material events subsequent to the end of the current financial quarter.

**A12. Changes In Composition Of The Group**

There were no changes in the composition of the Group during the financial quarter under review.

**A13. Contingent Liabilities Or Contingent Assets**

Contingent liabilities of the Group comprise the following:

	<b>As at 30.06.2021 RM'000</b>	<b>Audited 31.03.2021 RM'000</b>
<u>Corporate guarantees given by the Company to financial institutions for facilities granted to subsidiaries</u>		
- Total facilities granted	3,895	3,895
- Current Exposure	2,124	1,645

**A14. Significant Related Party Transactions**

The Group had entered into the following transactions during the current financial quarter with related parties in which certain directors of the Company have substantial financial interest:-

<b>Transactions</b>	<b>Current financial quarter ended 30.06.2021 RM'000</b>	<b>Current financial year to-date 30.06.2021 RM'000</b>
Rental paid to a Director	20	20
Rental paid to related parties <sup>(1)</sup>	181	181

Note:

(1) These parties are related to directors who are also substantial shareholders of Oversea Enterprise Berhad.

All the above transactions were carried out on the terms and conditions not materially different from those obtainable in transactions with non-related parties and in the ordinary course of business of the Company.

**A15. Capital Commitments**

There is no outstanding commitment in respect of capital expenditure at the end of the reporting period not provided for in the interim financial statements.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review Of Group's Performance and Segmental Analysis**

**(A) Overall Review of Group's Financial Performance**

	Individual Quarter 3 Months ended		Changes (%)	Cumulative Period ended		Changes (%)
	30.06.21	30.06.20		30.06.21	30.06.20	
RM'000	Unaudited	Unaudited		Unaudited	Unaudited	
Revenue	4,951	2,070	139.2%	4,951	2,070	139.2%
Operating Loss	(1,943)	(2,021)	-3.9%	(1,943)	(2,021)	-3.9%
Loss Before Interest and Tax	(1,943)	(2,135)	-9.0%	(1,943)	(2,135)	-9.0%
Loss Before Tax	(1,975)	(2,220)	-11.0%	(1,975)	(2,220)	-11.0%
Loss After tax	(1,966)	(2,205)	-10.8%	(1,966)	(2,205)	-10.8%
Loss Attributable to Ordinary Equity Holders of the Parent	(1,966)	(2,205)	-10.8%	(1,966)	(2,205)	-10.8%

(i) Statement of profit and loss and other comprehensive income

The Group recorded revenue of RM4.95million for the quarter ended 30 June 2021, posted an increase of RM2.88 million as compared to RM2.07 million in the quarter ended 30 June 2020. Higher revenue for the period under review was mainly due to increase in revenue for manufacturing segment.

Quarter on quarter, the Group's loss before tax ("LBT") was consistent as compared to the preceding year's same quarter. Slight improvement was seen from manufacturing segment.

Gross margin has decreased from 48.7% in prior year quarter ended 30 June 2020 to 35.2% in current year quarter 30 June 2021.

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**OVERSEA ENTERPRISE BERHAD (317155-U)  
QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**B1. Review Of Group's Performance and Segmental Analysis (Cont'd)**

**(A) Overall Review of Group's Financial Performance (Cont'd)**

(ii) Statement of financial position

As at 30 June 2021, total equity attributable to owners of the Company stood at RM61.40 million, which is 3.11% lower than RM63.37 million as at 31 March 2021. The decrease was mainly arises from the losses after tax incurred during the current quarter.

The increase in inventories, trade and other receivables, trade and other payables compared to the balances as at 31 March 2021 was mainly due to the Mid-Autumn operation kick start earlier.

(iii) Statement of cash flow

The net operating cash outflows for operations of the Group was RM3,195,000 for the three months ended 30 June 2021 against net operating cash outflows from operations of RM1,413,000 for the corresponding period in 2020.

Net cash from investing activities of the Group was RM11,000 for the three months ended 30 June 2021 and for the three months ended 30 June 2020.

Net cash for financing activities was RM281,000 for three months ended 30 June 2021, as compared to RM1,048,000 for the three months ended 30 June 2020.

Cash and cash equivalent decreases by RM3,465,000 as compared with the opening cash and cash equivalent as at 1 April 2021. The total cash and cash equivalent stood at RM15,978,000 as at 30 June 2021.

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**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**B1. Review Of Group's Performance and Segmental Analysis (Cont'd)**

**(B) Segmental Analysis**

	Individual Quarter 3 Months ended		Change (%)	Cumulative Period ended		Change (%)
	30.06.21	30.06.20		30.06.21	30.06.20	
RM'000	Unaudited	Unaudited		Unaudited	Unaudited	
<b>Revenue</b>						
Restaurant	2,327	2,019	15.3%	2,327	2,019	15.3%
Manufacturing	2,624	51	>100%	2,624	51	>100%
Others	-	-	0.0%	-	-	0.0%
<b>Total</b>	<b>4,951</b>	<b>2,070</b>	<b>139.2%</b>	<b>4,951</b>	<b>2,070</b>	<b>139.2%</b>
<b>(Loss)/Profit before tax</b>						
Restaurant	(1,364)	(1,368)	-0.3%	(1,364)	(1,368)	0.3%
Manufacturing	(392)	(690)	-43.2%	(392)	(690)	-43.2%
Others	(219)	(162)	35.2%	(219)	(162)	35.2%
<b>Total</b>	<b>(1,975)</b>	<b>(2,220)</b>	<b>-11.0%</b>	<b>(1,975)</b>	<b>(2,220)</b>	<b>-11.0%</b>

**3-month period (30.06.2021 vs. 30.06.2020)**

**Restaurant segment**

The Group restaurant segment recorded revenue of RM2.33 million for the quarter ended 30 June 2021, which represents an increase of 15.3% as compared to RM2.02 million in the quarter ended 30 June 2020. Despite of the ongoing pandemic crisis, the Group have slight improvement in the takeaway and food deliveries operations.

The bottom line maintained at LBT RM1.36 million in the quarter ended 30 June 2021 as compared to last year quarter ended 30 June 2020.

**Manufacturing segment**

Manufacturing segment recorded revenue of RM2.62 million for the quarter ended 30 June 2021, which represents a tremendous increase as compared to RM51,000 in the quarter ended 30 June 2020. The revenue increase was due to the manufacturing segment had recorded its export sales of mooncake for 2021. The manufacturing segment expedite the export operations to manage the risk of delay in shipment arising from the worldwide pandemic of COVID-19.

In tandem with the increase in revenue, the LBT of manufacturing segment has improved by RM298,000 compared to last year same quarter.

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**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**B2. Financial Review For The Current Quarter Compare To The Results Of The Previous Quarter**

	3 Months ended		Change (%)
	30.06.2021	31.03.2021	
RM'000	Unaudited	Audited	
Revenue	4,951	4,180	18.4%
Operating Loss	(1,943)	(5,116)	-62.0%
Loss Before Interest and Tax	(1,943)	(5,117)	-62.0%
Loss Before Tax	(1,975)	(5,155)	-61.7%
Loss After tax	(1,966)	(5,309)	-63.0%
Loss Attributable to Ordinary Equity Holders of the Parent	(1,966)	(5,309)	-63.0%

The Group recorded revenue of RM4.95 million for the quarter ended 30 June 2021, representing an increase of RM0.77 million as compared to RM4.18 million in the quarter ended 31 March 2021.

The Group losses decreased by RM3.18 million as compared to immediate preceding quarter due to staff reward provision of RM2 million recorded in the previous quarter.

	3 months ended		Change (%)
	30.06.2021	31.03.2021	
RM'000	Unaudited	Audited	
<b>Revenue</b>			
Restaurant	2,327	4,011	42.0%
Manufacturing	2,624	158	>100%
Others	-	11	100.0%
<b>Total</b>	<b>4,951</b>	<b>4,180</b>	-18.4%
<b>Loss before tax</b>			
Restaurant	(1,364)	(4,010)	66.0%
Manufacturing	(392)	(887)	55.8%
Others	(219)	(258)	15.1%
<b>Total</b>	<b>(1,975)</b>	<b>(5,155)</b>	61.7%

**3-month period (30.06.2021 vs. 31.03.2021)**

**Restaurant segment**

The restaurant segment posted a decrease of RM1.68 million or 42.0% in revenue as compared to previous quarter. In previous quarter, the revenue of restaurant segment experienced an increase due to Chinese New Year festive despite of COVID-19.

The restaurant segment recorded LBT of RM1.36 million in the current quarter of 30 June 2021 as compared to LBT of RM4.01 million in the quarter ended 31 March 2021. This was mainly due to staff reward provision recorded in the previous quarter.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**B2. Financial Review For The Current Quarter Compare To The Results Of The Previous Quarter (Cont'd)**

**3-month period (30.06.2021 vs. 31.03.2021) (Cont'd)**

**Manufacturing segment**

In current quarter, the manufacturing segment recorded revenue of RM2.62 million and LBT of RM0.39 million, representing an increase of RM2.47 million in revenue and increase of RM0.50 million in bottom line as compared to previous quarter.

**B3. Prospects**

**Restaurant Operations and Manufacturing**

The COVID-19 pandemic severely impacted the business operations of the Group as a result of containment measures taken by the Government of Malaysia to defray the spread of pandemic such as travel bans and closure of non-essential business amongst other things. Whilst there is still uncertainty in the surge of number of COVID-19 cases, the roll out of the national vaccination program is expected to pave the way for recoveries in post pandemic. The Group would continue to work with its strategic partner to manoeuvre through this challenging time. The synergistic partnership allows both parties to leverage on each other's expertise to achieve its objectives.

The Group shall continue to implement its expansion program as well as strengthening its capability to tap into new segment of markets that had been accelerated by the pandemic namely, towards lifestyle digitisation. These exercises include expansions of new restaurants, upgrading of its manufacturing capabilities, digital transformation encompassing leveraging on the latest technologies, complementing existing business through strategic acquisitions or investment to promote growth.

The Group is confident that with implementation of good planning and strategies, the Group will emerge stronger in its industry to future-proof the Group and achieve long-term sustainable growth.

**B4. Profit Forecast And Profit Estimate**

The Group has not issued any profit forecast or profit estimate for the current financial quarter under review or in any public documents.

**B5. Taxation**

	<b>Current financial quarter ended 30.06.2021 RM'000</b>	<b>Current financial year to-date 30.06.2021 RM'000</b>
Income tax:-		
Current period	9	9

The tax expense is computed based on respective subsidiaries chargeable income. As such, the Group had taken into the account the unabsorbed losses, capital allowances and unutilized reinvestment allowances, which will largely affect its provisional amount.

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**B6. Notes To The Statement of Comprehensive Income**

Loss before taxation is arrived at after charging/(crediting):-

	<b>Current financial quarter ended 30.06.2021 RM'000</b>	<b>Current financial year to-date 30.06.2021 RM'000</b>
Interest income	(70)	(70)
Other income including investment income	(449)	(449)
Depreciation and amortization	635	635
Interest expenses	32	32

Other than the items mentioned above which have been included in the statement of comprehensive income, there were no provision for and/or write off of inventories, gain or loss on derivatives, unquoted investments and/or properties, impairment of assets and any other exceptional items for the current quarter and financial period ended 31 March 2021.

**B7. Status Of Corporate Proposals Announced But Not Yet Completed**

On 28 July 2021, the Company proposed to undertake the following:-

- (i) Proposed Private Placement of up to 396,384,000 new ordinary shares, representing thirty percent (30%) of the total number of issued shares of the Company ("Placement Shares").
- (ii) As at the date of report, the proposed has yet to be approved by Bursa Malaysia Securities. Proposed renounceable rights issue of up to 1,717,664,991 new Shares ("Rights Shares") together with up to 572,554,997 free detachable warrants in the Company ("Warrants B") on the basis of 3 Rights Shares together with 1 free Warrants B for every 3 existing Shares held by the entitled shareholders on an entitlement date to be determined.

As at the date of the report, the Company has yet to complete the proposed private placement and the proposed rights issue.

**B8. Group Borrowings And Debts Securities**

The Group's borrowings and debts securities are as follows:

	<b>Short Term (Secured) RM'000</b>	<b>Long Term (Secured) RM'000</b>	<b>Total (Secured) RM'000</b>
<b>as at 30 June 2021</b>			
Term loan	78	1,122	1,200
Overdraft	498	-	498
Lease liabilities	530	315	845
Total Borrowing	<u>1,106</u>	<u>1,437</u>	<u>2,543</u>

**OVERSEA ENTERPRISE BERHAD (317155-U)**  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2021**

**B8. Group Borrowings And Debts Securities (cont'd)**

The Group's borrowings and debts securities are as follows: (Cont'd)

	Short Term (Secured) RM'000	Long Term (Secured) RM'000	Total (Secured) RM'000
<b>as at 31 March 2021 (Audited)</b>			
Term loan	77	1,141	1,218
Lease liabilities	707	370	1,077
	784	1,511	2,295

The decrease in term loan as at 30 June 2021 compared to 31 March 2021 was due to repayment of facilities. Following the adoption of MFRS16, the hire purchase balances are classified to lease liabilities. The Group's borrowing and debts securities are denominated in RM.

**B9. Material Litigation**

There was no material litigation (including status of any pending material litigation) for the current quarter under review.

**B10. Dividends**

The directors do not recommend any interim dividend for the quarter under review.

**B11. Losses Per Share**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30.06.2021 RM'000	Preceding Year Corresponding Quarter Ended 30.06.2020 RM'000	Current Year to Date Ended 30.06.2021 RM'000	Preceding Year Corresponding Period Ended 30.06.2020 RM'000
<b>LOSSES PER SHARE</b>				
Loss for the period attributable to owners of the company	(1,966)	(2,205)	(1,966)	(2,205)
Weighted average number of ordinary shares in issue ('000)	873,054	242,515	873,054	242,515
Losses per share (sen)	(0.23)	(0.91)	(0.23)	(0.91)
Diluted Losses per share (sen)	(0.23)	N/A	(0.23)	N/A