



YX PRECIOUS METALS BHD (202101001245) (1401543-M)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2022⁽ⁱ⁾

	Note	Individual Quarter		Year-to-date	
		3 months ended		3 months ended	
		31/3/2022 RM'000	31/3/2021 ⁽ⁱⁱ⁾ RM'000	31/3/2022 RM'000	31/3/2021 ⁽ⁱⁱ⁾ RM'000
Revenue	A9	60,725	N/A	60,725	N/A
Cost of sales		(55,188)	N/A	(55,188)	N/A
Gross profit		5,537	N/A	5,537	N/A
Other income		2	N/A	2	N/A
Selling and distribution expenses		(364)	N/A	(364)	N/A
Administrative expenses		(909)	N/A	(909)	N/A
Other expenses		(56)	N/A	(56)	N/A
Profit from operations		4,210	N/A	4,210	N/A
Finance costs		(212)	N/A	(212)	N/A
Profit before tax	B12	3,998	N/A	3,998	N/A
Taxation	B4	(960)	N/A	(960)	N/A
Profit for the financial period/year		3,038	N/A	3,038	N/A
Profit attributable to:-					
Owners of the parent		3,038	N/A	3,038	N/A
Non-controlling interests		-	N/A	-	N/A
		3,038	N/A	3,038	N/A
Earnings per ordinary share attributable to equity holders of the parent (sen):-					
Basic earnings per share ⁽ⁱⁱⁱ⁾	B11	1.17	N/A	1.17	N/A
Diluted earnings per share ^(iv)	B11	0.82	N/A	0.82	N/A

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Note	Individual Quarter		Year-to-date	
	3 months ended		3 months ended	
	31/3/2022	31/3/2021 ⁽ⁱⁱ⁾	31/3/2022	31/3/2021 ⁽ⁱⁱ⁾
	RM'000	RM'000	RM'000	RM'000
Profit for the financial year	3,038	N/A	3,038	N/A
Other comprehensive income	-	N/A	-	N/A
Total comprehensive income	3,038	N/A	3,038	N/A
Total comprehensive income attributable to:-				
Owners of the parent	3,038	N/A	3,038	N/A
Non-controlling interests	-	N/A	-	N/A
	3,038	N/A	3,038	N/A

Notes:

N/A - Not applicable

- (i) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 6 May 2022 included in the prospectus of YX Precious Metals Bhd ("YXPM" or "**Company**") dated 30 May 2022 ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.
- (ii) This is the first interim financial report announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**"). There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (iii) Basic earnings per share is calculated based on the share capital of 260,502,000 ordinary shares in YXPM ("**Share(s)**") in issue as at 31 March 2022.
- (iv) Diluted earnings per share of the Company for the individual quarter ended 31 March 2022 and year-to-date ended 31 March 2022 is calculated based on assumed number of Shares in issue pursuant to the completion of the initial public offering ("**IPO**"), which is 372,150,000 Shares as disclosed in Note B5. There are no dilutive instruments at the end of the financial period.

YX PRECIOUS METALS BHD (202101001245) (1401543–M)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2022⁽ⁱ⁾**

	(Unaudited)	(Audited)
	As At	As At
	31/3/2022	31/12/2021
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,325	1,894
Right-of-use asset	635	696
Deferred tax assets	61	61
	<u>3,021</u>	<u>2,651</u>
Current assets		
Inventories	50,994	49,089
Trade and other receivables	23,090	19,279
Current tax assets	*	*
Cash and bank balances	7,187	8,853
	<u>81,271</u>	<u>77,221</u>
TOTAL ASSETS	<u><u>84,292</u></u>	<u><u>79,872</u></u>
EQUITY AND LIABILITIES		
Share capital	52,100	-
Invested equity	-	17,600
Reserves	10,138	41,600
TOTAL EQUITY	<u>62,238</u>	<u>59,200</u>
LIABILITIES		
Non-current liabilities		
Lease liabilities	348	386
Deferred tax liabilities	71	67
	<u>419</u>	<u>453</u>
Current Liabilities		
Trade and other payables	1,565	1,994
Borrowings	18,600	17,309
Lease liabilities	192	203
Current tax liabilities	1,278	713
	<u>21,635</u>	<u>20,219</u>
TOTAL LIABILITIES	<u>22,054</u>	<u>20,672</u>
TOTAL EQUITY AND LIABILITIES	<u><u>84,292</u></u>	<u><u>79,872</u></u>
Number of share in issue before Public Issue ('000)⁽ⁱⁱ⁾	260,502	260,502
Net assets per share (RM)⁽ⁱⁱ⁾	0.24	0.23

YX PRECIOUS METALS BHD (202101001245) (1401543–M)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

Notes:

- * Amount is less than RM1,000.
- (i) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 6 May 2022 included in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (ii) Based on the share capital of 260,502,000 Shares in issue factoring in that the Acquisitions (as defined in Note A5 below) which have been completed on 12 April 2022.

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YX PRECIOUS METALS BHD (202101001245) (1401543–M)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2022⁽ⁱ⁾⁽ⁱⁱ⁾**

	-----Attributable To Owners Of The Parent-----				Total RM'000
	---Non Distributable---		Distributable		
	Share Capital RM'000	Invested equity RM'000	Merger Reserve ⁽ⁱⁱⁱ⁾ RM'000	Retained Earnings RM'000	
Balance as at 1 January 2022	-	17,600	-	41,600	59,200
Profit for the financial period	-	-	-	3,038	3,038
Other comprehensive income, net of tax	-	-	-	-	-
	-	-	-	3,038	3,038
<i>Transactions with owners</i>					
Issuance of ordinary shares pursuant to the acquisition of the Subsidiaries	52,100	(17,600)	(34,500)	-	-
Balance as at 31 March 2022	52,100	-	(34,500)	44,638	62,238

Notes:

- (i) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes In Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 6 May 2022 included in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (ii) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding period available as no interim financial report was prepared for the comparative financial period concerned.
- (iii) The Group has applied the merger method of accounting as all the entities within the Group are under common control before and after the acquisition of Emas Assayer Sdn Bhd ("**EASB**"), Gemas Precious Metals Industries Sdn Bhd ("**GPM**"), GPM Refinery Sdn Bhd ("**GRSB**") and Yi Xing Goldsmith Sdn Bhd ("**YXG**").

Under the merger method of accounting, the retained earnings and other equity balances of the Group immediately before and after the combination and the results from the beginning of the accounting period to the date of the combination are those of EASB, GPM, GRSB and YXG.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER
ENDED 31 MARCH 2022 ⁽ⁱ⁾**

	3 months ended 31/3/2022 RM'000	3 months ended 31/3/2021 ⁽ⁱⁱ⁾ RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,998	N/A
Adjustments for:-		
Amortisation of right of use asset	61	N/A
Depreciation of property, plant and equipment	93	N/A
Net unrealised loss on foreign exchange	5	N/A
Finance costs	212	N/A
Operating profit before changes in working capital	4,369	N/A
Inventories	(1,905)	N/A
Trade and other receivables	(544)	N/A
Trade and other payables	(430)	N/A
Cash generated from operations	1,490	N/A
Interest paid	(205)	N/A
Tax paid	(390)	N/A
Net cash from operating activities	895	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(524)	N/A
Net cash used in investing activities	(524)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(7)	N/A
Deposit placed with a licenced bank	(3,271)	N/A
Net drawdown of short term borrowings	1,930	N/A
Net repayments of hire-purchase liabilities	(50)	N/A
Net cash used in financing activities	(1,398)	N/A

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2022 ⁽ⁱ⁾ (Cont'd)**

	3 months ended	3 months ended
	31/3/2022	31/3/2021 ⁽ⁱⁱ⁾
	RM'000	RM'000
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,027)	N/A
CASH & CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	8,214	N/A
EFFECT OF EXCHANGE RATES CHANGES	*	N/A
CASH & CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u>7,187</u>	<u>N/A</u>

Represented by:-**CASH AND CASH EQUIVALENTS**

Cash and bank balances	7,187	N/A
Bank overdrafts	-	N/A
	<u>7,187</u>	<u>N/A</u>

Notes:

N/A - Not applicable

* Amount less than RM1,000.

- (i) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 6 May 2022 included in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (ii) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding period available as no interim financial report was prepared for the comparative financial period concerned.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. BASIS OF PREPARATION

The interim financial report of YX Precious Metals Bhd (“**YXPM**” or “**Company**”) and its subsidiaries (“**Group**”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

This is the first interim financial report on the Company’s unaudited condensed consolidated financial results for the first quarter ended 31 March 2022 announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the Accountants’ Report dated 6 May 2022 as disclosed in the prospectus of the Company dated 30 May 2022 (“**Prospectus**”) and the accompanying notes attached to this interim financial report.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the Accountants’ Report dated 6 May 2022 included in the Prospectus.

The following MFRSs, Amendment to MFRSs and IC Interpretation have been issued but has not been early adopted by the Group.

Title	Effective Date
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
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
<i>Disclosure of Accounting Policies</i> (Amendments to MFRS 101 <i>Presentation of Financial Statements</i>)	1 January 2023
<i>Definition of Accounting Estimates</i> (Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors</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
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(The figures have not been audited)

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

YXPM was incorporated in Malaysia under the Companies Act, 2016 on 11 January 2021 as a private limited company under the name of YX Precious Metals Sdn Bhd and was subsequently converted to a public limited company on 11 March 2021. The Company completed the acquisition of its subsidiaries, namely Emas Assayer Sdn Bhd (“EASB”), Gemas Precious Metals Industries Sdn Bhd (“GPM”), GPM Refinery Sdn Bhd (“GRSB”) and Yi Xing Goldsmith Sdn Bhd (“YXG”) on 12 April 2022.

In view of the above, there was no auditors' report on the Group for preceding annual financial statements. However, the audited financial statements of the Company, EASB, GPM, GRSB and YXG for the financial year ended 31 December 2021 were not subject to any qualification. The preceding audited combined financial statements of the Group are prepared based on combination or aggregation of all of the audited financial statements of respective companies of the Group.

A4. SEASONAL OR CYCLICAL FACTORS

The Group's business traditionally picks up before the main festive seasons in Malaysia.

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

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

A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in the estimates during the current quarter under review and year-to-date.

A7. ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS

On 18 August 2021, YXPM entered into a conditional share sale and purchase agreement to acquire the entire issued share capital of EASB, GPM, GRSB and YXG, respectively from Tomei Consolidated Berhad (“Tomei”) for a total purchase consideration of RM52,100,398, to be satisfied via the issuance of 260,501,990 new ordinary shares in YXPM (“Share(s)”) to Tomei at RM0.20 per Share (“Acquisitions”).

YXPM had on 29 March 2022, allotted 260,501,990 new Shares to Tomei pursuant to the Acquisitions. The Acquisitions was completed on 12 April 2022 and EASB, GPM, GRSB and YXG became a wholly-owned subsidiary of YXPM.

Save as disclosed above, there were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the current quarter under review.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A8. DIVIDEND PAID**

No dividend was paid during the current quarter under review and year-to-date.

A9. OPERATING SEGMENTAL INFORMATION

The business activities of the Group are predominantly located in Malaysia and as such, segment reporting by geographical location is not presented.

The Group has two reportable segments as follows:

Segments

Wholesale	Wholesaling of gold jewellery and other related products and services
Design and manufacture	Design and manufacturing of gold jewellery and other related products and services

Analysis of the Group's segment information for the current quarter and year-to-date under review is as follows:

**Results for financial period ended
31 March 2022**

	Wholesale RM'000	Design and Manufacture RM'000	Total RM'000
Revenue			
Total sales	57,616	8,948	66,564
Inter-segment sales	(1,511)	(4,328)	(5,839)
External sales	56,105	4,620	60,725

Results

Profit before tax	3,303	695	3,998
Tax expense	(793)	(167)	(960)
Profit for the year	2,510	528	3,038

**Assets and liabilities as at
31 March 2022****Assets**

Segment assets	58,746	25,485	84,231
Unallocated assets	-	-	61
Total assets	-	-	84,292

Liabilities

Segment liabilities	16,662	4,043	20,705
Unallocated liabilities	-	-	1,349
Total liabilities	-	-	22,054

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)****A9. OPERATING SEGMENTAL INFORMATION (Cont’d)**

Analysis of the Group’s segment information for the current quarter and year-to-date under review is as follows: (cont’d)

Results for financial period ended 31 March 2021	Wholesale RM’000	Design and Manufacture RM’000	Total RM’000
Revenue			
Total sales	N/A	N/A	N/A
Inter-segment sales	N/A	N/A	N/A
External sales	N/A	N/A	N/A
Results			
Profit before tax	N/A	N/A	N/A
Tax expense	N/A	N/A	N/A
Profit for the year	N/A	N/A	N/A
Assets and liabilities as at 31 March 2021			
Assets			
Segment assets	N/A	N/A	N/A
Unallocated assets	N/A	N/A	N/A
Total assets	N/A	N/A	N/A
Liabilities			
Segment liabilities	N/A	N/A	N/A
Unallocated liabilities	N/A	N/A	N/A
Total liabilities	N/A	N/A	N/A

Note:

This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter available as no interim financial report was prepared for the comparative financial period concerned.

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of property, plant and equipment during the current quarter under review and year-to-date.

A11. SIGNIFICANT EVENTS SUBSEQUENT TO THE END OF THE CURRENT QUARTER

Save for the completion of the Acquisitions as disclosed in Note A7 above and the corporate proposal as disclosed in Note B5 below, there were no other significant events subsequent to the end of the current quarter under review.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A12. CHANGES IN THE COMPOSITION OF THE GROUP**

Save for the Acquisitions as disclosed in Note A7 above, there were no changes to the composition of the Group during the current quarter under review.

A13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets as at 31 March 2022.

A14. COMMITMENTS

Capital commitments

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

Approved but not contracted for

RM'000**300**

Save as disclosed above, there were no other material commitments as at 31 March 2022.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

Save as disclosed below, there were no other related party transactions during the current quarter and year-to-date under review:

	3 Months Ended Individual Quarter		3 Months Ended Year-to-date	
	31/3/2022 RM'000	31/3/2021⁽ⁱ⁾ RM'000	31/3/2022 RM'000	31/3/2021⁽ⁱ⁾ RM'000
Related companies				
Sales of goods	475	N/A	475	N/A
Related parties				
Sales of goods	210	N/A	210	N/A
Purchase of goods	47	N/A	47	N/A
Purchase of manufacturing tools	9	N/A	9	N/A
Rental of premises	41	N/A	41	N/A

Note:

This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. PERFORMANCE REVIEW*****Comparison with previous year's corresponding quarter and financial year to-date***

	3 Months Ended Individual Quarter		3 Months Ended Year-to-date	
	31/3/2022 RM'000	31/3/2021⁽ⁱ⁾ RM'000	31/3/2022 RM'000	31/3/2021⁽ⁱ⁾ RM'000
Sales				
Wholesale	56,105	N/A	56,105	N/A
Design and Manufacture	4,620	N/A	4,620	N/A
Total	60,725	N/A	60,725	N/A
Profit before tax				
Wholesale	3,303	N/A	3,303	N/A
Design and Manufacture	695	N/A	695	N/A
Total	3,998	N/A	3,998	N/A

Notes:

N/A - Not applicable

- (i) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

The Group recorded revenue of RM60.73 million for the current quarter and year-to-date ended 31 March 2022.

The Group's revenue was principally derived from the wholesale segment, contributing approximately 92.39% of the total revenue for the current quarter and year-to-date ended 31 March 2022. The wholesale segment recorded a sales volume of 216,729g of gold jewellery contributed mainly by the demands from East Malaysia and Peninsular Malaysia.

The Group registered a PBT and PAT of RM4.00 million and RM3.04 million, respectively, in the current quarter and year-to-date ended 31 March 2022 after incurring expenses such as selling and distribution expenses as well as administrative expenses amounting to RM0.36 million and RM0.91 million respectively. These expenses mainly consist of staff costs, rental of premises and insurances.

Comparison with immediate preceding quarter's results

This is the first interim financial report announced in compliance with the Listing Requirements. As such, there are no comparative figures for the immediate preceding quarter.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(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)****B2. COMMENTARY ON PROSPECTS**

With Malaysia transitioning into endemic phase of COVID-19 following the full reopening of borders in April 2022, the overall economic condition is expected to recover at a faster and more even pace this year. Further, according to Bank Negara Malaysia, consumer confidence is also expected to improve as vaccinations progress and containment measures are fully eased, leading to some materialisation of pent-up demand.

The Group is optimistic on this gradual recovery whereby the consumer products sector is expected to improve following from the above. Nonetheless, the Group is also mindful on the fluctuation of global gold prices arising from various factors, including amongst others, global economic crisis or uncertainties, inflation, interest rates, demand from industries, investments in jewellery sectors, as well as the Russia-Ukraine conflict.

Notwithstanding the above, the Group remains vigilant and has prepared to take necessary measures to ensure that the financial performance of the Group remain satisfactory for the financial year ending 31 December 2022.

B3. PROFIT FORECAST, PROFIT ESTIMATE OR PROFIT GUARANTEE

The Group has not issued any profit forecast, profit estimate or profit guarantee in any public document.

B4. TAXATION

	3 Months Ended Individual Quarter		3 Months Ended Year-to-date	
	31/3/2022 RM'000	31/3/2021 ⁽ⁱ⁾ RM'000	31/3/2022 RM'000	31/3/2021 ⁽ⁱ⁾ RM'000
Current taxation	956	N/A	956	N/A
Deferred taxation	4	N/A	4	N/A
	<u>960</u>	<u>N/A</u>	<u>960</u>	<u>N/A</u>
Effective tax rate (%)	24.01	N/A	24.01	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

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

Notes:

N/A - Not applicable

- (i) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(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)****B5. CORPORATE PROPOSALS**

On 30 May 2022, YXPM issued its Prospectus in conjunction with the Company’s listing on the ACE Market of Bursa Securities. The Company has undertaken an initial public offering (“IPO”) comprising public issue of 111,648,000 new Shares in the Company at an IPO price of RM0.28 per Share, payable in full upon application allocated in the following manner:

- 18,608,000 new Shares made available for application by the Malaysian Public;
- 11,162,000 new Shares made available for application by our eligible directors and employees, directors and employees of Tomei and its subsidiaries as well as any other persons who have contributed to the success of our Group;
- 18,608,000 new Shares made available for application by all entitled shareholders of Tomei;
- 16,751,200 new Shares made available by way of private placement to selected investors; and
- 46,518,800 new Shares made available by way of private placement to selected Bumiputera investors approved by the Ministry of International Trade and Industry, Malaysia.

Upon completion of the IPO, the Company is expected to be admitted to the Official List of Bursa Securities and the Company’s entire enlarged issued share capital of RM83,361,840 comprising 372,150,000 shares shall be listed and quoted on the ACE Market of Bursa Securities.

Based on the IPO Price, the gross proceeds arising from the public issue amounting to RM31.26 million is intended to be utilised in the following manner:

Purposes	Proposed utilisation	Estimated time frame for use (from the Listing Date)
	RM’000	
Purchase of new machinery and equipment for expansion of hollow gold jewellery range	4,400	Within 24 months
Expansion and upgrading of operational facilities	2,500	Within 24 months
Working capital		
- Purchase of raw materials	20,861	Within 12 months
Estimated listing expenses	3,500	Within 3 months
Total	31,261	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 30 May 2022.

Save as disclosed above, there are no other corporate proposals announced by the Company but not completed as at the date of this interim financial report.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022

(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)

B6. LOANS AND BORROWINGS

As at 31 March 2022, the Group has total borrowings of RM18.60 million, all of which are denominated in Ringgit Malaysia.

	Secured RM'000	Unsecured RM'000	Total RM'000
Current			
Bankers' acceptances	-	11,600	11,600
Revolving credit	-	7,000	7,000
	-	18,600	18,600
Non-current	-	-	-
	-	18,600	18,600

B7. DERIVATIVE FINANCIAL INSTRUMENTS

As at 31 March 2022, the Group does not have any derivative financial instruments.

B8. FAIR VALUE OF FINANCIAL LIABILITIES

There was no gain or loss arising from fair value changes of financial liabilities for the current quarter under review and year-to-date as the Group did not have any financial liabilities measured at fair value.

B9. CHANGES IN MATERIAL LITIGATIONS

No material litigation has arisen since 31 March 2022.

B10. DIVIDEND PAYABLE

No dividend has been declared or recommended for payment by the Board of Directors of the Company during the current quarter under review.

YX PRECIOUS METALS BHD (202101001245) (1401543–M)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(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)****B11. EARNINGS PER SHARE**

	Individual Quarter		Year-to date	
	3 months ended		3 months ended	
	31/3/2022	31/3/2021⁽ⁱ⁾	31/3/2022	31/3/2021⁽ⁱ⁾
	RM'000	RM'000	RM'000	RM'000
Consolidated profit for the financial period attributable to equity holders of the parent	3,038	N/A	3,038	N/A
Number of ordinary shares in issue ('000)	260,502	N/A	260,502	N/A
Diluted number of ordinary shares ('000)	372,150	N/A	372,150	N/A
Basic earnings per share (sen) ⁽ⁱⁱ⁾	1.17	N/A	1.17	N/A
Diluted earnings per share (sen) ⁽ⁱⁱⁱ⁾	<u>0.82</u>	<u>N/A</u>	<u>0.82</u>	<u>N/A</u>

Notes:

N/A - Not applicable

- (i) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (ii) Basic earnings per share of the Company for the individual quarter ended 31 March 2022 and year to-date ended 31 March 2022 is calculated based on the share capital of 260,502,000 shares in issue as at 31 March 2022.
- (iii) Diluted earnings per share of the Company for the individual quarter ended 31 March 2022 and year to-date ended 31 March 2022 is calculated based on the enlarged number of Shares in issue pursuant to the completion of the IPO, which is 372,150,000 shares as disclosed in Note B5. There are no dilutive instruments at the end of the financial period.

YX PRECIOUS METALS BHD (202101001245) (1401543–M)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2022**(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)****B12. PROFIT BEFORE TAX**

Profit before tax is arrived at after charging:

	Individual Quarter		Year-to date	
	3 months ended		3 months ended	
	31/3/2022	31/3/2021⁽ⁱ⁾	31/3/2022	31/3/2021⁽ⁱ⁾
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	93	N/A	93	N/A
Amortisation of right-of-use asset	61	N/A	61	N/A
Finance costs	212	N/A	212	N/A
Net realised and unrealised loss on foreign exchange	56	N/A	56	N/A

Notes:

N/A - Not applicable

- (i) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

Save for the above, the other disclosure items as required under Rule 16, Part A of Appendix 9B of the Listing Requirements are not applicable.

By Order of the Board

Secretary
Teoh Kok Jong (LS 04719)

Dated : 20 June 2022