

# Miyoshi Limited

(Incorporated in the Republic of Singapore)  
(Company Registration No. 198703979K)

## Second Quarter Financial Year 2020 Financial Statements And Dividend Announcement

The Singapore Exchange Regulation (“SGX RegCo”) had on 9 January 2020 announced the removal of the market capitalisation threshold for quarterly reporting (“QR”) of financial statements, and instead take a risk-based approach. The SGX RegCo will require QR for Companies whose auditors have issued a qualified opinion, disclaimer of opinion or adverse opinion and companies that have a material uncertainty relating to going concern as highlighted by their auditors, both based on their latest financial statements.

Under the amendments to the Catalist Rules, Miyoshi Limited was notified by the Singapore Exchange Securities Trading Limited that the Company will be required to continue to do QR with effect from 7 February 2020 in view of the modified opinion issued by the statutory auditor of the Company in the latest annual report for the financial year ended 31 August 2019 (“FY2019”).

### PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3), HALF-YEAR AND FULL YEAR RESULTS

#### 1(a) Statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

#### Consolidated Statement of Comprehensive Income For the second quarter ended 29 February 2020

	Note	Group Quarter			Group 6 Months		
		Feb-20 \$'000	Feb-19 \$'000	Change %	Feb-20 \$'000	Feb-19 \$'000	Change %
<b>Revenue</b>	(i)	<b>13,847</b>	<b>12,809</b>	<b>8.1</b>	<b>27,854</b>	<b>27,322</b>	<b>1.9</b>
Other income	(ii)	13	111	(88.3)	81	4,042	(98.0)
Raw materials, consumables used & changes in inventories		(8,133)	(6,428)	26.5	(15,855)	(14,162)	12.0
Employee benefit expenses		(2,571)	(2,565)	0.2	(5,428)	(5,475)	(0.9)
Depreciation and amortisation expenses		(762)	(778)	(2.1)	(1,560)	(1,587)	(1.7)
Other operating expenses	(iii)	(2,226)	(2,555)	(12.9)	(4,647)	(4,866)	(4.5)
Finance costs		(103)	(96)	7.3	(188)	(216)	(13.0)
Share of results of associate		(668)	(165)	N.M.	(1,035)	(308)	2.4
<b>(Loss)/Profit before income tax</b>		<b>(603)</b>	<b>333</b>	<b>N.M.</b>	<b>(778)</b>	<b>4,750</b>	<b>N.M.</b>
Income tax expense		(82)	(120)	(31.7)	(221)	(235)	(6.0)
<b>(Loss)/Profit for the period</b>		<b>(685)</b>	<b>213</b>	<b>N.M.</b>	<b>(999)</b>	<b>4,515</b>	<b>N.M.</b>
<b>(Loss)/Profit attributable to:</b>							
Owners of the parent		(724)	229	N.M.	(1,038)	4,568	N.M.
Non-controlling interests		39	(16)	N.M.	39	(53)	N.M.
<b>(Loss)/Profit for the period</b>		<b>(685)</b>	<b>213</b>	<b>N.M.</b>	<b>(999)</b>	<b>4,515</b>	<b>N.M.</b>
<b>Other comprehensive income</b>							
<i>Items that may be reclassified subsequently to profit or loss</i>							
Exchange differences on translation of foreign operations		1,182	(115)	N.M.	722	(231)	N.M.
<b>Total comprehensive income for the period</b>		<b>497</b>	<b>98</b>	<b>4.1</b>	<b>(277)</b>	<b>4,284</b>	<b>N.M.</b>
<b>Total comprehensive income attributable to:</b>							
Owners of the parent		479	68	6.0	(315)	4,290	N.M.
Non-controlling interests		18	30	(0.4)	38	(6)	N.M.
		<b>497</b>	<b>98</b>	<b>4.1</b>	<b>(277)</b>	<b>4,284</b>	<b>N.M.</b>

N.M. denotes not meaningful

\*Throughout this report, all figures are in Singapore Dollars and Singapore Cents, unless otherwise stated.

**Notes:****1(a)(i) Revenue**

	Group Quarter		Group 6 Months	
	Feb-20	Feb-19	Feb-20	Feb-19
	\$'000	\$'000	\$'000	\$'000
Sales of goods	13,063	12,024	26,177	25,734
Sales of scrap	445	485	993	973
Rental income	339	300	684	615
	<b>13,847</b>	<b>12,809</b>	<b>27,854</b>	<b>27,322</b>

**1(a)(ii) Other income**

	Group Quarter		Group 6 Months	
	Feb-20	Feb-19	Feb-20	Feb-19
	\$'000	\$'000	\$'000	\$'000
Gain on disposal of asset held for sale	-	-	-	3,888
Miscellaneous income	11	102	49	135
Reversal of impairment of plant and equipment	-	3	-	10
(Loss) / gain on disposal of plant and equipment	(1)	1	27	1
Interest income	3	5	5	8
	<b>13</b>	<b>111</b>	<b>81</b>	<b>4,042</b>

**1(a)(iii) Other operating expenses**

	Group Quarter		Group 6 Months	
	Feb-20	Feb-19	Feb-20	Feb-19
	\$'000	\$'000	\$'000	\$'000
Supplies and services	1,120	1,158	2,245	2,261
Utilities	450	443	915	909
Transportation and travelling	208	195	437	388
Professional fees	146	65	295	310
Office and sundry expenses	163	171	305	289
Repair and maintenance	121	91	240	177
Others	105	140	207	302
Allowance for / (reversal of) doubtful receivables	25	(11)	62	91
(Gain) / loss on foreign exchange, net	(112)	303	(59)	139
	<b>2,226</b>	<b>2,555</b>	<b>4,647</b>	<b>4,866</b>

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

**Statements of Financial Position**

	Group		Company	
	As At		As At	
	29-Feb-20	31-Aug-19	29-Feb-20	31-Aug-19
	\$'000	\$'000	\$'000	\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances	3,160	2,991	347	299
Fixed deposits	150	148	-	-
Trade and other receivables	14,072	13,867	3,096	2,545
Prepayments	531	185	23	32
Inventories	7,040	6,776	3	1
<b>Total current assets</b>	<b>24,953</b>	<b>23,967</b>	<b>3,469</b>	<b>2,877</b>
<b>Non-current assets:</b>				
Subsidiaries	-	-	30,044	29,741
Associate	17,605	18,640	20,700	20,433
Property, plant and equipment	34,410	34,543	2,756	2,810
Right-of-use asset	231	-	231	-
Investment properties	7,064	6,933	-	-
Intangible assets	40	39	-	-
Deferred tax assets	52	51	-	-
Other receivables	44	60	9	12
<b>Total non-current assets</b>	<b>59,446</b>	<b>60,266</b>	<b>53,740</b>	<b>52,996</b>
<b>Total assets</b>	<b>84,399</b>	<b>84,233</b>	<b>57,209</b>	<b>55,873</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Trade and other payables	12,351	11,097	6,297	4,327
Current income tax payable	-	112	-	-
Finance lease	29	29	29	29
Bank borrowings	5,417	6,145	825	782
Lease liability	91	-	91	-
<b>Total current liabilities</b>	<b>17,888</b>	<b>17,383</b>	<b>7,242</b>	<b>5,138</b>
<b>Non-current liabilities:</b>				
Finance lease	46	60	46	60
Bank borrowings	1,842	2,105	-	187
Lease liability	147	-	147	-
Other payable	-	-	3,324	3,180
Provisions	880	829	-	-
Deferred tax liabilities	343	332	-	-
<b>Total non-current liabilities</b>	<b>3,258</b>	<b>3,326</b>	<b>3,517</b>	<b>3,427</b>
<b>Total liabilities</b>	<b>21,146</b>	<b>20,709</b>	<b>10,759</b>	<b>8,565</b>
<b>Equity:</b>				
Share capital	49,079	49,079	49,079	49,079
Treasury shares	(253)	(253)	(253)	(253)
Revaluation reserve	666	666	-	-
Other reserve	855	851	-	-
Share awards reserve	30	24	30	24
Currency translation reserve	(9,936)	(10,655)	(10,436)	(11,029)
Retained earnings	20,880	21,918	8,030	9,487
<b>Equity attributable to owners of the parent</b>	<b>61,321</b>	<b>61,630</b>	<b>46,450</b>	<b>47,308</b>
Non-controlling interests	1,932	1,894	-	-
<b>Total equity</b>	<b>63,253</b>	<b>63,524</b>	<b>46,450</b>	<b>47,308</b>
<b>Total liabilities and equity</b>	<b>84,399</b>	<b>84,233</b>	<b>57,209</b>	<b>55,873</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand**

As at 29 February 2020 \$'000		As at 31 August 2019 \$'000	
Secured	Unsecured	Secured	Unsecured
5,446	-	6,174	-

**Amount repayable after one year**

As at 29 February 2020 \$'000		As at 31 August 2019 \$'000	
Secured	Unsecured	Secured	Unsecured
1,888	-	2,165	-

Detail of collaterals**Bank borrowings**

The Group's secured borrowings comprise bank borrowings of the Company and its subsidiaries, Miyoshi Precision Huizhou Co., Ltd ("MPH"), Wuxi Miyoshi Precision Co., Ltd ("WMP"), Miyoshi Precision (Malaysia) Sdn Bhd ("MPM") and Miyoshi Technologies Phils, Inc. ("MTP"). The bank borrowings are secured against assets and properties of the Company and its subsidiaries. The Company provided a corporate guarantee and a letter of comfort for the bank borrowings to MPM. The current and non-current balances of the secured bank borrowings as at 29 February 2020 were \$5,417,000 and \$1,842,000 (31 August 2019: \$5,730,000 and \$2,105,000). Included in the current balances of the secured bank borrowings as at 29 February 2020 was a bank overdraft of \$452,000 (31 August 2019: \$415,000).

**Finance Lease**

The finance lease is secured against a motor vehicle of the Company. The current and non-current balances of the finance lease as at 29 February 2020 were \$29,000 and \$46,000 (31 August 2019: \$29,000 and \$60,000). The net book value of the motor vehicle under this finance lease as at 29 February 2020 was \$124,000 (31 August 2019: \$147,000).

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group		Group	
	Quarter		6 Months	
	Feb-20	Feb-19	Feb-20	Feb-19
	\$'000	\$'000	\$'000	\$'000
<b>Operating activities:</b>				
(Loss) / profit before income tax	(603)	333	(778)	4,750
Adjustments for:				
Allowance / (reversal) for doubtful trade receivables	25	(11)	62	91
Depreciation and amortisation expenses	762	778	1,560	1,587
Interest expense	103	96	188	216
Interest income	(3)	(5)	(5)	(8)
Gain on disposal of asset held for sale	-	-	-	(3,888)
Loss / (gain) on disposal of plant and equipment	1	(1)	(27)	(1)
Allowance for / (reversal of) inventory obsolescence	7	(10)	7	(10)
Reversal of impairment loss on plant and equipment	-	(3)	-	(10)
Share awards expenses	1	109	6	111
Share of results of associate	668	165	1,035	308
Unrealised exchange differences	(153)	238	(153)	136
<b>Operating cash flows before changes in working capital</b>	<b>808</b>	<b>1,689</b>	<b>1,895</b>	<b>3,282</b>
Trade and other receivables	340	634	311	(585)
Prepayments	52	(251)	(349)	(44)
Inventories	(572)	(394)	(162)	(1,217)
Trade and other payables	423	(832)	854	(35)
<b>Cash generated from operations</b>	<b>1,051</b>	<b>846</b>	<b>2,549</b>	<b>1,401</b>
Interest paid	(103)	(96)	(188)	(216)
Interest received	3	5	5	8
Income tax paid	(94)	(249)	(320)	(252)
<b>Net cash from operating activities</b>	<b>857</b>	<b>506</b>	<b>2,046</b>	<b>941</b>
<b>Investing activities:</b>				
Investment in associate	-	(2,181)	-	(2,597)
Proceeds from disposal of asset held for sale	-	-	-	5,929
Proceeds from disposal of plant and equipment	-	2	53	8
Purchase of plant and equipment	(324)	(2,402)	(784)	(3,402)
<b>Net cash used in investing activities</b>	<b>(324)</b>	<b>(4,581)</b>	<b>(731)</b>	<b>(62)</b>
<b>Financing activities:</b>				
Proceeds from bank borrowings	797	1,184	797	2,555
Purchase of treasury shares	-	(153)	-	(153)
Dividend payments	-	(1,211)	-	(1,211)
Dividends paid to non-controlling interests	-	(63)	-	(63)
Repayment of bank borrowings	(1,649)	(1,913)	(1,825)	(2,584)
Repayment of finance leases	(7)	(7)	(15)	(14)
Repayment of obligation under lease	(18)	-	(45)	-
<b>Net cash used in financing activities</b>	<b>(877)</b>	<b>(2,163)</b>	<b>(1,088)</b>	<b>(1,470)</b>
(Decrease) / increase in cash and cash equivalents	(344)	(6,238)	227	(591)
Effect of exchange rate changes on cash and cash equivalents	6	179	(98)	101
Cash and cash equivalents at beginning of period	3,046	9,194	2,579	3,625
<b>Cash and cash equivalents at end of period</b>	<b>2,708</b>	<b>3,135</b>	<b>2,708</b>	<b>3,135</b>
Cash and bank balances	3,310	3,281	3,310	3,281
Bank overdraft	(452)	-	(452)	-
Restricted cash	(150)	(146)	(150)	(146)
<b>Cash and cash equivalents at end of period</b>	<b>2,708</b>	<b>3,135</b>	<b>2,708</b>	<b>3,135</b>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

<b>Consolidated Statement of Changes in Equity</b>	<b>Share Capital</b>	<b>Treasury Shares</b>	<b>Revaluation Reserve</b>	<b>Other Reserve</b>	<b>Share Awards Reserve</b>	<b>Currency Translation Reserve</b>	<b>Retained Earnings</b>	<b>Equity Attributable to Owners of the Parent</b>	<b>Non-Controlling Interests</b>	<b>Total Equity</b>
<b>Group</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Balance at 1 September 2019</b>	<b>49,079</b>	<b>(253)</b>	<b>666</b>	<b>851</b>	<b>24</b>	<b>(10,655)</b>	<b>21,918</b>	<b>61,630</b>	<b>1,894</b>	<b>63,524</b>
Loss for the period	-	-	-	-	-	-	(314)	(314)	-	(314)
<b>Other comprehensive income for the period</b>										
Foreign currency translation	-	-	-	(1)	-	(479)	-	(480)	20	(460)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1)</b>	<b>-</b>	<b>(479)</b>	<b>(314)</b>	<b>(794)</b>	<b>20</b>	<b>(774)</b>
<b>Transactions with owners of the parent recognised directly in equity</b>										
Share-based payments	-	-	-	-	5	-	-	5	-	5
<b>Total transactions with owners of the parent recognised directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5</b>	<b>-</b>	<b>-</b>	<b>5</b>	<b>-</b>	<b>5</b>
<b>Balance at 30 November 2019</b>	<b>49,079</b>	<b>(253)</b>	<b>666</b>	<b>850</b>	<b>29</b>	<b>(11,134)</b>	<b>21,604</b>	<b>60,841</b>	<b>1,914</b>	<b>62,755</b>
(Loss) / profit for the period	-	-	-	-	-	-	(724)	(724)	39	(685)
<b>Other comprehensive income for the period</b>										
Foreign currency translation	-	-	-	5	-	1,198	-	1,203	(21)	1,182
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5</b>	<b>-</b>	<b>1,198</b>	<b>(724)</b>	<b>479</b>	<b>18</b>	<b>497</b>
<b>Transactions with owners of the parent recognised directly in equity</b>										
Share-based payments	-	-	-	-	1	-	-	1	-	1
<b>Total transactions with owners of the parent recognised directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>1</b>
<b>Balance at 29 February 2020</b>	<b>49,079</b>	<b>(253)</b>	<b>666</b>	<b>855</b>	<b>30</b>	<b>(9,936)</b>	<b>20,880</b>	<b>61,321</b>	<b>1,932</b>	<b>63,253</b>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

<b>Consolidated Statement of Changes in Equity</b>	<b>Share Capital</b>	<b>Treasury Share Reserve</b>	<b>Revaluation Reserve</b>	<b>Other Reserve</b>	<b>Share Awards Reserve</b>	<b>Currency Translation Reserve</b>	<b>Retained Earnings</b>	<b>Equity Attributable to Owners of the Parent</b>	<b>Non- Controlling Interests</b>	<b>Total Equity</b>
<b>Group</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Balance at 1 September 2018</b>	49,079	(203)	666	1,073	6	(10,851)	24,055	63,825	2,008	65,833
Profit / (loss) for the period	-	-	-	-	-	-	4,339	4,339	(37)	4,302
<b>Other comprehensive income for the period</b>										
Foreign currency translation	-	-	-	-	-	(117)	-	(117)	1	(116)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(117)	4,339	4,222	(36)	4,186
<b>Transactions with owners of the parent recognised directly in equity</b>										
Share-based payments	-	-	-	-	2	-	-	2	-	2
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	-	-	2	-	-	2	-	2
<b>Contribution by and distribution to owners</b>										
Dividends	-	-	-	-	-	-	(1,211)	(1,211)	-	(1,211)
<b>Total contribution by and distribution to owners</b>	-	-	-	-	-	-	(1,211)	(1,211)	-	(1,211)
<b>Balance at 30 November 2018</b>	49,079	(203)	666	1,073	8	(10,968)	27,183	66,838	1,972	68,810
Profit / (loss) for the period	-	-	-	-	-	-	229	229	(16)	213
<b>Other comprehensive income for the period</b>										
Foreign currency translation	-	-	-	-	-	(161)	-	(161)	46	(115)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(161)	229	68	30	98
<b>Transactions with owners of the parent recognised directly in equity</b>										
Share-based payments	-	-	-	-	109	-	-	109	-	109
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	-	-	109	-	-	109	-	109
<b>Transactions with non-controlling interests</b>										
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	(63)	(63)
<b>Total transactions with non-controlling interests</b>	-	-	-	-	-	-	-	-	(63)	(63)
<b>Contribution by and distribution to owners</b>										
Purchase of treasury shares	-	(153)	-	-	-	-	-	(153)	-	(153)
<b>Total contribution by and distribution to owners</b>	-	(153)	-	-	-	-	-	(153)	-	(153)
<b>Balance at 28 February 2019</b>	49,079	(356)	666	1,073	117	(11,129)	27,412	66,862	1,939	68,801

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

**Statement of Changes in Equity**

Company	Share Capital \$'000	Treasury Shares \$'000	Share Awards Reserve \$'000	Currency Translation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
<b>Balance at 1 September 2019</b>	49,079	(253)	24	(11,022)	9,677	47,505
Loss for the period	-	-	-	-	(962)	(962)
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	(590)	-	(590)
<b>Total comprehensive income for the period</b>	-	-	-	(590)	(962)	(1,552)
<b>Transactions with owners of the parent recognised directly in equity</b>						
Share-based payments	-	-	5	-	-	5
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	5	-	-	5
<b>Balance at 30 November 2019</b>	49,079	(253)	29	(11,612)	8,715	45,958
Loss for the period	-	-	-	-	(685)	(685)
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	1,176	-	1,176
<b>Total comprehensive income for the period</b>	-	-	-	1,176	(685)	491
<b>Transactions with owners of the parent recognised directly in equity</b>						
Share-based payments	-	-	1	-	-	1
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	1	-	-	1
<b>Balance at 29 February 2020</b>	49,079	(253)	30	(10,436)	8,030	46,450



**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Statement of Changes in Equity	Share Capital	Treasury Shares	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Total Equity
Company	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 September 2018 (Restated)</b>	<b>49,079</b>	<b>(203)</b>	<b>6</b>	<b>(11,192)</b>	<b>13,369</b>	<b>51,059</b>
Profit for the period	-	-	-	-	3,176	3,176
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	28	-	28
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28</b>	<b>3,176</b>	<b>3,204</b>
<b>Transactions with owners of the parent recognised directly in equity</b>						
Share-based payments	-	-	2	-	-	2
<b>Total transactions with owners of the parent recognised directly in equity</b>	<b>-</b>	<b>-</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>2</b>
<b>Contributions by and distribution to owners</b>						
Dividends	-	-	-	-	(1,211)	(1,211)
<b>Total contribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,211)</b>	<b>(1,211)</b>
<b>Balance at 30 November 2018 (Restated)</b>	<b>49,079</b>	<b>(203)</b>	<b>8</b>	<b>(11,164)</b>	<b>15,334</b>	<b>53,054</b>
Loss for the period	-	-	-	-	(80)	(80)
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	(720)	-	(720)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(720)</b>	<b>(80)</b>	<b>(800)</b>
<b>Contributions by and distribution to owners</b>						
Purchase of treasury shares	-	(153)	-	-	-	(153)
<b>Total contribution to owners</b>	<b>-</b>	<b>(153)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(153)</b>
<b>Transactions with owners of the parent recognised directly in equity</b>						
Share-based payments	-	-	109	-	-	109
<b>Total transactions with owners of the parent recognised directly in equity</b>	<b>-</b>	<b>-</b>	<b>109</b>	<b>-</b>	<b>-</b>	<b>109</b>
<b>Balance at 28 February 2019 (Restated)</b>	<b>49,079</b>	<b>(356)</b>	<b>117</b>	<b>(11,884)</b>	<b>15,254</b>	<b>52,210</b>

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There were no changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on 30 November 2019 to 29 February 2020.

There were no outstanding share options or convertibles as at 29 February 2020 and 28 February 2019.

As at 29 February 2020, the Company did not have any subsidiary holdings and held 5,065,900 treasury shares which represented approximately 0.8% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 607,603,590 shares. As at 28 February 2019, the Company did not have any subsidiary holdings and held 5,065,900 treasury shares which represented approximately 0.8% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 607,603,590 shares.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

<b>Company</b>	<b>As at 29 February 2020</b>	<b>As at 31 August 2019</b>
Total number of issued shares	612,669,490	612,669,490
Less: Treasury shares	(5,065,900)	(5,065,900)
Total number of issued shares excluding treasury shares	607,603,590	607,603,590

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

There were no sale, transfer, cancellation and/or use of treasury shares as the end of the current financial period reported on.

- 1(d)(v) A statement showing all sales, transfers, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

There were no subsidiary holdings as at the end of the current financial period reported on.

- 2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited nor reviewed by our auditors.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).**

Not applicable.

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-**

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**

**(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

As disclosed in the Company's annual report for FY2019, the Group's independent auditors, BDO LLP (the "Auditors"), have included a qualified opinion on the financial statements of the Group for FY2019 which arose mainly in connection with the accounting and audit issues of Group's and Company's investment in Core Power (Fujian) New Energy Automobile Co., Ltd ("Core Power"), a foreign associate.

The management and the auditors are still in discussions to resolve the outstanding issues relating to Core Power. However, due to the on-going COVID-19 pandemic, there have been unexpected delays in resolving these issues. The Company will make further announcements to update Shareholders of any developments, as and when appropriate.

The Board confirms that the impact of the outstanding audit issues on the financial statements have been adequately disclosed.

**4. Whether the same accounting policies and have been applied.**

Saved as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the period ended 31 August 2019.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group has adopted SFRS(I) 16 Leases with effect from this current financial period beginning on 1 September 2019 using the modified retrospective method in accordance with the transitional provisions, where comparative amounts for the year prior to first adoption will not be restated. Under SFRS(I) 16, the Group is required to recognise on the balance sheet a liability to make lease payments (i.e. the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e. the right-of-use asset). The Group is also required to separately recognise the interest expense on the lease liability and depreciation expense on the right-of-use asset. The adoption has resulted in increases in total assets, total liabilities, depreciation expense and finance cost.

**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Quarter ended		6 months ended	
	29 February 2020	28 February 2019	29 February 2020	28 February 2019
	Cents	Cents	Cents	Cents
Based on weighted average number of ordinary shares in issue	(0.12)	0.04	(0.17)	0.75
On a fully diluted basis	(0.12)	0.04	(0.17)	0.75
Weighted average number of ordinary share in issue for basic earnings per share	607,603,590	606,318,090	607,603,590	607,703,150
Weighted average number of ordinary share in issue for diluted earnings per share	608,817,290	606,897,630	608,817,290	608,202,982

Earnings/(Loss) per ordinary share is calculated based on the Group's profit/(loss) for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary shares for 2Q2020 of 607,603,590 (2Q2019: 606,318,090) and for 1H2020 of 607,603,590 (1H2019: 607,703,150).

Earnings/(Loss) per ordinary share (diluted basis) is calculated based on the Group's profit/(loss) for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary shares and adjusted to include all dilutive ordinary shares up to 29 February 2020. The adjusted weighted average number of ordinary shares for 2Q2020 is 608,817,290 (2Q2019: 607,703,150).

Diluted earnings/(loss) per share is the same as the basic earnings/(loss) per share because the potential ordinary shares to be converted are anti-dilutive as the effect of the shares conversion would be to decrease the loss per share.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

<b>Net asset value ("NAV")</b>	<b>Group</b>	<b>Company</b>
NAV per share as at 29 February 2020	10.09 cents	7.64 cents
NAV per share as at 31 August 2019	10.14 cents	7.79 cents

Net asset value per share is calculated based on share capital of 607,603,590 ordinary shares in issue, excluding treasury shares and subsidiary holdings, as at 29 February 2020 and 31 August 2019.

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

**A. Revenue**

2Q2020

<b>Business Segment Revenue (\$'000)</b>	<b>2Q2020</b>	<b>2Q2019</b>	<b>Change %</b>
Consumer electronics	6,258	5,463	14.6
Automotive	4,374	3,893	12.4
Data storage	2,876	3,153	(8.8)
Rental	339	300	13.0
<b>Total</b>	<b>13,847</b>	<b>12,809</b>	<b>8.1</b>

Revenue increased by \$1.0 million or 8.1% from \$12.8 million in 2Q2019 to \$13.8 million in 2Q2020. The increase was mainly due to higher sales orders from the consumer electronics and automotive segments in China and the Philippines and an increase in rental income from renewed tenancy agreement for our investment properties in the Philippines. The revenue was partially offset by a decrease in revenue from the data storage segment.

1H2020

<b>Business Segment Revenue (\$'000)</b>	<b>1H2020</b>	<b>1H2019</b>	<b>Change %</b>
Consumer electronics	11,896	11,058	7.6
Automotive	9,287	8,835	5.1
Data storage	5,987	6,814	(12.1)
Rental	684	615	11.2
<b>Total</b>	<b>27,854</b>	<b>27,322</b>	<b>1.9</b>

Revenue increased by \$0.5 million or 1.9% from \$27.3 million in 1H2019 to \$27.8 million in 1H2020. The increase was mainly due to higher sales revenue from the consumer electronics and automotive segments in China and Thailand and an increase in rental income from renewed tenancy agreement for our investment properties in the Philippines. The revenue was partially offset by a decrease in revenue from the data storage segment in China and the Philippines.

## B. Other Income

### 2Q2020

Other income decreased by \$0.1 million from \$0.1 million in 2Q2019 to \$13,000 in 2Q2020, mainly due to lower miscellaneous income in 2Q2020.

### 1H2020

Excluding the one-off gain on disposal of our industrial property in Singapore at 5 Second Chin Bee Road, other income decreased by \$0.1 million due to lower miscellaneous income in 1H2020.

## C. Total Costs and Expenses

### 2Q2020

Total costs and expenses increased by \$1.4 million from \$12.4 million in 2Q2019 to \$13.8 million in 2Q2020. The increase was mainly due to increases in raw material consumables used of \$1.7 million in line with the increase in revenue for 2Q2020 which was partially offset by the gain in foreign exchange translation of \$0.4 million as a result of stronger USD against SGD.

### 1H2020

Total costs and expenses increased by \$1.4 million from \$26.3 million in 1H2019 to \$27.7 million in 1H2020. Similar to 2Q2020, the increase was mainly due to increased purchase of raw material consumables used of \$1.7 million, partially offset by the gain in foreign exchange translation of \$0.2 million as a result of stronger USD against SGD.

## D. Profit / (loss) after Income Tax

### 2Q2020

Profit after income tax decreased by \$0.9 million from \$0.2 million in 2Q2019 to a loss after income tax of \$0.7 million in 2Q2020. The decrease was mainly due to higher share of loss from associate of \$0.5 million which reflects the loss making position in Core Power and higher total costs of \$1.4 million which in line with higher revenue of \$1.0 million in 2Q2020.

### 1H2020

Profit after income tax decreased by \$5.5 million from \$4.5 million in 1H2019 to a loss after income tax of \$1.0 million in 1H2020. The decrease was mainly due to the absence of the gain on disposal in 1H2019 relating our industrial property in Singapore at 5 Second Chin Bee Road of \$3.9 million which was non-recurring in 1H2020, the increase in total costs of \$1.4 million which in line with higher revenue of \$0.5 million in 1H2020 and the higher share of loss from Core Power of \$0.7 million.

## E. Assets and Liabilities

Current assets increased by \$0.9 million from \$24.0 million as at 31 August 2019 to \$24.9 million as at 29 February 2020. This was mainly due to the increase in cash and bank balances of \$0.2 million and prepayments of \$0.4 million mainly for tooling maintenance costs, increase in inventories of \$0.3 million for consumer electronics and automotive segments and the increase of trade and other receivables of \$0.1 million.

Current liabilities increased by \$0.5 million from \$17.4 million as at 31 August 2019 to \$17.9 million as at 29 February 2020, mainly due to the increase in trade and other payables of \$1.4 million, partially offset by lower bank borrowings of \$0.7 million.

Non-current assets decreased by \$0.8 million from \$60.3 million as at 31 August 2019 to \$59.5 million as at 29 February 2020. Mainly due to the share of loss of associate in relation to Core Power of \$1.0 million, partially offset by the recognition of right-of-use asset of \$0.2 million which take effect from this financial year.

Non-current liabilities increased by \$0.1 million from \$3.3 million as at 31 August 2019 to \$3.4 million as at 30 November 2019, mainly due to the repayment of bank borrowings of \$0.2 million, partially offset by the recognition of lease liability of \$0.1 million.

## F. Equity

Equity attributable to owners of the parent decreased by \$0.3 million from \$61.6 million as at 31 August 2019 to \$61.3 million as at 29 February 2020. The decrease was mainly due to the loss attributable to owners of the parent of \$1.0 million, partially offset by the gain in foreign currency translation of \$0.7 million due to stronger USD against SGD.

## G. Cash Flows

Cash and cash equivalents increased by \$0.1 million from \$2.6 million as at 31 August 2019 to \$2.7 million as at 29 February 2020. Cash and cash equivalents comprised of cash and bank balances, fixed deposits, less bank overdraft and fixed deposit pledged for bank borrowings.

Net cash from operating activities for 1H2020 amounted to \$2.0 million. The cash from operations of \$1.9 million before changes in working capital increased mainly as a result of higher trade and other payables of \$0.9 million and lower trade and other receivables of \$0.3 million, partially offset by higher prepayments of \$0.3 million, higher inventories of \$0.2 million, income tax paid of \$0.3 million and interest paid of \$0.2 million.

Net cash used in investing activities for 1H2020 amounted to \$0.7 million. This was mainly due to purchase of plant and equipment of \$0.8 million, mainly by our subsidiaries in the Philippines and China, offset by proceeds from disposal of plant and equipment of \$0.1 million..

Net cash used in financing activities for 1H2020 amounted to \$1.1 million mainly due to repayment of bank loans of \$1.8 million, repayment of lease obligation of \$45,000 and finance lease of \$15,000, partially offset by the proceeds from bank loans by a subsidiary in China.

### 9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

No forecast or prospect statement had been previously disclosed to shareholders for the financial period under review.

### 10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The challenging global health and economic environment, caused by COVID-19 pandemic has resulted in many disruptions to supply chains in many industries. As a result, our Group's operations in Southeast Asia and China are affected by the travel and movement restrictions imposed by the respective countries. The Group's outlook remains negative for the next 12 months.

### 11. **Dividend**

#### **(a) Whether an interim (final) ordinary dividend has been declared (recommended); and**

No

#### **(b) (i) Amount per share (cents)**

Not applicable

#### **(ii) Previous corresponding period (cents)**

Not applicable

(c) **Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable

(d) **Date payable**

Not applicable

(e) **Books closure date**

Not applicable

**12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.**

After deliberation, the board has adopted a prudent approach to conserve cash amidst the current challenging business environment. As such, no interim dividend has been declared for 2Q2020.

**13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

Name of interested person	Aggregate Value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted during the financial year under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<b>Total</b>	<b>Nil</b>	<b>Nil</b>

Note: There were interest person transactions occurring during the period under the shareholders' mandate but the individual transactions were less than \$100,000.

**14. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual**

We, Sin Kwong Wah, Andrew and Pek Ee Perh, Thomas, being two directors of Miyoshi Limited (the "Company"), do hereby confirm on behalf of the directors of the Company (the "Board") that, to the best of their knowledge, nothing has come to the attention of the Board, which may render the financial statements for the second quarter ended 29 February 2020 to be false or misleading in any material aspect.

On Behalf of the Board,

Sin Kwong Wah, Andrew  
Executive Director and CEO

Pek Ee Perh, Thomas  
Director

**15. Confirmation by the Board pursuant to Rule 720(1) of the Listing Manual**

The Company hereby confirms that it has procured undertakings from all its Directors and executive officers in the format set out in Appendix 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules.

On Behalf of the Board,

Sin Kwong Wah, Andrew  
Executive Director and CEO  
13 April 2020

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*This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "Sponsor") in accordance with Rule 226(2)(b) of the Catalist Rules.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

*The contact person for the Sponsor is Mr Ken Lee, Associate Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.*