

Miyoshi Limited

(Incorporated in the Republic of Singapore)

(Company Registration No. 198703979K)

Second Quarter Financial Year 2021 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 has taken a risk-based approach. With effect from 7 February 2020, 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 is required to continue to do QR in view of the modified opinion issued by the statutory auditor of the Company in the latest annual report for the financial years ended 31 August 2019 ("FY2019") and 31 August 2020 ("FY2020").

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 of the 6-month financial period ended 28 February 2021 ("2Q2021")

	Note	Group Quarter			Group 6 Months		
		Feb-21 \$'000	Feb-20 \$'000	Change %	Feb-21 \$'000	Feb-20 \$'000	Change %
Revenue	(i)	11,086	13,847	(19.9)	23,600	27,854	(15.3)
Other income	(ii)	1,127	13	N.M.	1,303	81	N.M.
Raw materials, consumables used & changes in inventories		(6,301)	(8,133)	(22.5)	(13,188)	(15,855)	(16.8)
Employee benefit expenses		(2,618)	(2,571)	1.8	(4,981)	(5,428)	(8.2)
Depreciation and amortisation expenses		(765)	(762)	0.4	(1,507)	(1,560)	(3.4)
Other operating expenses	(iii)	(2,104)	(2,226)	(5.5)	(4,386)	(4,647)	(5.6)
Finance costs		(112)	(103)	8.7	(174)	(188)	(7.4)
Share of results of associate		-	(668)	N.M.	-	(1,035)	N.M.
Profit/(loss) before income tax		313	(603)	N.M.	667	(778)	N.M.
Income tax expense		(8)	(82)	(90.2)	(34)	(221)	(84.6)
Profit/(loss) for the period		305	(685)	N.M.	633	(999)	N.M.
Profit/(loss) attributable to:							
Owners of the parent		307	(724)	N.M.	667	(1,038)	N.M.
Non-controlling interests		(2)	39	N.M.	(34)	39	N.M.
Profit/(loss) for the period		305	(685)	N.M.	633	(999)	N.M.
Other comprehensive income							
Items that may be reclassified subsequently to profit or loss							
Exchange differences on translation of foreign operations		(5)	1,182	N.M.	(117)	722	N.M.
Total comprehensive income for the period		300	497	(39.6)	516	(277)	N.M.
Total comprehensive income attributable to:							
Owners of the parent		322	479	(32.8)	559	(315)	N.M.
Non-controlling interests		(22)	18	N.M.	(43)	38	N.M.
		300	497	(39.6)	516	(277)	N.M.

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-21	Feb-20	Feb-21	Feb-20
	\$'000	\$'000	\$'000	\$'000
Sales of goods	10,258	13,063	21,944	26,177
Sales of scrap	479	445	962	993
Rental income	349	339	694	684
	11,086	13,847	23,600	27,854

1(a)(ii) Other income

	Group Quarter		Group 6 Months	
	Feb-21	Feb-20	Feb-21	Feb-20
	\$'000	\$'000	\$'000	\$'000
Insurance claim, net	835	-	835	-
Gain / (loss) on disposal of plant and equipment	174	(1)	214	27
Miscellaneous income	93	11	167	49
Government grants	21	-	77	-
Interest income	4	3	10	5
	1,127	13	1,303	81

1(a)(iii) Other operating expenses

	Group Quarter		Group 6 Months	
	Feb-21	Feb-20	Feb-21	Feb-20
	\$'000	\$'000	\$'000	\$'000
Supplies and services	1,031	1,120	2,080	2,245
Utilities	349	450	701	915
Loss on foreign exchange, net	154	(112)	521	(59)
Others	133	105	287	207
Transportation and travelling	126	208	241	437
Repair and maintenance	127	121	226	240
Professional fees	103	146	203	295
Office and sundry expenses	87	163	172	305
(Reversal of) / allowance for doubtful other receivables	(6)	25	(45)	62
	2,104	2,226	4,386	4,647

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 As At		Company As At	
	28-Feb-21 \$'000	31-Aug-20 \$'000	28-Feb-21 \$'000	31-Aug-20 \$'000
ASSETS				
Current assets:				
Cash and bank balances	4,689	3,074	397	356
Fixed deposits	821	149	-	-
Trade and other receivables	11,407	11,007	3,075	1,941
Prepayments	272	168	39	20
Inventories	6,416	6,017	1	2
Assets classified as held for sale	611	611	-	-
Total current assets	24,216	21,026	3,512	2,319
Non-current assets:				
Subsidiaries	-	-	28,571	29,020
Financial asset at fair value through profit or loss	-	-	-	-
Property, plant and equipment	35,461	31,106	2,426	2,261
Investment properties	6,610	6,755	-	-
Intangible assets	40	41	-	-
Deferred tax assets	26	26	-	-
Other receivables	11	27	4	5
Total non-current assets	42,148	37,955	31,001	31,286
Total assets	66,364	58,981	34,513	33,605
LIABILITIES AND EQUITY				
Current liabilities:				
Trade and other payables	14,659	8,583	5,382	4,645
Current income tax payable	268	26	-	-
Bank borrowings	4,018	4,823	92	283
Lease liabilities	197	187	178	170
Total current liabilities	19,142	13,619	5,652	5,098
Non-current liabilities:				
Bank borrowings	4,847	3,126	2,908	1,406
Lease liabilities	152	207	150	193
Other payables	283	289	3,577	3,587
Provisions	1,086	1,092	-	-
Deferred tax liabilities	345	353	-	-
Total non-current liabilities	6,713	5,067	6,635	5,186
Total liabilities	25,855	18,686	12,287	10,284
Equity:				
Share capital	49,079	49,079	49,079	49,079
Treasury shares	(562)	(253)	(562)	(253)
Revaluation reserve	666	666	-	-
Other reserve	785	784	-	-
Share awards reserve	44	37	44	37
Currency translation reserve	(10,589)	(10,480)	(11,628)	(11,167)
Retained earnings	(795)	(1,462)	(14,707)	(14,375)
Equity attributable to owners of the parent	38,628	38,371	22,226	23,321
Non-controlling interests	1,881	1,924	-	-
Total equity	40,509	40,295	22,226	23,321
Total liabilities and equity	66,364	58,981	34,513	33,605

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

As at 28 February 2021 \$'000		As at 31 August 2020 \$'000	
Secured	Unsecured	Secured	Unsecured
3,966	92	4,758	94

Amount repayable after one year

As at 28 February 2021 \$'000		As at 31 August 2020 \$'000	
Secured	Unsecured	Secured	Unsecured
1,994	2,908	1,752	1,406

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 28 February 2021 were approximately \$3,926,000 and \$1,939,000 (31 August 2020: \$4,729,000 and \$1,720,000).

The Group's unsecured borrowing comprises of a temporary bridging loan from United Overseas Bank Limited to the Company. The temporary bridging loan is a government assisted financing scheme as announced during the Singapore budget 2020 on 6 April 2020. The current and non-current balances of the unsecured bank borrowings as at 28 February 2021 were approximately \$92,000 and \$2,908,000 (31 August 2020: \$94,000 and \$1,406,000).

Lease Liabilities

Included in the lease liabilities, there is a finance lease which is secured against motor vehicles of the Company. The current and non-current balances of the finance lease as at 28 February 2021 were approximately \$40,000 and \$55,000 (31 August 2020: \$29,000 and \$32,000). The net book value of the motor vehicles under this finance lease as at 28 February 2021 was \$132,000 (31 August 2020: \$97,000).

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.

Consolidated Statement of Cash Flows	Group Quarter		Group 6 Months	
	Feb-21	Feb-20	Feb-21	Feb-20
	\$'000	\$'000	\$'000	\$'000
Operating activities:				
Profit / (loss) before income tax	313	(603)	667	(778)
Adjustments for:				
(Reversal of) / allowance for doubtful trade receivables	(6)	25	(45)	62
(Reversal of) / allowance for inventory obsolescence	(603)	7	(603)	7
Depreciation and amortisation expenses	765	762	1,507	1,560
Interest expense	112	103	174	188
Interest income	(4)	(3)	(10)	(5)
Gain on disposal of plant and equipment	(174)	1	(214)	(27)
Share awards expenses	3	1	7	6
Share of results of associate	-	668	-	1,035
Unrealised exchange differences	127	(153)	431	(153)
Operating cash flows before changes in working capital	533	808	1,914	1,895
Trade and other receivables	1,403	340	(514)	311
Prepayments	98	52	(104)	(349)
Inventories	68	(572)	204	(162)
Trade and other payables	3,487	423	3,961	854
Cash generated from operations	5,589	1,051	5,461	2,549
Interest paid	(112)	(103)	(174)	(188)
Interest received	4	3	10	5
Income tax paid	(76)	(94)	(118)	(320)
Net cash from operating activities	5,405	857	5,179	2,046
Investing activities:				
Proceeds from disposal of asset held for sale	-	-	2,521	-
Proceeds from disposal of plant and equipment	12	-	69	53
Purchase of plant and equipment	(4,288)	(324)	(5,945)	(784)
Net cash used in investing activities	(4,278)	(324)	(3,355)	(731)
Financing activities:				
Proceeds from bank borrowings	1,203	797	4,319	797
Purchase of treasury shares	(316)	-	(316)	-
Repayment of bank borrowings	(1,768)	(1,649)	(3,403)	(1,825)
Interest paid on lease liabilities	(10)	-	(13)	-
Principal repayment of lease liabilities	(52)	(25)	(86)	(60)
Net cash (used in) / from financing activities	(943)	(877)	501	(1,088)
Increase / (decrease) in cash and cash equivalents	184	(344)	2,325	227
Effect of exchange rate changes on cash and cash equivalents	149	6	(42)	(98)
Cash and cash equivalents at beginning of period	5,024	3,046	3,074	2,579
Cash and cash equivalents at end of period	5,357	2,708	5,357	2,708
Cash and cash equivalents as at end of period comprised of:				
Cash and bank balances	5,510	3,310	5,510	3,310
Bank overdraft	-	(452)	-	(452)
Restricted cash	(153)	(150)	(153)	(150)
Total	5,357	2,708	5,357	2,708

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.

Consolidated Statement of Changes in Equity	Share Capital	Treasury Shares	Revaluation Reserve	Other Reserve	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Equity
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 September 2020	49,079	(253)	666	784	37	(10,480)	(1,462)	38,371	1,924	40,295
Profit / (loss) for the period	-	-	-	-	-	-	360	360	(32)	328
Other comprehensive income for the period										
Foreign currency translation	-	-	-	1	-	(124)	-	(123)	11	(112)
Total comprehensive income for the period	-	-	-	1	-	(124)	360	237	(21)	216
Contributions by and distributions to owners										
Share placement	-	-	-	-	3	-	-	3	-	3
Purchase of treasury shares	-	(155)	-	-	-	-	-	(155)	-	(155)
Total contributions by and distributions to owners	-	(155)	-	-	3	-	-	(152)	-	(152)
Balance at 30 November 2020	49,079	(408)	666	785	40	(10,604)	(1,102)	38,456	1,903	40,359
Profit / (loss) for the period	-	-	-	-	-	-	307	307	(2)	305
Other comprehensive income for the period										
Foreign currency translation	-	-	-	-	-	15	-	15	(20)	(5)
Total comprehensive income for the period	-	-	-	-	-	15	307	322	(22)	300
Transactions with owners of the parent recognised directly in equity										
Share-based payments	-	-	-	-	4	-	-	4	-	4
Total transactions with owners of the parent recognised directly in equity	-	-	-	-	4	-	-	4	-	4
Contributions by and distributions to owners										
Purchase of treasury shares	-	(154)	-	-	-	-	-	(154)	-	(154)
Total contributions by and distributions to owners	-	(154)	-	-	-	-	-	(154)	-	(154)
Balance at 28 February 2021	49,079	(562)	666	785	44	(10,589)	(795)	38,628	1,881	40,509

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.

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

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	Treasury Shares	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 September 2020	49,079	(253)	37	(11,167)	(14,375)	23,321
Loss for the period	-	-	-	-	(342)	(342)
Other comprehensive income for the period						
Foreign currency translation	-	-	-	(360)	-	(360)
Total comprehensive income for the period	-	-	-	(360)	(342)	(702)
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	3	-	-	3
Share options lapsed	-	-	-	-	-	-
Total transactions with owners of the parent recognised directly in equity	-	-	3	-	-	3
Contributions by and distributions to owners						
Purchase of treasury shares	-	(155)	-	-	-	(155)
Total contributions by and distributions to owners	-	(155)	-	-	-	(155)
Balance at 30 November 2020	49,079	(408)	40	(11,527)	(14,717)	22,467
Profit for the period	-	-	-	-	10	10
Other comprehensive income for the period						
Foreign currency translation	-	-	-	(101)	-	(101)
Total comprehensive income for the period	-	-	-	(101)	10	(91)
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	4	-	-	4
Total transactions with owners of the parent recognised directly in equity	-	-	4	-	-	4
Contributions by and distributions to owners						
Purchase of treasury shares	-	(154)	-	-	-	(154)
Total contributions by and distributions to owners	-	(154)	-	-	-	(154)
Balance at 28 February 2021	49,079	(562)	44	(11,628)	(14,707)	22,226

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
Balance at 1 September 2019	49,079	(253)	24	(11,022)	9,677	47,505
Profit for the period	-	-	-	-	(962)	(962)
Other comprehensive income for the period						
Foreign currency translation	-	-	-	(590)	-	(590)
Total comprehensive income for the period	-	-	-	(590)	(962)	(1,552)
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	5	-	-	5
Total transactions with owners of the parent recognised directly in equity	-	-	5	-	-	5
Balance at 30 November 2019	49,079	(253)	29	(11,612)	8,715	45,958
Loss for the period	-	-	-	-	(685)	(685)
Other comprehensive income for the period						
Foreign currency translation	-	-	-	1,176	-	1,176
Total comprehensive income for the period	-	-	-	1,176	(685)	491
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	1	-	-	1
Total transactions with owners of the parent recognised directly in equity	-	-	1	-	-	1
Balance at 29 February 2020	49,079	(253)	30	(10,436)	8,030	46,450

- 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.**

On 5 November 2020, 6 November 2020, 10 November 2020 to 13 November 2020, 16 November 2020 to 20 November 2020, 23 November 2020, 25 November 2020, 27 November 2020, 30 November 2020, 1 December 2020 to 3 December 2020, 24 December 2020, 30 December 2020, 25 January 2021, 27 January 2021, 16 February 2021, 23 February 2021 and 24 February 2021, the Company purchased 324,000, 230,000, 1,568,000, 1,920,000, 800,000, 750,000, 447,500, 250,000, 1,305,500, 47,700, 200,000, 450,000, 500,000, 500,000, 300,000 and 400,000 shares respectively by way of market acquisition. An aggregate of 9,992,700 shares were purchased during first half of financial period ended 28 February 2021 ("1H2021").

Save for the above, there were no changes in the Company's share capital arising from rights issue, bonus issue, 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 2020 to 28 February 2021.

There were no outstanding share options or convertibles as at 28 February 2021 and 29 February 2020.

As at 28 February 2021, the Company did not have any subsidiary holdings and held 15,058,600 treasury shares which represented approximately 2.5% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 597,610,890 shares. 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.

- 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.**

Company	As at 28 February 2021	As at 31 August 2020
Total number of issued shares	612,669,490	612,669,490
Less: Treasury shares	(15,058,600)	(5,065,900)
Total number of issued shares excluding treasury shares	597,610,890	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.**

Treasury Shares	Current financial period ended	6 months ended
	28 February 2021	28 February 2021
Balance as at beginning of financial period	11,355,400	5,065,900
Purchase of treasury shares	3,703,200	9,992,700
Balance as at end of financial period	15,058,600	15,058,600

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 FY2020 and FY2019, the Group's independent auditors, BDO LLP (the "**Auditors**"), have included a qualified opinion on the financial statements of the Group for FY2019 and FY2020 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 company incorporated in the Republic of China.

Outstanding audit issues of Core Power

The management of the Company still maintains regular communications with Core Power. To date, there has been no significant progress and the outstanding audit issues remain unresolved. The Company will make further announcements to update shareholders of any developments, as and when appropriate.

The Board confirms that the operations of the Group are not affected by the above issues and all material information has been announced. 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.

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 2020.

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.

Not applicable.

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	
	28 February 2021	29 February 2020	28 February 2021	29 February 2020
	Cents	Cents	Cents	Cents
Based on weighted average number of ordinary shares in issue	0.05	(0.12)	0.11	(0.17)
On a fully diluted basis	0.05	(0.12)	0.11	(0.17)
Weighted average number of ordinary share in issue for basic earnings / (loss) per share	599,377,091	607,603,590	603,063,441	607,603,590
Weighted average number of ordinary share in issue for diluted earnings / (loss) per share	599,377,091	608,817,290	603,513,414	608,817,290

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 2Q2021 of 599,377,091 (2Q2020: 607,603,590) and for 1H2021 of 603,063,441 (1H2020: 607,603,590).

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 28 February 2021. The adjusted weighted average number of ordinary shares for 2Q2021 is 599,377,091 (2Q2020: 608,817,290) and for 1H2021 of 603,513,414 (1H2020: 608,817,290).

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.

Net asset value ("NAV")	Group	Company
NAV per share as at 28 February 2021	6.46 cents	3.72 cents
NAV per share as at 31 August 2020	6.32 cents	3.84 cents

Net asset value per share is calculated based on share capital of 597,610,890 and 607,603,590 ordinary shares in issue, excluding treasury shares and subsidiary holdings, as at 28 February 2021 and 31 August 2020 respectively.

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

Business Segment Revenue (\$'000)	1H2021	1H2020	Change %
Automotive	11,531	9,287	24.2
Consumer electronics	9,537	11,896	(19.8)
Data storage	1,838	5,987	(69.3)
Rental	694	684	1.5
Total	23,600	27,854	(15.3)

Revenue decreased by \$4.3 million or 15.3% year on year from \$27.9 million in 1H2020 to \$23.6 million in 1H2021. The decrease in revenue from consumer electronics and data storage segments were mainly due to decreases in business volume arising from poor business sentiments and continued restrictions arising from the prolonged COVID-19 pandemic. In addition, the significant fall in revenue from data storage segment was also due to disruptions caused by the fire incident in the Philippines in May 2020 (the "Fire Incident"). The decrease in revenue was partially offset by an increase in revenue from automotive segment contributed by the increased sales orders from customers of the Group's subsidiary in China.

B. Raw materials and consumables used

Raw materials and consumables used decreased by \$2.7 million or 16.8% mainly due to the changes in product mix from Group's subsidiary in the Philippines.

C. Other Income

Other income increased by \$1.2 million from \$81,000 in 1H2020 to \$1.3 million in 1H2021. The increase in other income was mainly due to the partial insurance claim of \$0.8 million received in relation to Fire Incident, the government grant of \$77,000 received from the Jobs Support Scheme, an increase in miscellaneous income of \$0.1 million which was one-off in 1H2021 and an increase in the gain on disposal of plant and equipment of \$0.2 million.

D. Total Costs and Expenses

Total costs and expenses decreased by \$3.4 million or 12.4% from \$27.7 million in 1H2020 to \$24.2 million in 1H2021 mainly due to decreases in raw materials and consumables used of \$2.7 million, other operating expenses of \$0.3 million, employee benefit expenses of \$0.4 million, and depreciation and amortisation expenses of \$0.1 million. The decrease in total costs and expenses is in line with the decrease in revenue.

E. Profit / (loss) after Income Tax

Profit after income tax increased by \$1.6 million from a loss after income tax of \$1.0 million in 1H2020 to a profit after income tax of \$0.6 million in 1H2021 mainly due to the absence of share of loss of associate of \$1.0 million in 1H2020 upon the classification of investment in Core Power to financial asset measured at Fair Value Through Profit or loss ("FVTPL"), the increase in other income of \$1.2 million, the decrease in total costs and expenses of \$3.4 million and the decrease in income tax expense of \$0.2 million, partially offset by the fall in revenue of \$4.3 million in 1H2021.

F. Assets and Liabilities

Current assets increased by \$3.2 million from \$21.0 million as at 31 August 2020 to \$24.2 million as at 28 February 2021. This was mainly due to the increase of cash and bank balances and fixed deposits of \$2.3 million contributed from the proceeds from disposal of asset classified as

held for sale (“**AHS**”), increase in trade and other receivables of \$0.4 million and inventories of \$0.4 million. The AHS is relating to the proposed disposal of land and building of a wholly-owned subsidiary in China as announced on 4 September 2020 (the “**Proposed Disposal**”). The Company is working on the completion of Proposed Disposal and will update shareholders in respect to the completion of Proposed Disposal.

Current liabilities increased by \$5.5 million from \$13.6 million as at 31 August 2020 to \$19.1 million as at 28 February 2021, mainly due to the increase in trade and other payables of \$6.1 million which is largely attributable to the increase in trade payables of \$3.3 million in our China subsidiary which experienced an increase in production activities as compared with the corresponding period in the preceding financial year, and a net proceed of approximately \$2.5 million from disposal of AHS. The increase in trade and other payables of \$6.1 million, and the increase in income tax payable of \$0.2 million arising from gain on disposal of AHS, were partially offset by decrease in bank borrowings of \$0.8 million.

Non-current assets increased by \$4.2 million from \$38.0 million as at 31 August 2020 to \$42.1 million as at 28 February 2021 mainly due to an increase of \$5.9 million in the acquisition of plant and equipment for the Group and reconstruction of production plant which was affected by the Fire Incident in the Philippines, partially offset by depreciation expenses of \$1.5 million.

Non-current liabilities increased by \$1.6 million from \$5.1 million as at 31 August 2020 to \$6.7 million as at 28 February 2021, mainly due to the increase in bank borrowings of \$1.7 million.

G. Equity

Equity attributable to owners of the parent increased by \$0.2 million from \$38.4 million as at 31 August 2020 to \$38.6 million as at 28 February 2021. The increase was mainly due to the profit attributable to owners of the parent of \$0.7 million, partially offset by \$0.3 million attributable to the Company's purchases of its shares pursuant to its share buy-back mandate, where the shares purchased were held as treasury shares, as well as loss in foreign currency translation of \$0.1 million due to weaker USD against SGD.

H. Cash Flows

Cash and cash equivalents increased by \$2.3 million from \$3.1 million as at 31 August 2020 to \$5.4 million as at 28 February 2021. Cash and cash equivalents comprised of cash and bank balances, less bank overdraft and restricted cash, representing fixed deposit pledged for bank borrowings.

Net cash from operating activities amounted to \$5.2 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 \$4.0 million and net decrease in inventories of \$0.2 million, partially offset by the increase in trade and other receivables of \$0.5 million, interest paid of \$0.2 million, increase in prepayments of \$0.1 million and income tax paid of \$0.1 million.

Net cash used in investing activities amounted to \$3.4 million, which was mainly due to the purchase of plant and equipment of \$5.9 million, mainly by our subsidiaries in the Philippines, and partially offset by the proceeds of \$2.5 million in relation to the Proposed Disposal and proceeds from disposal of plant the equipment of \$69,000.

Net cash from financing activities amounted to \$0.5 million mainly due to the proceeds from bank borrowings of \$4.3 million obtained by the Company and our subsidiaries in the Philippines and China, partially offset by the repayment of bank borrowings of \$3.4 million, \$0.3 million attributable to the purchase of shares mentioned above and payment of principal lease liabilities and interest of \$86,000.

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

No forecast of 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 COVID-19 pandemic continues to cause disruptions in the operations of the Group's overseas factories. While there has been some resumption in business activities, the Group continues to maintain a cautious outlook for the rest of the financial year.

The Group expects its Philippines's operation to recover in second half of current financial year. The Group has received the partial compensation of \$0.8 million in 2Q2021 in relation to the Fire Incident and is working with its insurer on the balance insurance compensation.

The reconstruction of affected area of the production plant in the Philippines has been completed and the new plant will be configured for potential new opportunities.

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 2Q2021.

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)
Total	Nil	Nil

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 28 February 2021 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
14 April 2021

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.