



**GHL SYSTEMS BERHAD**

**Company No: 199401007361 (293040-D)**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		30.09.2020 RM'000	30.09.2019 RM'000	30.09.2020 RM'000	30.09.2019 RM'000
Revenue	A9	91,836	87,709	247,028	260,142
Cost of sales		(53,014)	(49,454)	(139,885)	(149,007)
<b>Gross profit</b>		<b>38,822</b>	<b>38,255</b>	<b>107,143</b>	<b>111,135</b>
Other operating income		2,099	2,041	5,623	6,378
Administration expenses		(18,878)	(22,352)	(73,524)	(65,330)
Distribution costs		(2,786)	(5,540)	(8,544)	(16,534)
Other operating expenses		(1,276)	(871)	(18,100)	(3,189)
Finance cost		(814)	(586)	(1,728)	(1,922)
Share of results of associated companies		(61)	(119)	(162)	(438)
<b>Profit before taxation</b>		<b>17,106</b>	<b>10,828</b>	<b>10,708</b>	<b>30,100</b>
Income tax expense		(5,128)	(3,851)	(9,588)	(10,211)
<b>Profit for the period</b>		<b>11,978</b>	<b>6,977</b>	<b>1,120</b>	<b>19,889</b>
<b>Attributable to:</b>					
Owners of the Company		12,143	7,337	7,549	20,847
Non-controlling interest		(165)	(359)	(6,429)	(958)
		<b>11,978</b>	<b>6,978</b>	<b>1,120</b>	<b>19,889</b>
Earnings Per Ordinary Share					
- Basic (sen)	B9	1.60	0.98	1.01	2.81
- Diluted (sen)	B9	1.60	0.98	1.01	2.79
<b>Profit for the period</b>		<b>11,978</b>	<b>6,977</b>	<b>1,120</b>	<b>19,889</b>
Other comprehensive income, net of tax					
Foreign currency translation differences		(732)	3,600	(292)	2,201
<b>Total comprehensive income for the period</b>		<b>11,246</b>	<b>10,577</b>	<b>828</b>	<b>22,090</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		11,412	10,934	7,257	23,048
Non-controlling interest		(166)	(359)	(6,429)	(958)
		<b>11,246</b>	<b>10,575</b>	<b>828</b>	<b>22,090</b>

*(The condensed consolidated statement of comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements)*



**GHL SYSTEMS BERHAD**

Company No: 199401007361 (293040-D)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2020  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	AS AT 30.09.2020 (Unaudited) RM'000	AS AT 31.12.2019 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	105,591	106,323
Goodwill on consolidation	168,639	179,971
Intangible assets	1,235	1,433
Investment in joint ventures and an associate	303	307
Deferred tax assets	3,588	3,749
	<u>279,356</u>	<u>291,783</u>
<b>Current assets</b>		
Inventories	46,586	63,895
Trade receivables	54,011	54,676
Other receivables	72,701	56,496
Current tax assets	5,535	4,473
Other investment	70,465	53,271
Cash and bank balances	136,730	138,627
	<u>386,028</u>	<u>371,438</u>
<b>TOTAL ASSETS</b>	<u>665,384</u>	<u>663,221</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	351,485	330,200
Reserves	(2,904)	(8,639)
Retained earnings	127,860	120,889
<b>Equity attributable to owners of the parent</b>	<u>476,441</u>	<u>442,450</u>
Non controlling interest	(16)	6,413
<b>Total equity</b>	<u>476,425</u>	<u>448,863</u>
<b>Non-current liabilities</b>		
Bank borrowing	14,959	19,624
Contract liabilities	306	-
Lease liabilities	4,117	8,402
Employee benefits obligation	1,550	1,396
Deferred tax liabilities	5,419	4,896
	<u>26,351</u>	<u>34,318</u>
<b>Current liabilities</b>		
Trade payables	44,534	34,989
Other payables	88,815	124,765
Contract liabilities	4,274	4,105
Lease liabilities	6,795	6,907
Bank borrowings	9,151	6,580
Current tax liabilities	9,039	2,694
	<u>162,608</u>	<u>180,040</u>
<b>Total liabilities</b>	<u>188,959</u>	<u>214,358</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>665,384</u>	<u>663,221</u>
Net assets per share (sen)	62.61	59.95

*(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements)*



**GHL SYSTEMS BERHAD**  
**Company No: 199401007361 (293040-D)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2020**  
*(THE FIGURES HAVE NOT BEEN AUDITED)*

	Share Capital RM'000	Retirement benefit Reserve RM'000	ESS Shares RM'000	Exchange Reserve RM'000	Share Options Reserve RM'000	Treasury Shares RM'000	Retained Profits / (Accumulated Losses) RM'000	Equity Attributable Owners Of The Parent RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
At 1 January 2019	314,344	-	-	(1,455)	1,001	-	92,336	406,226	170	406,396
Effects of MFRS 16	-	-	-	-	-	-	(218)	(218)	-	(218)
At 1 January 2019 (Restated)	314,344	-	-	(1,455)	1,001	-	92,118	406,008	170	406,178
Issuance of ordinary shares	14,387	-	-	-	-	-	-	14,387	-	14,387
Share options granted under ESS	1,256	-	-	-	854	-	-	2,110	-	2,110
Revaluation reserve - allocated goodwill	-	-	-	-	-	-	-	-	8,017	8,017
Total comprehensive income for the year	-	-	-	2,201	-	-	20,847	23,048	(958)	22,090
At 30 September 2019	<u>329,987</u>	<u>-</u>	<u>-</u>	<u>746</u>	<u>1,855</u>	<u>-</u>	<u>112,965</u>	<u>445,553</u>	<u>7,229</u>	<u>452,782</u>
At 1 January 2020	330,200	59	(11,161)	261	2,202	-	120,889	442,450	6,413	448,863
Issuance of ordinary shares	21,285	-	-	-	-	-	-	21,285	-	21,285
Share option granted under ESS	-	-	9,394	-	(1,651)	-	(578)	7,165	-	7,165
Total comprehensive income for the year	-	-	-	(2,008)	-	-	7,549	5,541	(6,429)	(888)
At 30 September 2020	<u>351,485</u>	<u>59</u>	<u>(1,767)</u>	<u>(1,747)</u>	<u>551</u>	<u>-</u>	<u>127,860</u>	<u>476,441</u>	<u>(16)</u>	<u>476,425</u>

*(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements)*



**GHL SYSTEMS BERHAD**

**Company No: 199401007361 (293040-D)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	<b>CURRENT YEAR TO DATE 30.09.2020 RM'000</b>	<b>PRECEDING YEAR TO DATE 30.09.2019 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	10,708	30,100
<b>Adjustment for:-</b>		
Amortisation of development cost	199	199
Amortisation of contract liabilities	(7,524)	(1,281)
Bad debts written-off	32	203
Depreciation of property, plant and equipment	24,275	22,855
Impairment loss on property, plant and equipment	2,626	-
Impairment loss on goodwill on consolidation	11,332	-
Impairment loss on receivables	3,772	555
Impairment loss on other receivables	2	-
Impairment loss on inventories	131	-
Interest expense	1,728	1,922
Interest income	(2,058)	(2,374)
Inventories written off/ (back)	215	57
Lease liability written off	(19)	-
Loss/(Gain) on disposal of property, plant and equipment	115	(1,712)
Fair value loss on contingent consideration	6,141	-
Property, plant and equipment written-off	569	173
Reversal of impairment on trade receivables	(2,181)	(1,190)
Share options granted under ESS	287	854
Share of loss from an associate	162	438
Unrealised loss/ (gain) on foreign exchange	(51)	(119)
<b>Operating profit before working capital changes</b>	<b>50,461</b>	<b>50,680</b>
<b>(Increase)/Decrease in working capital</b>		
Inventories	20,302	(38,644)
Trade and other receivables	2,692	1,951
Trade and other payables	(32,204)	443
Lease liabilities	-	(918)
Advance receipt from contract liabilities	7,049	1,333
Employee benefits obligations	71	-
	<b>(2,090)</b>	<b>(35,835)</b>
<b>Cash generated from operations</b>	<b>48,371</b>	<b>14,845</b>
Interest received	2,058	2,374
Interest paid	(810)	(1,922)
Tax paid	(7,762)	(3,126)
Tax refund	4,463	-
	<b>(2,051)</b>	<b>(2,674)</b>
<b>Net cash from operating activities</b>	<b>46,320</b>	<b>12,171</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	(28,454)	(34,651)
Purchase of other investment	(159)	(476)
Proceeds from disposal of property, plant and equipment	448	10,748
Addition in intangible assets	-	(1)
Acquisition of subsidiary for cash, net cash acquired	-	(8,345)
<b>Net cash used in investing activities</b>	<b>(28,165)</b>	<b>(32,725)</b>
<b>Cash Flows From Financing Activities</b>		
Proceeds from issuance of shares-ESOS	9,148	1,256
Decrease/(Increase) in fixed deposits pledged	566	(832)
Drawdown of hire purchase	-	7,996
Repayment of hire purchase payables	-	(6,771)
Repayment of lease liabilities	(6,039)	-
Drawdown of bank borrowings	66,629	73,684
Repayment of bank borrowings	(69,600)	(43,745)
<b>Net cash from financing activities</b>	<b>704</b>	<b>31,588</b>
<b>Net increase in cash and cash equivalents</b>	<b>18,859</b>	<b>11,034</b>
<b>Effect of exchange rate fluctuation</b>	<b>(2,996)</b>	<b>1,743</b>
<b>Cash and cash equivalents at beginning of the finance period</b>	<b>179,401</b>	<b>133,123</b>
<b>Cash and cash equivalents at end of the finance period</b>	<b>195,264</b>	<b>145,900</b>
<b>Cash and cash equivalents at end of the finance year:-</b>		
Cash and bank balances	136,730	128,991
Other investments	70,465	-
Fixed deposits with licensed banks	-	29,409
	<b>207,195</b>	<b>158,400</b>
Less: Fixed deposits pledged to licensed banks	(11,931)	(12,500)
	<b>195,264</b>	<b>145,900</b>

*(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements)*