

**MMAG HOLDINGS BERHAD** (609423-V)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2019**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2019**

	Note	UNAUDITED AS AT 30.06.2019 RM'000	AUDITED AS AT 31.03.2019 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		78,617	76,090
Investment properties		5,612	5,642
Investment in associate		6,349	6,304
Intangible assets		577	577
Goodwill on consolidation		9,845	9,845
Fixed deposits with a licensed bank		1,000	1,000
<b>Total non-current assets</b>		<b>102,000</b>	<b>99,458</b>
<b>Current assets</b>			
Inventories		2,062	1,168
Trade receivables		20,077	24,456
Other receivables		15,640	8,885
Tax recoverable		947	963
Fixed deposits with licensed banks		6,984	27,052
Cash and bank balances		7,784	3,338
<b>Total current assets</b>		<b>53,494</b>	<b>65,862</b>
<b>TOTAL ASSETS</b>		<b>155,494</b>	<b>165,320</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		134,528	134,528
Irredeemable convertible preference shares		19,023	19,023
Reserves		(35,950)	(31,552)
		117,601	121,999
Non-controlling interest		255	313
<b>TOTAL EQUITY</b>		<b>117,856</b>	<b>122,312</b>
<b>Non-current liabilities</b>			
Borrowings	B7	3,671	3,753
Finance lease liabilities		11,478	11,749
Deferred taxation		1,636	1,636
<b>Total non-current liabilities</b>		<b>16,785</b>	<b>17,138</b>
<b>Current liabilities</b>			
Trade payables		11,657	1,614
Other payables		5,648	20,837
Borrowings	B7	321	317
Finance lease liabilities		3,226	3,101
Tax payable		1	1
<b>Total current liabilities</b>		<b>20,853</b>	<b>25,870</b>
<b>TOTAL LIABILITIES</b>		<b>37,638</b>	<b>43,008</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>155,494</b>	<b>165,320</b>
<b>Net Assets per share attributable to Owners of the Company (sen)</b>		<b>17.23</b>	<b>17.88</b>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2019 and the accompanying explanatory notes to this interim financial statements

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT & LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 JUNE 2019**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER ENDED 30.06.2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.06.2018 RM'000	CURRENT YEAR-TO-DATE ENDED 30.06.2019 RM'000	PRECEDING YEAR-TO-DATE ENDED 30.06.2018 RM'000
Revenue	34,386	8,194	34,386	8,194
Cost of Sales	<u>(35,206)</u>	<u>(8,841)</u>	<u>(35,206)</u>	<u>(8,841)</u>
<b>Gross loss</b>	<b>(820)</b>	<b>(647)</b>	<b>(820)</b>	<b>(647)</b>
Other income	91	401	91	401
Loss on foreign exchange	-	(1)	-	(1)
Depreciation and amortisation	(724)	(446)	(724)	(446)
Loss on disposal of property	-	(249)	-	(249)
Finance costs	(302)	(140)	(302)	(140)
Other expenses	<u>(4,492)</u>	<u>(3,041)</u>	<u>(4,492)</u>	<u>(3,041)</u>
<b>Results from operating activities</b>	<b>(6,247)</b>	<b>(4,123)</b>	<b>(6,247)</b>	<b>(4,123)</b>
Share of results of associate	109	-	109	-
Interest income	151	466	151	466
<b>Loss before taxation</b>	<b>(5,987)</b>	<b>(3,657)</b>	<b>(5,987)</b>	<b>(3,657)</b>
Taxation	-	-	-	-
<b>Loss after taxation for the period</b>	<b>(5,987)</b>	<b>(3,657)</b>	<b>(5,987)</b>	<b>(3,657)</b>
<b>Loss attributable to:</b>				
Owners of the Company	(5,924)	(3,657)	(5,924)	(3,657)
Non-controlling interest	<u>(63)</u>	<u>-</u>	<u>(63)</u>	<u>-</u>
	<b>(5,987)</b>	<b>(3,657)</b>	<b>(5,987)</b>	<b>(3,657)</b>
Basic loss per share (sen)	<u>(0.87)</u>	<u>(0.79)</u>	<u>(0.87)</u>	<u>(0.79)</u>
Diluted loss per share (sen)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<b>Loss after taxation for the period</b>	<b>(5,987)</b>	<b>(3,657)</b>	<b>(5,987)</b>	<b>(3,657)</b>
<b>Other comprehensive loss for the period, net of tax</b>	<b>(52)</b>	<b>-</b>	<b>(52)</b>	<b>-</b>
<b>Total other comprehensive loss for the period, net of tax</b>	<b>(6,039)</b>	<b>(3,657)</b>	<b>(6,039)</b>	<b>(3,657)</b>
<b>Total comprehensive loss, attributable to:</b>				
Owners of the parent	(5,981)	(3,657)	(5,981)	(3,657)
Non-controlling interest	<u>(58)</u>	<u>-</u>	<u>(58)</u>	<u>-</u>
	<b>(6,039)</b>	<b>(3,657)</b>	<b>(6,039)</b>	<b>(3,657)</b>

**Note: N/A – Not applicable**

Included in cost of sales, a depreciation charges of RM1.06 million for Q1-2019/20 (RM0.35 million; Q1-2018/19) and current year-to-date depreciation charges of RM1.06 million (2018/19: RM0.35 million).

During the quarter and year-to-date under review, there is no gain/(loss) on disposal of quoted or unquoted investment, impairment of assets and gain/(loss) on derivatives.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 JUNE 2019

	Attributable to Equity Holders of the Company							Total RM'000	Non-controlling interest RM'000	Total equity RM'000
	Non-distributable									
	Share capital RM'000	Irredeemable convertible preference shares RM'000	Revaluation reserve RM'000	Warrant reserve RM'000	Merger deficit RM'000	Exchange translation reserve RM'000	Accumulated losses RM'000			
Balance at 1 April 2019	134,528	19,023	8,046	29,033	(7,900)	(185)	(60,546)	121,999	313	122,312
Transactions with owners:										
Revaluation of property, plant and equipment	-	-	1,583	-	-	-	-	1,583	-	1,583
Total transaction with owners	-	-	1,583	-	-	-	-	1,583	-	1,583
Net loss for the period	-	-	-	-	-	-	(5,924)	(5,924)	(63)	(5,987)
Other comprehensive (loss)/income for the period	-	-	-	-	-	(57)	-	(57)	5	(52)
Total comprehensive loss for the period	-	-	-	-	-	(57)	(5,924)	(5,981)	(58)	(6,039)
<b>Balance at 30 June 2019</b>	<b>134,528</b>	<b>19,023</b>	<b>9,629</b>	<b>29,033</b>	<b>(7,900)</b>	<b>(242)</b>	<b>(66,470)</b>	<b>117,601</b>	<b>255</b>	<b>117,856</b>
Balance as at 1 April 2018	89,140	30,367	7,353	29,038	(7,900)	-	(38,370)	109,628	-	109,628
Transactions with owners:										
Issuance of shares arising from conversion of ICPS	1,660	(415)	-	-	-	-	-	1,245	-	1,245
Total transaction with owners	1,660	(415)	-	-	-	-	-	1,245	-	1,245
Net loss for the period	-	-	-	-	-	-	(3,657)	(3,657)	-	(3,657)
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	-	(3,657)	(3,657)	-	(3,657)
<b>Balance at 30 June 2018</b>	<b>90,800</b>	<b>29,952</b>	<b>7,353</b>	<b>29,038</b>	<b>(7,900)</b>	<b>-</b>	<b>(42,027)</b>	<b>107,216</b>	<b>-</b>	<b>107,216</b>

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 30 JUNE 2019**

	<b>CURRENT YEAR-TO-DATE ENDED 30.06.2019 RM'000</b>	<b>PRECEDING YEAR-TO-DATE ENDED 30.06.2018 RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Loss before tax	(5,987)	(3,657)
<b>Adjustments for:</b>		
Non-cash items	1,735	(326)
Non-operating items	449	1,045
<b>Operating loss before working capital changes</b>	<b>(3,803)</b>	<b>(2,938)</b>
Changes in working capital		
Inventories	(894)	(121)
Receivables	(2,376)	12,016
Payables	(5,146)	1,399
<b>Cash (used in)/generated from operations</b>	<b>(12,219)</b>	<b>10,356</b>
Tax paid	(8)	(11)
Tax refunded	24	-
Interest paid	(302)	(140)
Interest received	(151)	466
<b>Net cash (used in)/generated from operating activities</b>	<b>(12,656)</b>	<b>10,671</b>
<b>Investing Activities</b>		
Purchase of property, plant and equipment and investment	(2,044)	(12,431)
Proceeds from disposal of property, plant and equipment	4	1,612
<b>Net cash used in investing activities</b>	<b>(2,040)</b>	<b>(10,819)</b>
<b>Financing Activities</b>		
Proceeds from issuance of shares	-	1,245
Repayment of finance lease payables	(796)	(278)
Repayment of term loan	(77)	(80)
<b>Net cash (used in)/generated from financing activities</b>	<b>(873)</b>	<b>887</b>
<b>Cash and cash equivalents</b>		
Net changes	(15,569)	739
Effect of foreign currency translation differences	(54)	-
At beginning of period	29,811	67,819
<b>At end of period</b>	<b>14,188</b>	<b>68,558</b>
<b>Cash and cash equivalents comprise of:</b>		
Cash and bank balances	7,784	7,499
Fixed deposits with a licensed bank	7,984	62,639
	<b>15,768</b>	<b>70,138</b>
Less:		
Fixed deposits pledged to licensed banks	(580)	(580)
Non-current fixed deposit with a licensed bank	(1,000)	(1,000)
	<b>14,188</b>	<b>68,558</b>

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

NOTES TO THE QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2019

**A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)  
- INTERIM FINANCIAL REPORTING**

**A1 Basis of preparation**

The interim financial statements is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the annual audited financial statement of the Group for the financial year ended 31 March 2019.

The accounting policies and methods adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 March 2019.

The adoption of MFRSs and amendments to MFRSs which were effective for financial year beginning on and after 1 April 2018 are not expected to have any significant financial impacts on the Group.

**A2 Auditors’ Report of preceding annual financial statements**

There were no qualifications to the audited financial statements for the Company and its subsidiaries for the financial year ended 31 March 2019.

**A3 Seasonal or cyclical factors**

The Group’s express delivery and logistics services revenue will normally affected by numerous public and festive holidays during the current quarter and period under review.

**A4 Unusual items affecting assets, liabilities, equity, net income or cash flows**

During the current quarter under review, there were no items or events that arose, which affect the assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5 Changes in estimates**

There were no material changes in the estimates of amounts reported in previous reporting which have a material effect in the current quarter.

**A6 Debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review.

**A7 Dividend**

There were no dividend paid during the current quarter under review.

## NOTES TO THE QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2019

## A8 Segmental information

Segment information is presented in respect of the Group's business segments.

The Group comprises the following main business segments:

- (i) **Mobile devices and fulfilment business ("Mobile & Fulfilment")**  
Distribution smart devices, mobile operators' strategic 3PL and 4PL partners, fulfilment system and fulfilment market place provider and mobile retail stores.
- (ii) **Courier and logistics services**  
Express delivery or last mile delivery services B2B, B2C and C2C, warehousing, customized solutions, freight forwarding and customs clearance services in fulfilling customer's requirement at optimum cost.

Segmental information for the Group is presented as follows:

<u>For the financial period</u> <u>ended 30 June 2019</u>	<b>Mobile &amp; fulfilment</b> <b>RM'000</b>	<b>Courier &amp; logistic services</b> <b>RM'000</b>	<b>Other non-reportable segment</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>	<b>Adjustments and eliminations</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
Sales to external customer	29,392	4,994	-	34,386	-	34,386
Inter-segment sales	-	335	-	335	(335)	-
<b>Total sales</b>	<b>29,392</b>	<b>5,329</b>	<b>-</b>	<b>34,721</b>	<b>(335)</b>	<b>34,386</b>
<b>Loss before tax</b>	<b>(538)</b>	<b>(5,167)</b>	<b>(391)</b>	<b>(6,096)</b>	<b>109</b>	<b>(5,987)</b>
<b>Segment assets</b>	<b>79,921</b>	<b>26,152</b>	<b>41,530</b>	<b>147,603</b>	<b>(1,522)</b>	<b>146,081</b>
<b>Other unallocated assets</b>						<b>9,413</b>
						<b>155,494</b>
<b>Segment liabilities</b>	<b>20,110</b>	<b>16,517</b>	<b>1,293</b>	<b>37,920</b>	<b>(282)</b>	<b>37,638</b>
<b>Other unallocated liabilities</b>						<b>-</b>
						<b>37,638</b>
<u>For the financial period</u> <u>ended 30 June 2018</u>	<b>Mobile &amp; fulfilment</b> <b>RM'000</b>	<b>Courier &amp; logistic services</b> <b>RM'000</b>	<b>Other non-reportable segment</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>	<b>Adjustments and eliminations</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
Sales to external customer	6,409	2,145	-	8,554	-	8,554
Inter-segment sales	-	252	-	252	(252)	-
<b>Total sales</b>	<b>6,409</b>	<b>2,397</b>	<b>-</b>	<b>8,806</b>	<b>(252)</b>	<b>8,554</b>
<b>Loss before tax</b>	<b>(1,616)</b>	<b>(1,801)</b>	<b>(240)</b>	<b>(3,657)</b>	<b>-</b>	<b>(3,657)</b>
<b>Segment assets</b>	<b>75,472</b>	<b>14,086</b>	<b>175,418</b>	<b>264,976</b>	<b>(135,312)</b>	<b>129,664</b>
<b>Other unallocated assets</b>						<b>9,413</b>
						<b>139,077</b>
<b>Segment liabilities</b>	<b>115,629</b>	<b>11,345</b>	<b>5,493</b>	<b>132,467</b>	<b>(100,426)</b>	<b>32,041</b>
<b>Other unallocated liabilities</b>						<b>-</b>
						<b>32,041</b>

## NOTES TO THE QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2019

**A9 Valuation of property, plant and equipment**

There were no valuation of the property, plant and equipment in the current quarter under review.

**A10 Events subsequent to the end of the interim reporting period**

There were no material events subsequent to the end of the period under review.

**A11 Changes in the composition of the Group**

- (i) On 19 November 2018, the Group entered into a share sale agreement in relation to the acquisition of entire equity interest in Active Trio Deluxe Sdn Bhd for a total consideration of RM12,670,000. The transactions was completed on 22 July 2019.
- (ii) On 3 July 2019, the Board of Directors of MMAG announced that a wholly-owned subsidiary, Line Clear Express & Logistics Sdn Bhd ("Line Clear") on 3 July 2019 incorporated a wholly-owned subsidiary, namely Line Shield Sdn Bhd ("Line Shield") with an initial share capital of RM2.00 comprising 2 ordinary shares. Line Shield will be principally engaged in insurance.

**A12 Contingent liabilities**

The amounts of contingent liabilities of the Company as at the end of the current financial period as follows:

	<b>As at 30.6.2019 RM'000</b>
Corporate guarantees given to certain suppliers and financial institutions of certain subsidiary companies	151,985
	<u>151,985</u>

**A13 Commitments**

	<b>As at 30.6.2019 RM'000</b>
Commitments authorised but not provided for:	
Lease of land	<u>8,460</u>

The Company leased a land and the lease period is for three years with an option to renew after every three years for a further three (3) years up to total lease period of twelve (12) years.



## NOTES TO THE QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2019

**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”) FOR THE ACE MARKET****B1 Financial review for current quarter and financial year-to-date.**

	Individual period		Changes		Cumulative period		Changes	
	Current year quarter 30.06.2019 RM'000	Preceding year corresponding quarter 30.06.2018 RM'000			Current year-to-date 30.06.2019 RM'000	Preceding year-to-date 30.06.2018 RM'000		
			RM'000	%			RM'000	%
Revenue	34,386	8,194	26,192	320%	34,386	8,194	26,192	320%
Operating losses	(6,247)	(4,123)	(2,124)	52%	(6,247)	(4,123)	(2,124)	52%
Loss before interest and tax	(5,685)	(3,517)	(2,168)	62%	(5,685)	(3,517)	(2,168)	62%
Loss before tax	(5,987)	(3,657)	(2,330)	64%	(5,987)	(3,657)	(2,330)	64%
Loss after tax	(5,987)	(3,657)	(2,330)	64%	(5,987)	(3,657)	(2,330)	64%
Loss attributable to owner of the company	(5,924)	(3,657)	(2,267)	62%	(5,924)	(3,657)	(2,267)	62%

The Group revenue for current quarter ended 30 June 2019 was RM34.39 million represents an increase of RM26.19 million as compared to RM8.19 million in the preceding year corresponding quarter ended 30 June 2018. This was mainly due to mobile and fulfilment division had contributed an improvement on revenue, which was generated from the mobile devices distribution business.

The Group registered a loss before tax (“LBT”) of RM5.99 million for the current quarter ended 30 June 2019 as compared to LBT of RM3.66 million in the corresponding quarter of 2019. The higher LBT for the current quarter under review was from the courier & logistics division. It was due to higher operation expenses incurred for the expansion of new branches, purchased of additional new vehicles and recruited additional workforce which in line with the branches expansion-for the courier & logistics services division.

**B2. Material change in the quarterly results compared to the results of the immediate preceding quarter**

	Current quarter RM'000	Immediate preceding quarter RM'000	Changes	
			RM'000	%
Revenue	34,386	38,563	(4,177)	-11%
Operating losses	(6,247)	(7,529)	1,282	-17%
Loss before interest and tax	(5,685)	(8,839)	3,154	-36%
Loss before tax	(5,987)	(9,231)	3,244	-35%
Loss after tax	(5,987)	(9,202)	3,215	-35%
Loss attributable to owners of the company	(5,924)	(9,198)	3,274	-36%

Revenue of the current quarter (Q1-2020) is RM34.39 million, which is a decrease of RM4.18 million compared to the immediate preceding quarter (Q4-2019). However, the LBT of RM5.99 million is lower by 35% of the immediate preceding quarter (LBT of RM9.23 million in Q4-2019). The lower LBT is mainly due to no share of loss from an associate company and also a higher total revenue from the mobile and fulfilment division.

## NOTES TO THE QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2019

**B3 Prospects**

The mobile and fulfilment division has been appointed by a few telecommunication companies as their 3rd Party Logistics (“3PL”) and 4th Party Logistics (“4PL”) partners. The primary objective of this partnership is for the division to act on behalf of the telecommunication companies to procure, process, store and deliver the business tools/devices/terminals to their customers with agreed SLA targets. To remain agile, the division will continue to embrace digitisation solutions to improve on productivity and to provide greater customer experience.

Given the fact that last mile delivery/courier business and warehousing are on the uptrend, the Group will accelerate the logistics business through direct and indirect business partnership arrangements. As for the performance parameters, the Group will continue to improve on productivity/efficiency level, utilisation ratio and volume base arrangement. Margin will continue to be a challenge in the courier & logistics service division as industry players will compete indirectly in the price game in order to get a bigger slice of the pie.

**B4 Profit forecast/Profit guarantee**

There were no profit forecast or profit guarantee issued by the Group.

**B5 Taxation**

	Current quarter ended 30.06.2019 RM'000	Current year- to-date ended 30.06.2019 RM'000
Income tax:		
- Current year	-	-
- Underprovision in prior year	-	-
	<hr/>	<hr/>
	-	-
Deferred tax	-	-
	<hr/>	<hr/>
	-	-

The current quarter and year-to-date provision for taxation is calculated based on estimated assessable profit from respective profitable subsidiary companies.

**B6 Corporate proposal**

Status of utilisation of proceeds raised from corporate proposals (Special Bumiputera Issue, Rights Issue of Shares with Warrants and Rights issue of Irredeemable Convertible Preference Shares) as at 30 June 2019 are as follows:

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Intended timeframe for utilisation	Deviation RM'000	RM'000 %	Remark
Expansion of Line Clear Express & Logistic Sdn Bhd	40,390	32,566	Within 36 months			
Working capital for ICT distribution business	32,706	27,706	Within 36 months			
Estimated expenses in relation to the Proposals	1,000	1,066	Within 2 weeks	(66)	-6.60%	Refer to note
	<hr/>	<hr/>		<hr/>		
	74,096	61,338		(66)		

Note: For the variation in the actual amount of expenses for the corporate exercises will be adjusted proportionately from the working capital for ICT distribution business of our Group.

## NOTES TO THE QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2019

**B7 Borrowing and debt securities**

The Group's borrowings as at 30 June 2019 are as follows:

	As at 1st quarter ended 2019/20 (30.06.2019)		
	Long term RM'000	Short term RM'000	Total borrowings RM'000
<b>Secured</b>			
Term loan	3,671	321	3,992

	As at 1st quarter ended 2018/19 (30.06.2018)		
	Long term RM'000	Short term RM'000	Total borrowings RM'000
<b>Secured</b>			
Term loan	3,904	330	4,234

During the period under review, the group's borrowings have reduced to RM3.99 million as compared to RM4.23 million in the preceding year corresponding quarter of 2019 with a reduction of RM0.24 million due to repayment of term loan. The total finance costs (inclusive of hire purchase) for the period ended 30 June 2019 was RM0.30 million as compared to RM0.14 million in the corresponding financial period ended 30 June 2018.

**B8 Material litigations**

As at 22 August 2019 (being the latest practical date which is not earlier than 7 days from the date of issue of this Quarterly Report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group.

**B9 Dividends**

No interim dividend has been declared during the current quarter under review.

**B10 Loss per share**

	Current year quarter ended 30.06.2019 RM'000	Current year- to-date ended 30.06.2019 RM'000
Loss attributable to Owners of the Company	(5,924)	(5,924)
Weighted average number of shares in issue ('000)	682,420	682,420
Basic loss per share (sen)	(0.87)	(0.87)

**B11 Authorised for issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 29 August 2019.