

KEY ALLIANCE GROUP BERHAD (609953-K)

(Incorporated in Malaysia)
THIRD QUARTER ENDED 31 DECEMBER 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER			
	2019 CURRENT QUARTER	2018 PRECEDING YEAR CORRESPONDING QUARTER	Changes	2019 CURRENT YEAR TO DATE	2018 PRECEDING YEAR CORRESPONDING PERIOD	Changes	
	31/12/2019 RM'000	31/12/2018 RM'000	%	31/12/2019 RM'000	31/12/2018 RM'000	%	
REVENUE	11,215	11,078	1%	25,812	30,122	-14%	
Operating expenses	(4,250)	(2,155)	97%	(9,248)	(6,768)	37%	
Other income	127	139	-9%	365	418	-13%	
Interest income	33	81	-59%	104	165	-37%	
Interest expense	(134)	(30)	347%	(434)	(130)	234%	
Fair value adjustment on investment	(993)	824	-	(993)	824	-	
Profit/(Loss) before taxation	(5,217)	(1,141)	357%	(10,206)	(5,491)	86%	
Taxation	0	0	-	0	0	-	
Profit/(Loss) after taxation	(5,217)	(1,141)	357%	(10,206)	(5,491)	86%	
Profit/(loss) attributable to: Equity holders of the company Non-controlling interest	(4,714) (503)	(918) (223)	414% 126%	(9,066) (1,140)	(5,338) (153)	70% 645%	
Profit/(Loss) after taxation	(5,217)	(1,141)	357%	(10,206)	(5,491)	86%	
Weighted average number of shares in issue ('000) Earnings per share (sen) - basic	520,712 (0.91)	481,567 (0.19)		520,712 (1.74)	481,567 (1.11)		

The unaudited condensed consolidated statement of profit and loss and other comprehensive income should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.



KEY ALLIANCE GROUP BERHAD (609953-K)

(Incorporated in Malaysia)
THIRD QUARTER ENDED 31 DECEMBER 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

CURRENT THANCILO QUARTER YEAR ENDED 31/12/2019 QUARTER YEAR ENDED 31/12/2019 QUARTER YEAR ENDED 31/12/2019 QUARTER XEAR ENDED XEAR EN		AS AT END OF	AS AT PRECEDING
Non-current Assets Rambon		CURRENT	FINANCIAL
Mon-current Assets		QUARTER	YEAR ENDED
ASSETS RM'000 RM'000 Non-current Assets 29,438 31,960 Right of use assets 3,167 18,352 18,352 Investment properties 18,352 5,407 6,000 7,000 6,000 6,000 7,000<		31/12/2019	31/3/2019
Non-current Assets 29,438 31,960 Right of use assets 3,167 - Investment properties 18,352 18,352 Other investment 4,225 5,407 Goodwill 4,234 5,805 Deferred tax assets 310 310 Current Assets Inventories 5,670 5,408 Trade and other receivables 52,191 31,715 Tax recoverable 516 852 Fixed deposits with licensed banks 4,134 4,033 Cash and bank balances 65,586 45,526 TOTAL ASSETS 125,512 107,360 EQUITY AND LIABILITIES 20 10,360 Capital and Reserves 99,686 99,686 Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 52 592 Warrants reserve 13,842 13,842 Total Equity 65,724 75,930 Non-controlling interest		, ,	
Property, Plant and Equipment 29,438 31,960 Right of use assets 3,167	ASSETS	RM'000	RM'000
Right of use assets 3,167 1.8,352 18,352 18,352 18,352 18,352 18,352 18,352 18,352 18,352 5,407 6,007 6,007 6,007 6,007 3,00 3,01 3,0			
Investment properties			31,960
Other investment Goodwill 4,425 4,234 5,805 59,926 5,408 61,834 Current Assets 59,926 61,834 61,834 Current Assets 5,670 5,670 5,408 5,670 Inventories 5,670 5,408 7,219 31,715 31,7			-
Goodwill Deferred tax assets 4,234 310 310 310 310 310 310 310 310 310 310			
Deferred tax assets			
Current Assets 59,926 61,834 Inventories 5,670 5,408 Trade and other receivables 52,191 31,715 Tax recoverable 516 852 Fixed deposits with licensed banks 4,134 4,035 Cash and bank balances 3,075 3,516 Cash and bank balances 65,586 45,526 TOTAL ASSETS 125,512 107,360 EQUITY AND LIABILITIES 2 50 Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities 1,231 1,231 Deferred tax liabilities 1,231 1,231 Deferred tax liabilities 2,475 - Current Liabilities 12,440 1,913 Equation of the payables and other payables and other payables and other		·	
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Inventories		59,926	61,834
Inventories	Current Assets		
Trade and other receivables 52,191 31,715 Tax recoverable 516 852 Fixed deposits with licensed banks 4,134 4,035 Cash and bank balances 3,075 3,516 65,586 45,526 TOTAL ASSETS 125,512 107,360 EQUITY AND LIABILITIES		5.670	5.408
Tax recoverable 516 852 Fixed deposits with licensed banks 4,134 4,035 Cash and bank balances 3,075 3,516 65,586 45,526 TOTAL ASSETS 125,512 107,360 EQUITY AND LIABILITIES Capital and Reserves Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Trade and other payables 1,953 1,910 Borrowings 1,01			·
Cash and bank balances 3,075 3,516 65,586 45,526 TOTAL ASSETS 125,512 107,360 EQUITY AND LIABILITIES 2 Capital and Reserves 8 99,686 99,686 Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Accumulated loss (49,194) (40,128) Share option reserve 592,51 592,51		· ·	
Cash and bank balances 3,075 3,516 65,586 45,526 TOTAL ASSETS 125,512 107,360 EQUITY AND LIABILITIES 2 Capital and Reserves 8 99,686 99,686 Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Accumulated loss (49,194) (40,128) Share option reserve 592,51 592,51			
TOTAL ASSETS 65,586 45,526 EQUITY AND LIABILITIES Capital and Reserves Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 12,440 1,913 Current Liabilities 12,440 1,913 Current Liabilities 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Trade and other payables 1,920 - Borrowings 1,014 898 Lease Liabilities 59,788 31,430	=		
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EQUITY AND LIABILITIES Capital and Reserves 99,686 99,686 Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430			
Capital and Reserves Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430	TOTAL ASSETS	125,512	107,360
Capital and Reserves Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430	EQUITY AND LIADILITIES		
Issued capital 99,686 99,686 Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430			
Accumulated loss (49,194) (40,128) Share option reserve 592 592 Warrants reserve 13,842 13,842 64,926 73,992 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430		99 686	99 686
Share option reserve 592 592 Warrants reserve 13,842 13,842 64,926 73,992 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430			
Warrants reserve 13,842 13,842 64,926 73,992 Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities 1,231 1,231 Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430			
Non-controlling interest 73,992 Total Equity 798 1,938 Non-current Liabilities 55,724 75,930 Non-current Liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430	÷		
Non-controlling interest 798 1,938 Total Equity 65,724 75,930 Non-current Liabilities 2 75,930 Non-current Liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430			
Non-current Liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - 12,440 1,913 Current Liabilities 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430	Non-controlling interest	798	
Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - 12,440 1,913 Current Liabilities Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430	Total Equity	65,724	
Deferred tax liabilities 1,231 1,231 Borrowings 8,734 682 Lease liabilities 2,475 - 12,440 1,913 Current Liabilities Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430	No. and Ph. 1992		
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Lease liabilities 2,475 - 12,440 1,913 Current Liabilities 26,709 Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - Total Liabilities 59,788 31,430		·	
12,440 1,913 Current Liabilities 26,709 Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430	9		002
Current Liabilities 42,561 26,709 Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430	Lease nathrities		1 913
Trade and other payables 42,561 26,709 Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430	ľ	12,110	1,713
Bank overdrafts 1,953 1,910 Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430			
Borrowings 1,014 898 Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430	• •		
Lease Liabilities 1,820 - 47,348 29,517 Total Liabilities 59,788 31,430			
Total Liabilities 47,348 29,517 59,788 31,430			898
Total Liabilities 59,788 31,430	Lease Liabilities		20 517
TOTAL EQUITY AND LIABILITIES 125,512 107,360	Total Liabilities	59,788	31,430
	TOTAL EQUITY AND LIABILITIES	125,512	107,360

Net assets per share attributable to ordinary equity holders of the parent (RM)

0.1247 0.1511

The unaudited condensed consolidated Balance Sheet should be read in conjuction with the annual audited financial statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.



KEY ALLIANCE GROUP BERHAD (609953-K)

(Incorporated in Malaysia)
THIRD QUARTER ENDED 31 DECEMBER 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Non -Issued Share Warrant Share Option Accumulated Controlling Capital Premium Reserve Reserve Loss Interest Total

RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 Balance as of 1 April 2018 99,686 0 13,842 592 (40,128)1,938 75,930 0 0 0 (10,206)Total comprehensive loss for the period 0 (9,066)(1,140)Balance as of 31 December 2019 99,686 13,842 592 (49,194) 798 65,724

	Issued Capital RM'000	Share Premium RM'000	Warrant Reserve	Share Option Reserve RM'000	Accumulated Loss RM'000	Non - Controlling Interest RM'000	Total RM'000
	KM 000	KM 000	KW 000	KW 000	KW 000	KW 000	KW 000
Balance as of 1 April 2018	94,797	0	17,617	592	(37,175)	2,608	78,439
Total comprehensive loss for the period	0	0	0	0	(5,338)	(153)	(5,491)
Warrants expired	0	0	(3,775)	0	3,775	0	0
Grant of share issuance scheme	0	0	0	500	0	0	500
Issuance of shares from share issuance scheme	2,250	0	0	(250)	250	0	2,250
Issuance of shares from private placement	2,631	0	0	0	0	0	2,631
Exercise of warrant	8	0	0	0	0	0	8
Balance as of 31 December 2018	99,686	0	13,842	842	(38,488)	2,455	78,337

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.



KEY ALLIANCE GROUP BERHAD (609953-K) (Incorporated in Malaysia) THIRD QUARTER ENDED 31 DECEMBER 2019

	9-MONTHS ENDED	12-MONTHS ENDED
	31/12/19	31/3/19
	(Unaudited)	(Audited)
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(10,206)	(8,077)
Adjustment for:		
Non-cash items Non-operating items	6,463 330	5,272 294
. 0	330	294
Operating loss before working capital changes	(3,413)	(2,511)
Net changes in current assets	(20,738)	(20,364)
Net changes in current liabilities	15,852	18,371
Cash generated from/(used in) operations	(8,299)	(4,504)
Interest received	104	65
Interest paid	(434)	(482)
Net tax paid	336	(283)
Net cash generated from (used in) operating activities	(8,293)	(5,204)
CASH FLOWS FOR INVESTING ACTIVITIES		
Acquisition of subsidiaries	0	(4,000)
Investment in other investment	(3,011)	(4,687)
Proceeds from disposal of subsidiary	0	(1,609)
Increase in work-in-progress	0	(5,434)
(Pledged)/Withdrawal of fixed deposit	(8)	1,269
Proceeds from disposal of plant and equipment Proceeds from disposal of unit trusts	3 000	4.025
Purchase of property, plant and equipment	3,000 (321)	4,935 (3,170)
Net cash used in investing activities		
Net cash used in investing activities	(334)	(12,690)
CASH FLOWS FOR FINANCING ACTIVITIES	(4.0=0)	
Repayment of finance lease iabilities	(1,372)	(674)
Proceeds from term loan	9,600	(204)
Repayment of term loan	(85)	(304)
Proceeds from warrant exercised Proceeds from exercise of share issuance scheme	0	2 250
Proceeds from private placement	0	2,250 2,632
Net cash (used in)/generated from financing activities	8,143	3,912
NET DECREASE IN CASH AND CASH EQUIVALENTS	•	•
·	(484)	(13,982)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD/YEAR	1,606	15,588
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD/YEAR	1,122	1,606
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Fixed deposits with licensed bank	4,134	4,035
Cash and bank balances	3,075	3,516
Bank overdrafts	(1,953)	(1,910)
Logo - Fixed deposite pladged	5,256	5,641
Less : Fixed deposits pledged	(4,134)	(4,035)
	1,122	1,606

The unaudited condensed consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.