

**MSCM HOLDINGS BHD** 200101001581 (537337-M)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FORTH QUARTER ENDED  
31 MARCH 2020**

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOT THE FINANCIAL QUARTER ENDED 31 MARCH 2020

	Note	INDIVIDUAL PERIOD		CUMMULATIVE PERIOD	
		Current Year	Preceding Year	Current Year	Preceding Year
		Quarter 31.03.2020	Quarter 31.03.2019	Year-to-date 31.03.2020	Year-to-date 31.03.2019
		RM	RM	RM	RM
Revenue		336,567	887,287	4,429,306	10,412,445
Cost of sales		22,918	(1,968,880)	(1,549,887)	(6,342,659)
Gross profit/(loss)		359,485	(1,081,593)	2,879,419	4,069,786
Other income		3,583,498	4,744,996	5,620,765	8,388,544
Selling and distribution expenses		6,266	(1,897)	-	(22,854)
Administration expenses		(1,114,611)	1,631,016	(4,689,382)	(5,695,167)
Other expenses		(10,918,702)	(13,373,975)	(11,106,886)	(19,827,482)
Finance cost		(157,315)	(154,784)	(161,692)	(223,976)
Share of results of an associate		-	684,634	-	687,517
Loss before taxation		(8,241,379)	(7,551,603)	(7,457,776)	(12,623,632)
Taxation		25,839	(490,046)	23,449	(493,460)
Loss for the financial period/year		(8,215,540)	(8,041,649)	(7,434,327)	(13,117,092)
Other comprehensive loss		(482,502)	(414,163)	(232,059)	(830,720)
Total comprehensive loss for the financial period/year		(8,698,042)	(8,455,812)	(7,666,386)	(13,947,812)
<b>(Loss)/Profit attributable to:-</b>					
Owners of the Company		(8,215,540)	(8,069,611)	(7,434,327)	(13,072,016)
Non-controlling interest		-	27,962	-	(45,076)
		(8,215,540)	(8,041,649)	(7,434,327)	(13,117,092)
<b>Total comprehensive (loss)/profit attributable to:-</b>					
Owners of the Company		(8,698,042)	(8,463,815)	(7,666,386)	(13,844,295)
Non-controlling interest		-	8,003	-	(103,517)
		(8,698,042)	(8,455,812)	(7,666,386)	(13,947,812)
Loss per share attribute to equity holders of the Company (sen)					
-Basic	<b>B10</b>	(2.58)	(3.04)	(2.55)	(4.92)

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 attached to the quarterly report.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2020

	As at 31.03.2020 (Unaudited) RM	As at 31.03.2019 (Audited) RM
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,668,922	543,733
Intangible assets	-	5,030,000
Other investments	9,432,787	9,826,502
Contract costs	74,152	156,269
<b>Total non-current assets</b>	<u>11,175,861</u>	<u>15,556,504</u>
<b>Current assets</b>		
Trade receivables	801,962	1,432,815
Other receivables	356,590	922,455
Contract costs	286,081	322,634
Tax recoverable	9,176	204,653
Other investments	31,849	46,889
Fixed deposits with licensed banks	30,282,500	58,281
Cash and bank balances	22,581,715	4,502,444
<b>Total current assets</b>	<u>54,349,873</u>	<u>7,490,171</u>
<b>TOTAL ASSETS</b>	<u><b>65,525,734</b></u>	<u><b>23,046,675</b></u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Lease liabilities	663,584	78,477
Contract liabilities	205,429	336,414
<b>Total non-current liabilities</b>	<u>869,013</u>	<u>414,891</u>
<b>Current liabilities</b>		
Trade payables	404,668	559,897
Other payables	1,072,593	1,836,145
Contract liabilities	565,916	1,162,340
Lease liabilities	195,376	71,103
Bank borrowings	1,090,295	2,014,644
Provision for taxation	211	-
<b>Total current liabilities</b>	<u>3,329,059</u>	<u>5,644,129</u>
<b>TOTAL LIABILITIES</b>	<u><b>4,198,072</b></u>	<u><b>6,059,020</b></u>

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2020 (CON'T)

	As at 31.03.2020 (Unaudited) RM	As at 31.03.2019 (Audited) RM
<b>Equity attributable to owners of the Company</b>		
Share capital	46,146,632	32,872,348
Irredeemable convertible preference shares	39,822,853	-
Share option reserve	66,394	67,802
Foreign currency translation reserve	-	(161,656)
Fair value reserve	(950,588)	(556,873)
Warrant reserve	7,645,988	-
Other warrant reserve	(7,645,988)	-
Accumulated losses	(23,757,629)	(15,233,966)
<b>Total equity</b>	<u>61,327,662</u>	<u>16,987,655</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>65,525,734</b></u>	<u><b>23,046,675</b></u>
Net asset per share attributable to owners of the Company (RM)	<u>0.1925</u>	<u>0.0640</u>

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 attached to the quarterly report.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2020

	-----<----- Attributable To Owners of the Company ----->							-----<----- Non-Distributable -----> Distributable			
	Share capital RM	Irredeemable convertible preference shares RM	Share option reserve RM	Fair value reserve RM	Warrant reserve RM	Other warrant reserve RM	Foreign currency translation reserve RM	Accumulated losses RM	Total RM	Non-controlling interest RM	Total equity RM
<b>At 1 April 2018</b>	32,872,348	-	78,009	-	-	-	53,750	(2,161,950)	30,842,157	(1,468,729)	29,373,428
Loss for the financial year	-	-	-	-	-	-	-	(13,072,016)	(13,072,016)	(45,076)	(13,117,092)
Other comprehensive loss for the year	-	-	-	(556,873)	-	-	(215,406)	-	(772,279)	(58,441)	(830,720)
Total comprehensive loss for the year	-	-	-	(556,873)	-	-	(215,406)	(13,072,016)	(13,844,295)	(103,517)	(13,947,812)
ESOS lapsed	-	-	(10,207)	-	-	-	-	-	(10,207)	-	(10,207)
Disposal of subsidiary companies	-	-	-	-	-	-	-	-	-	1,572,246	1,572,246
<b>Balance at 31 March 2019</b>	32,872,348	-	67,802	(556,873)	-	-	(161,656)	(15,233,966)	16,987,655	-	16,987,655
<b>At 1 April 2019</b>	32,872,348	-	67,802	(556,873)	-	-	(161,656)	(15,233,966)	16,987,655	-	16,987,655
<b>Transactions with owners</b>											
Issuance of share capital	13,274,284	-	-	-	7,645,988	(7,645,988)	-	(1,089,336)	12,184,948	-	12,184,948
Issuance of irredeemable convertible preference shares	-	39,822,853	-	-	-	-	-	-	39,822,853	-	39,822,853
<b>Total transactions with owners</b>	13,274,284	39,822,853	-	-	7,645,988	(7,645,988)	-	(1,089,336)	52,007,801	-	52,007,801
Loss for the financial year	-	-	-	-	-	-	-	(7,434,327)	(7,434,327)	-	(7,434,327)
Other comprehensive (loss)/profit for the year	-	-	-	(393,715)	-	-	161,656	-	(232,059)	-	(232,059)
Total comprehensive (loss)/profit for the year	-	-	-	(393,715)	-	-	161,656	(7,434,327)	(7,666,386)	-	(7,666,386)
ESOS lapsed	-	-	(1,408)	-	-	-	-	-	(1,408)	-	(1,408)
<b>Balance at 31 March 2020</b>	46,146,632	39,822,853	66,394	(950,588)	7,645,988	(7,645,988)	-	(23,757,629)	61,327,662	-	61,327,662

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 attached to the quarterly report.

CONDENSED CONSOLIDATED STATEMENTS OF CASHFLOWS  
FOR THE YEAR ENDED 31 MARCH 2020

	Current Year Quarter 31.03.2020 RM	Preceding Year Quarter 31.03.2019 RM
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>		
<b>Loss before taxation</b>	(7,457,776)	(12,623,632)
Adjustments for:-		
Non-cash items	5,203,868	11,798,184
Non-operating items	429,618	2,969,504
<b>Operating (loss)/income before working capital changes</b>	<u>(1,824,290)</u>	<u>2,144,056</u>
Net changes in current assets	985,634	3,075,204
Net changes in current liabilities	(1,069,971)	(4,208,566)
<b>Cash (used in)/generated from operations</b>	<u>(1,908,627)</u>	<u>1,010,694</u>
Interest paid	(161,692)	(223,976)
Income tax refund	218,813	139,747
Income tax paid	(5,277)	(72,658)
<b>Net cashflow (used in)/generated from operating activities</b>	<u>(1,856,783)</u>	<u>853,807</u>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>		
Interest received	634,188	13,870
Purchase of property, plant and equipment	(1,689,725)	(95,445)
Payment for intangible assets	-	(30,000)
Proceeds from disposal of property, plant and equipment	388,650	138,637
Net cash from disposal of a subsidiary company	(115,555)	3,135,465
<b>Net cashflow (used in)/generated from investing activities</b>	<u>(782,442)</u>	<u>3,162,527</u>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of new ordinary shares	12,184,948	-
Issuance of irredeemable convertible preference shares	39,822,853	-
Repayment of lease liabilities	(165,257)	(160,798)
<b>Net cashflow generated from/(used in) financing activities</b>	<u>51,842,544</u>	<u>(160,798)</u>
Net changes in cash and cash equivalents	49,203,319	3,855,536
Effect on exchange rate differences	9,480	19,179
Cash and cash equivalents at beginning of period	2,534,689	(1,340,026)
Cash and cash equivalents at end of period	<u>51,747,488</u>	<u>2,534,689</u>
<b>Analysis of cash and cash equivalents</b>		
Other investments	31,849	46,889
Bank borrowings	(1,090,295)	(2,014,644)
Cash and bank balances	52,805,934	4,502,444
	<u>51,747,488</u>	<u>2,534,689</u>

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 attached to the quarterly report.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of MSCM Holdings Berhad (“MSCM” or the “Company”) and its subsidiary companies (“Group”) for the financial year ended 31 March 2019.

The accounting policies adopted by the Group in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2019 except for the adoption of the new and revised MFRSs which are mandatory for financial periods beginning on or after 1 April 2019.

**A2. Qualification of financial statements**

The auditors’ report of the preceding financial statements for the financial year ended 31 March 2019 was not subject to any audit qualification.

**A3. Seasonal or cyclical factors**

The business of the Group was not materially affected by any significant seasonal or cyclical factors during the current quarter under review.

**A4. Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the current quarter under review.

**A5. Significant estimates and changes in estimates**

There were no changes in the estimates of amounts reported in the prior financial period, which have a material effect in the current quarter under review.

**A6. Debts and equity securities**

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter under review.

**A7. Dividends paid**

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

**A8. Segmental information**

The Group's segment report is presented based on its operating segments as follows:-

Segment revenue	Individual Period		Cumulative Period	
	Quarter ended	Quarter ended	Year-to-date ended	Year-to-date ended
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
	RM'000	RM'000	RM'000	RM'000
Search & Advertising	336	833	4,405	10,063
Investment holding & others	-	54	24	978
Less: Inter-segment revenue	-	-	-	(629)
Consolidated revenue	336	887	4,429	10,412

Segment results	Individual Period		Cumulative Period	
	Quarter ended	Quarter ended	Year-to-date ended	Year-to-date ended
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
	RM'000	RM'000	RM'000	RM'000
Search & Advertising	(7,228)	(11,343)	(5,435)	(18,438)
Investment holding & others	(1,014)	3,794	(2,023)	5,814
Loss from Associates	-	(3)	-	-
Consolidated loss before tax	(8,242)	(7,552)	(7,458)	(12,624)

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

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

**A10. Material events subsequent to the end of the interim period**

There were no material events subsequent to the reporting period up to 12 June 2020, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report, that have not been reflected in the financial statements for the current quarter under review.

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

Other than disclosed below, there were no major changes in the composition of the Group for the current quarter under review:-

- (a) On 2 March 2020, CBSA Bizhub Sdn Bhd, wholly-owned subsidiary of MSCM had disposed its entire equity interest in CBSA Pancommerce Sdn Bhd and Panpages Ltd and its subsidiaries for a cash consideration of RM1 respectively; and
- (b) On 2 March 2020, CBSA International Sdn Bhd, a wholly-owned subsidiary of CBSA Bizhub Sdn Bhd, had disposed its 1% equity interest in P.T. Panpages for a cash consideration of RM1.

**A12. Capital commitments**

There were no material capital commitments that have a material effect in the current quarter under review.

**A13. Contingent assets or liabilities**

There were no changes in contingent assets or liabilities in the current quarter under review.



**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of performance**

**1.1 Financial review for quarter ended and financial year-to-date**

	Individual Period		Variances		Cumulative Period		Variances	
	Quarter ended	Quarter ended			Year ended	Year ended		
	31.03.2020	31.03.2019	31.03.2020	31.03.2019	Amount	%	Amount	%
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	336	887	(551)	(62.1)	4,429	10,412	(5,983)	(57.5)
Loss before interest and tax								
before share of results of an associate	(8,084)	(8,081)	(3)	(0.0)	(7,296)	(13,087)	5,791	(44.3)
Loss before interest and tax	(8,084)	(7,397)	(687)	(9.3)	(7,296)	(12,400)	5,104	(41.2)
Loss before tax	(8,241)	(7,552)	(689)	(9.1)	(7,458)	(12,624)	5,166	(40.9)
Loss after tax	(8,216)	(8,042)	(174)	(2.2)	(7,434)	(13,117)	5,683	(43.3)
Loss attributable to owner of the company	(8,216)	(8,070)	(146)	(1.8)	(7,434)	(13,072)	5,638	(43.1)

**Current year quarter vs. preceding year quarter**

Revenue

The Group revenue for the current quarter under review of RM0.3 million decreased by 62% as compared to last year same quarter of RM0.9 million mainly due to low business activities which were impacted by the weak economic sentiment and disposal of loss making business, content development business which was completed on 15 March 2019.

Loss before interest and tax (“LBIT”)

The Group LBIT for current quarter of RM8.1 million was increased by RM0.7 million as compared to same quarter of the preceding year loss of RM7.4 million mainly due to bad debt written off provided in the current year quarter.

**Current year-to-date vs. preceding year-to-date**

Revenue

The Group revenue for the current year to date under review of RM4.4 million decreased by 58% as compared to previous year to date of RM10.4 million mainly due to low business activities which were impacted by the weak economic sentiment and disposal of loss making business, content development business which was completed on 15 March 2019.

Loss before interest and tax (“LBIT”)

The Group LBIT for current year to date of RM7.3 million was improved by RM5.1 million as compared to same quarter of the previous year to date LBIT of RM12.4 million mainly due to the drop in administrative expenses in the current year to date.

**B1. Review of performance (cont'd)**

**1.2. Financial review for current quarter with immediate preceding quarter**

	Current quarter ended 31.03.2020 RM'000	Immediate preceding quarter ended 31.12.2019 RM'000	Variances	
			Amount RM'000	%
Revenue	336	749	(413)	(55.1)
Loss before interest and tax before share of results of an associate	(8,084)	(576)	(7,508)	1,303.5
Loss before interest and tax	(8,084)	(576)	(7,508)	1,303.5
Loss before tax	(8,241)	(579)	(7,662)	1,323.3
Loss after tax	(8,216)	(574)	(7,642)	1,331.4
Loss attributable to owner of the company	(8,216)	(574)	(7,642)	1,331.4

Revenue

The Group revenue for the current quarter decreased by 55% as compared to immediate preceding quarter was mainly due to low business activity in the current quarter under review.

Loss before interest and tax

The Group recorded a loss of RM8.1 million for the current quarter as compared to loss of RM0.6 million for the immediate preceding quarter due to bad debts written off in the current quarter under review.

**1.3. Analysis of the performance of business segments**

Search and Advertising (“S&A”) business segment

	Individual Period		Cumulative Period	
	Quarter ended 31.03.2020 RM'000	Quarter ended 31.03.2019 RM'000	Year-to-date ended 31.03.2020 RM'000	Year-to-date ended 31.03.2019 RM'000
Revenue	336	833	4,405	10,063
Cost of sales	25	(221)	(1,526)	(3,955)
Gross profit	361	612	2,879	6,108
Other income	3,073	954	4,936	1,121
Operating expenses	(5,507)	(5,042)	(8,091)	(18,235)
Finance costs	(155)	(155)	(159)	(224)
Loss before taxation	<b>(2,228)</b>	<b>(3,631)</b>	<b>(435)</b>	<b>(11,230)</b>

Revenue

Revenue from S&A business segment decreased by 56% or RM5.7 million as compared to same quarter of the preceding year ended 31 March 2019. The drop is mainly due low business activity in the current quarter under review.

**B1. Review of performance (cont'd)**

**1.3. Analysis of the performance of business segments (cont'd)**

Business Segment by Countries

The details of the Group's business segments by countries and exchange ratio used as below:-

	Quarter ended 31.03.2020			Quarter ended 31.03.2019			
	Malaysia RM'000	Cambodia RM'000	Total RM'000	Malaysia RM'000	Thailand RM'000	Cambodia RM'000	Total RM'000
Revenue	3,597	832	4,429	8,634	306	1,472	10,412
Loss before interest and tax before share of results of an associate	(7,048)	(248)	(7,296)	(11,261)	(87)	(1,739)	(13,087)
Loss before interest and tax	(7,048)	(248)	(7,296)	(10,574)	(87)	(1,739)	(12,400)
Loss before tax	(7,210)	(248)	(7,458)	(10,798)	(87)	(1,739)	(12,624)
Loss after tax	(7,186)	(248)	(7,434)	(10,788)	(87)	(2,242)	(13,117)
Loss attributable to owner of the company	(7,186)	(248)	(7,434)	(10,743)	(87)	(2,242)	(13,072)

Exchange Rate Ratio Used (2019/2020)	
	MYR
1 USD Dollar :	4.3130
100 Indonesia Rupiah :	0.0264

Exchange Rate Ratio Used (2018/2019)	
	MYR
1 USD Dollar :	4.0770
100 Indonesia Rupiah :	0.0284
100 Thailand Baht :	12.6000

The exchange rate ratio used is based on Bank Negara exchange rate as per balance sheet date.

**B2. Group's prospects**

The Group expects 2019/2020 to be a challenging year. The S&A business in Malaysia continues to face challenges such as low economic activities and confidence.

The Group will continue to explore new business development in supply cold chain management to enhance the Company's performance.

On 18 November 2019, Food Cheetah Sdn Bhd, a wholly-owned subsidiary of the Company, has today received the Money Lending License issued by the Registrar of Moneylenders of Kementerian Perumahan dan Kerajaan Tempatan on 15 November 2019.

Looking at the current economic sentiments, the Board is currently exploring the financial services segment. Such diversification enables the Group to tap into new business areas which will provide additional streams of revenue to complement the Group's existing businesses. The Board believes that this will be part of the Group's business plan to improve its financial performance as well as its shareholders' value. In addition, the diversifications will allow the Group to reduce reliance on its existing businesses.

**B3. Statement of the board of directors' opinion on profit estimate, forecast, projection or internal targets**

The Group has not provided any profit estimate, forecast, and projection in any public documents.

**B4. Variance on profit forecast**

The Group has not issued any profit forecast in any public comment.

**B5. Status of corporate proposal**

Save from the following, there were no corporate proposal announced but not completed as at 12 June 2020, being the last practicable date from the date of the issue of this report.

**Completed Corporate Exercise**

- (i) On 30 November 2018, the Board Directors of MSCM (the “Board”) announced that the Company proposes to undertake the followings:-
  - (a) proposed renounceable rights issue of up to 53,253,497 new ordinary shares in MSCM (“**MSCM Shares**”) (“**Rights Shares**”) on the basis of 1 Rights Share for every 5 existing MSCM Shares held at an issue price of RM0.25 per Rights Share, together with up to 159,760,491 free detachable warrants in MSCM (“**Warrants**”) on the basis of 3 Warrants for every 1 Rights Share subscribed for (“**Proposed Rights Issue of Shares with Warrants**”);
  - (b) proposed renounceable rights issue of up to 798,802,455 new irredeemable convertible preference shares in MSCM (“**ICPS**”) on the basis of 3 ICPS for every 1 existing MSCM Share held at an issue price of RM0.05 per ICPS (“**Proposed Rights Issue of ICPS**”);
  - (c) proposed diversification of the existing business of MSCM and its subsidiaries to include supply chain management business (“**Proposed Diversification**”); and
  - (d) proposed amendments to the constitution of MSCM (“**Constitution**”) to facilitate the Proposed.
- (ii) On 2 October 2019, the Board announced that:-
  - (a) the Rights Issue of Shares with Warrants has been completed with the listing of 53,097,137 Rights Shares together with 159,291,411 Warrants; and
  - (b) the Rights Issue of ICPS has been completed with the listing of 796,457,055 ICPS,

on the Main Market of Bursa Securities on 2 October 2019.

**On-going Corporate Exercise**

- (i) On 20 March 2020, the Board of Directors of MSCM (the “Board”) announced that the Company proposes to undertake the followings:-
  - (a) the proposed diversification of the existing businesses of the Group to include money lending business (“**Proposed Diversification**”); and
  - (b) proposed variation to the utilisation of proceeds raised from the rights issue of shares with warrants and rights issue of irredeemable convertible preference shaers (“**Proposed Variation**”).

The Proposed Diversification is subject to the approval from the shareholders of MSCM at the forthcoming extraordinary general meeting to be convened.

**B6. Utilisation of proceeds**

Status of utilisation of proceeds raised from corporate proposals (Rights Issue of Shares with Warrants and Rights Issue of ICPS) as at 31 March 2020 are as follows:-

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Intended timeframe for utilisation
Capital expenditure and rental deposits	33,340	624	Within 36 months
Working capital requirements	18,557	543	Within 36 months
Estimated expenses in relation to the Corporate Exercises	1,200	1,090	Within 2 weeks
	53,097	2,257	

**B7. Group's borrowings and debts securities**

The details of the Group's borrowings and debts securities outstanding as at 31 March 2020 are as follows:-

	Quarter ended 31.03.2020			Quarter ended 31.03.2019		
	Long Term RM'000	Short Term RM'000	Total RM'000	Long Term RM'000	Short Term RM'000	Total RM'000
<b>Secured</b>						
Lease liabilities	664	195	859	78	71	149
<b>Unsecured</b>						
Bank Overdraft	-	1,090	1,090	-	2,015	2,015
<b>Total Borrowings</b>	<b>664</b>	<b>1,285</b>	<b>1,949</b>	<b>78</b>	<b>2,086</b>	<b>2,164</b>

All borrowings are denominated in Ringgit Malaysia and The Group does not have foreign currency borrowings.

The bank borrowings obtained from local banks bears interest of 2.75% to 8.35% (2019: 2.75% to 8.35%).

**B8. Material litigation**

The Group is not engaged in any material litigation either, as plaintiff or defendant, and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

**B9. Dividends**

No dividend has been declared/paid during the quarter under review.

**B10. Loss per share**

The basis of loss per share is calculated by dividing the net loss for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the financial year.

There is no computation for diluted loss per share as it is anti-dilutive in nature.

		Individual Period		Cumulative Period	
		Quarter ended 31.03.2020	Quarter ended 31.03.2019	Year-to-date 31.03.2020	Year-to-date 31.03.2019
Loss attributable to owners of the Company	(RM'000)	(8,216)	(8,070)	(7,434)	(13,072)
Weighted average number of ordinary shares in issue	(Unit'000)	318,583	265,486	291,889	265,486
Basic loss per share	(sen)	(2.58)	(3.04)	(2.55)	(4.92)

**B11. Qualification of financial statements**

The Company's preceding annual financial statements was not subject to any audit qualifications.