

**G NEPTUNE BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2018**  
**(The figures have not been audited)**

	(Unaudited)	(Audited - Restated)
	AS AT	AS AT
	30-Jun-18	30-Jun-17
	RM	RM
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	-	-
Development expenditure	-	-
Goodwill on consolidation	-	-
	<u>-</u>	<u>-</u>
<b>Current assets</b>		
Trade receivables	-	-
Other receivables, deposits and prepayments	5,707	10,386
Tax recoverable	39,607	39,607
Cash and cash equivalents	9,883	33,617
	<u>55,197</u>	<u>83,610</u>
<b>TOTAL ASSETS</b>	<u>55,197</u>	<u>83,610</u>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to owners of the parent:		
Share capital	9,792,835	9,792,835
Reserves	(12,843,496)	(12,486,126)
Total equity	<u>(3,050,661)</u>	<u>(2,693,291)</u>
<b>Current liabilities</b>		
Trade payables	-	-
Other payables and accruals	3,105,460	2,776,474
Tax payable	398	427
<b>Total liabilities</b>	<u>3,105,858</u>	<u>2,776,901</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>55,197</u>	<u>83,610</u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	(1.06)	(0.93)

**G NEPTUNE BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018**  
(The figures have not been audited)

	3 months ended		Year ended	
	30/6/2018	30/6/2017	30/6/2018	30/6/2017 (Restated)
	RM	RM	RM	RM
<b>Revenue</b>	-	447,523	-	1,785,001
Cost of sales	-	(429,176)	-	(1,706,155)
Gross profit	-	18,347	-	78,846
Other income	85,115	122	85,115	123
Administration and other expenses	(162,556)	(250,230)	(444,543)	(1,244,794)
Other expenses	-	359,361	-	(7,244,119)
Finance cost	(161,764)	(69,572)	(161,764)	(375,972)
Operating profit/(loss) before tax	(239,205)	58,028	(521,192)	(8,785,916)
Income tax expense	-	-	-	-
<b>Profit/(Loss) for the period</b>	(239,205)	58,028	(521,192)	(8,785,916)
<b>Earnings/(Loss) per ordinary share attributable to owners of the parent (sen)</b>				
Basic	(0.08)	0.02	(0.18)	(3.04)
Diluted	-	-	-	-

**G NEPTUNE BERHARD**  
**CONDENSED CONSOLIDATED STATEMENT OF**  
**CHANGES IN EQUITY FOR THE FINANCIAL PERIOD**  
**ENDED 30 JUNE 2018**  
**(The figures have not been audited)**

← **Attributable to Equity Holders of the Parent** →

	Share Capital	Share Premium	Exchange Translation Reserve	Other Reserve	Accumulated Losses	Total	Total Equity
	RM	RM	RM	RM	RM	RM	RM
<b>12 months ended 30 JUNE 2018</b>							
<b>Balance at 1/7/2017 (Restated)</b>	8,662,500	1,130,335	(817,718)	622,480	(12,290,888)	(12,486,126)	(2,693,291)
Foreign currency translation, representing net (Loss) for the period	-	-	163,822	-	-	163,822	163,822
Reclassification	1,130,335	(1,130,335)	-	-	(521,192)	(521,192)	(521,192)
<b>Balance at 30/6/2018</b>	<b>9,792,835</b>	<b>-</b>	<b>(653,896)</b>	<b>622,480</b>	<b>(12,812,080)</b>	<b>(12,843,496)</b>	<b>(3,050,661)</b>
<b>18 months ended 30 JUNE 2017</b>							
<b>Balance at 1/1/2016</b>	8,662,500	1,130,335	(160,316)	622,480	(3,504,972)	(3,042,808)	6,750,027
Foreign currency translation, representing net (Loss) for the period	-	-	(657,402)	-	-	(657,402)	(657,402)
Prior year adjustment	-	-	-	-	(198,223)	(198,223)	(198,223)
<b>Balance at 30/6/2017</b>	<b>8,662,500</b>	<b>1,130,335</b>	<b>(817,718)</b>	<b>622,480</b>	<b>(12,290,888)</b>	<b>(12,486,126)</b>	<b>(2,693,291)</b>

**G NEPTUNE BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018**  
(The figures have not been audited)

	<b>12 months ended 30/6/2018 RM</b>	<b>18 months ended 30/6/2017 RM</b>
<b>Cash flow from operating activities</b>		
Profit / (Loss) before taxation		
- Continuing operations	(521,192)	(8,587,693)
	<u>(521,192)</u>	<u>(8,587,693)</u>
<i>Adjustment for:</i>		
Depreciation	-	-
Interest expenses	161,764	-
Deposits written off	-	7,239,307
Gain on foreign exchange - unrealised	-	(122)
	<u>(359,428)</u>	<u>(1,348,508)</u>
<b>Operating loss before working capital changes</b>		
Changes in working capital:-		
Inventories	-	-
Receivables	4,679	606,534
Payables	360,510	1,312,969
	<u>5,761</u>	<u>570,995</u>
<i>Cash used in operations</i>	5,761	570,995
Tax refund/(paid)	-	-
<i>Net cash used in operating activities</i>	<u>5,761</u>	<u>570,995</u>
<b>Cashflow from investing activities</b>		
Interest received	-	-
<i>Net cash( used in)/from investing activities</i>	-	-
<b>Cashflow from financing activities</b>		
Interest paid	-	-
<i>Net cash from financing activities</i>	-	-
<b>Net changes in cash and cash equivalents</b>	5,761	570,995
Effect of exchange translation differences	(29,495)	(554,527)
Cash and cash equivalents at beginning of period	33,617	17,149
<b>Cash and cash equivalents at end of period</b>	<u>9,883</u>	<u>33,617</u>

## NOTES TO THE FINANCIAL STATEMENTS

### 1. Basis of Preparation

The interim financial report is unaudited and is prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market. The interim financial report do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 June 2017.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 30 June 2017.

### 2. Audit report

The audit report of the Company’s preceding annual financial statements was qualified. The basic for qualified opinion is that the Group and the Company incurred net losses of RM8,587,693 and RM7,149,919 respectively for the financial period ended 30 June 2017 and as of 6 March 2018, the Group’s current and total liabilities exceeded its current and total assets by RM2,463,543 and the Company’s current and total liabilities exceeded its current and total assets by RM396,344 and RM396,343 respectively. These indicate the existence of material uncertainties which may cast significant doubt on the ability of the Group and of the Company to continue as going concerns and therefore they may be unable to realise their assets and discharge their liabilities in the normal course of business.

On 30 November 2017, the Company announced that it became an Affected Listed Company pursuant to Guidance Note 3 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad and the Company is in the process of finalising a regularisation plan. The ability of the Group and of the Company to continue as going concerns are highly dependent upon the successful implementation of the regularisation plan and the ability of the Group and of the Company to attain profitable operations to generate sufficient cash flows to fulfil their obligations as and when they fall due.

### 3. Seasonal or Cyclical Factors

The business of the Company is not affected by any significant seasonal or cyclical factors.

### 4. Unusual items

There were no unusual items during this quarter affecting assets, liabilities, equity, net income or cash flow.

### 5. Valuation of Plant and Equipment

The Company did not revalue any of its plant and equipment during the quarter.

### 6. Taxation

	<b>Current year Quarter 30/6/2018 RM</b>	<b>Current year to date 30/6/2018 RM</b>
Provision for current year	-	-

The Company is subject to income tax at Malaysian statutory rate of 24%. Geranium Limited is a subsidiary incorporated in Hong Kong and its taxable profits sourced in Hong Kong is subject to standard profit tax rate of 16.5%. There was no provision for taxation for the Group and the Company as the Group and the Company have no chargeable income arising from the business source income.

7. **Changes in the Composition of the Group**

There were no change in the composition during the period

8. **Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities during the current quarter under review.

9. **Company Borrowings and Debt Securities**

There were no additional borrowings during the current quarter under review. After further examination, the Company wishes to inform that its wholly owned subsidiary, Geranium Limited (incorporated in Hong Kong), have defaulted on the payment of principal and/or interest in respect of the loans facilities granted to Geranium Limited. There is a default interest expenses of RM198,223 comprising RM164,374 default interest and loan interest of RM33,849 for the prior year, which has now been restated in this result announcement. All the loans are classified as long term. All the loans are unsecured with the exception of Giant Master Limited which is guaranteed by the Company.

Details of the loans are as follows	Total Principal and Interest (RM)	Date of Loan Agreement
1. Daily Loyal Limited (HK Incorporated) – reassigned 17 June 2016	1,217,016	7 April 2014
2. Giant Master Limited (Samoa Incorporated)	331,733	1 January 2017
3. Premium Energy International Limited (BVI Incorporated)	72,577	25 January 2016
Total	1,621,326	

10. **Contingent Liabilities and Contingent Assets**

The loan from Giant Master Limited is guaranteed by G Neptune Bhd (Company) and therefore, there is a contingent liability of RM331,733 on the Company.

11. **Review of Performance**

The Group recorded nil revenue and pre-tax loss of RM521,192 in the current period ended 30 June 2018. The pre-tax loss is mainly due to administrative and other expenses and finance cost incurred.

Currently, the Group does not have any operations and is dormant.

12. **Variation of Results Against Preceding Quarter**

The Group recorded an Operating Loss of RM239,205 for the Quarter Ended 30 June 2018 as compared to an Operating Profit Before Tax of RM125,670 in the preceding Quarter mainly due to administrative and other expenses and finance cost incurred.

13. **Current Year's Prospects**

The Group has wound down all of its existing operations and the Board continues to focus on a rationalization plan for the Company. The prospects of the Company will be dependent on its rationalization exercise and the Board continues to actively look for new and favourable business activities.

14. **Profit Forecast and Profit Guarantee**

Not applicable.

15. **Changes in Estimates**

There were no changes in estimates of amounts reported during this quarter.

16. **Segmental Information**

**Segment Results**

The segmental revenue and results for the current quarter and the cumulative ended 30 June 2018 are as follows:-

	Revenue		Results	
	Current year quarter 30 Jun 2018	Current year to-date 30 Jun 2018	Current year quarter 30 Jun 2018	Current year to-date 30 Jun 2018
	RM	RM	RM	RM
Investment holding, information technology	-	-	(136,578)	(163,042)
Apparel products/Electronic equipment	-	-	59,137	(196,386)
	-	-		
Operating (loss)			(77,441)	(359,428)
Finance cost			(161,764)	(161,764)
(Loss) before taxation			(239,205)	(521,192)

**Segment Assets**

The total of segment assets is measured based on all assets excluding deferred tax assets and cash and cash equivalents.

	Assets	
	30 Jun 2018	30 Jun 2017
	RM	RM
Investment holding, information technology and apparel products	5,707	10,305
Others	-	-
	5,707	10,305

17. **Subsequent Events**

There were no material events subsequent to the end of the quarter reported and as at the date of issuance of this report.

18. **Capital Commitments**

There are no material commitments which require disclosure during the quarter.

19. **Material Litigation**

The Company 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 Company as at the date of this report.

20. **Earnings per Share**

(i) Basic

The earnings per share was calculated by dividing the profit for the period attributable to equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	<b>INDIVIDUAL AND CUMULATIVE PERIOD TO DATE</b>	
	<b>Current year Quarter 30/6/2018 RM</b>	<b>Current year to Date 30/6/2018 RM</b>
(Loss) attributable to equity holders of the parent (RM)	(239,205)	(521,192)
Weighted average number of ordinary shares	288,750,000	288,750,000
Basic Profit/(Loss) per share (sen)	(0.08)	(0.18)

(ii) Diluted

Since the diluted earnings per share increased when taking the ESOS into account as the market price is lower than the exercise price, the ESOS is anti-dilutive and is ignored in the calculation of diluted earnings per share.

21. **Dividends paid**

There were no dividends paid during the quarter under review.

21. **Dividend payable**

No dividend has been declared for the current quarter.

22. **Notes to the statement of comprehensive income**

Profit/(Loss) of the period/year is arrived at after charging/(crediting):

	<b>Current year quarter 30/6/2018 RM</b>	<b>Current year to date 30/6/2018 RM</b>
Interest income	-	-
Interest expense	161,764	161,764
Depreciation and amortization	-	-
Property, plant and equipment written off	-	-
Foreign exchange (gain) or loss	-	-

Other than the items highlighted above which have been included in the Condensed Consolidated Statement of Income, no other additional disclosures item in relation to Rule 16 of Appendix 9B Chapter 9 of the ACE Market Listing Requirements were incurred for the current financial quarter and period ended 30 June 2018.