

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

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>AS AT</b>	<b>AS AT</b>
	<b>30-Sep-18</b>	<b>30-Jun-18</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Development expenditure	-	-
	-	-
<b>Current assets</b>		
Trade receivables	-	-
Deposits and prepayments	5,707	5,707
Tax recoverable	39,607	39,607
Cash and bank balance	9,979	9,883
	55,293	55,197
<b>TOTAL ASSETS</b>	<b>55,293</b>	<b>55,197</b>
 <b>EQUITY AND LIABILITIES</b>		
Equity attributable to owners of the parent:		
Share capital	9,792,835	9,792,835
Reserves	(13,310,637)	(12,843,494)
Total equity	(3,517,802)	(3,050,659)
<b>Current liabilities</b>		
Other payables and accruals	2,906,505	2,793,294
Amount due to directors	666,181	312,164
Tax payable	409	398
<b>Total liabilities</b>	<b>3,573,095</b>	<b>3,105,856</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>55,293</b>	<b>55,197</b>
Net assets per share attributable to ordinary equity holders of the parent (sen)	(1.2183)	(1.0565)

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

	3 months ended		Year ended	
	30/9/2018	30/9/2017	30/9/2018	30/9/2017
	RM	RM	RM	RM
<b>Revenue</b>	-	-	-	-
Cost of sales	-	-	-	-
Gross profit	-	-	-	-
Other income	-	89,338	-	89,338
Administration and other expenses	(370,906)	(244,920)	(370,906)	(244,920)
Other expenses	-	-	-	-
Finance cost	(23,023)	-	(23,023)	-
Operating loss before tax	(393,929)	(155,582)	(393,929)	(155,582)
Income tax expense	-	-	-	-
<b>Loss for the period</b>	<b>(393,929)</b>	<b>(155,582)</b>	<b>(393,929)</b>	<b>(155,582)</b>
Other comprehensive income, net of tax	73,215	27,139	73,215	27,139
Total comprehensive loss for the period	(320,714)	(128,443)	(320,714)	(128,443)
<b>Loss per ordinary share attributable to owners of the parent (sen)</b>				
Basic	(0.14)	(0.05)	(0.14)	(0.05)
Diluted	-	-	-	-

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

← Attributable to Owners of the Company →

	Share Capital RM	Foreign Currency Translation Reserve RM	Capital Reserve RM	Accumulated Losses RM	Total RM	Total Equity RM
<b>3 months ended 30 SEPTEMBER 2018</b>						
<b>Balance at 1/7/2018</b>	9,792,835	(635,359)	622,480	(12,830,615)	(12,843,494)	(3,050,659)
Foreign currency translation reserve	-	(73,214)	-	-	(73,214)	(73,214)
Loss for the period	-	-	-	(393,929)	(393,929)	(393,929)
<b>Balance at 30/9/2018</b>	<b>9,792,835</b>	<b>(708,573)</b>	<b>622,480</b>	<b>(13,224,544)</b>	<b>(13,310,637)</b>	<b>(3,517,802)</b>
<b>12 months ended 30 JUNE 2018</b>						
<b>Balance at 1/7/2017, as restated</b>	9,792,835	(799,182)	622,480	(12,309,423)	(12,486,125)	(2,693,290)
Foreign currency translation reserve	-	163,823	-	-	163,823	163,823
Loss for the period	-	-	-	(521,192)	(521,192)	(521,192)
<b>Balance at 30/6/2018</b>	<b>9,792,835</b>	<b>(635,359)</b>	<b>622,480</b>	<b>(12,830,615)</b>	<b>(12,843,494)</b>	<b>(3,050,659)</b>

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

	3 months ended 30/9/2018 RM	3 months ended 30/9/2017 RM
<b>Cash flow from operating activities</b>		
Loss before taxation	(393,929)	(155,582)
	<u>(393,929)</u>	<u>(155,582)</u>
<i>Adjustment for:</i>		
Interest expenses	23,023	-
	<u>(370,906)</u>	<u>(155,582)</u>
<b>Operating loss before working capital changes</b>		
Changes in working capital:-		
Payables	21,496	91,019
	<u>(349,410)</u>	<u>(64,563)</u>
<i>Cash from / (used in) operations</i>		
Tax refund/(paid)	-	-
<i>Net cash from / (used in) operating activities</i>	<u>(349,410)</u>	<u>(64,563)</u>
<b>Cashflow from investing activities</b>		
Interest received	-	-
<i>Net cash( used in)/from investing activities</i>	-	-
<b>Cashflow from financing activities</b>		
Advances from Directors	349,409	-
<i>Net cash from financing activities</i>	<u>349,409</u>	<u>-</u>
<b>Net changes in cash and cash equivalents</b>	(1)	(64,563)
Effect of exchange translation differences	97	39,599
Cash and cash equivalents at beginning of period	9,883	33,617
<b>Cash and cash equivalents at end of period</b>	<u>9,979</u>	<u>8,653</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 Rule 9.22 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 2018.

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 2018.

### 2. Audit report

There was no opinion expressed as the auditor have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the audited financial statements of the Company for the financial year ended 30 June 2018.

The ability of the Group and of the Company to continue as going concern is dependent on the formalization and successful implementation of the regularisation plan of the Company to restore its financial position and achieving sustainable and viable operations. The auditor was unable to obtain sufficient appropriate audit evidence to evaluate the appropriateness of management’s use of going concern basis of accounting. Therefore, the auditor is not able to form an opinion as to whether the use of going concern assumption in the preparation of the accompanying financial statements of the Group and the Company is appropriate.

### 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 Sep 2018 RM</b>	<b>Current year to-date 30 Sep 2018 RM</b>
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Provision for current year	-	-
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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. Status of corporate proposals

On 30 November 2017, the Board of Directors of GNB announced that the Company is an affected listed issuer (“First Announcement”) as it had triggered the criteria prescribed under Rules 2.1(a) and (b) pursuant to Guidance Note 3 (“GN3”) of the ACE Market Listing Requirements (“ACE LR”) of Bursa Securities whereby:

- i) the shareholders’ equity of the Company was less than 25% of its share capital; and
- ii) the Company also incurred loss for 1 full financial year after its listing, which exceeded the amount of its shareholders’ equity at the end of the financial period ended 30 September 2017 and the shareholders’ equity was less than 50% of the share capital of the Company at the end of the said financial year.

Accordingly, GNB is to undertake a proposed regularisation plan (“Proposed Regularisation Plan”) and to submit the Proposed Regularisation Plan to Bursa Securities within 12 months from the date of its First Announcement, i.e. by 30 November 2018.

On 14 November 2018, Kenanga Investment Bank Berhad had, on behalf of the Board of Directors of the Company, submitted an application to Bursa Securities seeking its approval for a proposed extension of time of up to 31 May 2019 for the Company to submit a regularisation plan to Bursa Securities.

## 8. Changes in the Composition of the Group

There were no changes in the composition during the period

## 9. Debt and Equity Securities

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

## 10. 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 loan facilities granted to Geranium Limited. In previous financial period/year, the Group made errors on the i) calculation on the interest accrual for default interest of RM97,696 and RM119,062 for the financial period/year ended 30 June 2017 and 1 January 2016 respectively and ii) calculation on the foreign currency translation reserves of RM25 and RM13,014 for the financial period/year ended 30 June 2017 and 1 January 2016 respectively.

Details of the loans are as follows	Total Principal and Interest (Hong Kong Dollar)	Total Principal and Interest (RM)	Maturity Date
1. Daily Loyal Limited (HK Incorporated)	2,387,815	1,262,993	8 July 2014
2. Giant Master Limited (Samoa Incorporated)	588,800	311,435	1 January 2018
3. Premium Energy International Limited (BVI Incorporated)	201,068	106,351	24 January 2018
Total	3,177,683	1,680,779	
		As at 30 September 2018	
		Secured	Unsecured
		RM	RM
Amount repayable in one year or less, or on demand		311,435	1,369,344
Total		311,435	1,369,344

All borrowings are dominated in Hong Kong Dollar.

Of the 3 loans above, GNB is only guarantor to the loan with Giant Master Limited.

On 30 August 2018, the Company had announced that, Geranium Limited (“GL”), a wholly-owned subsidiary of the Company had defaulted the entire repayment of principal sums and interest in respect of the loans granted to GL since 8 July 2014, 1 January 2018 and 24 January 2018 respectively. Accordingly, these loans and interest payables of the Group amounting to RM1,061,199 and RM543,923 have been classified as short-term loans, as it is deemed to be payable immediately.

In addition, the Company also provided a corporate guarantee of a loan granted to GL amounted to RM257,073. Accordingly, the Company has provided a provision of corporate guarantee crystallised in relation to the loan and interest defaulted by GL amounted to RM297,904.

Subsequently on 3 September 2018, the Company had announced that it had triggered an additional prescribed criteria pursuant to Paragraph 2.1(h) of GN3 of the ACE LR of Bursa Securities.

**11. Contingent Liabilities and Contingent Assets**

Save as disclosed in Section 10 that the loan from Giant Master Limited is guaranteed by the Company, there were no other contingent liabilities and contingent assets entered into the Company during the quarter under review.

**12. Review of Performance**

The Group recorded nil revenue and pre-tax loss of RM393,929 in the current period ended 30 September 2018. The increase in administrative expenses was due to increase in professional fee in relation to regularization plan in current quarter. The pre-tax loss is mainly due to administrative and other expenses and finance cost incurred. Currently, the Group does not have any operation and is dormant.

**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 Company is required to submit its regularisation plan to the relevant authorities within a period of twelve months from the date of the first announcement on 30 November 2017. The Company is currently evaluating its options to formulate a regularisation plan to address the GN3 status.

**14. Profit Forecast and Profit Guarantee**

Not applicable.

**15. Changes in Estimates**

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

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16. **Segmental Information**

**Segment Results**

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

	Revenue		Results	
	Current year quarter 30 Sep 2018 RM	Current year to-date 30 Sep 2018 RM	Current year quarter 30 Sep 2018 RM	Current year to-date 30 Sep 2018 RM
Investment holding, information technology	-	-	(370,906)	(370,906)
Apparel products/Electronic equipment	-	-	-	-
	-	-		
Operating loss			(370,906)	(370,906)
Finance cost			(23,023)	(23,023)
Loss before taxation			(393,929)	(393,929)

**Segment Assets**

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

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

17. **Subsequent Events**

There were no materials 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. **Loss per Share**

(i) Basic

The loss per share was calculated by dividing the loss for the period attributable to owners of the Company 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 30/9/2018 RM</b>	<b>Current year to Date 30/9/2018 RM</b>
Loss attributable to equity holders of the parent (RM)	(393,929)	(393,929)
Weighted average number of ordinary shares	288,750,000	288,750,000
Basic loss per share (sen)	(0.14)	(0.14)

(ii) Diluted

Diluted loss per ordinary share for the financial year/period is calculated by dividing the loss for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of dilutive potential ordinary shares.

Diluted loss per share is not applicable for the current financial period and previous financial period as there is no dilutive potential equity instruments that would give a diluted effect to the basic loss per ordinary share.

21. **Dividends paid**

There were no dividends paid during the quarter under review.

22. **Dividend payable**

No dividend has been declared for the current quarter.

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

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

	<b>Current year quarter 30/9/2018 RM</b>	<b>Current year to date 30/9/2018 RM</b>
Interest expense	23,023	23,023

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