



**SYSTECH BHD 201001012883(897114-T)**

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

(the figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30.09.2020 RM'000	PRECEDING YEAR	CURRENT PERIOD TO-DATE 30.09.2020 RM'000	PRECEDING YEAR
		CORRESPONDING		CORRESPONDING
		QUARTER 30.09.2019 RM'000		PERIOD 30.09.2019 RM'000
<b>CONTINUING OPERATIONS</b>				
Revenue	4,797	6,732	11,957	15,404
Amortisation of research and development expenses	(901)	(837)	(1,769)	(1,635)
Other cost of sales	(1,935)	(2,684)	(5,175)	(6,923)
<b>Gross profit</b>	<b>1,961</b>	<b>3,211</b>	<b>5,013</b>	<b>6,846</b>
Interest income	12	30	39	59
Other income	84	63	284	77
Administration expenses	(1,242)	(1,317)	(2,514)	(2,606)
Depreciation	(230)	(231)	(466)	(482)
Impairment of goodwill	(319)	(319)	(638)	(638)
Selling and distribution expenses	(355)	(388)	(722)	(802)
Provision for doubtful debts	-	-	(96)	(25)
Gain/(Loss) on foreign exchange	30	(7)	35	(5)
Gain/(Loss) on disposal property, plant and equipment	(1)	-	(1)	-
Other operating expenses	(338)	(557)	(626)	(957)
<b>(Loss)/Profit from operations</b>	<b>(398)</b>	<b>485</b>	<b>308</b>	<b>1,467</b>
Finance cost	(71)	(76)	(136)	(154)
<b>(Loss)/Profit before tax from continuing operations</b>	<b>(469)</b>	<b>409</b>	<b>172</b>	<b>1,313</b>
Income tax expenses	(45)	(23)	(48)	(187)
<b>(Loss)/Profit after tax from continuing operations</b>	<b>(514)</b>	<b>386</b>	<b>124</b>	<b>1,126</b>
<b>Discontinued operation :</b>				
Loss from discontinued operation, net of tax	-	(3)	-	(6)
<b>(Loss)/Profit after tax</b>	<b>(514)</b>	<b>383</b>	<b>124</b>	<b>1,120</b>
Other comprehensive (expense)/income	(178)	(50)	72	123
<b>Total comprehensive (expense)/income for the period</b>	<b>(692)</b>	<b>333</b>	<b>196</b>	<b>1,243</b>
<b>(Loss)/Profit after tax attributable to:-</b>				
- Owners of the parent	(607)	319	(524)	614
- Non-controlling Interest	93	64	648	506
	<b>(514)</b>	<b>383</b>	<b>124</b>	<b>1,120</b>
<b>Total comprehensive (expense)/income for the period attributable to:-</b>				
- Owners of the parent	(773)	289	(453)	731
- Non-controlling Interest	81	44	649	512
	<b>(692)</b>	<b>333</b>	<b>196</b>	<b>1,243</b>
<b>(Loss)/Earnings per share attributable to owners of the parent (sen per share)</b>				
<b>Basic</b>				
- continuing operations	(0.17)	0.09	(0.15)	0.18
- discontinued operation	-	(0.00)	-	(0.00)
	<b>(0.17)</b>	<b>0.09</b>	<b>(0.15)</b>	<b>0.18</b>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2020. The accompany notes are an integral part of this statement.*



**SYSTECH BHD 201001012883(897114-T)**  
Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2020**

(the figures have not been audited)

	UNAUDITED AS AT 30.09.2020 RM'000	AUDITED AS AT 31.03.2020 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	4,893	5,168
Goodwill on consolidation	30,190	30,750
Investment properties	3,377	3,415
Right-of-use assets	148	265
Development expenditure	9,261	9,530
Other investment	261	261
Deferred tax assets	67	67
<b>TOTAL NON-CURRENT ASSETS</b>	<b>48,197</b>	<b>49,456</b>
<b>CURRENT ASSETS</b>		
Inventory	10	12
Trade receivables	3,332	4,627
Other receivables, deposits and prepayments	519	266
Current tax assets	706	646
Fixed deposits with licensed financial institution	261	260
Short term deposits with licensed financial institutions	3,136	2,994
Cash and bank balances	4,045	3,057
<b>TOTAL CURRENT ASSETS</b>	<b>12,009</b>	<b>11,862</b>
<b>TOTAL ASSETS</b>	<b>60,206</b>	<b>61,318</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>		
Share capital	43,882	43,882
Retained earnings	5,890	7,106
Exchange translation reserves	(503)	(574)
Treasury Shares	(376)	(376)
	48,893	50,038
Non-controlling interest	2,612	1,963
<b>TOTAL EQUITY</b>	<b>51,505</b>	<b>52,001</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	5,635	5,550
Lease liabilities	44	63
Deferred tax liabilities	424	424
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>6,103</b>	<b>6,037</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	464	666
Other payables and accruals	1,348	1,678
Provision for taxation	204	218
Borrowings	471	507
Lease liabilities	111	211
<b>TOTAL CURRENT LIABILITIES</b>	<b>2,598</b>	<b>3,280</b>
<b>TOTAL LIABILITIES</b>	<b>8,701</b>	<b>9,317</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>60,206</b>	<b>61,318</b>
<b>NET ASSETS PER SHARE (SEN)</b>	<b>14.81</b>	<b>14.96</b>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2020. The accompany notes are an integral part of this statement.*



**SYSTECH BHD 201001012883(897114-T)**  
Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

(the figures have not been audited)

	-----ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY-----						
	ORDINARY SHARES RM'000	RETAINED EARNINGS RM'000	TREASURY SHARES RM'000	EXCHANGE TRANSLATIO N RESERVES RM'000	TOTAL RM'000	NON- CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
Six (6) months ended 30 September 2020							
Balance as at 1 April 2020	43,882	7,106	(376)	(574)	50,038	1,963	52,001
Total comprehensive (expense)/income for the financial period	-	(524)	-	71	(453)	649	196
Dividends - equity holder	-	(692)	-	-	(692)	-	(692)
Balance as at 30 September 2020	43,882	5,890	(376)	(503)	48,893	2,612	51,505
Six (6) months ended 30 September 2019							
Balance as at 1 April 2019	43,882	8,389	(376)	(631)	51,264	1,833	53,097
Total comprehensive income for the financial period	-	614	-	117	731	(60)	671
Dividends - equity holder	-	(692)	-	-	(692)	-	(692)
Balance as at 30 September 2019	43,882	8,311	(376)	(514)	51,303	1,773	53,076

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2020. The accompany notes are an integral part of this statement.*



**SYSTECH BHD 201001012883(897114-T)**

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

(the figures have not been audited)

	CUMULATIVE QUARTERS	
	CURRENT PERIOD TO- DATE 30.09.2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.09.2019 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax		
- continuing operations	172	1,313
- discontinued operation	-	(6)
Adjustment for non-cash items	3,160	2,954
Operating profit before changes in working capital	<u>3,332</u>	<u>4,261</u>
Decrease in trade receivables	1,199	471
Other net changes in assets	(253)	50
Decrease in trade payables	(203)	(345)
Other net changes in liabilities	(329)	(561)
Cash flow from operations	<u>3,746</u>	<u>3,876</u>
Tax (paid)/refunded	(121)	(226)
Net cash flow from operating activities	<u>3,625</u>	<u>3,650</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(51)	(145)
Payment for development expenditure	(1,576)	(1,748)
Interest received	39	59
Net cash flow used in investing activities	<u>(1,588)</u>	<u>(1,834)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to minority shareholders of subsidiary	-	(578)
Dividend paid to shareholders of the Company	(692)	(692)
Interest paid	(15)	(154)
Net changes in hire purchase payables	(71)	(92)
Net changes in term loan	(1)	(194)
Net changes in lease liabilities	(119)	-
Net cash flow used in financing activities	<u>(898)</u>	<u>(1,710)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,139</b>	<b>106</b>
<i>Effect of changes in exchange rate</i>	<i>(8)</i>	<i>13</i>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD</b>	<b>6,311</b>	<b>5,699</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>	<b><u>7,442</u></b>	<b><u>5,818</u></b>

The cash and cash equivalents at the end of the reporting period comprised of the following:-

Fixed deposits with licensed financial institution	261	261
Short term deposits with licensed financial institutions	3,136	2,784
Cash and bank balances	4,045	2,773
	<u>7,442</u>	<u>5,818</u>

*The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2020. The accompany notes are an integral part of this statement.*



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Incorporated in Malaysia

## **NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020**

### **PART A: REQUIREMENT OF MFRS 134 - INTERIM FINANCIAL REPORTING**

#### **1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market.

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of Systech Bhd (“Systech” or “the Company”) and its subsidiaries (“the Group”) since the previous financial year ended (“FYE”) 31 March 2020.

They do not include all of the information required for full annual financial statements, and as such should be read in conjunction with the consolidated financial statements of the Group as at and for the FYE 31 March 2020.

#### **2. Significant Accounting Policies**

The accounting policies and presentation adopted for the interim financial report are consistent with those adopted in the audited financial statements of Systech for the FYE 31 March 2020 except for those standards, amendments and IC Interpretation, which are effective for financial period beginning on or after 1 April 2020 and are applicable to the Group. The adoption of these new MFRSs do not have any significant effect on the financial statements of the Group.

#### **3. Critical Accounting Estimates and Judgements**

Estimates and judgements are continually evaluated by the Directors and management and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances and are consistent with those adopted in the audited financial statements of Systech for the FYE 31 March 2020.

#### **4. Auditor’s Report on Preceding Annual Financial Statements**

The independent auditors’ report on Systech’s annual audited financial statements for the preceding FYE 31 March 2020 was not subject to any audit qualification.

#### **5. Seasonal and Cyclical Factors**

The business of the Group was not affected by any significant seasonal and cyclical factors during the current financial period under review.

## 6. Unusual Items due to their Nature, Size or Incidence

Other than the Recovery Movement Control implemented by the Government of Malaysia since 10 June 2020 to curb the spread of COVID-19, there were no other unusual items affecting the assets, liabilities, equity, net income, or cash flows due to their nature, size or incidence during the current financial period under review.

## 7. Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years. Thus, there is no material effect in the financial statements of the current financial period under review.

## 8. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company during the financial quarter under review.

## 9. Dividends paid

A single tier final dividend of 0.2 sen per ordinary share amounting to RM691,696 in respect of the FYE 31 March 2020 on 345,847,820 ordinary shares was paid on 18 September 2020.

## 10. Carrying Amount of Revalued Assets

There were no revaluation of property, plant and equipment by the Group.

## 11. Significant Material and Subsequent Events

There were no significant material and subsequent events subsequent to the end of the current financial period under review that have not been reflected in the interim financial statements.

## 12. Changes in the Composition of the Group

There were changes in the composition of the Group during the current financial period under review.

## 13. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets of the Group during the current financial period under review.

## 14. Capital Commitments and corporate guarantees

The Group does not have any capital commitments as at the end of the current financial period under review.

The corporate guarantees of the Company are as follows:

	As at 30.09.2020 RM'000	As at 31.03.2020 RM'000
Corporate guarantees given to banks as securities for credit facilities granted to a subsidiary	<u>5,831</u>	<u>5,780</u>

## 15. Significant Related Party Transactions

There were no significant related party transactions during the financial period under review.



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## **NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2020**

### **PART B: ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS**

#### **16. Review of Performance**

The Group recorded RM4.797 million of revenue and a loss after taxation of RM0.514 million in the current quarter under review and the recorded revenue was contributed by the following seven (7) direct and indirect subsidiaries with business operation:

- (i) Syscotech Sdn Bhd (“**Syscotech**”), which is principally involved in the design, research and development, customisation and implementation of its proprietary software solutions to the members’ centric industry such as the direct selling industry and retail industry;
- (ii) Mobysys Sdn Bhd (“**Mobysys**”), which is principally involved in the development of franchise software system, which is designed for the operational and management needs for organisations operating with franchise business models;
- (iii) SysCode Sdn Bhd (“**SysCode**”), which is principally involved in the implementation and research and development of cloud-based software solutions and blockchain solutions. (The software solutions provided by Syscotech, Mobysys and SysCode are to be referred to as “**e-Business solutions**”);
- (iv) SysArmy Sdn Bhd and its subsidiaries, PT SysArmy Indocyber Security and Secure IoT Sdn Bhd (“**SysArmy**”), which is principally involved in Big Data Analytics and related applications focusing on cyber security services, managed security network monitoring system and other cyber security related products, training and advisory work (the applications and services provided by SysArmy are to be referred to as “**CyberSecurity**”); and
- (v) Postlink Pte. Ltd. (“**Postlink**”), which is principally involved in the business of annual report and publication mailing in Singapore and the development of a new initiative in providing digitised annual report in a dynamic format (the services provided by Postlink are to be referred to as “**e-Logistics**”).

Demand for the Group’s solutions are driven by the general economic conditions in general.

The Group’s level of operating activities is determined by the number of employees engaged to:

- (a) manage customisation under its e-business solutions segment;
- (b) undertake the monitoring and professional services for its CyberSecurity customers; and
- (c) undertake the provision of e-logistic services for Postlink’s customers.

Other than that set out in Note 6 of this Interim Financial Report, during the period under review, there were no factors or circumstances that significantly affected its revenue, costs or profit margins.

The Group's performance for the quarter under review against the corresponding quarter of the previous financial year is as follows:-

	INDIVIDUAL QUARTER				CUMULATIVE PERIOD			
	CURRENT YEAR		PRECEDING YEAR		CURRENT PERIOD TO-DATE		PRECEDING PERIOD	
	30.09.2020	30.09.2019	Changes		30.09.2020	30.09.2019	Changes	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	4,797	6,732	(1,935)	(28.74)	11,957	15,404	(3,447)	(22.38)
Gross profit	1,961	3,211	(1,250)	(38.93)	5,013	6,846	(1,833)	(26.77)
(Loss)/Profit before interest and tax	(398)	485	(883)	182.06	308	1,467	(1,159)	(79.00)
(Loss)/Profit before tax	(469)	409	(878)	214.67	172	1,313	(1,141)	(86.90)
(Loss)/Profit after tax	(514)	386	(900)	233.16	124	1,126	(1,002)	(88.99)
Attributable to owners of the parent	(607)	319	(926)	290.28	(524)	614	(1,138)	(185.34)

The decrease in revenue for the current quarter under review was mainly attributed to the lower demand from e-Business solutions and e-Logistic segments, with the decrease partly mitigated by the increase in revenue from CyberSecurity segment.

The loss after taxation in the current quarter under review was mainly attributed to the lower revenue recorded for the said quarter as well as lower gross margins if compared to the corresponding quarter of the previous financial year.

During the current quarter under review, the following subsidies were received by the Group from the respective Government in which the Group operates:-

- An amount of SGD18,515, which is equivalent to approximately RM56,882, was received by Postlink from the Government of the Republic of Singapore under the "Jobs Support Scheme" introduced by the Republic, where the amount is recorded by Postlink under its account of "Other income"; and
- An amount of RM40,800 was received from the Government of Malaysia under the wage subsidy program, where the wage subsidy has been recorded as a deduction against salaries of those entitled to the subsidy.

Other than the foregoing-mentioned, there were no material other income received or expenses incurred by the Group during the period under review.

Other than Postlink and PT SysArmy Indocyber Security ("PT SysArmy"), of which the latter was a subsidiary incorporated by SysArmy Sdn Bhd in the Republic of Indonesia as an indirect subsidiary of the Group; the other overseas venture i.e. Sycatech, Inc., a direct subsidiary incorporated in the United States of America by Systech; remained dormant. In view of the inactive position of the said subsidiary, the exposure of foreign currency translation risk in relation to thereto, which is in regard to the exposure of United States Dollar ("USD") is therefore not significant.

The Group is exposed to currency exposure arising from its investment in Postlink and PT SysArmy as the functional currency of both the investment are denominated in Singapore Dollar ("SGD") and Indonesian Rupiah ("IDR") respectively. However, in view of the intra-group transactions between the Group and Postlink together with PT SysArmy were insignificant during the period, the currency exposures hence have no material impact on the financial results of the Group for the current financial period under review. Despite the transactions were insignificant, the exposures were managed and monitored closely by the Group from time to time.

The Group is also exposed to transactional currency exposures arising from sales and the occasional insignificant purchases made by subsidiaries of the Group that are based in Malaysia with parties not within the Group; that are denominated in currencies other than the functional currency of the Group, which is Ringgit Malaysia. The currencies giving rise to this risk are primarily USD, SGD and IDR. The exposures have been managed closely and with the insignificant fluctuation of exchange during the period, the exposure hence has no material impact on the financial results of the Group for the current financial period under review.



The normal credit terms granted by the Group to its customers range from 30 to 180 days. Other credit terms are assessed and approved on a case-by-case basis. Approximately 80% (net of provision for doubtful debts) of the Group's total receivables are neither past due nor impaired, with the remaining comprised of credible receivables with regular payments.

## 17. Variation of Results against Preceding Quarter

	INDIVIDUAL QUARTER		Changes	
	CURRENT YEAR QUARTER 30.09.2020 RM'000	IMMEDIATE PRECEDING QUARTER 30.06.2020 RM'000	RM'000	%
Revenue	4,797	7,160	(2,363)	(33.00)
Gross profit	1,961	3,052	(1,091)	(35.75)
(Loss)/Profit before interest and tax	(398)	706	(1,104)	(156.37)
(Loss)/Profit before tax	(469)	640	(1,109)	(173.28)
(Loss)/Profit after tax	(514)	637	(1,151)	(180.69)
Attributable to owners of the parent	(607)	83	(690)	(831.33)

Revenue for the quarter under review had decreased as compared to the immediate preceding quarter mainly due to the decrease in contribution from the e-Business solutions and e-Logistics segment. The loss after tax recorded as compared to a profit after tax in the immediate preceding quarter was mainly due to lower revenue and gross margins recorded during the said quarter.

## 18. Segmental Reporting

The principal business of the Group is categorised into three (3) main reportable operating segments which comprised of e-business solutions, CyberSecurity and e-Logistics. The segmental results are as follows:

Six (6) Months Financial Period Ended 30 September 2020

	e-Business Solutions RM'000	CyberSecurity solutions RM'000	e-Logistics RM'000	Adjustment and Eliminations RM'000	Consolidated RM'000
Revenue from external customers	3,136	4,324	4,497	-	11,957
Segment results	(692)	816	783	(638)	269
Interest income					39
Financing cost					(136)
Profit before taxation					172
Tax Expenses					(48)
Profit after taxation					124
Segment assets	15,644	7,112	2,916	34,534	60,206
Segment liabilities	6,403	1,194	680	424	8,701
Capital and development expenditure	875	752	-	-	1,627
Depreciation	167	177	122	-	466

*Adjustments for segment assets, liabilities and depreciation relates to investment properties, other investments, current tax assets and deferred tax liabilities.*

The entire e-Logistics segment is attributed to the financial results and position attained by Postlink, which has a currency denomination in SGD whilst the CyberSecurity segment includes the financial results and position of PT SysArmy which has a currency denomination in IDR.

The segmental results based on geographical segments are as follows:

**Six (6) Months Financial Period Ended 30 September 2020**

	Malaysia RM'000	North Asia and Other Areas RM'000	South East Asia RM'000	Total RM'000
Revenue from external customers	4,013	1,526	6,418	11,957
Segment assets	55,685	876	3,645	60,206
Capital and development expenditure	1,627	-	-	1,627

The segmental results of South East Asia include revenue and assets of Postlink and PT SysArmy, whilst the segment assets of North Asia and Other Areas includes assets of Syscatech, Inc.

**19. Current Year Prospects**

The impact from the COVID-19 pandemic, with the third wave upon us, for the remaining period of FYE 31 March 2021 remains uncertain and the Group will continue to take measures to ensure its long-term sustainability whilst placing the employees' health and safety in parallel to the priorities of the Group.

In light of the current business environment, the Group is of the opinion that the prospect of the Group for the remaining period until the end of FYE 31 March 2021 will remain challenging and will largely depend on the measures taken by the respective Governments in which the Group operates.

**20. Variance of Actual Profit from Profit Forecast**

The Group did not announce or provide any profit estimate, forecast, projection, internal targets for the FYE 31 March 2021.

**21. Tax Expense**

	CURRENT QUARTER ENDED 30.09.2020 RM'000	CURRENT PERIOD TO- DATE 30.09.2020 RM'000
Income Tax		
- Malaysian Tax	42	42
- Foreign Tax	3	6
- Deferred Tax	-	-
	<u>45</u>	<u>48</u>

The foreign income tax relates to withholding tax paid for services provided to overseas customers. The Malaysian tax expense for the current quarter under review is in relation to the underprovision of tax for the previous financial year.

## 22. Status of Corporate Proposals

There are no corporate proposals announced or outstanding as at the date of this Report.

## 23. Borrowings and Debts Securities

As at 30 September 2020

	Long Term		Short term		Total	
	SGD'000	RM'000	SGD'000	RM'000	SGD'000	RM'000
<i>Secured</i>						
- Term loan	-	5,483	-	361	-	5,844
- Hire purchase	26	152	6	110	32	262
						6,106
					Gearing ratio (times)	0.12

As at 30 September 2019

	Long Term		Short term		Total	
	SGD'000	RM'000	SGD'000	RM'000	SGD'000	RM'000
<i>Secured</i>						
- Term loan	-	5,576	-	317	-	5,893
- Hire purchase	-	165	-	123	-	288
						6,181
					Gearing ratio (times)	0.12

Other than Postlink's hire purchase of SGD32,000 and monthly repayments of the said borrowings, there are no other foreign denominated borrowings, unsecured borrowings or significant changes in the level of borrowings of the Group. The Ringgit Malaysia term loans bear interest at 4.70% to 5.10% per annum, the effective rate implicit in the hire purchase is at 4.50% to 5.39% per annum, whilst the SGD hire purchase effective rate is at 5.10%.

## 24. Changes in Material Litigation

The Group does not have any material litigation which would materially and adversely affect the financial position of the Group as at the date of this Report.

## 25. Dividends

No dividend has been recommended during the financial period under review.

## 26. Basic earnings per Share

	CURRENT QUARTER ENDED		CURRENT PERIOD TO-DATE	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
Basic (loss)/earnings per share				
(Loss)/Profit after tax attributable to owners of the parent (RM'000)	(607)	319	(524)	614
Weighted average number of ordinary shares in issue ('000)	347,708	347,708	347,708	347,708
Basic (loss)/earnings per share (sen)	(0.17)	0.09	(0.15)	0.18

**By the Order of the Board**

**Company Secretary**

**Dated this 25th of November 2020.**