

**CUSCAPI BERHAD**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2018  
(The figures have not been audited)**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER ENDED 30/09/2018 RM	PRECEDING YEAR QUARTER ENDED 30/09/2017 RM	CURRENT YEAR TO DATE 30/09/2018 RM	PRECEDING YEAR TO DATE 30/09/2017 RM
REVENUE	A8	7,364,690	7,926,833	21,741,506	23,667,389
COST OF SALES		<u>(6,744,135)</u>	<u>(8,081,458)</u>	<u>(20,304,521)</u>	<u>(25,436,974)</u>
GROSS PROFIT/(LOSS)		620,555	(154,625)	1,436,985	(1,769,585)
OTHER OPERATING INCOME		466,777	15,562	1,517,093	199,504
OPERATING EXPENSES		<u>(5,888,125)</u>	<u>(4,680,159)</u>	<u>(14,810,755)</u>	<u>(12,576,207)</u>
LOSS FROM OPERATIONS		(4,800,793)	(4,819,222)	(11,856,677)	(14,146,288)
FINANCE COSTS		<u>(115,550)</u>	<u>(9,528)</u>	<u>(411,676)</u>	<u>(32,094)</u>
LOSS BEFORE TAXATION		(4,916,343)	(4,828,750)	(12,268,353)	(14,178,382)
TAXATION	B4	<u>-</u>	<u>(6,396)</u>	<u>-</u>	<u>(6,009)</u>
NET LOSS FOR THE PERIOD		(4,916,343)	(4,835,146)	(12,268,353)	(14,184,391)
OTHER COMPREHENSIVE INCOME					
- FOREIGN CURRENCY TRANSLATION		(102,144)	737,938	(319,455)	133,418
- OTHER RESERVE		<u>-</u>	<u>770,997</u>	<u>-</u>	<u>770,997</u>
TOTAL COMPREHENSIVE EXPENSES FOR THE PERIOD		<u>(5,018,487)</u>	<u>(3,326,211)</u>	<u>(12,587,808)</u>	<u>(13,279,976)</u>
LOSS ATTRIBUTABLE TO: OWNERS OF THE PARENT		<u>(4,916,343)</u>	<u>(4,835,146)</u>	<u>(12,268,353)</u>	<u>(14,184,391)</u>
NON-CONTROLLING INTEREST		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE EXPENSES ATTRIBUTABLE TO: OWNERS OF THE PARENT		<u>(5,018,487)</u>	<u>(3,326,211)</u>	<u>(12,587,808)</u>	<u>(13,279,976)</u>
Loss per share attributable to equity holders of the parent:					
- Basic (sen)	B12	(0.59)	(1.01)	(1.76)	(3.10)
- Diluted (sen)	B12	N/A	N/A	N/A	N/A

The unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying notes attached to the interim financial reports.

**CUSCAPI BERHAD**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL PO**  
**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>30/09/2018</b>	<b>31/12/2017</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	9,800,593	11,453,177
Goodwill	2,521,726	2,521,726
Development Costs	2,388,350	3,767,002
Other Investments	35,294	-
Deferred Tax Assets	575,679	608,605
Trade Receivable	-	-
	<u>15,321,642</u>	<u>18,350,510</u>
<b>Current Assets</b>		
Inventories	18,723,496	17,812,199
Trade & other receivables	12,660,858	12,302,481
Current tax assets	916,334	773,538
Bank Deposits	35,299,042	568,514
Cash and bank balances	40,031,393	1,989,396
	<u>107,631,123</u>	<u>33,446,128</u>
<b>TOTAL ASSETS</b>	<u>122,952,765</u>	<u>51,796,638</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners</b>		
<b>of the parent</b>		
Share Capital	181,076,256	72,846,301
Reserves	(77,654,185)	(54,002,929)
<b>Total equity</b>	<u>103,422,071</u>	<u>18,843,372</u>
<b>Non-current liabilities</b>		
Trade & other payables	-	8,352,813
Deferred Tax Liabilities	5,991	5,991
	<u>5,991</u>	<u>8,358,804</u>
<b>Current Liabilities</b>		
Trade & other payables	19,522,927	24,121,068
Short Term Borrowings	-	473,394
Taxation	1,776	-
	<u>19,524,703</u>	<u>24,594,462</u>
<b>Total Liabilities</b>	<u>19,530,694</u>	<u>32,953,266</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>122,952,765</u>	<u>51,796,638</u>
Net assets per share attributable to owners of the parent (RM)	0.12	0.04

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2018  
(The figures have not been audited)

	Attributable to Owners of the Parent				Distributable	
	Share Capital RM	Share Premium RM	Other Reserve RM	Translation Reserve RM	Accumulated Loss RM	Total RM
<b>As at 1 January 2018</b>	72,846,301	-	11,503,282	10,922,350	(76,428,560)	18,843,373
<b>Net loss for the period</b>	-	-	-	-	(12,268,354)	(12,268,354)
<b>Other comprehensive income/(expenses)</b>						
- Foreign currency translation	-	-	-	(319,455)	-	(319,455)
- New warrants Issued	-	-	3,200,000	-	-	3,200,000
- warrant conversion	14,263,448	-	(14,263,448)	-	-	-
	14,263,448	-	(11,063,448)	(319,455)	(12,268,354)	(9,387,809)
<b>Total transactions with Owners of the Company:-</b>						
<b>Issuance of new shares pursuant to:</b>						
-private placement	50,000,000	-	-	-	-	50,000,000
-ESOS	340,891	-	-	-	-	340,891
-warrant conversion	43,625,616	-	-	-	-	43,625,616
<b>Share issuance expenses</b>	-	-	-	-	-	-
<b>As at 30 SEPTEMBER 2018</b>	181,076,256	-	439,834	10,602,895	(88,696,914)	103,422,071
<b>As at 1 January 2017</b>	43,553,338	14,305,266	11,809,364	9,861,546	(51,918,618)	27,610,896
<b>Net loss for the period</b>	-	-	-	-	(14,184,390)	(14,184,390)
<b>Other comprehensive income/(expenses)</b>						
- Foreign currency translation	-	-	-	133,418	-	133,418
- New warrants Issued	-	-	770,998	-	-	770,998
- warrant conversion	-	-	-	-	-	-
	-	-	770,998	133,418	(14,184,390)	(13,279,974)
<b>Total transactions with Owners of the Company:-</b>						
<b>Issuance of new shares pursuant to:</b>						
-private placement	9,700,500	-	-	-	-	9,700,500
-ESOS	820,718	-	-	-	-	820,718
-warrant conversion	-	-	-	-	-	-
<b>Share issuance expenses</b>	-	(85,907)	-	-	-	(85,907)
<b>As at 30 SEPTEMBER 2017</b>	54,074,556	14,219,359	12,580,362	9,994,964	(66,103,008)	24,766,233

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying notes attached to the interim financial reports.

**CUSCAPI BERHAD**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE SECOND (3RD QUARTER ENDED 30 SEPTEMBER 2018  
(The figures have not been audited)**

	<b>(UNAUDITED) 30/09/2018 RM</b>	<b>(UNAUDITED) 30/09/2017 RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(12,268,354)	(14,178,381)
Adjustments for :-		
Non-cash items	6,572,392	5,733,066
Non-operating items	<u>(323,760)</u>	<u>(16,520)</u>
Operating loss before changes in working capital	(6,019,722)	(8,461,835)
Net changes in current assets	(1,447,766)	(7,921,705)
Net changes in current liabilities	<u>(12,950,954)</u>	<u>17,843,630</u>
	(20,418,442)	1,460,090
Taxation	34,702	45,240
<b>Net cash (used in)/generated from operating activities</b>	<u>(20,383,740)</u>	<u>1,505,330</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(808,794)	(13,259,996)
Development costs paid	-	(1,665,193)
Interest received	735,438	48,614
Proceeds on disposal of property, plant and equipment	148,183	-
Fixed deposit held as security value	<u>549,787</u>	<u>-</u>
<b>Net cash generated from/(used in) investing activities</b>	<u>624,614</u>	<u>(14,876,575)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(411,676)	(32,093)
Share issuance expenses	-	(85,909)
Net proceeds from issuance of shares pursuant to:		
-private placement	50,000,000	9,700,500
-ESOS	340,891	820,718
-warrant conversion	<u>43,625,616</u>	<u>-</u>
<b>Net cash generated from financing activities</b>	<u>93,554,831</u>	<u>10,403,216</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	73,795,705	(2,968,029)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<u>1,534,729</u>	<u>3,503,272</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL PERIOD</b>	<u>75,330,434</u>	<u>535,243</u>
Cash and cash equivalents comprises:-		
Short-term deposits placed with licensed bank	35,299,042	18,563
Fixed deposits held as security value	-	547,963
Cash and bank balances	<u>40,031,393</u>	<u>567,811</u>
	<u>75,330,435</u>	<u>535,242</u>

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying notes attached to the interim financial reports.