

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

		(Audited)
	Note	As at 31.12.2018
		As at 30.09.2019
		RM'000
		RM'000
<b>ASSETS</b>		
Equipment		525
Intangible assets		5
Investment in joint venture		785
Investment securities		149,638
Investment in fund		196
Notes receivables		934
Trade and other receivables		840
Prepayments		36
Tax recoverable		3
Right-of-use asset		207
Cash, bank balances and cash management fund	A8	17,768
<b>TOTAL ASSETS</b>		<b>170,937</b>
<b>LIABILITIES</b>		
Deferred tax liability		1,539
Trade and sundry payables		2,293
Tax payable		105
Lease liability		214
<b>TOTAL LIABILITIES</b>		<b>4,151</b>
<b>EQUITY</b>		
Contributed share capital		186,268
Treasury shares, at cost	A5	(647)
Reserves		(18,835)
<b>TOTAL EQUITY</b>		<b>166,786</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>170,937</b>
Net assets per share (RM)		0.85

(The above condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to these interim financial statements)

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2019

		<b>Current quarter ended 30.09.2019</b>	Comparative quarter ended 30.09.2018	<b>Current year to date ended 30.09.2019</b>	Comparative year to date ended 30.09.2018
	Note	RM'000	RM'000	RM'000	RM'000
<b>Income</b>					
Net fair value (loss)/gain on financial assets	B6	(9,756)	5,962	(8,108)	(6,272)
Interest income		326	222	1,093	813
Dividend income		768	412	2,004	2,600
Other income		-	-	1	-
		<u>(8,662)</u>	6,596	<u>(5,010)</u>	(2,859)
<b>Expense</b>					
Staff expenses		(911)	(807)	(2,456)	(2,884)
Net foreign exchange gain		219	249	411	482
Administrative expenses		(4)	(419)	(731)	(1,137)
		<u>(696)</u>	(977)	<u>(2,776)</u>	(3,539)
<b>Operating (loss)/profit</b>		<b>(9,358)</b>	5,619	<b>(7,786)</b>	(6,398)
Finance cost		(3)	-	(14)	-
Share of result of a joint venture		138	(167)	446	(167)
<b>(Loss)/profit before tax</b>	B7	<b>(9,223)</b>	5,452	<b>(7,354)</b>	(6,565)
Income tax benefit/(expense)	B8	114	(501)	16	(591)
<b>(Loss)/profit after tax for the period</b>		<b>(9,109)</b>	4,951	<b>(7,338)</b>	(7,156)
(Loss)/profit attributable to: Owners of the Company		<u>(9,109)</u>	4,951	<u>(7,338)</u>	(7,156)
<b>(Loss)/earnings per share attributable to owners of the Company (sen):</b>					
Basic	B13	<b>(4.64)</b>	2.52	<b>(3.74)</b>	(3.64)

(The above condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to these interim financial statements)

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2019

	<b>Current quarter ended 30.09.2019 RM'000</b>	<b>Comparative quarter ended 30.09.2018 RM'000</b>	<b>Current year to date ended 30.09.2019 RM'000</b>	<b>Comparative year to date ended 30.09.2018 RM'000</b>
<b>(Loss)/profit after tax for the period, representing total comprehensive (loss)/income for the period</b>	<b>(9,109)</b>	4,951	<b>(7,338)</b>	(7,156)
Total comprehensive (loss)/income attributable to: Owners of the Company	<b>(9,109)</b>	4,951	<b>(7,338)</b>	(7,156)

(The above condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to these interim financial statements)

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 SEPTEMBER 2019

	<u>Attributable to owners of the Company</u>			<u>Total equity</u>
	<u>Contributed</u>	<u>Treasury</u>	<u>(Accumulated</u>	
	<u>share</u>	<u>shares</u>	<u>losses)/</u>	
	<u>capital</u>	<u>retained</u>	<u>profits</u>	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>As at 01.01.2019</b>	<b>186,268</b>	<b>(647)</b>	<b>(11,512)</b>	<b>174,109</b>
Total comprehensive loss	-	-	<b>(7,338)</b>	<b>(7,338)</b>
Winding up of subsidiary	-	-	<b>15</b>	<b>15</b>
Total transactions with owners	-	-	<b>15</b>	<b>15</b>
<b>As at 30.09.2019</b>	<b>186,268</b>	<b>(647)</b>	<b>(18,835)</b>	<b>166,786</b>
As at 01.01.2018	186,268	(647)	27,983	213,604
Total comprehensive loss	-	-	<b>(7,156)</b>	<b>(7,156)</b>
Dividends paid to owners of the Company	-	-	<b>(9,822)</b>	<b>(9,822)</b>
Total transactions with owners	-	-	<b>(9,822)</b>	<b>(9,822)</b>
As at 30.09.2018	186,268	(647)	11,005	196,626

(The above condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to these interim financial statements)

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER ENDED 30 SEPTEMBER 2019

	Year-To-Date ended	
	30.09.2019	30.09.2018
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(7,354)	(6,565)
Adjustments for:		
Amortisation of intangible assets	2	2
Depreciation of equipment	75	58
Depreciation of right-of-use asset	124	-
Equipment written off	-*	-*
Loss from winding up of subsidiary	15	-
Net fair value loss on financial assets	8,108	6,272
Effect on exchange rate changes	(27)	(500)
Interest income	(1,093)	(813)
Dividend income	(2,004)	(2,600)
Finance cost	14	-
Share of result of a joint venture	(446)	167
Operating loss before changes in working capital	(2,586)	(3,979)
Changes in working capital:		
Net changes in receivables	1,517	7,279
Net changes in payables	(4,838)	(36)
Proceeds from disposal of investment securities	55,557	108,857
Proceeds from notes receivable	1,963	2,023
Additions in investment securities	(74,745)	(110,064)
Additions in investment in fund	-	(1,037)
Additions in notes receivable	(533)	(1,962)
Net cash (used in)/generated from operations	(23,665)	1,081
Dividends received	1,900	2,544
Interest received	629	742
Interest paid	(8)	-
Income tax refunded/(paid)	2,152	(473)
Net cash (used in)/generated from operating activities	(18,992)	3,894
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Withdrawal from cash management fund	9,643	7,136
Acquisition of shares in a joint venture	-	(403)
Purchase of equipment	(1)	(626)
Purchase of software licences	(1)	-
Net cash generated from investing activities	9,641	6,107

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D) FOR THE QUARTER ENDED 30 SEPTEMBER 2019

	Year-To-Date ended	
	30.09.2019	30.09.2018
	RM'000	RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Dividend paid on ordinary shares	-	(9,822)
Payment of lease liability	(124)	-
Net cash used in financing activities	<u>(124)</u>	<u>(9,822)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(9,475)</b>	<b>179</b>
Effect of exchange rate changes	156	402
<b>Cash and cash equivalents at beginning of period</b>	<b>14,691</b>	<b>6,512</b>
<b>Cash and cash equivalents at end of period</b>	<b>5,372</b>	<b>7,093</b>

A8

\* Denotes amount less than RM1,000

(The above condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to these interim financial statements)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

#### 1. Basis of preparation

These condensed consolidated interim financial statements ("Condensed Report"), have been prepared in accordance with MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standards Board. For the periods up to and including the year ended 31 December 2018, the Group prepared its financial statements in accordance with Malaysian Financial Reporting Standards ("MFRS").

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2018.

The significant accounting policies and methods of computation adopted by the Group in preparing this Condensed Report are consistent with those of the audited financial statements for the year ended 31 December 2018, except for the adoption of the Amendments and Annual Improvements to Standards effective as of 1 January 2019.

#### Effective for annual periods commencing on or after 1 January 2019

The Group has adopted the following MFRSs, Amendments to MFRSs and Issue Committee ("IC Interpretation") effective as of 1 January 2019.

MFRS 16	Leases
Amendments to MFRS 9	Financial Instruments: Prepayment Features with Negative Compensation
Amendments to MFRS 119	Employee Benefits: Plan Amendment, Curtailment or Settlement
Amendments to MFRS 128	Investments in Associates and Joint Ventures: Long-term Interests in Associates and Joint Ventures
Amendments to MFRS 3, MFRS 11, MFRS 112 and MFRS 123	Annual Improvements to MFRS Standards 2015 - 2017 Cycle
IC Interpretation 23	Uncertainty over Income Tax Treatments

The adoption of the above MFRSs, Amendments to MFRSs and IC Interpretation did not have any material impact on the financial statements of the Group.

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

#### 1. Basis of preparation (cont'd.)

##### MFRSs, Amendments to MFRSs and IC Interpretations issued but not yet effective

MFRSs, Amendments to MFRSs and IC Interpretations	Effective for annual periods beginning on or after
Amendments to MFRS 2, MFRS 3, MFRS 6, MFRS 14, MFRS 101, MFRS 108, MFRS 134, MFRS 137, MFRS 138, IC Interpretation 12, IC Interpretation 19, IC Interpretation 20, IC Interpretation 22 and IC Interpretation 132	1 January 2020
Amendments to MFRS 3	Business Combinations: Definition of a Business 1 January 2020
Amendments to MFRS 101	Presentation of Financial Statements: Definition of Material 1 January 2020
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Material 1 January 2020
MFRS 17	Insurance Contracts 1 January 2021
Amendments to MFRS 10, MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture Deferred

The adoption of the above MFRSs, Amendments to MFRSs and IC Interpretations will have no material impact on the financial performance or position of the Group in the period of initial application.

#### 2. Seasonal or cyclical factors

There were no significant seasonal or cyclical factors that will materially affect the business of the Group in the current period. However, the Group's results are largely influenced by, amongst others, the market prices of quoted investments.



# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

#### 3. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the financial statements for the current period.

#### 4. Significant estimates and changes estimates

There were no significant changes in estimates that have a material effect to the Group in the financial year to date results.

#### 5. Changes in debt and equity securities

##### Share buybacks / Treasury shares of the Company

There were no share buybacks during the quarter ended 30 September 2019. The shares repurchased previously are being held as treasury shares and treated in accordance with the requirements of Section 127 of the Companies Act 2016. A summary of the share buybacks is as follows:

	Number of Treasury shares	Highest price RM	Lowest price RM	Average cost (including transaction costs) RM	Total amount paid RM
As at 01.01.2019/30.09.2019	1,151,800	-	-	0.56	646,527

#### 6. Dividend Paid

No dividend was paid for the current year to date.

### **PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting**

#### **7. Segmental information**

The segment information has been prepared in accordance with the disclosure requirements of MFRS 8: Operating Segments. For management purposes, the Group is organised into the following major business segments based services, which are regularly provided to and reviewed by the management team:

1. Venture Capital and Private Equity - Investment in high growth entities, management of private funds and holding of long term investments.
2. Holding Entity - Investment holding.

Segment revenue and results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

The inter-segment transactions have been entered into in the ordinary course of business at terms mutually agreed between the companies concerned and are not more favourable than those arranged with independent third parties. These transactions have been eliminated to arrive at the Group's results.

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim

#### 7. Segmental information (cont'd.)

##### Business Segments

	Venture capital and private equity businesses	Holding entity	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Current year to date ended 30 September 2019</b>				
<b>Income</b>				
External income	(4,430)	(580)	-	<b>(5,010)</b>
Inter-segment income	44	2,264	(2,308)	-
Total	<u>(4,386)</u>	<u>1,684</u>	<u>(2,308)</u>	<u><b>(5,010)</b></u>
<b>Results</b>				
(Loss)/profit from operations with external parties	(7,008)	(772)	(6)	<b>(7,786)</b>
Add : Inter-segment income	44	2,264	(2,308)	-
Less : Inter-segment expenses	(2,278)	(30)	2,308	-
Segment results	<u>(9,242)</u>	<u>1,462</u>	<u>(6)</u>	<u><b>(7,786)</b></u>
Finance cost				<b>(14)</b>
Share of result of a joint venture				<b>446</b>
Loss before tax				<u><b>(7,354)</b></u>
Tax benefit				<b>16</b>
<b>Loss for the period attributable to the owners of the Company</b>				<u><u><b>(7,338)</b></u></u>

##### Preceding year to date ended 30 September 2018

<b>Income</b>				
External income	(3,256)	397	-	(2,859)
Inter-segment income	38	4,196	(4,234)	-
Total	<u>(3,218)</u>	<u>4,593</u>	<u>(4,234)</u>	<u>(2,859)</u>
<b>Results</b>				
Loss from operations with external parties	(6,230)	(168)	-	(6,398)
Add : Inter-segment income	38	4,196	(4,234)	-
Less : Inter-segment expenses	(2,315)	(19)	2,334	-
Segment results	<u>(8,507)</u>	<u>4,009</u>	<u>(1,900)</u>	<u>(6,398)</u>
Share of result of a joint venture				<u>(167)</u>
				<u>(6,565)</u>
Tax expense				<u>(591)</u>
<b>Loss for the period attributable to the owners of the Company</b>				<u><u><b>(7,156)</b></u></u>

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

#### 7. Segmental information (cont'd.)

##### Geographical Segments

The Group's geographical segments are based on the location of the operations of the Group's asset. Income by geographical segment is based on income derived from those assets.

	Domestic		Foreign				Total
	Malaysia	Singapore	Hong Kong	United States of America	Cayman Islands	Indonesia	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Current year to date ended 30 September 2019</b>							
Income	(7,028)	(577)	(210)	2,222	-	-	583
Loss before tax	(7,354)	-	-	-	-	-	-
Segmental assets as at 30 September 2019	170,937	-	-	-	-	-	-
<b>Preceding year to date ended 30 September 2018</b>							
Income	(5,171)	567	(1,269)	3,131	279	(396)	-
Loss before tax	(6,565)	-	-*	-	-	-	-
Segmental assets as at 30 September 2018	200,506	-	5	-	-	-	-

\* Denotes amount less than RM1,000

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

#### 8. Cash, bank balances and cash management fund

	As at <u>30.09.2019</u> RM'000	As at <u>31.12.2018</u> RM'000	As at <u>30.09.2018</u> RM'000
Cash and cash equivalents	5,372	14,691	7,093
Cash Management Fund	12,396	22,039	13,554
	<u>17,768</u>	<u>36,730</u>	<u>20,647</u>

#### 9. Event subsequent to reporting period

There was no material event subsequent to the end of the current quarter.

#### 10. Changes in the composition of the Group

During the current year to date, the changes in the composition of the Group are as follow:

##### Deregistration of OSK Ventures International Limited, a wholly-owned subsidiary

Further to the Company's announcement made on 30 October 2018, pursuant to Section 751(3) of the Companies Ordinance (Cap. 622) of Hong Kong, the Company's wholly-owned subsidiary, OSK Ventures International Limited (Company No. 1061002) ("OSKVIL") had been duly dissolved from the Companies Registry of Hong Kong with effect from 15 March 2019.

The Deregistration of OSKVIL did not have any material effect on the Group's net assets and earnings for the financial year ending 31 December 2019. The Deregistration was announced on 19 March 2019.

# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market

#### 1. Review of the performance of the Company and its subsidiaries

##### Financial review

	Current quarter ended 30.09.2019 RM'000	Comparative quarter ended 30.09.2018 RM'000	Changes %	Current year to date ended 30.09.2019 RM'000	Comparative year to date ended 30.09.2018 RM'000	Changes %
Income	(8,662)	6,596	(231)	(5,010)	(2,859)	(75)
(Loss)/profit before tax	(9,223)	5,452	(269)	(7,354)	(6,565)	(12)
(Loss) /profit after tax	(9,109)	4,951	(284)	(7,338)	(7,156)	(3)
(Loss)/profit attributable to Owners of the Company	(9,109)	4,951	(284)	(7,338)	(7,156)	(3)

The Group registered a loss after tax of RM7.34 million for the nine months ended 30 September 2019 as compared to a loss after tax of RM7.16 million for the preceeding nine months ended 30 September 2018. This was mainly due to the net fair value loss on financial assets of RM8.11 million as compared to RM6.27 million in the preceeding nine months ended 30 September 2018.

For the current quarter under review, the Group posted a loss after tax of RM9.11 million as compared to a profit after tax of RM4.95 million of the corresponding quarter in 2018. This was mainly due to net fair value loss on financial assets of RM9.76 million in the current quarter under review.

**PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market****2. Material change in quarterly results before taxation for the current quarter compared with the immediate preceding quarter****Financial review**

	Current quarter ended 30.09.2019 RM'000	Immediate preceding quarter ended 30.06.2019 RM'000	Changes %
Income	(8,662)	1,302	(765)
(Loss)/profit before tax	(9,223)	488	(1,990)
(Loss)/profit after tax	(9,109)	430	(2,218)
(Loss)/profit attributable to Owners of the Company	(9,109)	430	(2,218)

The Group recorded a loss before tax of RM9.22 million in the third quarter of 2019 as compared to a profit before tax of RM0.49 million in the immediate preceding quarter. This was mainly due to decrease in the market value in quoted investments held by the Group for the current quarter under review.

**3. Current prospects and progress on previously announced financial estimate****(a) Current prospects**

There have been no material changes to the major issues impacting on the global market since the last quarter. The U.S. – China and the U.S and the rest of the world trade tensions remain the overarching risk in the coming quarters. These trade tensions have generally been retarding the growth of global economies including U.S., China and Germany. The unresolved Brexit issue and current developments in Hong Kong have also exacerbated volatility in the global market. At the national level, although the recent Malaysian 2020 Budget has provided some positive impact, the domestic market is expected to remain challenging. Accordingly, we would continue to be vigilant and take appropriate and timely measures to safeguard and indeed promote our investment portfolio.

**(b) Progress and steps to achieve financial estimate, forecast, projection and internal targets previously announced**

There was no financial forecast previously announced by the Group.

### PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market

#### 4. Statement of the Board of Directors’ opinion on achievability of financial estimate, forecast, projection and internal targets previously announced

Not applicable.

#### 5. Financial estimate, forecast or projection / profit guarantee

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

#### 6. Net fair value (loss)/gain on financial assets

	Current period ended <u>30.09.2019</u> RM’000	Comparative period ended <u>30.09.2018</u> RM’000
Realised fair value gain on financial assets *	1,261	5,080
Unrealised fair value loss on financial assets	(9,369)	(11,352)
	<u>(8,108)</u>	<u>(6,272)</u>

\* Realised fair value gain on financial assets is arrived at based on the following:

	Current period ended <u>30.09.2019</u> RM’000	Comparative period ended <u>30.09.2018</u> RM’000
Proceeds from disposal of financial assets	55,557	108,857
Less: Cost of investment	(60,489)	(93,730)
(Loss)/gain on disposal	(4,932)	15,127
Add/(less): Previously recognised fair value changes	6,193	(10,047)
Realised fair value gain on financial assets	<u>1,261</u>	<u>5,080</u>



# OSK Ventures International Berhad (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

### PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market

#### 7. (Loss)/profit before tax

(Loss)/profit before tax is arrived at after (crediting)/charging the following:

	Current period ended <u>30.09.2019</u> RM'000	Comparative period ended <u>30.09.2018</u> RM'000
Interest income	(1,093)	(813)
Dividend income	(2,004)	(2,600)
Finance cost	14	-
Net fair value loss on financial assets	8,108	6,272
Depreciation and amortisation	77	60
Depreciation of right-of-use asset	124	-
Other income	(1)	-
Loss on winding up subsidiary	15	-
Net foreign exchange gain	(411)	(482)

#### 8. Income tax benefit/(expense)

	Current quarter ended <u>30.09.2019</u> RM'000	Comparative quarter ended <u>30.09.2018</u> RM'000	Current period ended <u>30.09.2019</u> RM'000	Comparative period ended <u>30.09.2018</u> RM'000
Provision for the current quarter/ period to date:				
Malaysian income tax	(163)	(158)	(501)	(527)
Over provision for prior year	3	-	3	-
Deferred tax	274	(343)	514	(64)
	<u>114</u>	<u>(501)</u>	<u>16</u>	<u>(591)</u>

The deferred tax benefit for the current quarter ended 30 September 2019 of RM0.27 million mainly arose from net fair value changes on financial assets.

#### 9. Corporate proposals

**Status of corporate proposals announced but not completed as at 21 November 2019 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)**

There were no corporate proposals previously announced but not completed as at 21 November 2019.

#### 10. Borrowings

As at 30 September 2019, there were no borrowings outstanding and the Group had not issued any debt securities.

**PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market****11. Material litigation**

As at 21 November 2019 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceeding pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group.

**12. Dividend**

There was no dividend proposed in the current quarter and year to date ended 30 September 2019 (30 September 2018: Nil).

**13. (Loss)/earnings per share attributable to owners of the Company**

	Current quarter ended <u>30.09.2019</u>	Comparative quarter ended <u>30.09.2018</u>	Current period ended <u>30.09.2019</u>	Comparative period ended <u>30.09.2018</u>
<b>Basic (loss)/earnings per share</b>				
(Loss)/earnings attributable to owners of the Company (RM'000)	(9,109)	4,951	(7,338)	(7,156)
Weighted average number of ordinary shares in issue ('000 shares)	196,445	196,445	196,445	196,445
Basic (loss)/earnings per share (sen)	<u>(4.64)</u>	<u>2.52</u>	<u>(3.74)</u>	<u>(3.64)</u>

**14. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 December 2018 was unqualified.

**By Order of the Board**

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**YEE CHEE WAI**  
**Executive Director / Chief Operating Officer**Kuala Lumpur  
21 November 2019