

OSK VENTURES INTERNATIONAL BERHAD 200301033696 (636117-K)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

		(Audited)
	Note	As at 31.12.2018
		As at 31.12.2019
		RM'000
ASSETS		
Equipment		505
Intangible assets		4
Investment in joint venture		942
Investment securities		142,417
Investment in fund		188
Notes receivables		8,719
Trade and other receivables		152
Prepayments		234
Tax recoverable		15
Right-of-use asset		173
Cash, bank balances and cash management fund	A8	30,386
TOTAL ASSETS		183,735
LIABILITIES		
Deferred tax liability		2,130
Trade and sundry payables		1,164
Tax payable		37
Lease liability		172
TOTAL LIABILITIES		3,503
EQUITY		
Contributed share capital		186,268
Treasury shares, at cost	A5	(647)
Reserves		(5,389)
TOTAL EQUITY		180,232
TOTAL LIABILITIES AND EQUITY		183,735
Net assets per share (RM)		0.92

(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)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 31 DECEMBER 2019

		Current	Comparative	Current	(Audited)
		quarter	quarter	year to date	Comparative
		ended	ended	ended	year to date
	Note	31.12.2019	31.12.2018	31.12.2019	31.12.2018
		RM'000	RM'000	RM'000	RM'000
Income					
Net fair value gain/(loss) on financial assets	B6	14,591	(22,579)	6,483	(28,850)
Interest income		659	329	1,752	1,142
Dividend income		205	364	2,209	2,964
Other income		-	-	1	-
		15,455	(21,886)	10,445	(24,744)
Expense					
Staff expenses		(934)	(780)	(3,267)	(3,521)
Net foreign exchange (loss)/gain		(206)	149	205	631
Administrative expenses		(281)	(334)	(1,135)	(1,615)
		(1,421)	(965)	(4,197)	(4,505)
Operating profit/(loss)		14,034	(22,851)	6,248	(29,249)
Finance cost		5	-	(9)	-
Share of result of a joint venture		158	102	604	(65)
Profit/(loss) before tax	B7	14,197	(22,749)	6,843	(29,314)
Income tax (expense)/benefit	B8	(736)	232	(720)	(359)
Profit/(loss) after tax for the period		13,461	(22,517)	6,123	(29,673)
Profit/(loss) attributable to:					
Owners of the Company		13,461	(22,517)	6,123	(29,673)
Earnings/(loss) per share attributable to owners of the Company (sen):					
Basic	B13	6.85	(11.46)	3.12	(15.11)

(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)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2019

	Current quarter ended 31.12.2019	Comparative quarter ended 31.12.2018	Current year to date ended 31.12.2019	(Audited) Comparative year to date ended 31.12.2018
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) after tax for the period, representing total comprehensive income/(loss) for the period	13,461	(22,517)	6,123	(29,673)

(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)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2019**

	<u>Attributable to owners of the Company</u>			Total equity
	Contributed share capital	Treasury shares	(Accumulated losses)/ retained profits	
	RM'000	RM'000	RM'000	RM'000
As at 01.01.2019	186,268	(647)	(11,512)	174,109
Total comprehensive income	-	-	6,123	6,123
As at 31.12.2019	186,268	(647)	(5,389)	180,232
As at 01.01.2018	186,268	(647)	27,983	213,604
Total comprehensive loss	-	-	(29,673)	(29,673)
Dividends paid to owners of the Company	-	-	(9,822)	(9,822)
Total transactions with owners	-	-	(9,822)	(9,822)
As at 31.12.2018	186,268	(647)	(11,512)	174,109

(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)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTER ENDED 31 DECEMBER 2019

	Year-To-Date ended	
	31.12.2019	31.12.2018
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	6,843	(29,314)
Adjustments for:		
Amortisation of intangible assets	3	3
Depreciation of equipment	99	82
Depreciation of right-of-use asset	173	-
Equipment written off	-*	-*
Net fair value (gain)/loss on financial assets	(6,483)	28,850
Interest income	(1,752)	(1,142)
Dividend income	(2,209)	(2,964)
Finance cost	9	-
Share of result of a joint venture	(604)	65
Unrealised loss/(gain) on foreign exchange	289	(284)
Operating loss before changes in working capital	(3,632)	(4,704)
Changes in working capital:		
Net changes in receivables	1,318	7,834
Net changes in payables	(5,975)	5,881
Proceeds from disposal of investment securities	90,977	174,445
Proceeds from notes receivable	1,963	2,023
Additions in investment securities	(88,135)	(165,064)
Additions in investment in fund	(210)	(1,037)
Additions in notes receivable	(7,793)	(2,383)
Net cash (used in)/generated from operations	(11,487)	16,995
Dividends received	2,197	2,974
Interest received	1,296	1,016
Income tax refunded/(paid)	1,928	(793)
Net cash (used in)/generated from operating activities	(6,066)	20,192
CASH FLOWS FROM INVESTING ACTIVITIES		
Withdrawal from/(addition in) cash management fund	5,008	(1,349)
Acquisition of shares in a joint venture	-	(403)
Purchase of equipment	(5)	(633)
Purchase of software licences	(1)	-
Net cash generated from/(used in) investing activities	5,002	(2,385)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)
FOR THE QUARTER ENDED 31 DECEMBER 2019**

	Note	Year-To-Date ended	
		31.12.2019	31.12.2018
		RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITY			
Dividend paid on ordinary shares		-	(9,822)
Payment of lease liability		(175)	-
Net cash used in financing activities		<u>(175)</u>	<u>(9,822)</u>
Net (decrease)/increase in cash and cash equivalents		(1,239)	7,985
Effect of exchange rate changes		(96)	194
Cash and cash equivalents at beginning of period		14,691	6,512
Cash and cash equivalents at end of period	A8	<u>13,356</u>	<u>14,691</u>

* 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 FOURTH QUARTER ENDED 31 DECEMBER 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.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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	Amendments to Reference to the Conceptual Framework in MFRS Standards 1 January 2020
Amendments to MFRS 3	Business Combinations: Definition of a Business 1 January 2020
Amendments to MFRS 7 and MFRS 9	Financial Instruments: Interest Rate Benchmark Reform 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.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 31 December 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 01.01.2019/31.12.2019	1,151,800	-	-	0.56	646,527

6. Dividend Paid

No dividend was paid for the current quarter and year to date ended 31 December 2019.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019

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.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019
**PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134")
Interim Financial Reporting**
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
Current year to date ended 31 December 2019				
Income				
External income	11,144	(699)	-	10,445
Inter-segment income	58	2,930	(2,988)	-
Total	<u>11,202</u>	<u>2,231</u>	<u>(2,988)</u>	<u>10,445</u>
Results				
Profit from operations with external parties	7,255	3,484	(4,491)	6,248
Add : Inter-segment income	58	2,930	(2,988)	-
Less : Inter-segment expenses	(2,948)	(40)	2,988	-
Segment results	<u>4,365</u>	<u>6,374</u>	<u>(4,491)</u>	<u>6,248</u>
Finance cost				(9)
Share of result of a joint venture				<u>604</u>
Profit before tax				<u>6,843</u>
Tax expense				<u>(720)</u>
Profit for the period attributable to the owners of the Company				<u><u>6,123</u></u>

Preceding year to date ended 31 December 2018

Income				
External income	(25,391)	647	-	(24,744)
Inter-segment income	50	4,778	(4,828)	-
Total	<u>(25,341)</u>	<u>5,425</u>	<u>(4,828)</u>	<u>(24,744)</u>
Results				
Loss from operations with external parties	(29,162)	(19,187)	19,100	(29,249)
Add : Inter-segment income	50	4,778	(4,828)	-
Less : Inter-segment expenses	(2,903)	(25)	2,928	-
Segment results	<u>(32,015)</u>	<u>(14,434)</u>	<u>17,200</u>	<u>(29,249)</u>
Share of result of a joint venture				<u>(65)</u>
Loss before tax				<u>(29,314)</u>
Tax expense				<u>(359)</u>
Loss for the period attributable to the owners of the Company				<u><u>(29,673)</u></u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019**PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting****7. Segmental information (cont'd.)****Geographical Segments**

All of the Group's investments are managed in Malaysia, although it has investments in other geographical locations. Hence, the Group considers that it does not have separate geographical reporting segments.

During the prior year, there were segment assets in Hong Kong of RM4,915 which does not generate any income, and was subsequently deregistered on 15 March 2019.

8. Cash, bank balances and cash management fund

	As at <u>31.12.2019</u> RM'000	As at <u>31.12.2018</u> RM'000
Cash and cash equivalents	13,356	14,691
Cash Management Fund	17,030	22,039
	<u>30,386</u>	<u>36,730</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 ended 31 December 2019. The Deregistration was announced on 19 March 2019.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 31.12.2019 RM'000	Comparative quarter ended 31.12.2018 RM'000	Changes %	Current year to date ended 31.12.2019 RM'000	Comparative year to date ended 31.12.2018 RM'000	Changes %
Income	15,455	(21,886)	171	10,445	(24,744)	142
Profit/(loss) before tax	14,197	(22,749)	162	6,843	(29,314)	123
Profit/(loss) after tax	13,461	(22,517)	160	6,123	(29,673)	121
Profit/(loss) attributable to Owners of the Company	13,461	(22,517)	160	6,123	(29,673)	121

The Group registered a profit after tax of RM6.12 million for the year ended 31 December 2019 as compared to a loss after tax of RM29.67 million for the preceeding year ended 31 December 2018. This was mainly due to the net fair value gain on financial assets of RM6.48 million as compared to net fair value loss on financial assets of RM28.85 million in the preceeding year ended 31 December 2018.

For the current quarter under review, the Group posted a profit after tax of RM13.46 million as compared to a loss after tax of RM22.52 million of the corresponding quarter in 2018. This was mainly due to net fair value gain on financial assets of RM14.59 million as compared to net fair value loss on financial assets of RM22.58 million in the corresponding quarter in 2018.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019

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 31.12.2019 RM'000	Immediate preceding quarter ended 30.09.2019 RM'000	Changes %
Income	15,455	(8,662)	278
Profit/(loss) before tax	14,197	(9,223)	254
Profit/(loss) after tax	13,461	(9,109)	248
Profit/(loss) attributable to Owners of the Company	13,461	(9,109)	248

The Group recorded a profit before tax of RM14.20 million in the fourth quarter of 2019 as compared to a loss before tax of RM9.22 million in the immediate preceding quarter. This was mainly due to increase in both market value and fair valuation in the investments held by the Group for the current quarter under review.

3. Future prospects and progress on previously announced financial estimate

(a) Future prospects

Since the release of our last quarterly results in November 2019, we have seen the de-escalation of the trade tension with the signing of the Phase One deal between the U.S. and China and the finalisation of the revamped North American Free Trade Agreement (NAFTA) agreement between the U.S., Mexico and Canada. Recent outbreak of Covid-19 has caused global equities to pull back from historic highs, bond prices to rise, and yield curves to flatten, bringing uncertainties for the financial markets. Subsequently, most equity markets have recovered from the initial sell-off mainly due to the robust U.S. economy. However, these markets have seen increasing volatility. The full impact of Covid-19 has yet to be seen, in particularly, on the global supply chain. Closer to home, we are continuing closely monitoring the current domestic political situation. We would continue to be vigilant and discipline in preserving our investment portfolio while pro-actively seeking for investment opportunities in both the public and private 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.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019

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 gain/(loss) on financial assets

	Current year to date ended <u>31.12.2019</u> RM’000	Comparative year to date ended <u>31.12.2018</u> RM’000
Realised fair value gain/(loss) on financial assets *	1,715	(2,196)
Unrealised fair value gain/(loss) on financial assets	4,768	(26,654)
	<u>6,483</u>	<u>(28,850)</u>

* Realised fair value gain/(loss) on financial assets is arrived at based on the following:

	Current year to date ended <u>31.12.2019</u> RM’000	Comparative year to date ended <u>31.12.2018</u> RM’000
Proceeds from disposal of financial assets	90,977	174,445
Less: Cost of investment	(96,614)	(175,249)
Loss on disposal	(5,637)	(804)
Add/(less): Previously recognised fair value changes	7,352	(1,392)
Realised fair value gain/(loss) on financial assets	<u>1,715</u>	<u>(2,196)</u>

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019

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

7. Profit/(loss) before tax

Profit/(loss) before tax is arrived at after (crediting)/charging the following:

	Current year to date ended <u>31.12.2019</u> RM'000	Comparative year to date ended <u>31.12.2018</u> RM'000
Interest income	(1,752)	(1,142)
Dividend income	(2,209)	(2,964)
Finance cost	9	-
Net fair value (gain)/loss on financial assets	(6,483)	28,850
Depreciation and amortisation	102	85
Depreciation of right-of-use asset	173	-
Other income	(1)	-
Net foreign exchange gain	(205)	(631)

8. Income tax (expense)/benefit

	Current quarter ended <u>31.12.2019</u> RM'000	Comparative quarter ended <u>31.12.2018</u> RM'000	Current year to date ended <u>31.12.2019</u> RM'000	Comparative year to date ended <u>31.12.2018</u> RM'000
Provision for the current quarter/ period to date:				
Malaysian income tax	(145)	(130)	(646)	(657)
Over provision for prior year	-	-*	3	-*
Deferred tax	(591)	362	(77)	298
	<u>(736)</u>	<u>232</u>	<u>(720)</u>	<u>(359)</u>

* Denotes amount less than RM1,000

The deferred tax liability for the current quarter ended 31 December 2019 of RM0.59 million mainly arose from fair value gain on financial assets.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019

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

9. Corporate proposals

Status of corporate proposals announced but not completed as at 28 February 2020 (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 28 February 2020.

10. Borrowings

As at 31 December 2019, there were no borrowings outstanding and the Group had not issued any debt securities.

11. Material litigation

As at 28 February 2020 (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 31 December 2019 (31 December 2018: Nil).

13. Earnings/(loss) per share attributable to owners of the Company

	Current quarter ended <u>31.12.2019</u>	Comparative quarter ended <u>31.12.2018</u>	Current year to date ended <u>31.12.2019</u>	Current year to date ended <u>31.12.2018</u>
Basic earnings/(loss) per share				
Earnings/(loss) attributable to owners of the Company (RM'000)	13,461	(22,517)	6,123	(29,673)
Weighted average number of ordinary shares in issue ('000 shares)	196,445	196,445	196,445	196,445
Basic earnings/(loss) per share (sen)	<u>6.85</u>	<u>(11.46)</u>	<u>3.12</u>	<u>(15.11)</u>

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

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

YEE CHEE WAI

Executive Director / Chief Operating Officer

Kuala Lumpur

28 February 2020