

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 4th Quarter Ended 31 December 2018 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2018 RM'000	Preceding Year Corresponding Quarter 31.12.2017 RM'000	Current Year To Date 31.12.2018 RM'000	Preceding Year Corresponding Period 31.12.2017 RM'000
Revenue	8,263	10,094	37,066	37,028
Cost of sales	(3,120)	(3,154)	(14,608)	(15,398)
Gross profit	5,143	6,940	22,458	21,630
Other income	72	212	304	4,586
Distribution and selling expenses	(289)	(294)	(1,279)	(947)
Administrative expenses	(1,682)	(1,718)	(7,488)	(6,116)
Other expenses	(1,413)	(1,227)	(3,987)	(3,714)
Finance income	10	2	13	11
Finance costs	(2)	(32)	(12)	(52)
Profit before taxation	1,839	3,883	10,009	15,398
Taxation	(1,218)	(1,052)	(2,123)	(2,551)
Profit for the year	621	2,831	7,886	12,847
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	621	2,831	7,886	12,847
Earnings per share (sen)				
(a) Basic	0.24	1.11	3.10	5.05
(b) Fully diluted	N/A	N/A	N/A	N/A

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

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 4th Quarter Ended 31 December 2018

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(the figures have not been audited)

	AS AT 31.12.2018 RM'000	AS AT 31.12.2017 RM'000
NON-CURRENT ASSETS		
<i>Property, plant and equipment</i>	42,375	39,507
<i>Prepaid lease payment on leasehold land</i>	22,791	23,157
<i>Investment property</i>	16,110	15,872
<i>Goodwill on consolidation</i>	584	584
	81,860	79,120
CURRENT ASSETS		
<i>Investment in unit trusts</i>	20,803	12,127
<i>Inventories</i>	119	217
<i>Trade receivables</i>	12,469	13,982
<i>Other receivables</i>	630	1,492
<i>Tax recoverable</i>	1,529	2,671
<i>Deposits, cash and bank balances</i>	5,504	5,606
	41,054	36,095
CURRENT LIABILITIES		
<i>Borrowings</i>	1,347	594
<i>Trade payables</i>	2,758	1,387
<i>Other payables</i>	3,170	3,104
	7,275	5,085
NET CURRENT ASSETS	33,779	31,010
	115,639	110,130
REPRESENTED BY:		
<i>Share capital</i>	26,257	25,619
<i>Treasury shares</i>	(1,467)	(1,030)
<i>Retained profits</i>	76,946	71,245
<i>Shareholders' Equity</i>	101,736	95,834
<i>Borrowings</i>	11,175	12,444
<i>Deferred tax liabilities</i>	2,728	1,852
<i>Non-current liabilities</i>	13,903	14,296
	115,639	110,130
Net assets per share (sen)	40.03	37.69

The 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 explanatory notes attached to the interim financial statements.

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Quarterly Report on Results for the 4th Quarter Ended 31 December 2018 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

Note	Share Capital RM'000	Non-Distributable Share Premium RM'000	Treasury Shares RM'000	Retained Profits RM'000	Total RM'000
At 1 January 2018	25,619	-	(1,030)	71,245	95,834
Adjustment from the adoption of MFRS9	-	-	-	(651)	(651)
Issuance of Employees' Share Scheme ("ESS")	638	-	515	-	1,153
Purchase of treasury shares	-	-	(952)	-	(952)
Total comprehensive income for the period	-	-	-	7,886	7,886
Appropriation:					
Interim dividends paid for the financial year ended 31 December 2018	-	-	-	(1,534)	(1,534)
At 31 December 2018	26,257	-	(1,467)	76,946	101,736
At 1 January 2017	17,079	4,522	(1,018)	64,274	84,857
Issuance of bonus shares	8,540	(4,522)	-	(4,018)	-
Purchase of treasury shares	-	-	(12)	-	(12)
Total comprehensive income for the quarter	-	-	-	12,847	12,847
Appropriation:					
Interim dividend paid for the financial year ended 31 December 2017	-	-	-	(1,858)	(1,858)
At 31 December 2017	25,619	-	(1,030)	71,245	95,834

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

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Quarterly Report on Results for the 4th Quarter Ended 31 December 2018

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 31.12.2018 RM'000	Preceding Year Corresponding Period 31.12.2017 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	10,009	15,398
Adjustments for:		
Depreciation of property, plant and equipment	3,083	2,986
Amortisation of prepaid lease payment	344	251
Allowance for doubtful debts - net	325	95
Changes in fair value of investment	621	(191)
Changes in fair value of investment property	(226)	-
Bad debts written off - net	(54)	636
Gain on investment in unit trust	(429)	(252)
Gain on disposal of leasehold land	-	(3,579)
Employees' Share Scheme ("ESS") expenses	1,153	-
Interest expense	12	52
Interest income	(13)	(11)
Operating profit before working capital changes	<u>14,825</u>	<u>15,385</u>
(Increase)/Decrease in inventories	98	5
(Increase)/Decrease in trade receivables	1,838	(2,022)
(Increase)/Decrease in other receivables	1,147	(280)
Increase/(Decrease) in trade payables	1,371	1,281
Increase/(Decrease) in other payables	66	1,190
Cash generated from operations	<u>19,345</u>	<u>15,559</u>
Interest paid	(12)	(52)
Taxes paid	(1,325)	(2,009)
Taxes refunded	1,261	-
Net cash generated from operating activities	<u>19,269</u>	<u>13,498</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	13	11
Purchase of leasehold land	-	(6,833)
Proceeds from disposal of investment property	-	7,090
Investment in unit trust	(10,370)	(7,825)
Purchase of property, plant and equipment	(5,136)	(12,487)
Net cash used in investing activities	<u>(15,493)</u>	<u>(20,044)</u>

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 31.12.2018 RM'000	Preceding Year Corresponding Period 31.12.2017 RM'000
CASH OUTFLOW FROM FINANCING ACTIVITY		
Drawdown of term loan	-	9,105
Repayment of term loan	(1,255)	(597)
Repayment of hire purchase and lease financing - net	(137)	(152)
Purchase of treasury shares	(952)	(12)
Dividend paid	(1,534)	(1,858)
Net cash (used in) / from financing activities	(3,878)	6,486
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(102)	(60)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	5,606	5,666
CASH AND CASH EQUIVALENTS AT END OF PERIOD (Note A15)	5,504	5,606

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

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A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standards 134 (MFRS134): "Interim Financial Reporting" and Rule 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with IAS34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2017. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2017.

The accounting policies and methods of computation adopted by the Company and its subsidiaries ("Group") in this interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2017 except for the following new/amended MFRS:

MRFS 9	Financial Instruments
MRFS 15	Revenue from Contracts with Customers
MRFS 16	Leases
MRFS 17	Insurance Contracts
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transaction
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
Amendments to MFRS 140	Transfers of Investment Property
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
IC Interpretation 23	Uncertainty over Income Tax Payments

The adoption of the new/amended MFRS and its amendments does not give rise to any adjustment to the opening balances of retained profit of prior and current years or changes in comparatives.

A2 Auditors' report of preceeding annual financial statements

The then external auditors had expressed a qualified opinion on the valuation of an investment property held by the Group in the Audited Financial Statements for the financial year ended 31 December 2017.

Except for the possible effects of the matter described above, Messrs. Deloitte PLT opined that the accompanying financial statements of the Group give a true and fair view of the financial position of the Group as of 31 December 2017 and of its financial performance and cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

The management stands firm based on the compulsory acquisition valuation report and internal assessments made on the aforementioned matter. As such to justify an unqualified opinion, management has engaged an independent valuer to carry out a valuation report which was dated on 12 June 2018 based on their valuation as at 16 May 2018. The valuers reported a marginally higher value as compared to management's estimation by RM238,300 or 1.5%. This justifies that the directors' estimates were based on reasonable grounds with proper documented evidences, signifying that the auditors had no basis to serve the qualified opinion onto the Company.

A3 Seasonal or cyclical factors

The Group's operations were not subject to any seasonal or cyclical changes.

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A4 Segment information

	Investment holding RM'000	Recovery and recycling services RM'000	Manufactur- ing RM'000	Trading RM'000	Others* RM'000	Eliminat- ions RM'000	Total RM'000
Current Year Quarter							
31.12.18							
Revenue							
External sales	-	7,882	-	113	268	-	8,263
Inter-segment sales	-	37	-	-	-	(37)	-
Total revenue	-	7,919	-	113	268	(37)	8,263
Results							
Segment results	(337)	2,332	5	222	253	-	2,475
Finance income	-	-	-	-	-	-	-
Finance cost	-	2	-	-	-	-	2
Depreciation and amortisation	-	(568)	(4)	(66)	-	-	(638)
Profit before taxation	(337)	1,766	1	156	253	-	1,839
Current Year To Date							
31.12.18							
Revenue							
External sales	-	35,692	6	296	1,072	-	37,066
Inter-segment sales	-	469	5	-	-	(474)	-
Total revenue	-	36,161	11	296	1,072	(474)	37,066
Results							
Segment results	(642)	12,299	(16)	247	1,203	-	13,091
Finance income	2	10	-	-	-	-	12
Finance cost	-	(12)	-	-	-	-	(12)
Depreciation and amortisation	-	(2,821)	(15)	(246)	-	-	(3,082)
Profit before taxation	(640)	9,476	(31)	1	1,203	-	10,009
Preceding Year Corresponding Quarter							
31.12.17							
Revenue							
External sales	-	9,750	-	78	266	-	10,094
Inter-segment sales	-	443	-	9	-	(452)	-
Total revenue	-	10,193	-	87	266	(452)	10,094
Results							
Segment results	(324)	4,892	(25)	103	145	-	4,791
Finance income	1	1	-	-	-	-	2
Finance cost	-	(32)	-	-	-	-	(32)
Depreciation and amortisation	-	(775)	(3)	(100)	-	-	(878)
Profit before taxation	(323)	4,086	(28)	3	145	-	3,883
Preceding Year Corresponding Period							
31.12.17							
Revenue							
External sales	-	35,129	14	836	1,049	-	37,028
Inter-segment sales	-	443	1	11	-	(455)	-
Total revenue	-	35,572	15	847	1,049	(455)	37,028
Results							
Segment results	(698)	14,794	(80)	245	4,415	-	18,676
Finance income	3	8	-	-	-	-	11
Finance cost	-	(52)	-	-	-	-	(52)
Depreciation and amortisation	-	(2,844)	(15)	(378)	-	-	(3,237)
Profit before taxation	(695)	11,906	(95)	(133)	4,415	-	15,398

* This segment represents the rental of investment property.

There is no geographical segmental information as the Company operates principally in Malaysia.

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A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

Save for the information disclosed in this interim report, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Company during the quarter under review.

A6 Material changes in estimates

There were no changes in estimates that have a material effect in the current financial quarter.

A7 Debt and equity securities

During the current quarter, the Company repurchased 811,200 unit of shares from the open market at an average price of RM0.59 per share and the total repurchase cost was RM477,737. The total repurchase consideration, including transaction costs were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirement of Section 127 of the Companies Act, 2016. Save for the above, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A8 Dividend paid

There were no dividends paid during the current financial period.

A9 Valuation of property, plant and equipment

Property, plant and equipment of the Group are stated at cost less accumulated depreciation. No valuation of property, plant and equipment was undertaken during the current quarter under review.

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the current financial period up to the date of this report that would affect the financial results for the current financial period under review.

A11 Changes in the composition of the Company

TC Chemical Sdn Bhd ("TC Chemical") a wholly-owned subsidiary company of the Company had on 1 November 2018 completed the incorporation of TC Champ Sdn Bhd ("TC Champ") in which wholly owned by TC Chemical, which in turn an indirect subsidiary of the Company.

A12 Contingent liabilities

There were no contingent liabilities or contingent assets as at the date of this report.

A13 Capital commitments

	As at 31.12.2018 RM'000	As at 31.12.2017 RM'000
Acquisition of property, plant and equipment:		
Approved and contracted for	200	500
Approved but yet to be contracted for	150	100
	<u>350</u>	<u>600</u>

A14 Related party transactions

As at the end of the current quarter under review, the Group has not entered into any related party transactions.

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A15 Cash and cash equivalents

	As at 31.12.2018 RM'000	As at 31.12.2017 RM'000
Cash in hand and at banks	5,504	5,606
Deposits with licensed investment bank	-	-
	<u>5,504</u>	<u>5,606</u>

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET

B1 Review of performance

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2018 RM'000	Preceding Year Corresponding Quarter 31.12.2017 RM'000	Current Year To Date 31.12.2018 RM'000	Preceding Year Corresponding Period 31.12.2017 RM'000
Revenue	8,263	10,094	37,066	37,028
Profit before taxation	<u>1,839</u>	<u>3,883</u>	<u>10,009</u>	<u>15,398</u>

For the quarter ended 31 December 2018, Tex Cycle and its subsidiaries ("Group") generated total revenue of RM8.3million, a decrease of RM1.8million or 18% compared to the corresponding quarter of the preceding year ended 31 December 2017 as a result of lower demand from the recycling and recovery industry. Accordingly, the Group made a profit before taxation of RM1.8million for the current quarter, a decrease of RM2million compared to the corresponding quarter of the preceding year ended 31 December 2017. This was resulting from the impairment made in accordance with MFRS9 of RM0.7million in the corresponding quarter of the preceding year ended 31 December 2017 which was adjusted against the retained earnings as at 1 January 2018.

Analysing on a year-on-year basis, the revenue and profit before taxation (excluding extra-ordinary gains) had increased by 1% and decreased by 15% respectively. The ordinary business profit before taxation stands at RM11.8million in 2017 excluding its' extra-ordinary gains of RM3.6million compensation received from the compulsory acquisition. The reduction in profit before taxation of RM11.8million in 2017 to RM10million in 2018 was due to the one-off staff cost incurred for the Employees' Share Scheme of RM1.2million and impairment of RM0.7million which was explained in the paragraph above.

Recycling and recovery division

For the quarter ended 31 December 2018, the revenue of the recycling business decreased by RM1.9million or 19% as compared to that of the corresponding quarter preceding year. The decrease is mainly due to lower demand from the recycling and recovery industry.

Manufacturing division

For the current quarter, the revenue of the manufacturing division recorded nil movement as compared to the corresponding quarter preceding year.

Trading division

For the current quarter, the revenue of the trading division increased by RM35,000 as compared to the corresponding quarter preceding year. The increase is mainly due to the higher sales demand from customers.

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B2 Material Changes in Quarterly Results compared to the Results of the preceeding quarter

	Current Year Quarter 31.12.2018 RM'000	Previous Quarter 30.9.2018 RM'000
Revenue	8,263	9,194
Profit/(Loss) before taxation	1,839	3,105

The Group's revenue for the current quarter was RM8.3million as compared to the revenue for the preceeding quarter of RM9.2million, representing a decrease of RM0.9million, or 10%. Accordingly, the Group made a profit before taxation of RM1.8million for the current quarter, a decrease of RM1.3million compared to the preceeding quarter ended 30 September 2018 in addition to a RM0.3million MFRS9 impairment in the current quarter.

B3 Prospects

Tex Cycle (P2) plant, a wholly-owned subsidiary of Tex Cycle Technology (M) Berhad, had fully operationalised its production in 2015. The plant which is situated on eight and a half acres of industrial land with a built-up area of 160,800 sq.ft., located in Telok Gong, Selangor, is equipped with state of the art equipment. The plant is licensed by the Department of Environment to transport, recycle and recover thirty-one types of scheduled waste.

On 2 August 2016, Tex Cycle (P2) Sdn Bhd had obtained approval from Sustainable Energy Development Authority Malaysia (SEDA) to build and operate a renewable electrical energy power plant with a capacity to supply 2 MW per hour of electricity to Tenaga Nasional Berhad through a power purchase agreement ("PPA").

The PPA with Tenaga Nasional Berhad was signed on 2 February 2017 at a fixed tariff rate of RM0.4766 per kWh for sixteen (16) years. The renewable electrical energy power plant ("REEP") is located at Tex Cycle (P2) plant. The REEP will have an installed capacity of 2.5 MW per hour. Construction of the REEP commenced in January 2017 and the Energy Commission Public License has already been obtained for an operation period of 16 years. The Company has also recently obtained approval from SEDA for an extension of time from the originally approved commencement date of 28 August 2018 to 28 January 2019. However, the commencement of Feed-in Tariff has been postponed as the Company is still awaiting for the Initial Operation Date from the relevant authorities.

With the implementation of the power plant project, it is expected to contribute positively to the Group's results from 2019.

B4 Profit forecast and profit guarantee

Not applicable as no profit forecast was published by the Group.

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B5 Taxation

The taxation is calculated based on the profit for the financial period ended 31 December 2018 comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding	Date	Corresponding
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
Income tax				
Estimated tax payable for current period	311	279	1,152	1,922
Under/(Over) provision in prior year	-	-	95	(59)
Deferred tax				
Estimated deferred tax for current period	907	773	876	688
	<u>1,218</u>	<u>1,052</u>	<u>2,123</u>	<u>2,551</u>

The effective tax rate is lower than the statutory tax rate due to the 70% tax exemption on tax payable granted to Tex Cycle (P2).

B6 Status of corporate proposals

There were no corporate proposals as at the date of this report.

B7 Borrowings and debt securities

	As at	As at
	31.12.2018	31.12.2017
	RM'000	RM'000
<i>Short term borrowings:</i>		
Secured-Term Loan	1,240	526
Unsecured - Hire purchase and finance lease payables	107	68
	<u>1,347</u>	<u>594</u>
<i>Long term borrowings:</i>		
Secured-Term Loan	10,976	12,161
Unsecured - Hire purchase and finance lease payables	199	283
	<u>11,175</u>	<u>12,444</u>
	<u>12,522</u>	<u>13,038</u>

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B8 Material litigation

On 28 July 2016, Tex Cycle Technology (M) Berhad ("TCTB") took legal action against Fact System (Malaysia) Sdn Bhd ("FACT") claiming the Defendant had breached the contract in respect of the successful implementation of the FACT System pursuant to TCTB's requirement for the implementation of GST with the deadline and in accordance with TCTB's requirements by 1 April 2015 for a sum of RM1,059,748.34 as damages. On 15 September 2016, the Defendant filed a counterclaim for the sum of RM38,668.80 being the additional 76 hours spent on the implementation of the software.

The Court had sanctioned the parties to mediate on 7 December 2016 but no settlement could be reached. The case management was held on 10 January 2017 to update the Court on mediation and trial of this matter was heard on 24 and 25 May 2017 and subsequently adjourned to 11, 12 and 13 September 2017. The trial of the suit proceeded on 11 and 13 September 2017, 8, 9 and 10 November 2017. The Court has directed parties to file their respective written submissions. This matter is fixed for mention on 9 February 2018. The Skeletal Submissions in Reply were forwarded by the Plaintiff and the Defendant. The Judge requested parties to come back in one month that is on the 14 March 2018 in respect of Clarification and further Oral Submissions, if need be.

On concluding this case, TCTB had proven to the High Court that there was a contract from the emails, meetings and invoice submitted. The learned judge also agreed that the contract included the Good and Services Tax deadline requirement gathered from the emails and also with FACT's registration with the Royal Malaysian Customs Department. The learned judge found that the defendant's denial of this ran contrary to the evidence. Furthermore, the FACT software was not implemented to go live and the evidence tendered by the defendant's Chief Executive Officer was a hearsay as no other witnesses were called. As such, the High Court had on 14 May 2018 awarded TCTB's claim for the full refund of the Contract Sum of RM191,572 with interest at 5% per annum from the filing of the statement of claim and general damages of RM100,000 together with costs of RM40,000. However, subsequent to that, on 12 June 2018, FACT decided to appeal against the High Court's decision to the Court of Appeal. The hearing of the suit has been fixed on 11 March 2019.

B9 Dividends declared

No dividend has been recommended for the current financial period ended 31 December 2018.

B10 Profit before tax

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year To	Preceding Year
	Quarter	Corresponding Quarter	Date	Corresponding Period
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after the following charges/(credits):				
Depreciation of property, plant and equipment	765	766	3,083	2,986
Amortisation of prepaid lease payment	86	112	344	251
Allowance for doubtful debts - net	42	(148)	325	95
Bad debts written off - net	(19)	636	(54)	636
Gain on investment in unit trust	(182)	(218)	(429)	(252)
Changes in fair value of investment property - net of tax	-	-	(226)	(2,720)
Employees' Share Scheme ("ESS") expenses	(44)	-	1,153	-
Decrease/(Increase) in fair value of unit trust	280	(7)	621	(191)
Interest income from deposits placed with licensed banks	(10)	(2)	(13)	(11)
Interest expenses on term loans	-	25	1	45
Interest expenses on hire-purchase	2	7	11	7

TEX CYCLE TECHNOLOGY (M) BERHAD

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 4th Quarter Ended 31 December 2018

NOTES

B11 Earnings per share

(a) Basic Earnings Per Ordinary Share

Basic earnings per share amounts are calculated by dividing the net profit for the period attributable to ordinary shareholders of the parent by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceeding Year Corresponding Quarter	Current Year To Date	Preceeding Year Corresponding Period
	31.12.2018 RM'000	31.12.2017 RM'000	31.12.2018 RM'000	31.12.2017 RM'000
Net profit for the period (RM'000)	621	2,831	7,886	12,847
Weighted average number of ordinary shares in issue ('000)	254,031	254,253	254,164	254,253
Basic earnings per share (sen)	0.24	1.11	3.10	5.05

(b) Diluted Earnings Per Ordinary Share

Not applicable to the Company

By Order of the Board

Periasamy A/L Sinakalai

Managing Director

Selangor Darul Ehsan

Date: 21 February 2019