

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter ended 30 Sep 2019 (Unaudited) RM'000	Preceding Year Corresponding Quarter 30 Sep 2018 (Unaudited) RM'000	Current Year To-Date 30 Sep 2019 (Unaudited) RM'000	Preceding Year Corresponding Period 30 Sep 2018 (Unaudited) RM'000
Revenue	4,873	3,081	13,670	8,656
Cost of sale	(3,072)	(2,294)	(8,969)	(7,092)
Gross profit	1,801	787	4,701	1,564
Other Operating Income	B10 246	163	476	380
Administrative and distribution expenses	(1,589)	(1,281)	(4,470)	(3,939)
Other Operating Expenses	B10 (200)	(103)	(722)	(411)
Share of net (loss)/ profit from an associate	(23)	(35)	(83)	(52)
Profit/(loss) before tax	235	(469)	(98)	(2,458)
Income tax expense	B5 74	23	74	23
Profit/(loss) after tax	309	(446)	(24)	(2,435)
Attributable to :				
Equity holders of the parent	262	(450)	(156)	(2,316)
Non-controlling Interest	47	4	132	(119)
	309	(446)	(24)	(2,435)
Earnings per share attributable to equity holders of parent :				
Basic (sen)	B13 0.085	(0.147)	(0.051)	(0.756)
Diluted (sen)	B13 0.144	(0.153)	(0.085)	(0.789)
EBITDA <sup>(1)</sup>	395	(421)	1,160	(2,285)

Note:-

<sup>(1)</sup> Profit before interest income, finance cost, tax, depreciation, amortisation and allowances.

(The unaudited Condensed Consolidated Income Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019**  
(The figures have not been audited)

	<b>Unaudited 30 Sep 2019 RM'000</b>	<b>Audited 31 Dec 2018 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	14,391	14,802
Investment in an associated company	526	609
Intangible assets	9	35
Goodwill	18	8
	14,944	15,454
<b>Current Assets</b>		
Inventories	1,467	1,238
Amount due from contract customers	3,839	3,138
Trade receivables	3,151	5,277
Other receivables	3,456	953
Amount due from an associate	1,447	1,407
Deposits, cash and bank balances	16,440	16,868
Other short term investments	2,839	4,697
Tax recoverable	1,161	715
	33,800	34,293
<b>TOTAL ASSETS</b>	48,744	49,747
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	31,089	31,089
Reserves	7,321	7,450
	38,410	38,539
<b>Non-controlling interest</b>	1,198	1,111
<b>Total equity</b>	39,608	39,650
<b>Non-Current Liabilities</b>		
Hire purchase payables	B7 197	284
Term Loan	B7 6,354	5,688
Deferred taxation	2	2
	6,553	5,974
<b>Current Liabilities</b>		
Amount due to contract customers	-	511
Hire purchase payables	B7 137	191
Term Loan	B7 278	368
Trade payables	1,225	1,759
Other payable & accruals	902	1,253
Amount due to directors	41	41
	2,583	4,123
<b>Total liabilities</b>	9,136	10,097
<b>TOTAL EQUITY AND LIABILITIES</b>	48,744	49,747
Number of ordinary shares in issue ('000)	306,455	306,455
Net assets value per share (RM)	0.1253	0.1258

(The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2019**  
(The figures have not been audited)

	<b>9 months Ended 30 Sep 2019 (Unaudited) RM'000</b>	<b>9 months Ended 30 Sep 2018 (Unaudited) RM'000</b>
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(98)	(2,458)
Adjustment for :		
Depreciation of property, plant and equipment	501	251
Amortisation of intangible assets	26	26
Gain on disposal of short term investment	322	(11)
Impairment losses on trade receivables	126	-
Interest expense	69	54
Interest income	(159)	(158)
Fair Value (gain)/Loss on investment	50	(130)
Loss on disposal of investment	30	-
Charge out of property, plant & equipment to COS	(91)	
Share of loss/ (profit) in an associate	83	52
Unrealised loss/(gain) on foreign exchange	9	12
Operating profit/(loss) before working capital changes	<u>868</u>	<u>(2,362)</u>
Working capital changes :		
Decrease/ (Increase) in inventories	(228)	(23)
(Increase)/ Decrease in receivables	(377)	1,364
Decrease/ (Increase) in amount due from associate	(40)	520
Decrease/ (Increase) in amount due from contract customers	(701)	4,983
Decrease in payables	<u>(1,395)</u>	<u>(635)</u>
Cash (used in)/generated from operating activities	<u>(1,873)</u>	<u>3,847</u>
Interest paid	(69)	(54)
Tax refunded	82	45
Tax paid	<u>(454)</u>	<u>(804)</u>
Net cash (used in)/generated from operating activities	<u>(2,314)</u>	<u>3,034</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income	159	158
Net withdrawal/(placements) of other short term investments	1,487	(1,459)
Proceeds from disposal of property, plant and equipment	-	57
Purchase of property, plant and equipment	<u>(184)</u>	<u>(4,592)</u>
Net cash generated from/(used in) investing activities	<u>1,462</u>	<u>(5,836)</u>
<b>CASHFLOWS FROM FINANCING ACTIVITIES</b>		
Net drawdown/ (repayment) of borrowings	575	3,028
Net repayment of hire purchase	<u>(142)</u>	<u>-</u>
Net cash generated from financing activities	<u>433</u>	<u>3,028</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(419)	226
<b>Currency translation difference</b>	(9)	(12)
<b>Cash and cash equivalents at beginning period</b>	<u>16,868</u>	<u>15,169</u>
<b>Cash and cash equivalents at end of period</b>	<u><b>16,440</b></u>	<u><b>15,383</b></u>
Cash and cash equivalents as at 30 Sep 2019 and 30 Sep 2018 comprise the following :		
	<b>2019 RM'000</b>	<b>2018 RM'000</b>
Deposits with a money market fund	136	326
Fixed deposits with licensed banks	7,392	7,245
Cash and bank balances	8,912	7,812
	<u><b>16,440</b></u>	<u><b>15,383</b></u>

(The unaudited Condensed Consolidated Cashflow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2019**  
(The figures have not been audited)

	Attributable to Equity Holders of the SEHB							
	<-----Non-distributable----->				Distributable		Non-controlling Interests RM'000	Total RM'000
Share Capital RM'000	Share Premium RM'000	Option Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000			
As at 1 January 2018 (audited)	31,089	-	212	-	11,193	42,494	1,298	43,792
Total comprehensive income for the period	-	-	-	-	(2,316)	(2,316)	(119)	(2,435)
At 30 Sep 2018 (unaudited)	31,089	-	212	-	8,877	40,178	1,179	41,357
As at 1 January 2019 (audited)	31,089	-	212	-	7,238	38,539	1,111	39,650
Net loss for the period representing total comprehensive	-	-	-	-	(156)	(156)	132	(24)
Purchase of treasury shares	-	-	-	(13)	-	(13)	-	(13)
Effect of changes of equity interest in subsidiaries	-	-	-	-	40	40	(45)	(5)
Dividend paid	-	-	-	-	-	-	-	-
At 30 Sep 2019 (unaudited)	31,089	-	212	(13)	7,122	38,410	1,198	39,608

<sup>1</sup> Effective from 31st January 2017, the new Companies Act 2016 ("the Act") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balance of the share premium becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use this amount for purpose set out in Section 618 (3) of the Act. There is no impact on the number of ordinary shares in issue or the relative entitlement of any members as a result of this transition.

(The unaudited Condensed Consolidated Changes In Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**A1. Basis of preparation**

The interim financial report of the Company and its subsidiaries ("Group") is unaudited and is prepared in accordance with MFRS 134 "Interim Financial Reporting" and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the ACE Market and should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 December 2018.

**A2. Changes in accounting policies**

The accounting policies adopted by the Group in the interim financial report are consistent with those adopted for the audited financial statements of the Group for the financial year ended 31 December 2018. During the financial period, the Group has adopted the following standards, amendments and IC Interpretations issued by the Malaysian Accounting Standards Board ("MASB"), which became effective for annual period beginning on or after 1 January 2019.

**MFRSs/ Amendments/ Interpretations**

MFRS 9, Financial Instruments  
MFRS 15, Revenue from Contracts with Customers  
Amendments to MFRS 2 - Classification and Measurement of Share-based Payment Transactions  
Amendments to MFRS 4 - Applying MFRS 9 Financial Instruments with MFRS 4, Insurance Contracts  
Amendments to MFRS 140 - Transfer of Investment Property  
Amendments to MFRSs Classified as "Annual Improvements to MFRSs 2014 - 2016 Cycle"  
- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards  
- Amendments to MFRS 128, Investments in Associates and Joint Ventures  
IC Interpretation 22, Foreign Currency Transactions and Advance Consideration

The adoption of the above did not have any significant impact on the financial statements of the Group.

The Group have not applied the following standards and amendments that have been issued by the MASB but are not yet effective:

**Effective for annual periods beginning on or after 1 January 2019**

MFRS 16, Leases  
Amendments to MFRS 9 - Prepayment Features with Negative Compensation  
Amendments to MFRS 128 - Long-term Interests in Associates and Joint Ventures  
Amendments to MFRSs Classified as "Annual Improvements to MFRS Standards 2015 - 2017 Cycle":-  
- Amendments to MFRS 3, Business Combinations (Previously Held Interest in a Joint Operation)  
- Amendments to MFRS 11, Joint Arrangements (Previously Held Interest in a Joint Operation)  
- Amendments to MFRS 112, Income Taxes (Income Tax Consequences of Payments on Financial Instruments Classified as Equity)  
- Amendments to MFRS 123, Borrowing Costs (Borrowing Costs Eligible for Capitalisation)  
IC Interpretation 23, Uncertainty over Income Tax Treatments

**Effective for annual periods beginning on or after 1 January 2021**

MFRS 17, Insurance Contracts

**Effective for annual periods beginning on or after a date to be determined by MASB**

Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associates or Joint Ventures

The adoption of these pronouncements did not have a significant impact to the financial statements of the Group and the Company except as mentioned below:

**MFRS 9: Financial Instruments**

MFRS 9 Financial Instruments replaces MFRS139 Financial Instruments: Recognition and Measurement for annual periods beginning on or after 1 January 2018, bringing together all three aspects of the accounting for financial instruments:

- classification and measurement;
- impairment; and
- hedge accounting.

The adoption of MFRS 9 has fundamentally changed the Group's accounting for impairment losses for financial assets by replacing MFRS 139's incurred loss approach with a forward-looking expected credit loss (ECL) approach.

The Group does not have other financial assets other than Contract assets and Trade receivables, for which the Group has applied the standard's simplified approach and calculated ECLs based on lifetime expected credit losses. The Group has established a provision matrix that is based on the Group's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment in which the business is operating in.

**A3. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 December 2018 was not subject to any qualification.

**A4. Seasonality or cyclical factors**

The Group's operations were not affected by seasonal or cyclical changes.

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONTD.)**

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

There were no unusual items or events affecting assets, liabilities, equity, net income or cash flows of the Group during the quarter ended 30 Sep 2019.

**A6. Material changes in estimates**

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

**A7. Debts and equity securities**

During the second quarter, the company had repurchased 154,000 shares from the open market at an average price of RM0.087 per share and the total repurchased cost was RM13,359, the shares are held as treasury shares.

There were no other issuance, cancellation, resale, repurchase and repayment of debt and equity securities.

**A8. Dividends Paid**

There was no dividend paid during the financial period ended 30 Sep 2019.

**A9. Segmental information**

During the financial period, the Group revenue was contributed mainly from three business segments as follows::

- i) Engineering Equipment      Design and development of equipment and software for engineering education, research and technical and vocational training ("TVET") in chemical, mechanical, electrical, civil and control engineering under SOLTEQ brand, including metal fabrication and assembly works.
- ii) Industrial Automation      Provision of industrial automation solutions, currently specialising in water works such as remote monitoring system for dams, tidal control system for irrigation and automation system for flood mitigation under SOLWEB brand.
- iii) Industrial Lubricants      Production and distribution of industrial lubricants under SOLMAX brand and OEM brand.

Segmental financial information for 9 months period ended 30 Sep 2019 and 30 Sep 2018 are as follows:

	<b>2019</b>					
	<b>Engineering Equipment RM'000</b>	<b>Industrial Automation RM'000</b>	<b>Industrial Lubricants RM'000</b>	<b>Others RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Segment revenue</b>						
External	9,268	2,882	1,075	445	0	13,670
Inter-segment	1,021	42	2	-	(1,065)	-
Total revenue	<u>10,289</u>	<u>2,924</u>	<u>1,077</u>	<u>445</u>	<u>(1,065)</u>	<u>13,670</u>
<b>Results</b>						
Segment results	1,044	330	39	(1,359)		54
Share of loss in an associate						(83)
Interest expense						(69)
Loss before taxation ("LBT")						(98)
Income tax expense						74
Loss after taxation ("LAT")						(24)
Non-controlling Interest						(132)
<b>Profit attributable to equity holders of the company</b>						<u>(156)</u>

**A9. Segmental information (Cont'd)**

	<b>2018</b>					
	<b>Engineering Equipment RM'000</b>	<b>Industrial Automation RM'000</b>	<b>Industrial Lubricants RM'000</b>	<b>Others RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Segment revenue</b>						
External	4,617	1,709	1,215	4,614		12,155
Inter-segment	785	-	4	-	(789)	-
Total revenue	<u>5,402</u>	<u>1,709</u>	<u>1,219</u>	<u>4,614</u>	<u>(789)</u>	<u>12,155</u>
<b>Results</b>						
Segment results	(1,540)	(240)	(12)	2,940	(3,500)	(2,352)
Share of loss in an associate						(51)
Interest expense						(54)
Loss before taxation ("LBT")						(2,457)
Income tax expense						22
Loss after taxation ("LAT")						(2,435)
Non-controlling Interest						119
<b>Profit attributable to equity holders of the company</b>						<u>(2,316)</u>

**A10. Valuation of property, plant and equipment**

The Group did not revalue any of its property, plant and equipment during the quarter under review.

**A11. Material events subsequent to the end of the quarter**

There were no material events occurring subsequent to the end of the reporting period to the date of announcement except for the event as disclosed in item A12.

**A12. Changes in the composition of the Group**

There were no changes in the composition of the Group for the quarter under review.

**A13. Contingent liabilities**

There were no material contingent liabilities as at the date of this announcement.

**A14. Capital commitment**

There were no material contingent liabilities as at the date of this announcement.

**A15. Significant Related Party Transaction**

	<b>Year-to-date 30 Sep 2019 RM'000</b>
<u>Income</u>	
Sales to an associate	<u>607</u>
<u>Expenses</u>	
Purchases from a corporation in which a director of a subsidiary has substantial interest	<u>24</u>

The Group had obtained the shareholders' mandate to enter into recurrent related party transactions of a revenue or trading nature at Fifteenth Annual General Meeting of the Company. For the period ended 30 Sep 2019, the RRPT transactions entered are below the estimated value.



**B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS FOR THE ACE MARKET**

**B1. Review of Performance**

**Comparison with corresponding quarter in previous financial year**

The Group recorded a revenue of RM4.87 million during the quarter, an increase of RM1.87 million as compared to the revenue of RM3 million in the corresponding quarter in previous financial year. The increase in revenue was mainly attributable to higher value jobs completed during the quarter.

For the quarter ended 30 Sep 2019, the Group recorded a profit after tax of RM309 thousand against loss after tax of RM446 thousand reported in the preceding year quarter ended 30 Sep 2018. The improvement was mainly attributable to the higher sales value in the current quarter.

**B2. Comparison with Preceding Quarter's Results**

The Group's revenue for the quarter under review was RM4.87 million, a slight decrease of RM306 thousand, as compared to the revenue of RM5.18 million registered in preceding quarter.

The Group reported a profit of RM309 thousand during the quarter as compared to a profit of RM216 thousand in the preceding quarter. The higher profit was mainly attributable to the higher other operating income and lower other operating expenses during the current quarter.

**B3. Prospects for the financial year ending 31 December 2019**

The Group will continue to actively secure more projects, and at the same time manage its administrative expenses and production cost effectively. The Management is optimistic that the Group's financial performance will be better in the last quarter of 2019.

**B4. Profit guarantee**

The Group has not issued any profit forecast nor guarantee in respect of any corporate proposal.

**B5. Taxation**

	Quarter ended		Year-to-date	
	30 Sep 2019 RM'000	30 Sep 2018 RM'000	30 Sep 2019 RM'000	30 Sep 2018 RM'000
Current taxation				
-Provision for taxation	-	-	-	-
- Over-provision in prior years	(74)	(23)	(74)	(23)
Deferred taxation	-	-	-	-
	<u>(74)</u>	<u>(23)</u>	<u>(74)</u>	<u>(23)</u>

**B6. Profit on sale of unquoted investments and/or properties**

There were no disposal of unquoted investment and/or properties for the quarter under review.

**B7. Group borrowings and debt securities**

Details of the Group's borrowings as at 30 Sep 2019 are as follows :

	Current RM'000	Non-current RM'000	Total RM'000
<b>Secured :</b>			
Hire purchase	137	197	334
Term loan	278	6,354	6,632
Total	<u>415</u>	<u>6,551</u>	<u>6,966</u>

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS FOR THE ACE MARKET (CONTD.)**

**B8. Status of Corporate Proposals**

**A) Update on Employees' Share Option Scheme (ESOS) as at 30 September 2019**

The Company had obtained its shareholders approval for the establishment of the ESOS of up to 30% of the total issued and paid-up share capital for the eligible employees and directors and its subsidiaries at the EGM dated 16 January 2014.

Below show the details of the shares that had been granted and exercised under the ESOS as at 30 September 2019:

ESOS Option Grant Date	Expiry Date	Exercise Price	No. of Share Granted	No. of Share Exercised and Listed	No. of Share Lapsed
22 July 2014	29 Jan 2019	RM0.135	11,134,000	11,103,000	31,000
8 January 2015	29 Jan 2019	RM0.185	6,000,000	6,000,000	-
28 September 2016	29 Jan 2019	RM0.220	6,000,000	2,463,000	-

On 22 January 2019, the Company had announced to extend the existing ESOS of the Company which commenced on 30 January 2014 and expired on 29 January 2019 for another five (5) years until 29 January 2024 in accordance with the terms of the ESOS Bylaws.

**B) Proposed Renewal of Authority for the Company to Purchase Its Own Shares**

The Renewal of Authority for Share Buy Back had been approved by shareholders at the fifteenth Annual General Meeting of the Company. During the current quarter, the company had purchased 154,000 of its own shares from the open market at an average price of RM0.087 per share and the total repurchased cost was RM13,359, the shares are held as treasury shares.

**C) Proposed Acquisitions and Diversification**

On 23 August 2019, the Company had announced that its wholly-owned subsidiary, Solviron Sdn Bhd (formerly known as Solution E&E Technology Sdn Bhd) ("Solviron") had on 21 August 2019 (duly signed copies received on 23 August 2019), entered into 2 separate sale and purchase agreements ("SPA(s)") with Malaysian Bio-Xcell Sdn Bhd ("BXL") in relation to the following:

- 1) Proposed acquisition of a portion of a freehold land held under HSD 479585, PTD 171839, Mukim Pulau, Daerah Johor Bahru, Negeri Johor measuring approximately 6.82 acres ("Land") upon which is erected with a partially completed Verdepalm Plant (as defined hereunder) erected thereon for a cash consideration of RM18.00 million ("Proposed Land Acquisition"); and
- 2) Proposed acquisition of machinery and equipment located on the Land for a cash consideration of RM7.00 million ("Proposed Machinery Acquisition")

Upon completion of the Proposed Acquisitions, the Company intends to make further investment to complete the construction of the bio-manufacturing plant and thereafter venture into the business of the production of lactic acid. In relation thereto and pursuant to Rule 10.13 of the ACE Market Listing Requirement of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirement"), the Company wishes to diversify its existing businesses to include the production of lactic acid in view of the future profits to be derived from the said business ("Proposed

The draft circular in relation to the Proposals has been submitted to bursa Securities for clearance on 15 November 2019. The Company will seek its shareholders' approval upon obtaining the clearance from bursa Securities for the issuance of circular.

**B9. Realised/ Unrealised Profits**

	As at 30 Sep 2019 RM'000
Total retained earnings of the Company and its subsidiaries	
- realised	17,455
- unrealised	39
	17,494
Total share of accumulated profit of an associate	
- realised	(168)
- unrealised	-
	17,326
Less: Consolidated adjustments	(10,205)
Retained profit as per financial statement	7,121

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD  
LISTING REQUIREMENTS FOR THE ACE MARKET (CONTD.)**

**B10. Profit Before Tax**

	Quarter ended 30 Sep 2019 RM'000	Quarter ended 30 Sep 2018 RM'000
Profit before tax is derived after charging:		
Depreciation of property, plant and equipments	167	88
Amortisation of intangible asset	9	9
Interest expense	24	1
Loss on foreign exchange:		
-Realised	7	5
-Unrealised	9	-
	<u>          </u>	<u>          </u>
and crediting:		
Interest income	(40)	(50)
Income from money market fund	(1)	(12)
Gain on disposal of short term investment	(205)	(10)
Changes in fair value of short term investment	-	(69)
Gain on foreign exchange:		
-Unrealised	-	(22)
	<u>          </u>	<u>          </u>

**B11. Off balance sheet financial instruments**

There were no financial instruments with off-balance sheet risk as at the date of this announcement applicable to the Group.

**B12. Dividends**

The Board of Directors did not recommend other payment of dividend in respect of the current financial year ended 30 Sep 2019.

**B13. Earnings per share**

	Current Quarter ended 30 Sep 2019	Comparative Quarter ended 30 Sep 2018	Current year to date ended 30 Sep 2019	Preceding year to date ended 30 Sep 2018
Net profit/(loss) for the period attributable to equity holders (RM'000)	262	(450)	(156)	(2,316)
<b>Basic</b>				
Weighted average number of ordinary shares in issue ('000)	306,455	306,455	306,455	306,455
Basic EPS (sen)	0.085	(0.147)	(0.051)	(0.756)
<b>Diluted</b>				
Weighted average number of ordinary shares in issue ('000)	306,455	306,455	306,455	306,455
Effect of dilution: share options and convertible warrants ('000)	(123,930)	(12,797)	(123,930)	(12,797)
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	182,525	293,658	182,525	293,658
Diluted EPS (sen)	0.144	(0.153)	(0.085)	(0.789)

**BY ORDER OF THE BOARD  
SOLUTION GROUP BERHAD**