

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2019**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter ended 31 Dec 2019 (Unaudited) RM'000	Preceding Year Corresponding Quarter 31 Dec 2018 (Unaudited) RM'000	Current Year To-Date 31 Dec 2019 (Unaudited) RM'000	Preceding Year Corresponding Period 31 Dec 2018 (Audited) RM'000
Revenue	5,116	4,443	18,784	13,067
Cost of sale	(3,013)	(3,006)	(11,983)	(10,101)
Gross profit	2,103	1,437	6,801	2,966
Other Operating Income	B10 139	215	615	586
Administrative and distribution expenses	(1,789)	(1,488)	(6,256)	(6,218)
Other Operating Expenses	B10 (1,059)	(1,174)	(1,780)	(771)
Share of net (loss)/ profit from an associate	(18)	(25)	(102)	(112)
Profit/(loss) before tax	(624)	(1,035)	(722)	(3,549)
Income tax expense	B5 (170)	(94)	(96)	72
Profit after tax	(794)	(1,129)	(818)	(3,477)
Attributable to :				
Equity holders of the parent	(788)	(1,080)	(944)	(3,300)
Non-controlling Interest	(6)	(49)	126	(177)
	(794)	(1,129)	(818)	(3,477)
Earnings per share attributable to equity holders of parent :				
Basic (sen)	B13 (0.257)	(0.352)	(0.308)	(1.077)
Diluted (sen)	B13 (0.257)	(0.375)	(0.308)	(1.077)
EBITDA <sup>(1)</sup>	396	(587)	734	(1,997)

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 31 DECEMBER 2019**

(The figures have not been audited)

	<b>Unaudited 31 Dec 2019 RM'000</b>	<b>Audited 31 Dec 2018 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	14,263	14,802
Investment in an associated company	507	609
Intangible assets	1	35
Right-of-use assets	301	-
Goodwill	18	8
	<u>15,090</u>	<u>15,454</u>
<b>Current Assets</b>		
Inventories	1,662	1,238
Trade receivables	4,402	5,277
Other receivables	2,704	953
Amount due from contract customers	4,860	3,138
Amount due from an associate	742	1,407
Other short term investments	2,494	4,697
Deposit, cash and bank balances	16,339	16,868
Tax recoverable	508	715
	<u>33,711</u>	<u>34,293</u>
<b>TOTAL ASSETS</b>	<u>48,801</u>	<u>49,747</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	31,089	31,089
Reserves	6,533	7,450
	<u>37,622</u>	<u>38,539</u>
<b>Non-controlling interest</b>	<u>1,193</u>	<u>1,111</u>
<b>Total equity</b>	<u>38,815</u>	<u>39,650</u>
<b>Non-Current Liabilities</b>		
Hire purchase payables	B7 175	284
Term Loan	B7 6,219	5,688
Lease liabilities	160	-
Deferred taxation	2	2
	<u>6,556</u>	<u>5,974</u>
<b>Current Liabilities</b>		
Trade payables	1,699	1,759
Other payable & accruals	871	1,253
Amount due to directors	11	41
Amount due to contract customers	-	511
Hire purchase payables	B7 111	191
Term Loan	B7 354	368
Lease liabilities	214	-
Taxation	170	-
	<u>3,430</u>	<u>4,123</u>
<b>Total liabilities</b>	<u>9,986</u>	<u>10,097</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>48,801</u>	<u>49,747</u>
Number of ordinary shares in issue ('000)	306,455	306,455
Net assets value per share (RM)	<u>0.1228</u>	<u>0.1258</u>

(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 31 DECEMBER 2019**  
(The figures have not been audited)

	<b>12 months Ended 31 Dec 2019 (Unaudited) RM'000</b>	<b>12 months Ended 31 Dec 2018 (Audited) RM'000</b>
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(722)	(3,550)
Adjustment for :		
Depreciation of property, plant and equipment	977	407
Amortisation of prepaid land lease payments	81	20
Amortisation of intangible assets	35	35
Gain on disposal of short term investment	392	(11)
Impairment losses on trade receivables and contract assets	32	720
Impairment losses on amount due from an associate	316	5
Interest expense	340	94
Interest income	(229)	(231)
Fair Value (gain)/Loss on short terms investments	163	(27)
Dividend income from short term investments	-	(140)
Loss on disposal of investment	30	-
Impairment losses on investment in an associates	-	300
Transfer of property, plant and equipment to inventories	(91)	-
Reversal of impairment losses on contract assets	-	(71)
Share of loss/ (profit) in an associate	102	112
Unrealised loss/(gain) on foreign exchange	33	(68)
Operating profit/(loss) before working capital changes	<u>1,459</u>	<u>(2,405)</u>
Working capital changes :		
(Increase)/ Decrease in inventories	(424)	(76)
Decrease/ (Increase) in amount due from contract customers	(1,722)	8,593
Increase in contract assets	-	(3,194)
Increase in Right-of-use assets	(300)	-
(Increase)/ Decrease in trade and other receivables	(875)	1,021
Decrease in amount due from associate	665	1,116
Increase in contract liabilities	-	511
(Decrease)/ Increase in trade and other payables	(983)	524
Cash (used in)/generated from operating activities	<u>(2,180)</u>	<u>6,090</u>
Interest paid	(340)	(94)
Tax refunded	769	47
Tax paid	(487)	(809)
Net cash (used in)/generated from operating activities	<u>(2,238)</u>	<u>5,234</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	229	231
Net withdrawal/(placements) of short term investments	1,025	(1,259)
Net placement of deposit under lien	-	(194)
Purchase of property, plant and equipment	(435)	(5,316)
Net cash generated from/(used in) investing activities	<u>819</u>	<u>(6,538)</u>
<b>CASHFLOWS FROM FINANCING ACTIVITIES</b>		
Net drawdown/ (repayment) of borrowings	517	3,010
Net repayment of hire purchase	(190)	(212)
Lease liabilities	373	-
Net cash generated from financing activities	<u>700</u>	<u>2,798</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(719)</b>	<b>1,494</b>
<b>Currency translation difference</b>	<b>(33)</b>	<b>12</b>
<b>Cash and cash equivalents at beginning period</b>	<b>9,587</b>	<b>8,081</b>
<b>Cash and cash equivalents at end of period</b>	<b><u>8,835</u></b>	<b><u>9,587</u></b>
Cash and cash equivalents as at 31 Dec 2019 and 31 Dec 2018 comprise the following :		
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits with a money market fund	-	323
Cash and bank balances	8,835	9,264
	<u>8,835</u>	<u>9,587</u>
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits with a money market fund	-	323
Fixed deposits with licensed banks	7,504	7,281
Cash and bank balances	8,835	9,264
	<u>16,339</u>	<u>16,868</u>
<b>Deposit, cash and bank balances</b>	<b>16,339</b>	<b>16,868</b>
Less: Fixed deposits with licensed banks (pledged with bank for banking facilities)	(7,504)	(7,281)
Cash and cash equivalents	<u>8,835</u>	<u>9,587</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 31 DECEMBER 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
Adjustment on initial application of MFRS 9	-	-	-	-	(654)	(654)	(10)	(664)
As restated	31,089	-	212	-	10,539	41,840	1,288	43,128
Total comprehensive loss for the financial year	-	-	-	-	(3,300)	(3,300)	(177)	(3,477)
At 31 Dec 2018 (audited)	31,089	-	212	-	7,239	38,540	1,111	39,651
As at 1 January 2019 (audited)	31,089	-	212	-	7,239	38,540	1,111	39,651
Net loss for the period representing total comprehensive	-	-	-	-	(944)	(944)	126	(818)
Purchase of treasury shares	-	-	-	(13)	-	(13)	-	(13)
Effect of changes of equity interest in subsidiaries	-	-	-	-	40	40	(45)	(5)
Dividend paid	-	-	-	-	-	-	-	-
At 31 Dec 2019 (unaudited)	31,089	-	212	(13)	6,335	37,622	1,193	38,815

<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 31 DECEMBER 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 16, Leases**

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 119 Employee Benefits: Plan Amendment, Curtailment or Settlement  
Amendments to MFRS 123, Borrowing Costs (Borrowing Costs Eligible for Capitalisation)  
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":-  
IC Interpretation 23 Uncertainty over Income Tax Treatments

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 2020**

Amendments to MFRS 3, Definition of a Business  
Amendments to MFRS 101 and Amendments to MFRS 108, Definition of Material  
Amendments to MFRS 9, MFRS 139 and MFRS 7, Interest Rate Benchmark Reform

**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:

**(i) MFRS 16 Leases**

MFRS 16 replaces existing leases guidance in MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Leases – Incentives, and IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease.

MFRS 16 introduces a single, on balance sheet lease accounting for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard which continues to be classified as finance lease or operating lease. Right-of-use assets including prepayments are included under property, plant and equipment whilst the corresponding liabilities are included as lease liabilities in the statement of financial position.

Right-of-use assets including prepayments are included under property, plant and equipment whilst the corresponding liabilities are included as lease liabilities in the statement of financial position.

**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 cyclicity 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 31 Dec 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**

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 31 Dec 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 12 months period ended 31 Dec 2019 and 31 Dec 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	13,224	3,624	1,454	482	0	18,784
Inter-segment	1,116	94	3	250	(1,463)	-
Total revenue	<u>14,340</u>	<u>3,718</u>	<u>1,457</u>	<u>732</u>	<u>(1,463)</u>	<u>18,784</u>
<b>Results</b>						
Segment results	<u>1,519</u>	<u>351</u>	<u>(39)</u>	<u>(2,060)</u>	<u>(51)</u>	<u>(280)</u>
Share of loss in an associate						(102)
Interest expense						<u>(340)</u>
Profit before taxation ("PBT")						(722)
Income tax expense						<u>(96)</u>
Profit after taxation ("PAT")						(818)
Non-controlling Interest						<u>(126)</u>
<b>Profit attributable to equity holders of the company</b>						<u><u>(944)</u></u>

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

	2018					Total RM'000
	Engineering Equipment RM'000	Industrial Automation RM'000	Industrial Lubricants RM'000	Others RM'000	Elimination RM'000	
<b>Segment revenue</b>						
External	6,935	2,479	1,524	2,129		13,067
Inter-segment	1,247	10	6	112	(1,375)	-
Total revenue	8,182	2,489	1,530	2,241	(1,375)	13,067
<b>Results</b>						
Segment results	(2,191)	(301)	(55)	2,378	(3,174)	(3,343)
Share of loss in an associate						(112)
Interest expense						(94)
Profit before taxation ("PBT")						(3,549)
Income tax expense						72
Profit after taxation ("PAT")						(3,477)
Non-controlling Interest						177
<b>Profit attributable to equity holders of the company</b>						<b>(3,300)</b>

**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 31 Dec 2019 RM'000</b>
<u>Income</u>	
Sales to an associate	762
<u>Expenses</u>	
Purchases from a corporation in which a director of a subsidiary has substantial interest	24

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 31 Dec 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 RM5.11 million during the quarter, an increase of RM0.67 million as compared to the revenue of RM4.44 million in the corresponding quarter in previous financial year. The increase in revenue was mainly attributable to higher value of jobs completed during the quarter.

For the quarter ended 31 Dec 2019, the Group recorded a loss after tax of RM0.79 million against loss after tax ("PAT") of RM1.1 million reported in the preceding year quarter ended 31 Dec 2018. The loss incurred during the quarter was mainly attributed to the application of MFRS 9 (RM0.34 million) and MFRS 16 (RM0.4 million) and forfeiture of the 2% deposit (RM0.5 million) of the proposed acquisition of an asset located at Nusajaya Johor. The proposed acquisition was rejected by the shareholders during the EGM on 21 Dec 2019.

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

The Group's revenue for the quarter under review was RM5.11 million, a slight increase of RM0.24 million, as compared to the revenue of RM4.87 million registered in preceding quarter.

The Group reported a loss of RM0.79 million during the quarter as compared to a loss of RM1.1 million in the preceding quarter.

**B3. Prospects for the next financial year ending 31 December 2020**

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 further improve in the year of 2020.

**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	
	31 Dec 2019 RM'000	31 Dec 2018 RM'000	31 Dec 2019 RM'000	31 Dec 2018 RM'000
Current taxation				
-Provision for taxation	170	-	170	-
- Over-provision in prior years	(74)	-	(74)	(23)
Deferred taxation	-	94	-	94
	<u>96</u>	<u>94</u>	<u>96</u>	<u>71</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 31 Dec 2019 are as follows :

	Current RM'000	Non-current RM'000	Total RM'000
<b>Secured :</b>			
Hire purchase	111	175	286
Term loan	354	6,219	6,573
Total	<u>465</u>	<u>6,394</u>	<u>6,859</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 31 Dec 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 31 December 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 second 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 Diversification").

The proposals have been rejected by the shareholders during the EGM on 21 December 2019.

**B9. Realised/ Unrealised Profits**

	As at 31 Dec 2019 RM'000
Total retained earnings of the Company and its subsidiaries	
- realised	16,771
- unrealised	(1)
	16,770
Total share of accumulated profit of an associate	
- realised	(187)
- unrealised	-
	16,583
Less: Consolidated adjustments	(10,250)
Retained profit as per financial statement	6,333

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

**B10. Profit Before Tax**

	Quarter ended 31 Dec 2019 RM'000	Quarter ended 31 Dec 2018 RM'000
Profit before tax is derived after charging:		
Depreciation of property, plant and equipments	557	171
Amortisation of intangible asset	9	9
Amortisation of investment	-	300
Interest expense	271	41
Impairment on other receivables	165	
Loss on foreign exchange:		
-Realised	3	-
-Unrealised	24	-
Impairment on trade receivables and contract asset	57	653
Loss on disposal of investment	30	-
and crediting:		
Interest income	(70)	(73)
Income from money market fund	-	-
Gain on disposal of short term investment	(69)	-
Gain on foreign exchange:		
-Realised	-	(70)

**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 31 Dec 2019.

**B13. Earnings per share**

	Current Quarter ended 31 Dec 2019	Comparative Quarter ended 31 Dec 2018	Current year to date ended 31 Dec 2019	Preceding year to date ended 31 Dec 2018
Net profit/(loss) for the period attributable to equity holders (RM'000)	(788)	(1,080)	(944)	(3,300)
<b>Basic</b>				
Weighted average number of ordinary shares in issue ('000)	306,455	306,455	306,455	306,455
Basic EPS (sen)	(0.257)	(0.352)	(0.308)	(1.08)
<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)	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	306,455	306,455	306,455	306,455
Diluted EPS (sen)	(0.257)	(0.352)	(0.308)	(1.08)

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