



# **XingHe Holdings Berhad**

200401004611 (643114-X)  
(Incorporated in Malaysia)

## **Interim Financial Statements**

**for the First Quarter**

**From**

**1 January 2020 to 31 March 2020**

# XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

## Interim Financial Statements for the First Quarter Ended 31 March 2020 Condensed Consolidated Statement of Profit or Loss

	Individual Quarter		Cumulative Quarter	
	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)
Revenue	2,237	268,456	2,237	268,456
Cost of sales	(1,600)	(262,593)	(1,600)	(262,593)
Gross profit	637	5,863	637	5,863
Other income	84	236	84	236
Selling and distribution costs	-	(200)	-	(200)
Administrative expenses	(217)	(1,831)	(217)	(1,831)
Finance costs	(576)	(2,156)	(576)	(2,156)
Foreign exchange gain	270	2,372	270	2,372
Share of loss of an associate	(533)	-	(533)	-
Profit/(loss) before taxation	(335)	4,284	(335)	4,284
Taxation	-	(744)	-	(744)
Profit/(loss) for the period	(335)	3,540	(335)	3,540
<b>Profit/(loss) for the period attributable to:</b>				
Owners of the Company	(295)	3,472	(295)	3,472
Non-controlling interests	(40)	68	(40)	68
	(335)	3,540	(335)	3,540
<b>Earnings/(loss) per share:</b>				
Basic (Sen)	(0.05)	1.08	(0.05)	1.08
Diluted (Sen)	(0.03)	1.08	(0.03)	1.08

The calculation of the weighted average number of shares in issue for the preceding corresponding quarter was adjusted for the consolidation of 8 existing shares into 1 new share on 7 August 2019. Accordingly, the basic and diluted earnings per share for the preceding quarter was adjusted retrospectively.

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

# XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

Interim Financial Statements for the First Quarter Ended 31 March 2020

Condensed Consolidated Statement of Comprehensive Income

	Individual Quarter		Cumulative Quarter	
	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)
<b>Profit/(loss) for the period</b>	(335)	3,540	(335)	3,540
<b>Other comprehensive income, net of tax</b>				
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translations	2,276	1,289	2,276	1,289
<b>Total comprehensive income for the period, net of tax</b>	<u>1,941</u>	<u>4,829</u>	<u>1,941</u>	<u>4,829</u>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	1,981	4,761	1,981	4,761
Non-controlling interests	(40)	68	(40)	68
	<u>1,941</u>	<u>4,829</u>	<u>1,941</u>	<u>4,829</u>

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

# XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

## Interim Financial Statements for the First Quarter Ended 31 March 2020 Condensed Consolidated Statement of Financial Position

	<b>31-Mar-20</b>	<b>31-Dec-19</b>
	<b>RM'000</b>	<b>RM'000</b>
	(Unaudited)	(Unaudited)
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	97,685	98,548
Investment in an associate	89,330	89,863
Loan to an associate	246,859	246,859
Goodwill	1,435	1,435
	<u>435,309</u>	<u>436,705</u>
<b>CURRENT ASSETS</b>		
Inventories	6,150	3,646
Trade and other receivables	15,951	11,383
Cash and bank balances	97,310	97,156
	<u>119,411</u>	<u>112,185</u>
<b>TOTAL ASSETS</b>	<u>554,720</u>	<u>548,890</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	349,407	346,680
Reserves	141,173	139,192
Total equity attributable to owners of the Company	<u>490,580</u>	<u>485,872</u>
Non-controlling interest	1,678	1,718
<b>TOTAL EQUITY</b>	<u>492,258</u>	<u>487,590</u>
<b>NON-CURRENT LIABILITIES</b>		
Bank borrowings	47,045	46,446
	<u>47,045</u>	<u>46,446</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	10,860	10,973
Bank borrowings	4,536	3,848
Taxation	21	33
	<u>15,417</u>	<u>14,854</u>
<b>TOTAL LIABILITIES</b>	<u>62,462</u>	<u>61,300</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>554,720</u>	<u>548,890</u>
Net assets per share (Sen)	<u>80</u>	<u>81</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

## XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

### Interim Financial Statements for the First Quarter Ended 31 March 2020 Condensed Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to owners of the Company										
	----- Non-Distributable ----->							Distributable			
	Share	Redeemable	Capital	Statutory	Reverse	Exchange	Retained	Total	Non-	Total	
	Capital	Convertible	Reserve	Reserve	Acquisition	Translation	Earnings	Reserve	Controlling	Equity	
RM'000	Notes	RM'000	RM'000	Reserve	Reserve	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2020	346,680	-	-	-	-	5,272	133,920	485,872	1,718	487,590	
<b>Total comprehensive income</b>											
Profit/(loss) for the period	-	-	-	-	-	-	(295)	(295)	(40)	(335)	
Foreign currency translations	-	-	-	-	-	2,276	-	2,276	-	2,276	
	-	-	-	-	-	2,276	(295)	1,981	(40)	1,941	
<b>Transactions with owners of the Company</b>											
Issuance of redeemable convertible notes ("RCN")	-	3,000	-	-	-	-	-	3,000	-	3,000	
Conversion of RCN into ordinary shares	3,000	(3,000)	-	-	-	-	-	-	-	-	
Amortisation of RCN transaction costs	(273)	-	-	-	-	-	-	(273)	-	(273)	
	2,727	-	-	-	-	-	-	2,727	-	2,727	
At 31 March 2020	349,407	-	-	-	-	7,548	133,625	490,580	1,678	492,258	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

# XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

## Interim Financial Statements for the First Quarter Ended 31 March 2020 Condensed Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to owners of the Company						Total	Non-Controlling Interests	Total Equity
	Non-Distributable			Distributable					
	Share Capital	Capital Reserve	Statutory Reserve	Reverse Acquisition Reserve	Exchange Translation Reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2019	296,693	3,983	18,901	(154,550)	52,856	234,807	452,690	41,060	493,750
<b>Total comprehensive income</b>									
Profit for the period	-	-	-	-	-	3,472	3,472	68	3,540
Foreign currency translations	-	-	-	-	1,289	-	1,289	-	1,289
	-	-	-	-	1,289	3,472	4,761	68	4,829
<b>Transactions with owners of the Company:</b>									
Issue of ordinary shares pursuant to exercise of warrants	70	-	-	-	-	-	70	-	70
	70	-	-	-	-	-	70	-	70
At 31 March 2019	296,763	3,983	18,901	(154,550)	54,145	238,279	457,521	41,128	498,649

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

# XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

Interim Financial Statements for the First Quarter Ended 31 March 2020

Condensed Consolidated Statement of Cash Flows

	<b>31-Mar-20</b>	<b>31-Mar-19</b>
	<b>RM'000</b>	<b>RM'000</b>
	(Unaudited)	(Unaudited)
<b>Cash Flows from Operating Activities</b>		
Profit/(loss) before taxation	(335)	4,284
Adjustments for:		
Amortisation of land use rights	-	83
Depreciation of property, plant and equipment	985	29
Finance costs	576	2,156
Interest income	(84)	(236)
Impairment loss on inventories	-	510
Share of loss of an associate	533	-
Unrealised foreign exchange gain	(270)	(2,372)
Operating profit before working capital changes	1,405	4,454
Changes in working capital:		
Inventories	(2,504)	(4,327)
Receivables	(4,568)	(131,228)
Payables	(483)	(1,406)
Cash flows used in operations	(6,150)	(132,507)
Interest paid	(206)	(2,156)
<b>Net cash used in operating activities</b>	<b>(6,356)</b>	<b>(134,663)</b>
<b>Cash Flows from Investing Activities</b>		
Addition of property, plant and equipment	(122)	-
Interest income	84	236
<b>Net cash (used in)/generated from investing activities</b>	<b>(38)</b>	<b>236</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from issuance of shares	-	70
Proceeds from issuance of redeemable convertible notes	3,000	-
Amortisation of redeemable convertible notes transaction costs	(273)	-
Drawdown of bank borrowings, net	1,291	-
Repayment of finance lease payables	(4)	(5)
<b>Net cash generated from financing activities</b>	<b>4,014</b>	<b>65</b>
Net decrease in cash and cash equivalents	(2,380)	(134,362)
Effects of exchange rate changes	2,534	1,851
Cash and cash equivalents at beginning of period	97,156	260,556
Cash and cash equivalents at end of period	<b>97,310</b>	<b>128,045</b>
Cash and cash equivalents comprise of:		
Cash and bank balances	<b>97,310</b>	<b>128,045</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

# XingHe Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

## Interim Financial Statements for the First Quarter Ended 31 March 2020

### A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

#### A1 Basis of preparation

The interim financial statements of the Group is unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: *Interim Financial Reporting* and Rule 9.22 of the ACE Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018, the interim financial report for the quarter ended 31 December 2019 and the explanatory notes attached to this interim financial report. The explanatory notes 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 financial year ended 31 December 2019. The Company has not issued the audited financial statements for the financial year ended 31 December 2019 and as announced on 24 June 2020, the Company has applied and was granted an extension of time by Bursa Securities of a further one month from 30 June 2020, that is 30 July 2020, to submit and issue its annual report.

#### A2 Significant accounting policies

The accounting policies and methods of computation adopted by the Group in the preparation of the interim financial statements are consistent with those adopted in the preparation of the Group's financial statements for the year ended 31 December 2019, except for the adoption of the following accounting standards applicable for financial period beginning on or after 1 January 2020:

Amendments to MFRS 2 *Share-based Payment*

Amendment to MFRS 3 *Business Combinations*

Amendments to MFRS 6 *Exploration for and Evaluation of Mineral Resources*

Amendment to MFRS 9 *Financial Instruments*, MFRS 139 *Financial Instruments: Recognition and Measurement* and MFRS 7 *Financial Instruments: Disclosures - Interest Rate Benchmark Reform*

Amendment to MFRS 14 *Regulatory Deferral Accounts*

Amendments to MFRS 101 *Presentation of Financial Statements*

Amendments to MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors*

Amendments to MFRS 134 *Interim Financial Reporting*

Amendments to MFRS 137 *Provisions, Contingent Liabilities and Contingent Assets*

Amendments to MFRS 138 *Intangible Assets*

Amendment to IC Interpretation 12 *Service Concession Arrangements*

Amendment to IC Interpretation 19 *Extinguishing Financial Liabilities with Equity Instruments*

The adoption of the above new standards, amendments to published standards and interpretation, where relevant, did not have any significant impact on the financial results of the Group.



## A2 Significant accounting policies (Cont'd)

### Standards issued but not yet effective

The following standards and amendments to standards have been issued by MASB but are not yet effective.

#### Effective for financial periods commencing on or after 1 January 2021

MFRS 17 *Insurance Contracts*

#### Deferred to a date to be announced by MASB

Amendments to MFRS 10 *Consolidated Financial Statements* and MFRS 128 *Investment in Associates and Joint Ventures* - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The above pronouncements are either not relevant or do not have any material impact on the financial statements of the Group.

## 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 qualified. As stated in note A1, the Company has not issued the audited financial statements for the financial year ended 31 December 2019.

## A4 Segment information

Segmental reporting of the Group's result for the current financial quarter is as follows:

	Prawn aquaculture RM'000	Edible oil & peanut trading RM'000	Adjustments & Eliminations RM'000	Total RM'000
<b><u>3 Months ended 31 March 2020</u></b>				
<b>Revenue:</b>				
Revenue from external customers	2,237	-	-	2,237
Inter-segment revenue	-	-	-	-
External revenue	<u>2,237</u>	<u>-</u>	<u>-</u>	<u>2,237</u>
<b>Segment profit:</b>				
Operating profit	637	-	-	637
Operating expenses	(217)	-	-	(217)
Other income	84	-	-	84
Foreign exchange gain	-	270	-	270
Finance cost	(576)	-	-	(576)
Share of loss of an associate	-	(533)	-	(533)
Profit/(loss) before taxation	<u>(72)</u>	<u>(263)</u>	<u>-</u>	<u>(335)</u>
<b><u>3 Months ended 31 March 2009</u></b>				
<b>Revenue:</b>				
Revenue from external customers	-	268,456	-	268,456
Inter-segment revenue	-	-	-	-
External revenue	<u>-</u>	<u>268,456</u>	<u>-</u>	<u>268,456</u>
<b>Segment profit:</b>				
Operating profit	-	5,863	-	5,863
Operating expenses	-	(2,031)	-	(2,031)
Other income	-	236	-	236
Foreign exchange gain	-	2,372	-	2,372
Finance cost	-	(2,156)	-	(2,156)
Profit before taxation	<u>-</u>	<u>4,284</u>	<u>-</u>	<u>4,284</u>

**A4 Segment information (Cont'd)**

The Group's assets and liabilities are managed on a group-wide basis and are not allocated to any of the operating segments. The prawn aquaculture business is Malaysian-based while the rest of the Group's other business is operated in the people's Republic of China.

**A5 Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter.

**A6 Changes in estimates**

There were no changes in estimates of amounts reported in the prior financial year that have a material effect on the current quarter.

**A7 Seasonality or cyclicity of operations**

Prawn aquaculture will be affected by rainy season where the prawn fries supply is reduced by the lower productivity of the vendors' broodstock. In addition, the quality of prawn fries supplied is lower and the growth rate of prawn fries is also diminished during rainy season.

**A8 Dividends paid**

No dividends were paid by the Company during the current quarter.

**A9 Changes in debt and equity securities**

Save as disclosed below, there were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities during the current quarter:

The Company issued redeemable convertible notes ("RCN") of RM3 million and these RCNs have been converted into 15 million ordinary shares at an issue price of RM0.20 per share during the current quarter, thereby increasing the Company's issued share capital from RM346.68 million to RM349.41 million.

Subsequent to the current quarter till 23 June 2020, being the latest practicable date which is not more than 7 days from the date of this quarterly report ("LPD"), the Company issued a further RM1 million RCN which has also been converted into ordinary shares at an issue price of RM0.20 per share.

**A10 Changes in the composition of the Group**

There were no material changes in the composition of the Group during the current quarter.

**A11 Capital commitments**

The Group has no material capital commitments as at the end of current quarter.

**A12 Contingent assets or liabilities**

The Group has no material contingent assets or liabilities since the end of the previous financial year.

**A13 Material events subsequent to the end of current quarter**

There were no material events subsequent to the end of current quarter, which have not been reflected in the interim financial statements for the first quarter ended 31 March 2020.

**A14 Significant related party transactions**

The related parties transactions of the Group have been entered into in the normal course of business and were carried out on normal commercial terms. List below are the significant transactions with related parties:

	Individual Quarter		Cumulative Quarter	
	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)
With companies in which a Director who is also a substantial shareholder of the Company:				
- Rental of office space	22	-	22	-
- Sale of white vannamei prawns	1,755	-	1,755	-

**A15 Fair value of financial instruments**

There were no gain or loss arising from fair value changes on financial assets and liabilities for the current quarter.

**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS****B1 Review of performance**

The Group recorded a loss before taxation of RM335,000 for the current quarter ended 31 March 2020 ("Q12020") on the back of RM2.24 million revenue derived wholly from the prawn aquaculture business, which contributed an EBITDA of RM1.2 million. The financial performance of edible oil and peanut trading business is reflected as share of results of an associate, following the classification from a subsidiary to an associate of the Group. The edible oil and peanut trading continued to operate under difficult and challenging market conditions, the Group shared a loss of RM0.53 million in Q12020.

The previous year's quarter ended 31 March 2019 comprised of the financial performance of the edible oil and peanut trading business under Henan XingHe Oil and Fat Company Limited ("Henan XingHe"), a subsidiary then which had subsequently been reclassified as an associate.

## B2 Comparison with immediate preceding quarter's results

	<b>Current Quarter 31-Mar-20 RM'000</b>	<b>Preceding Quarter 31-Dec-19 RM'000</b>
Revenue	2,237	78,199
Cost of sales	(1,600)	(75,894)
Gross profit	<u>637</u>	<u>2,305</u>
Other income	84	180
Selling and distribution costs	-	(292)
Administrative expenses	(217)	(3,428)
Finance costs	(576)	(2,338)
Foreign exchange gain	270	3,406
Share of loss of an associate	(533)	-
Loss on disposal of a subsidiary	-	(75,857)
Loss on dilution of equity interest in an associate	-	(21,400)
Loss before taxation	<u>(335)</u>	<u>(97,424)</u>

Revenue for the current quarter relates to the prawn aquaculture business while those of preceding quarter made up mainly from the edible oil and peanut trading business. The prawn aquaculture business demonstrates encouraging results amidst a challenging operating environment with the mandated Government of Malaysia's movement control order.

The financial results of edible oil and peanut trading business is reflected in the share of loss of an associate amounting to RM0.53 million for the current quarter.

## B3 Commentary on prospects

As part of the diversification, the Group had on 12 December 2019 completed the acquisition of Wakuba Farm, a prawn farm, for RM100.0 million. Wakuba Farm is a matured asset, which is revenue generating and is expected to contribute meaningfully to the Group's financial performance in the current and future financial years. The Group premised this on the fact that notwithstanding the COVID-19 pandemic, the marine shrimp aquaculture market will continue growing due to a persistent increase in global and local demand for shrimps, declining levels of captured fisheries as well as growing consumer health consciousness. Nevertheless, the Group remains cautious on its short-term prospects which are challenging due to the COVID-19 pandemic which has resulted in uncertainties in the global economy.

In the long term plan, the Group will look into the setting up of a processing plant to process the prawns harvested from Wakuba Farm. This will enable the Group to add value to its produce and sell better margin products such as "peeled and deveined" and "cooked" prawns to a wider market. The timeframe and financial resources required for this processing plant have yet to be determined at this juncture.

The Group envisaged that its prawn aquaculture business will be the main driver of its financial performance going forward. At the same time, maintaining Henan XingHe as an associate will enable the Group to work with the other shareholders to improve the edible oil business.

**B4 Profit forecast or profit guarantee**

The disclosure requirements for explanatory notes for the variance of actual profit after tax with profit forecast and shortfall in profit guarantee are not applicable.

**B5 Tax (income)/expense**

	Individual Quarter		Cumulative Quarter	
	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)
Income tax:				
Malaysian income tax	-	8	-	8
Republic of China income tax	-	568	-	568
	-	576	-	576
Deferred tax:				
Origination of temporary differences	-	168	-	168
	-	744	-	744

The effective tax rate of the Group for the current quarter is lower than the statutory tax rate on availability of tax allowances.

**B6 Status of corporate proposals announced but not completed**

- (a) On the issuance of Redeemable Convertible Notes ("RCN") with an aggregate principal amount of up to RM120 million, as at the current quarter ended 31 March 2020, RCN with an aggregate principal amount of RM58 million were issued and converted into new ordinary shares of the Company at a conversion price of RM0.20 per share. The utilisation of proceeds raised is as follows:

Purpose	Proposed Utilisation RM'000	Actual Utilisation as at LPD RM'000	Estimated timeframe *
(a) Financing the acquisition of a prawn farm	101,000	50,037	within 3 years
(b) Working capital for the prawn farm	9,000	-	within 6 months
(c) Estimated expenses in relation to the issuance of RCN:			
(i) Setting up costs	1,600	1,600	within 1 month
(ii) Implementation costs	8,400	6,363	within 3 years
	<u>120,000</u>	<u>58,000</u>	

\* The estimated timeframe for the utilisation is from the date of issuance of the respective sub-tranches of the RCN.

- (b) On 10 April 2020, the Company announced a proposed issuance of up to 460,887,432 free warrants ("Warrant(s)") on the basis of one Warrant for every two existing ordinary shares of the Company held on an entitlement date to be determined and announcement later ("Proposed Free Warrants Issue"). The Proposed Free Warrants Issue is subject to approvals being obtained from Bursa Malaysia Securities Berhad and shareholders of the Company at an extraordinary general meeting to be convened.

**B7 Borrowings and debt securities**

The Group's borrowings, all of which are secured and denominated in Ringgit Malaysia, were as follows:

	<b>31-Mar-20</b> <b>RM'000</b> (Unaudited)	<b>31-Dec-19</b> <b>RM'000</b> (Unaudited)
<b>Short term:</b>		
Finance lease payable	17	23
Trade working capital- <i>i</i>	1,380	-
Term financing - <i>i</i>	2,636	3,625
Cashline- <i>i</i>	503	200
	<u>4,536</u>	<u>3,848</u>
<b>Long term:</b>		
Finance lease payable	71	71
Term financing - <i>i</i>	46,974	46,375
	<u>47,045</u>	<u>46,446</u>
Total	<u><u>51,581</u></u>	<u><u>50,294</u></u>

**B8 Material litigations**

The Group has no material litigation pending as at LPD.

**B9 Proposed dividends**

No dividends have been declared or recommended for the current quarter ended 31 March 2020.

**B10 Basic and diluted earnings/(loss) per share**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31-Mar-20</b> (Unaudited)	<b>31-Mar-19</b> (Unaudited)	<b>31-Mar-20</b> (Unaudited)	<b>31-Mar-19</b> (Unaudited)
<u>Basic earnings/(loss) per share</u>				
Profit/(loss) attributable to owners of the Company (RM'000)	(295)	3,472	(295)	3,472
Weighted average number of shares in issue ('000)	605,108	321,692	605,108	321,692
Basic earning/(loss) per share (Sen)	(0.05)	1.08	(0.05)	1.08

**B10 Basic and diluted earnings/(loss) per share (Cont'd)**

	Individual Quarter		Cumulative Quarter	
	31-Mar-20 (Unaudited)	31-Mar-19 (Unaudited)	31-Mar-20 (Unaudited)	31-Mar-19 (Unaudited)
<u>Diluted earnings/(loss) per share</u>				
Profit/(loss) attributable to owners of the Company (RM'000)	(295)	3,472	(295)	3,472
Weighted average number of shares in issue ('000)	915,108	321,692	915,108	321,692
Diluted earning/(loss) per share (Sen)	(0.03)	1.08	(0.03)	1.08

**B11 Notes to the statement of comprehensive income**

Profit/(loss) before tax is derived after taking into account of the following income/(expenses) items:

	Individual Quarter		Cumulative Quarter	
	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000 (Unaudited)
Amortisation of land use rights	-	(83)	-	(83)
Depreciation of property, plant and equipment	(985)	(29)	(985)	(29)
Foreign exchanges gain	270	2,372	270	2,372
Impairment loss on inventories	-	(510)	-	(510)
Interest and profit charges on borrowings	(576)	(2,156)	(576)	(2,156)
Interest income	84	236	84	236

By Order of the Board

Wong Yuet Chyn  
Company Secretary

30 June 2020