



ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019  
CONDENSED CONSOLIDATED STATEMENT PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

|  | Individual Quarter  |   | Cumulative Quarter   |  |
|--|---|---|--|--|
|  | Current Year<br>Quarter<br>Ended<br>30/09/2019<br>RM' 000 | Preceding Year<br>Corresponding<br>Quarter Ended<br>30/09/2019<br>RM' 000 | 9 Months<br>Current<br>Year-To-Date<br>30/09/2019<br>RM' 000 | 9 Months<br>Preceding Year<br>Corresponding<br>Year-To-Date<br>30/09/2019<br>RM' 000 |
| Revenue  | 20,207  | 19,906  | 54,644   | 52,727   |
| Cost of sales  | (18,253)  | (18,968)  | (51,591)   | (48,665)   |
| <b>Gross profit</b>  | <b>1,954</b>  | <b>938</b>  | <b>3,053</b>   | <b>4,062</b>   |
| Other Income   | 197   | 99  | 579  | 459  |
| Operating expenses   | (1,890)   | (1,800)   | (4,944)  | (4,705)  |
| Other expenses   | (146)   | (141)   | (438)  | (423)  |
| Finance Costs  | (250)   | (52)  | (492)  | (125)  |
| Share of loss in associate   | (34)  | -   | (155)  | -  |
| <b>Profit/(Loss) before tax</b>  | <b>(169)</b>  | <b>(956)</b>  | <b>(2,397)</b>   | <b>(732)</b>   |
| Fair value loss on financial assets on other investments   | (1,954)   | -   | (4,186)  | -  |
| Income tax expense / tax credit  | (6)   | (56)  | (60)   | (301)  |
| <b>Profit/(Loss) for the period</b>  | <b>(2,129)</b>  | <b>(1,012)</b>  | <b>(6,643)</b>   | <b>(1,033)</b>   |
| <b>Other comprehensive income/ (expense)</b><br>Items that will be reclassified subsequently to profit or loss |   |   |  |  |
| Loss on foreign currency translation reserve   | -   | (41)  | -  | (112)  |
| <b>Total comprehensive income/ (expense) for the period</b>  | <b>(2,129)</b>  | <b>(1,053)</b>  | <b>(6,643)</b>   | <b>(1,145)</b>   |
| <b>Profit/(Loss) attributable to:</b>  |   |   |  |  |
| Equity holders of the Company  | (2,129)   | (974)   | (6,643)  | (911)  |
| Non-Controlling Interest   | -   | (38)  | -  | (122)  |
|  | <b>(2,129)</b>  | <b>(1,012)</b>  | <b>(6,643)</b>   | <b>(1,033)</b>   |
| <b>Total comprehensive income/ (expense) attributable to:</b>  |   |   |  |  |
| Equity holders of the Company  | (2,129)   | (944)   | (6,643)  | (850)  |
| Non-Controlling Interest   | -   | (109)   | -  | (295)  |
|  | <b>(2,129)</b>  | <b>(1,053)</b>  | <b>(6,643)</b>   | <b>(1,145)</b>   |
| <b>Earnings/ (Loss) per share attributable to the equity holders of the Company :</b>                          |   |   |  |  |
| Basic (sen)  | (0.47)  | (0.22)  | (1.46)   | (0.21)   |
| Diluted (sen)  | (0.47)  | (0.22)  | (1.46)   | (0.21)   |

The unaudited interim condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompany explanatory notes attached to the interim financial statements.



ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
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UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019  
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

|   | 9 Months<br>(Unaudited)<br>As At<br>30/09/2019<br>RM ' 000 | 12 Months<br>(Audited)<br>As At<br>31/12/2018<br>RM ' 000 |
|---|--|---|
| <b>ASSETS</b>   |  |   |
| <b>NON-CURRENT ASSETS</b>   |  |   |
| Property, plant & equipment   | 35,873   | 36,697  |
| Inventories   | 15,297   | 15,260  |
| Investment in shares  | 10,118   | -   |
| Investment in associate   | 2,058  | -   |
|   | 63,346   | 51,957  |
| <b>CURRENT ASSETS</b>   |  |   |
| Inventories   | 7,618  | 10,935  |
| Trade receivables   | 13,869   | 13,880  |
| Other receivables and prepaid expenses  | 4,535  | 4,229   |
| Tax recoverable   | 658  | 658   |
| Cash and bank balances  | 21,746   | 27,003  |
|   | 48,426   | 56,705  |
| <b>TOTAL ASSETS</b>   | 111,772  | 108,662   |
| <b>EQUITY AND LIABILITIES</b>   |  |   |
| <b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>                             |  |   |
| Share capital   | 64,245   | 64,245  |
| Warrant Reserve   | 12,018   | 12,018  |
| Other Reserve   | (12,018)   | (12,018)  |
| Esos Reserve  | 1,042  | 763   |
| Revaluation Reserve   | 14,569   | 14,569  |
| FCTR  | -  | (1)   |
| Retained earnings / (loss)  | (1,873)  | 4,770   |
|   | 77,983   | 84,346  |
| Non-controlling interest  | -  | 74  |
|   | 77,983   | 84,420  |
| <b>NON-CURRENT LIABILITIES</b>  |  |   |
| Hire-purchase payables - non-current portion  | 91   | 91  |
| Deferred tax liabilities  | 2,846  | 2,846   |
|   | 2,937  | 2,937   |
| <b>CURRENT LIABILITIES</b>  |  |   |
| Trade payables  | 10,761   | 13,196  |
| Other payables and accrued expenses   | 997  | 1,912   |
| Short-term borrowings   | 19,082   | 6,151   |
| Hire-purchase payables - current portion  | 12   | 46  |
|   | 30,852   | 21,305  |
| <b>TOTAL LIABILITIES</b>  | 33,789   | 24,242  |
| <b>TOTAL EQUITY AND LIABILITIES</b>   | 111,772  | 108,662   |
| <b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b> | 0.17   | 0.19  |

The unaudited interim condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompany explanatory notes attached to the interim financial statements.



ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

|   | Attributable to equity holders of the Company |                 |                                 |                     |                      | Distributable Reserve - Retained Earnings / (loss) of company | Attributable to owners of company | Non-Controlling Interests | Total Equity |                             |
|---|---|-----------------|---------------------------------|---------------------|----------------------|---|-----------------------------------|---------------------------|--------------|-----------------------------|
|   | Share Capital                                 | Warrant Reserve | Non-Distributable Other Reserve | Revaluation Reserve | Share option Reserve |   |                                   |                           |              | F. Currency Translation Res |
| Balance as at 1 January 2018                                  | RM' 000                                       | RM' 000         | RM' 000                         | RM' 000             | RM' 000              | RM' 000   | RM' 000                           | RM' 000                   | RM' 000      |                             |
| Loss after taxation for the financial year                    | 54,918  | 12,019          | (12,019)                        | 14,569              | 384                  | (71)  | 9,646                             | 79,446                    | 209          | 79,655                      |
| Other comprehensive income for the financial year             | -   | -               | -                               | -                   | -                    | -   | (2,855)                           | (2,855)                   | (203)        | (3,058)                     |
| - Foreign currency translation differences                    | -   | -               | -                               | -                   | -                    | -   | -                                 | -                         | 70           | 68                          |
| Total comprehensive income / (expense) for the financial year | -   | -               | -                               | -                   | -                    | 70  | (2,855)                           | (2,785)                   | (135)        | (2,919)                     |
| Contributions by and distributions to owners of the Company   | -   | -               | -                               | -                   | -                    | -   | -                                 | -                         | -            | -                           |
| Issuance of shares by conversion of ICRS                      | 2,527   | -               | -                               | -                   | -                    | -   | -                                 | 2,527                     | -            | 2,527                       |
| Acquisition of a subsidiary                                   | 6,800   | -               | -                               | -                   | -                    | -   | -                                 | 6,800                     | -            | 6,800                       |
| Share option to employees                                     | -   | -               | -                               | -                   | 563                  | -   | -                                 | 563                       | -            | 563                         |
| Dividends by the Company                                      | -   | -               | -                               | -                   | (2,206)              | -   | (2,206)                           | (2,206)                   | -            | (2,206)                     |
| Cancellation of SIS   | -   | -               | -                               | -                   | (184)                | -   | 184                               | -                         | -            | -                           |
| Total transactions with owners                                | 9,327   | -               | -                               | -                   | 379                  | -   | (2,022)                           | 7,684                     | -            | 7,684                       |
| Balance as of 31 December 2018                                | 64,245  | 12,019          | (12,019)                        | 14,569              | 763                  | (1)   | 4,769                             | 84,345                    | 74           | 84,420                      |
| Balance as at 1 January 2019                                  | 64,245  | 12,019          | (12,019)                        | 14,569              | 763                  | (1)   | 4,769                             | 84,345                    | 74           | 84,420                      |
| Loss after taxation for the financial year                    | -   | -               | -                               | -                   | -                    | -   | (6,643)                           | (6,643)                   | -            | (6,643)                     |
| Other comprehensive income for the financial year             | -   | -               | -                               | -                   | -                    | -   | -                                 | -                         | -            | -                           |
| Total comprehensive income / (expense) for the financial year | -   | -               | -                               | -                   | -                    | -   | (6,643)                           | (6,643)                   | -            | (6,643)                     |
| Contributions by and distributions to owners of the Company   | -   | -               | -                               | -                   | -                    | -   | -                                 | -                         | -            | -                           |
| Disposal of a subsidiary                                      | -   | -               | -                               | -                   | -                    | 1   | -                                 | 1                         | (74)         | (73)                        |
| Share option to employees                                     | -   | -               | -                               | -                   | 279                  | -   | -                                 | 279                       | -            | 279                         |
| Total transactions with owners                                | -   | -               | -                               | -                   | 279                  | -   | -                                 | 280                       | (74)         | 206                         |
| Balance as of 30 September 2019                               | 64,245  | 12,019          | (12,019)                        | 14,569              | 1,042                | -   | (1,873)                           | 77,983                    | -            | 77,983                      |

The unaudited interim condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompany explanatory notes attached to the interim financial statements.



ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
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UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019  
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

|  | 9 Months<br>Ended<br>30/09/2019<br>RM' 000 | 9 Months<br>Ended<br>30/09/2018<br>RM' 000 |
|--|--|--|
| <b>CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES</b>  |  |  |
| Profit / (Loss) before tax                             | (2,402)                                    | (732)                                      |
| Adjustments for :                                      |  |  |
| Depreciation of property, plant and equipment          | 1,908                                      | 1,410                                      |
| Share based payments                                   | 282  | 284  |
| Unrealised (gain)/loss on foreign exchange             | (11)                                       | -  |
| (Gain)/loss on investment                              | (147)                                      | -  |
| Share of loss of associate                             | 156  | -  |
| Interest income  | (421)                                      | (404)                                      |
| Finance costs  | 492  | 125  |
| <b>Operating Profit Before Working Capital Changes</b> | <b>(143)</b>                               | <b>683</b>                                 |
| (Increase) / Decrease in :                             |  |  |
| Inventories  | 3,317                                      | (5,846)                                    |
| Trade receivables                                      | 117  | 3,940                                      |
| Other receivables and prepaid expenses                 | (463)                                      | 11,063                                     |
| (Decrease) / Increase in :                             |  |  |
| Trade payables   | (2,435)                                    | (3,019)                                    |
| Other payables and accrued expenses                    | (970)                                      | 3,638                                      |
| <b>Cash Generated From Operations</b>                  | <b>(577)</b>                               | <b>10,459</b>                              |
| Income tax paid  | (60)                                       | (301)                                      |
| <b>Net Cash From Operating Activities</b>              | <b>(637)</b>                               | <b>10,158</b>                              |
| <b>CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES</b> |  |  |
| Purchase of property, plant and equipment              | (1,117)                                    | 404  |
| Investment in shares                                   | (10,118)                                   | (9,804)                                    |
| Investment in associate                                | (2,058)                                    | -  |
| Interest received                                      | 421  | (3,275)                                    |
| <b>Net Cash From/ (Used In) Investing Activities</b>   | <b>(12,872)</b>                            | <b>(12,675)</b>                            |

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

|  | 9 Months<br>Ended<br>30/09/2019<br>RM' 000 | 9 Months<br>Ended<br>30/09/2018<br>RM' 000 |
|--|--|--|
| <b>CASH FLOWS USED IN FINANCING ACTIVITIES</b>                                     |  |  |
| Increase/ (Decrease) in short-term borrowings                                      | 3,323                                      | 2,314                                      |
| Finance costs paid   | (492)                                      | (125)                                      |
| Dividend paid  | -  | (2,206)                                    |
| Increase in hire purchase payables   | -  | (33)                                       |
| <b>Net Cash Used In Financing Activities</b>                                       | <b>2,831</b>                               | <b>(50)</b>                                |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>                                   | <b>(10,678)</b>                            | <b>(2,567)</b>                             |
| <b>CASH AND CASH EQUIVALENTS AS AT BEGINNING OF PERIOD</b>                         | <b>27,003</b>                              | <b>29,335</b>                              |
| Effect of fair value adjustments   | (4,186)                                    | (414)                                      |
| <b>CASH AND CASH EQUIVALENTS AS AT END OF PERIOD</b>                               | <b>12,139</b>                              | <b>26,354</b>                              |
| Cash & cash equivalents at the end of the financial period comprise the following: |  |  |
| Cash and bank balances   | 21,746                                     | 26,354                                     |
| Bank overdraft   | (9,607)                                    | -  |
|  | <b>12,139</b>                              | <b>26,354</b>                              |

The unaudited interim condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompany explanatory notes attached to the interim financial statements.