

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR 3RD QUARTER ENDED 30 JUNE 2018

	INDIVIDUAL QUARTER		YEAR TO DATE	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR	PRECEDING YEAR
	30/6/2018 RM('000)	30/6/2017 RM('000)	30/6/2018 RM('000)	30/6/2017 RM('000)
REVENUE	11,372	12,657	29,176	38,555
COST OF SALES	(4,469)	(5,333)	(13,541)	(19,792)
GROSS PROFIT	6,903	7,324	15,635	18,763
OTHER INCOME	889	50	4,617	3,646
	7,792	7,374	20,252	22,409
ADMINISTRATIVE EXPENSES	(7,287)	(9,393)	(21,557)	(24,733)
SELLING AND DISTRIBUTION EXPENSES	(1,229)	(682)	(37,140)	(2,570)
OTHER EXPENSES	(1,744)	(1,517)	(4,995)	(4,506)
FINANCE COSTS	(777)	(487)	(1,674)	(1,382)
SHARE OF RESULTS				
- ASSOCIATES	-	263	-	204
- JOINT VENTURE	44	11	-	1
PROFIT/ (LOSS) BEFORE TAXATION	(3,201)	(4,431)	(45,114)	(10,577)
INCOME TAX EXPENSES	135	(18)	(38)	(51)
PROFIT/ (LOSS) AFTER TAXATION	(3,066)	(4,449)	(45,152)	(10,628)
OTHER COMPREHENSIVE INCOME, NET OF TAX				
- FOREIGN CURRENCY TRANSLATION	(12)	(264)	(1,050)	593
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	(3,078)	(4,713)	(46,202)	(10,035)
PROFIT/ (LOSS) AFTER TAXATION ATTRIBUTED TO:				
Owners of the company	(3,005)	(3,067)	(44,852)	(8,958)
Minority Interest	(61)	(1,382)	(300)	(1,670)
	(3,066)	(4,449)	(45,152)	(10,628)
TOTAL COMPREHENSIVE INCOME ATTRIBUTED TO:				
Owners of the company	(3,017)	(3,331)	(45,902)	(8,365)
Minority Interest	(61)	(1,382)	(300)	(1,670)
	(3,078)	(4,713)	(46,202)	(10,035)
EARNINGS PER SHARE (SEN)				
(a) Basic				
* based on weighted average number of ordinary shares of 997,751,006 shares.	(0.30) *		(4.50) *	
** based on weighted average number of ordinary shares of 917,128,561 shares.		(0.33) **		(0.98) **
(b) Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of Eduspec Holdings Berhad for the financial year ended 30 September 2017)

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	(Unaudited) 30-Jun-18 RM('000)	Audited 30-Sep-17 RM('000)
ASSETS		
NON-CURRENT ASSETS		
Investment in associates	-	330
Investment in a joint venture	-	479
Other Investment	3,483	3,483
Property & Equipment	24,828	23,968
Intangible assets	11,586	10,959
Goodwill on consolidation	8,472	6,874
	<u>48,369</u>	<u>46,093</u>
CURRENT ASSETS		
Inventories	33,930	31,773
Trade receivables	9,370	12,883
Other receivables, deposits and prepayments	76,204	107,247
Amount owing by associates	1,791	7,287
Amount owing by a joint venture	-	899
Tax recoverable	558	377
Fixed deposits with licensed banks	12	5,536
Cash and bank balances	3,014	2,311
	<u>124,879</u>	<u>168,313</u>
TOTAL ASSETS	<u><u>173,248</u></u>	<u><u>214,406</u></u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	138,479	128,174
Reserves	(60,012)	(13,489)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	<u>78,467</u>	<u>114,685</u>
NON-CONTROLLING INTERESTS	1,873	515
TOTAL EQUITY	<u>80,340</u>	<u>115,200</u>
NON-CURRENT LIABILITIES		
Long-term borrowings	11,478	11,880
Deferred Taxation	538	558
	<u>12,016</u>	<u>12,438</u>
CURRENT LIABILITIES		
Trade payables	2,956	2,624
Other payables and accruals	55,933	55,116
Amount owing to associates	-	1
Amount owing to a joint venture	-	273
Short-term borrowings	21,159	24,929
Bank overdrafts	844	3,516
Provision for taxation	-	309
	<u>80,892</u>	<u>86,768</u>
TOTAL LIABILITIES	<u>92,908</u>	<u>99,206</u>
TOTAL EQUITY AND LIABILITIES	<u><u>173,248</u></u>	<u><u>214,406</u></u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	7.9 *	12.5 **

* based on weighted average number of ordinary shares of 997,751,006 shares.

** based on weighted average number of ordinary shares of 920,364,827 shares.

Note: Following the reverse acquisition, the current year balance sheet is prepared using Reverse Acquisition Accounting principles.

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of Eduspec Holdings Berhad for the financial year ended 30 September 2017)

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X

(Incorporated in Malaysia)

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR 3RD QUARTER ENDED 30 JUNE 2018

(The figures have not been audited)

	Share Capital	Share Premium	Reverse Acquisition Reserve	Capital Redemption Reserve	Warrant Reserve	Employees' Share Option Reserve	Foreign Exchange Translation Reserve	Retained Profits/ (Accumulated Loss)	Total	Minority Interest	Total
	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)
<u>3rd Quarter ended 30 June 2018</u>											
Balance at 1 April 2018	138,479	-	(18,570)	-	10,110	-	(447)	(47,609)	81,963	2,303	84,266
Issuance of new shares											
- Private placement	-	-	-	-	-	-	-	-	-	-	-
- Expenses on issuance of private placement	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the quarter	-	-	-	-	-	-	(12)	(3,005)	(3,017)	(61)	(3,078)
Disposal of an joint venture	-	-	-	-	-	-	-	(479)	(479)	-	(479)
Transaction with non-controlling interests:											
- Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	(369)	(369)
Balance at 30 June 2018	138,479	-	(18,570)	-	10,110	-	(459)	(51,093)	78,467	1,873	80,340
<u>2nd Quarter ended 31 March 2018</u>											
Balance at 1 January 2018	138,495	-	(18,570)	-	10,110	-	217	(10,666)	119,586	455	120,041
Issuance of new shares											
- Private placement	-	-	-	-	-	-	-	-	-	-	-
- Expenses on issuance of private placement	(16)	-	-	-	-	-	-	-	(16)	-	(16)
Total comprehensive income for the quarter	-	-	-	-	-	-	(664)	(36,801)	(37,465)	(179)	(37,644)
Transaction with non-controlling interests:											
- Acquisition of a subsidiary	-	-	-	-	-	-	-	(142)	(142)	2,027	1,885
Balance at 31 March 2018	138,479	-	(18,570)	-	10,110	-	(447)	(47,609)	81,963	2,303	84,266

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER 1 APRIL 2018 TO 30 JUNE 2018**

(The figures have not been audited)

	(Unaudited) CURRENT YEAR QUARTER 30-Jun-18 RM('000)	(Unaudited) PRECEDING YEAR QUARTER 30-Jun-17 RM('000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss Before Taxation	(3,201)	(4,431)
Adjustments for:		
Amortisation of development costs	748	744
Depreciation of Plant and equipment	986	773
Gain on disposal of joint venture	(479)	-
Allowance for impairment losses on:		
- Other receivables	701	-
Share of results: -		
- Associates	-	(263)
- Joint venture	(44)	(11)
Operating loss before working capital changes	(1,289)	(3,188)
Increase in inventories	(705)	(31,333)
Decrease in trade and other receivables	475	12,711
Increase in trade and other payables	2,330	18,076
CASH FROM/(USED IN) OPERATIONS	811	(3,734)
Income tax paid	(233)	(244)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES	578	(3,978)
CASH FLOWS FROM INVESTING ACTIVITIES		
Development costs incurred, net	(971)	(783)
Purchase of plant and equipment	(898)	(317)
Advances to associates	(19)	(898)
Repayment from joint venture	9	94
Net cash inflow for disposal of joint venture	915	-
Purchase of other investment	-	(2,881)
NET CASH FOR INVESTING ACTIVITIES	(964)	(4,785)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment)/ Draw down of borrowings	(5)	9,653
Proceeds from issuance of shares	-	(124)
Withdrawal of pledged fixed deposits	3,571	-
NET CASH FROM FINANCING ACTIVITIES	3,566	9,529
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,180	766
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL QUARTER	(986)	4,945
EFFECTS OF FOREIGN CURRENCY EXCHANGE	(12)	(264)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER	2,182	5,447
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER: -		
	RM('000)	RM('000)
Fixed deposits with a licenced bank	12	5,434
Cash and bank balances	3,014	2,541
Bank Overdraft	(844)	(2,528)
	2,182	5,447