

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR 4TH QUARTER ENDED 30 SEPTEMBER 2018

	INDIVIDUAL QUARTER		YEAR TO DATE	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR	PRECEDING YEAR
	30/9/2018 RM('000)	30/9/2017 RM('000)	30/9/2018 RM('000)	30/9/2017 RM('000)
REVENUE	10,667	10,995	39,843	49,550
COST OF SALES	(4,047)	(6,721)	(17,588)	(26,513)
GROSS PROFIT	6,620	4,274	22,255	23,037
OTHER INCOME	96	3,903	4,713	9,652
	6,716	8,177	26,968	32,689
ADMINISTRATIVE EXPENSES	(7,145)	(7,903)	(28,702)	(34,739)
SELLING AND DISTRIBUTION EXPENSES	(144)	(1,303)	(37,284)	(3,873)
OTHER EXPENSES	(2,037)	(1,726)	(7,032)	(6,232)
FINANCE COSTS	(379)	(758)	(2,053)	(2,140)
SHARE OF RESULTS				
- ASSOCIATES	-	(17)	-	187
- JOINT VENTURE	-	203	-	204
PROFIT/ (LOSS) BEFORE TAXATION	(2,989)	(3,327)	(48,103)	(13,904)
INCOME TAX EXPENSES	(326)	(615)	(364)	(666)
PROFIT/ (LOSS) AFTER TAXATION	(3,315)	(3,942)	(48,467)	(14,570)
OTHER COMPREHENSIVE INCOME, NET OF TAX				
- FOREIGN CURRENCY TRANSLATION	309	(18)	(741)	575
- RECLASSIFICATION ADJUSTMENT - DISPOSAL OF AN ASSOCIATE	-	(57)	-	(57)
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	<u>(3,006)</u>	<u>(4,017)</u>	<u>(49,208)</u>	<u>(14,052)</u>
PROFIT/ (LOSS) AFTER TAXATION ATTRIBUTED TO:				
Owners of the company	(3,342)	(2,923)	(48,194)	(11,881)
Minority Interest	27	(1,019)	(273)	(2,689)
	<u>(3,315)</u>	<u>(3,942)</u>	<u>(48,467)</u>	<u>(14,570)</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTED TO:				
Owners of the company	(3,033)	(2,998)	(48,935)	(11,363)
Minority Interest	27	(1,019)	(273)	(2,689)
	<u>(3,006)</u>	<u>(4,017)</u>	<u>(49,208)</u>	<u>(14,052)</u>
EARNINGS PER SHARE (SEN)				
(a) Basic				
* based on weighted average number of ordinary shares of 998,770,009 shares.	(0.33) *		(4.83) *	
** based on weighted average number of ordinary shares of 920,330,899 shares.		(0.32) **		(1.29) **
(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
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

	(Unaudited) 30-Sep-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	26,051	23,968
Intangible assets	10,962	10,959
Goodwill on consolidation	8,472	6,874
	48,968	46,093
CURRENT ASSETS		
Inventories	31,984	31,773
Trade receivables	9,010	12,883
Other receivables, deposits and prepayments	75,598	107,247
Amount owing by associates	1,808	7,287
Amount owing by a joint venture	-	899
Tax recoverable	148	377
Fixed deposits with licensed banks	12	5,536
Cash and bank balances	3,014	2,311
	121,574	168,313
TOTAL ASSETS	170,542	214,406
EQUITY AND LIABILITIES		
EQUITY		
Share capital	138,410	128,174
Reserves	(63,045)	(13,489)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	75,365	114,685
NON-CONTROLLING INTERESTS	1,900	515
TOTAL EQUITY	77,265	115,200
NON-CURRENT LIABILITIES		
Long-term borrowings	11,552	11,880
Deferred Taxation	538	558
	12,090	12,438
CURRENT LIABILITIES		
Trade payables	2,658	2,624
Other payables and accruals	56,114	55,116
Amount owing to associates	-	1
Amount owing to a joint venture	-	273
Short-term borrowings	21,566	24,929
Bank overdrafts	849	3,516
Provision for taxation	-	309
	81,187	86,768
TOTAL LIABILITIES	93,277	99,206
TOTAL EQUITY AND LIABILITIES	170,542	214,406
Net assets per share attributable to ordinary equity holders of the parent (sen)	7.5 *	12.5 **

* based on weighted average number of ordinary shares of 998,770,009 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

(Incorporated in Malaysia)

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR 4TH QUARTER ENDED 30 SEPTEMBER 2018

(The figures have not been audited)

	Share Capital	Reverse Acquisition Reserve	Warrant 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)
4th Quarter ended 30 September 2018								
Balance at 1 July 2018	138,479	(18,570)	10,110	(459)	(51,093)	78,467	1,873	80,340
Issuance of new shares								
- Expenses on issuance of private placement	(69)	-	-	-	-	(69)	-	(69)
Total comprehensive income for the quarter	-	-	-	309	(3,342)	(3,033)	27	(3,006)
Balance at 30 September 2018	138,410	(18,570)	10,110	(150)	(54,435)	75,365	1,900	77,265
3rd Quarter ended 30 June 2018								
Balance at 1 April 2018	138,479	(18,570)	10,110	(447)	(47,609)	81,963	2,303	84,266
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

EDUSPEC HOLDINGS BERHAD

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER 1 JULY 2018 TO 30 SEPTEMBER 2018**

(The figures have not been audited)

	(Unaudited) CURRENT YEAR QUARTER 30-Sep-18 RM('000)	(Unaudited) PRECEDING YEAR QUARTER 30-Sep-17 RM('000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss Before Taxation	(2,989)	(3,327)
Adjustments for:		
Amortisation of development costs	936	703
Depreciation of Plant and equipment	1,094	1,023
Interest expenses	379	-
Inventories written off	-	12
Gain on disposal of subsidiary	-	(2)
Gain on disposal of associate	-	(57)
Allowance for impairment losses on:		
- trade receivables	-	43
- Other receivables	-	161
- amount owing by associate	-	96
Share of results: -		
- Associates	-	17
- Joint venture	-	(203)
Unrealised foreign exchange loss	408	-
Operating loss before working capital changes	(172)	(1,534)
Decrease in inventories	1,946	2,427
Decrease in trade and other receivables	966	6,449
Decrease in trade and other payables	(117)	(8,766)
CASH FROM/(USED IN) OPERATIONS	2,623	(1,424)
Income tax paid	85	(321)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES	2,708	(1,745)
CASH FLOWS FROM INVESTING ACTIVITIES		
Development costs incurred, net	(312)	(599)
Purchase of plant and equipment	(2,318)	(672)
Advances to associates	(17)	(761)
Advances to joint venture	-	(92)
Net cash inflow for disposal of subsidiary	-	335
Net cash outflow for acquisition of subsidiary	-	(2,007)
NET CASH (FOR) INVESTING ACTIVITIES	(2,647)	(3,796)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(306)	(2,813)
Proceeds from issuance of shares	(69)	1,637
Placement of pledged fixed deposits	-	96
NET CASH FROM/(FOR) FINANCING ACTIVITIES	(375)	(1,080)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(314)	(6,621)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL QUARTER	2,182	5,447
EFFECTS OF FOREIGN CURRENCY EXCHANGE	309	(18)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER	2,177	(1,192)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER: -		
	RM('000)	RM('000)
Fixed deposits with a licenced bank	12	5,536
Cash and bank balances	3,014	2,313
Bank Overdraft	(849)	(3,516)
Less: Deposits pledged to licensed banks	-	(5,525)
	2,177	(1,192)