

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR 1ST QUARTER ENDED 31 MAY 2019

	INDIVIDUAL QUARTER		YEAR TO DATE	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR	PRECEDING YEAR
	31/5/2019 RM('000)	RM('000)	31/5/2019 RM('000)	RM('000)
REVENUE	5,974	-	5,974	-
COST OF SALES	(2,247)	-	(2,247)	-
GROSS PROFIT	3,727	-	3,727	-
OTHER INCOME	6,536	-	6,536	-
	10,263	-	10,263	-
ADMINISTRATIVE EXPENSES	(6,791)	-	(6,791)	-
SELLING AND DISTRIBUTION EXPENSES	(365)	-	(365)	-
OTHER EXPENSES	(1,829)	-	(1,829)	-
FINANCE COSTS	(353)	-	(353)	-
PROFIT BEFORE TAXATION	925	-	925	-
INCOME TAX EXPENSES	-	-	-	-
PROFIT AFTER TAXATION	925	-	925	-
OTHER COMPREHENSIVE INCOME, NET OF TAX - FOREIGN CURRENCY TRANSLATION	340	-	340	-
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	1,265	-	1,265	-
PROFIT AFTER TAXATION ATTRIBUTED TO:				
Owners of the company	1,079	-	1,079	-
Minority Interest	(154)	-	(154)	-
	925	-	925	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTED TO:				
Owners of the company	1,419	-	1,419	-
Minority Interest	(154)	-	(154)	-
	1,265	-	1,265	-
EARNINGS PER SHARE (SEN)				
(a) Basic				
* based on weighted average number of ordinary shares of 1,101,813,500 shares.	0.10 *	-	0.10 *	-
(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 period ended 28 February 2019)

Note: There are no comparative figures for the quarter ended May 2019 following the change in the financial year end from 30 September to 28 February.

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2019

	(Unaudited) 31-May-19 RM('000)	Audited 28-Feb-19 RM('000)
ASSETS		
NON-CURRENT ASSETS		
Investment in associates	2,415	-
Other Investment	3,483	3,483
Property & Equipment	21,295	23,830
Intangible assets	10,601	11,090
Goodwill on consolidation	6,874	8,472
	44,668	46,875
CURRENT ASSETS		
Inventories	29,647	29,331
Trade receivables	3,800	6,632
Other receivables, deposits and prepayments	49,839	53,008
Amount owing by associates	3,436	1,442
Tax recoverable	789	654
Fixed deposits with licensed banks	12	12
Cash and bank balances	1,253	1,652
	88,776	92,731
TOTAL ASSETS	133,444	139,606
EQUITY AND LIABILITIES		
EQUITY		
Share capital	33,098	140,403
Reserves	42,171	(66,553)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	75,269	73,850
NON-CONTROLLING INTERESTS	38	1,568
TOTAL EQUITY	75,307	75,418
NON-CURRENT LIABILITIES		
Long-term borrowings	14,755	14,785
Deferred Taxation	181	135
	14,936	14,920
CURRENT LIABILITIES		
Trade payables	1,703	1,564
Other payables and accruals	21,439	25,870
Short-term borrowings	19,294	20,518
Bank overdrafts	765	807
Provision for taxation	-	509
	43,201	49,268
TOTAL LIABILITIES	58,137	64,188
TOTAL EQUITY AND LIABILITIES	133,444	139,606

Net assets per share attributable to ordinary equity holders of the parent (sen)

6.8 *

7.3 **

* based on weighted average number of ordinary shares of 1,101,813,500 shares.

** based on weighted average number of ordinary shares of 1,015,710,207 shares.

EDUSPEC HOLDINGS BERHAD

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CONDENSED STATEMENT OF CHANGES IN EQUITY FOR 1ST QUARTER ENDED 31 MAY 2019

(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)
1st Quarter ended 31 May 2019								
Balance at 1 Mar 2019	140,403	(18,570)	-	(57)	(47,926)	73,850	1,568	75,418
Reduction of share capital	(107,305)	-	-	-	107,305	-	-	-
Total comprehensive income for the quarter	-	-	-	340	1,079	1,419	(154)	1,265
Transaction with non-controlling interests:								
- Acquisition of a subsidiary	-	-	-	-	-	-	254	254
- Disposal of a subsidiary	-	-	-	-	-	-	(1,630)	(1,630)
Balance at 31 May 2019	33,098	(18,570)	-	283	60,458	75,269	38	75,307
Period ended 28 February 2019 (Audited)								
Balance at 1 October 2017	128,174	(18,570)	10,110	591	(5,620)	114,685	515	115,200
Loss after tax for the financial period	-	-	-	-	(51,719)	(51,719)	(609)	(52,328)
Other comprehensive (loss)/income for the financial period:								
- Foreign currency translation differences	-	-	-	(386)	-	(386)	3	(383)
Total comprehensive loss for the financial period	-	-	-	(386)	(51,719)	(52,105)	(606)	(52,711)
Transaction with non-controlling interests:								
- Acquisition of a subsidiary	-	-	-	-	-	-	1,659	1,659
Total transactions with non-controlling interests	-	-	-	-	-	-	1,659	1,659
Contributions by and distributions to owners of the Company:								
- Issuance of new shares:								
- Arising from warrants exercised	3	-	-	-	-	3	-	3
- Private placement	12,347	-	-	-	-	12,347	-	12,347
- Expenses on issuance of private placement	(121)	-	-	-	-	(121)	-	(121)
- Transfer of warrant reserve to retained earnings due to expiry of warrants	-	-	(10,110)	-	10,110	-	-	-
- Acquisition of a subsidiary	-	-	-	(297)	-	(297)	-	(297)
- Disposal of joint venture	-	-	-	-	(479)	(479)	-	(479)
- Disposal of a subsidiary company	-	-	-	-	(41)	(41)	-	(41)
- Disposal of an associate	-	-	-	35	(177)	(142)	-	(142)
Total transactions with owners	12,229	-	(10,110)	(262)	9,413	11,270	-	11,270
Balance at 28 February 2019	140,403	(18,570)	-	(57)	(47,926)	73,850	1,568	75,418

EDUSPEC HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER 1 MARCH 2019 TO 31 MAY 2019

(The figures have not been audited)

	(Unaudited) CURRENT YEAR QUARTER 31-May-19 RM('000)	(Unaudited) PRECEDING YEAR QUARTER RM('000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Taxation	925	-
Adjustments for:		
Amortisation of development costs	920	-
Depreciation of Plant and equipment	909	-
Fair value gain of investment of associates	(1,945)	-
Gain on disposal of subsidiary	(3,654)	-
Goodwill written off	1,598	-
Unrealized foreign exchange loss	308	-
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Operating loss before working capital changes	(939)	-
Increase in inventories	(316)	-
Decrease in trade and other receivables	2,829	-
Decrease in trade and other payables	(783)	-
Increase in associates	(1,982)	-
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CASH USED IN OPERATIONS	(1,191)	-
Income tax paid	(277)	-
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NET CASH USED IN OPERATING ACTIVITIES	(1,468)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Development costs incurred, net	(431)	-
Purchase of plant and equipment	(164)	-
Advances to associates	(12)	-
Investment in associate	(470)	-
Net cash inflow for disposal of subsidiary	4,200	-
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NET CASH FROM INVESTING ACTIVITIES	3,123	-
CASH FLOWS USED IN FINANCING ACTIVITIES		
Repayment of borrowings	(2,004)	-
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NET CASH USED IN FINANCING ACTIVITIES	(2,004)	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	(349)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL QUARTER	509	-
EFFECTS OF FOREIGN CURRENCY EXCHANGE	340	-
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CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER	500	-
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CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER: -		
	RM('000)	RM('000)
Fixed deposits with a licenced bank	12	-
Cash and bank balances	1,253	-
Bank Overdraft	(765)	-
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	500	-
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Note: There are no comparative figures for the quarter ended May 2019 following the change in the financial year end from 30 September to 28 February.