

SANICHI TECHNOLOGY BERHAD

Company No. 661826-K
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2018

(The figures below are unaudited)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Current Quarter 31 December 2018 RM'000	Preceding Year Corresponding Quarter 31 December 2017 RM'000	Current Year to date 31 December 2018 RM'000	Preceding Year Corresponding Period 31 December 2017 RM'000
Revenue	4,144	2,861	31,690	-
Cost of sales	(3,245)	(7,191)	(23,077)	-
Gross profit	899	(4,330)	8,613	-
Other income/ (expenses)	(3,267)	(1,065)	(2,290)	-
Operating expenses	(8,016)	(7,986)	(21,009)	-
Loss from operations	(10,384)	(13,381)	(14,686)	-
Finance costs	(19)	27	(185)	-
Loss before taxation	(10,403)	(13,354)	(14,871)	-
Tax (expense) / credit	(284)	(2,380)	(714)	-
Loss for the financial period	(10,687)	(15,734)	(15,585)	-
Other Comprehensive (Loss) / Profit, net of tax				
Foreign currency translation	3,674	9,349	(3,235)	-
Overprovision of taxation	-	-	-	-
	3,674	9,349	(3,235)	-
Total Comprehensive Loss For The Financial Period	(7,013)	(6,385)	(18,820)	-
Loss attributable to:				
Owners of the Parent	(10,635)	(15,734)	(15,532)	-
Non-controlling interest	(52)	-	(53)	-
	(10,687)	(15,734)	(15,585)	-
Total comprehensive Loss attributable to:				
Owners of the Parent	(7,013)	(6,385)	(18,820)	-
Non-controlling interest	-	-	-	-
	(7,013)	(6,385)	(18,820)	-
Loss per share (sen)				
Basic (note B13)	(2.76)	(5.42)	(4.03)	-
Diluted (note B13)	(2.56)	(5.19)	(3.75)	-

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and accompanying explanatory notes attached to the interim financial statements.

Note : In view of the change in financial year end from 30 June 2017 to 31 December 2017, there were no comparative financial information available for the cumulative year to date 12 months financial period end to 31 December 2018.

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Company No. 661826-K
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	(Unaudited) As at 31 December 2018 RM'000	(Audited) As at 31 December 2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	40,884	41,568
	<u>40,884</u>	<u>41,568</u>
Current assets		
Inventories	2,411	3,391
Short term Investment	555	-
Property development cost	63,986	46,510
Trade and other receivables	33,069	43,915
Tax assets / (liabilities)	(888)	(1,379)
Cash and cash equivalents	132,595	70,239
	<u>231,728</u>	<u>162,676</u>
Assets classified as held for sale	-	853
	<u>272,612</u>	<u>205,097</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
EQUITY		
Share capital	169,343	107,451
Retained earnings	67,089	64,816
Warrant reserve	18,796	18,796
ESOS reserve	-	1,212
ICULS	-	579
Exchange translation reserve	(5,176)	(1,941)
Equity attributable to owners of the parent	<u>250,052</u>	<u>190,913</u>
Non-controlling interests	<u>(53)</u>	<u>(4)</u>
Total equity	<u>249,999</u>	<u>190,909</u>
Non-current liabilities		
Borrowings	-	733
Deferred tax liabilities	2,119	2,119
	<u>2,119</u>	<u>2,852</u>
Current liabilities		
Trade and other payables	19,611	9,303
Borrowings	883	1,133
	<u>20,494</u>	<u>10,436</u>
Liabilities classified as held for sale	-	900
	<u>22,613</u>	<u>14,188</u>
TOTAL LIABILITIES	<u>22,613</u>	<u>14,188</u>
TOTAL EQUITY AND LIABILITIES	<u>272,612</u>	<u>205,097</u>
Net assets per share attributable to owners of the parent (RM)	0.23	0.18

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and accompanying explanatory notes attached to the interim financial statements.)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2018

	Attributable to Owners of the Parent Non-Distributable							Non-controlling interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Translation reserve RM'000	Warrant reserve RM'000	ESOS reserve RM'000	ICULS RM'000	Accumulated Profit RM'000		
At 1 January 2018	107,451	-	(1,941)	18,796	1,212	579	64,816	(5)	190,908
Prior period adjustments	(17,858)	-	-	-	-	-	17,858	-	-
Balance at 1 January 2018, as restated	89,593	-	(1,941)	18,796	1,212	579	82,674	(5)	190,908
Loss for the financial period	-	-	-	-	-	-	(15,585)	(48)	(15,633)
Foreign currency translation	-	-	(3,235)	-	-	-	-	-	(3,235)
Issuance and listing of Rights Issue Shares with Warrants E	66,659	-	-	-	-	-	-	-	66,659
Issuance of ESOS	6,012	-	-	-	5,288	-	-	-	11,300
Employee share option reserve transfer to share capital upon ESOS exercised	6,500	-	-	-	(6,500)	-	-	-	-
ICULS	579	-	-	-	-	(579)	-	-	-
At 31 December 2018 (unaudited)	169,343	-	(5,176)	18,796	-	-	67,089	(53)	249,999
At 1 July 2016	28,614	8,365	(442)	10,211	-	685	91,963	-	139,396
Profit/(Loss) for the financial year	-	-	-	-	-	-	(18,562)	-	(18,562)
Foreign currency translation	-	-	(1,499)	-	-	-	-	(5)	(1,504)
Issuance and listing of Rights Issue Shares with Warrants D	57,228	5,722	-	8,585	-	-	(8,585)	-	62,950
Issuance of ESOS	7,416	-	-	-	1,212	-	-	-	8,628
ICULS	106	-	-	-	-	(106)	-	-	-
Transfer pursuant to Companies Act 2016	14,087	(14,087)	-	-	-	-	-	-	-
At 31 December 2017 (audited)	107,451	-	(1,941)	18,796	1,212	579	64,816	(5)	190,908

(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 2017 and accompanying explanatory notes attached to the interim financial statements.)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 DECEMBER 2018

(The figures below are unaudited)

	Current Year to 31 December 2018 RM'000	Preceding Year Corresponding Period to 31 December 2017 RM'000
Cash flows from operating activities		
Loss before tax	(14,871)	-
Adjustments for:-		
Bad debts written off	-	-
Depreciation of property, plant and equipment	4,688	-
Interest expenses	185	-
Interest income	(2,267)	-
Loss / (gain) on disposal of property, plant and equipment	596	-
Share base payment expenses	5,333	-
Fair value adjustment to financial assets	1,045	-
Unrealised loss / (gain) on foreign exchange	807	-
Operating loss before working capital changes	(4,485)	-
Property development costs	(17,476)	-
Inventories	10,846	-
Receivables	(8,710)	-
Payables	10,308	-
Cash from / (used in) operations	(9,517)	-
Interest received	2,267	-
Tax paid	(714)	-
Net cash from / (used in) operating activities	(7,963)	-
Cash flows from investing activities		
Purchase of short term investment	(555)	-
Proceeds from disposal of plant and equipment	-	-
Purchase of plant and equipment	(4,600)	-
Net cash used in investing activities	(5,155)	-
Cash flows from financing activities		
Interest paid	(185)	-
Proceeds from issuance of shares	79,878	-
Repayment of borrowings	(983)	-
Net cash from financing activities	78,710	-
Effects of changes in exchange rates	(3,235)	-
Net increase in cash and cash equivalents	62,356	-
Cash and cash equivalents at beginning of the period	70,239	-
Cash and cash equivalents at end of the period	132,595	-
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	120,611	-
Cash and bank balances**	11,984	-
	132,595	-

** Cash and bank balances include amounts held pursuant to Section 7A of the Housing Development (Control and Licensing) Act 1966

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and accompanying explanatory notes attached to the interim financial statements.

Note : In view of the change in financial year end from 30 June 2017 to 31 December 2017, there were no comparative financial information available for the cumulative year to date 12 months financial period end to 31 December 2018.

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A. EXPLANATORY NOTES IN ACCORDANCE WITH FRS 134

A1. Basis of Preparation

The unaudited condensed interim financial statements for the quarter ended 31 December 2018 have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) No. 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market (“ACE Listing Requirements”). The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of Sanichi Technology Berhad (“Sanichi” or “Company”) and its subsidiaries (collectively known as “Sanichi Group” or “Group”) for the financial year ended (“FYE”) 31 December 2017.

The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2017, except in the current financial year, the Group has adopted all the new and revised standards which are effective for the financial year beginning 1 January 2018. The adoption of these standards did not have any effect on the financial performance or position of the Group and of the Company.

A2. Seasonality or Cyclicity Factors

The Group’s operations for the current quarter under review were not significantly affected by any seasonal or cyclical factors.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

During the quarter, there were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence.

A4. Material Change in Estimates

There were no materials changes in estimates of amounts reported in prior financial years that have a material effect on the results for the quarter under review.

A5. Issuances, Repurchases and Repayments of Debt and Equity Securities

During the quarter, there were no issuances, repurchases and repayments of debt and equity securities except for disclosed in Note B7.

A6. Dividend Paid

There was no dividend paid during the quarter under review.

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A7. Segmental Information

The board views the Group as having two segments from an industry perspective. The reportable segments are the Precision Mould business and the Property Development business. The Precision Mould business is geographically located in Malaysia and Thailand. The Property Development business is geographically located in Malaysia only.

The Group	Precision Mould	Property Development	Elimination	Consolidated
31 December 2018	RM'000	RM'000	RM'000	RM'000
Revenue				
External sales	23,166	8,524	-	31,690
Inter segment sales	-	-	-	-
Total revenue	<u>23,166</u>	<u>8,524</u>	<u>-</u>	<u>31,690</u>
Results				
Loss from operations	(13,190)	(1,496)	-	(14,686)
Finance cost	(185)	-	-	(185)
Income from other investment	-	-	-	-
Loss before tax				(14,871)
Income tax				(714)
Net loss for the period				<u>(15,585)</u>

The Group	Precision Mould	Property Development	Elimination	Consolidated
31 December 2017	RM'000	RM'000	RM'000	RM'000
Revenue				
External sales	2,861	-	-	2,861
Inter segment sales	-	-	-	-
Total revenue	<u>2,861</u>	<u>-</u>	<u>-</u>	<u>2,861</u>
Results				
Profit/(Loss) from operation	(4,013)	(9,368)	-	(13,381)
Finance cost no longer required	27	-	-	27
Profit before tax				(13,354)
Income tax credit				(2,380)
Net profit for the period				<u>(15,734)</u>

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A8. Material Events Subsequent to the End of the Quarter under Review

There were no material events subsequent to the end of the quarter under review except for those disclosed in note B7.

A9. Changes in the Composition of the Group

During the quarter under review, there were no significant changes in the composition of the Group.

A10. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet date up to the date of this report.

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B. ADDITIONAL INFORMATION REQUIRED BY ACE LISTING REQUIREMENTS (APPENDIX 9B)

B1. Review of Group's Results for the Current Quarter and Year-to-Date Ended 31 December 2018

	Individual period (period ended 31 December 2018)			Cumulative period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes (in Amount)	Current Year-to-date	Preceding Year Corresponding Period	Changes (in Amount)
	31 Dec 2018	31 Dec 2017		31 Dec 2018	31 Dec 2017	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	4,144	2,861	1,283	31,690	-	N/A
Operating loss	(10,384)	(13,381)	2,997	(14,686)	-	N/A
Loss before interest and tax	(10,384)	(13,381)	2,997	(14,686)	-	N/A
Loss before tax	(10,403)	(13,354)	2,951	(14,871)	-	N/A
Loss after tax	(10,687)	(15,734)	5,047	(15,585)	-	N/A
Loss attributable to ordinary equity holders of the parent	(10,635)	(15,734)	5,099	(15,532)	-	N/A

The Group recorded a revenue of RM 4.144 million for the quarter ended 31 December 2018. The Group's loss before tax ("LBT") and loss after tax ("LAT") for the quarter were RM 10.403 million and RM 10.687 million for the period respectively.

The Group recorded a revenue of RM 31.690 million for the year to date 31 December 2018. The Group achieved LBT and LAT of RM 14.871 million and RM 15.585 respectively for the year to date 31 December 2018.

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B2. Variation of Results for the Current Quarter Ended 31 December 2018 against Immediate Preceding Quarter

	Current Quarter 31/12/2018 RM'000	Preceding Quarter 30/09/2018 RM'000	Variance RM'000
Revenue	4,144	12,868	(8,724)
Operating (Loss) / Profit	(10,384)	2,810	(13,436)
(Loss) / Profit before Interest and tax	(10,384)	2,810	(13,436)
(Loss) / Profit before tax	(10,403)	2,780	(13,425)
(Loss) / Profit after tax	(10,929)	2,371	(13,300)
(Loss) / Profit attributable to ordinary equity holders of the parent holders of the parent	(10,687)	2,372	(13,249)

The Group recorded a decrease of approximately 68% in its revenue to RM 4.144 million for the quarter ended 31 December 2018 against RM 12.868 million for the immediate preceding quarter ended 30 September 2018. The Group registered LBT and LAT of RM 10.403 million and RM 10.929 million respectively for the current quarter ended 31 December 2018, as compared to profit before tax (“PBT”) and profit after tax (“PAT”) of RM 2.78 million and RM 2.371 million respectively in the immediate preceding quarter ended 30 September 2018. The reason for the Group’s lower revenue for the current quarter was mainly due to slow recovery of tooling job completion recorded within the quarter ended 31 December 2018. A lower profit in current quarter was mainly due to the higher operating/non-operating cost such as share based payment expenses, impairment loss on trade and other receivables, depreciation and impairment loss on fixed assets.

B3. Group’s Prospects for FYE 31 December 2018

Barring any unforeseen circumstances, the Board expects the Group’s performance to be challenging for the financial year ending 31 December 2018. Volatility of foreign exchange rates will continue to affect the Group’s tooling business as a significant percentage of its revenue is derived from overseas markets. The completion of right issue on 29 December 2018 would strengthen the financial health of the Group. Furthermore, the Group property project in Melaka is expected to be completed in early 2019 and contribute remarkably to the Group.

B4. Variance of Profit Forecast

The Group did not publish any profit forecast for the period/year under review.

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B5. Tax Expenses

Taxation comprises the following:-

	Individual quarter ended		Cumulative quarter ended	
	31 December 2018 RM'000	31 December 2017 RM'000	31 December 2018 RM'000	31 December 2017 RM'000
In respect of the current period:-				
Current taxation	(284)	(2,380)	(714)	-
Deferred taxation	-	-	-	-
	<u>(284)</u>	<u>(2,380)</u>	<u>(714)</u>	<u>-</u>
In respect of the previous period:-				
Taxation	-	-	-	-
Deferred taxation	-	-	-	-
Net tax charge/(credit)	<u>(284)</u>	<u>(2,380)</u>	<u>(714)</u>	<u>-</u>

B6. Profit/(Losses) on Sale of Unquoted Investments and Properties

There was no disposal of unquoted investments and properties during the quarter under review and financial year-to-date.

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B7. Status of Corporate Proposals Announced

There were no corporate proposal announced but not completed as at the date of this report except for:-

- 1.) The Board of Directors of Sanichi wishes to announce that its wholly-owned subsidiary, SANICHI CAPITAL SDN BHD (Company No. 119416-A) ("SCSB" or "Purchaser") had on 29 December 2018 entered into a Sale and Purchase Agreement ("SPA") with TAKAFUL IKHLAS FAMILY BERHAD (formerly known as Takaful Ikhlas Berhad) (Company No. 593075-U) ("TIFB" or "Vendor"), a company incorporated in Malaysia for the proposed acquisition of a twelve (12) storey with one (1) lower ground floor office building identified as Boutique Building No. Building Block 13, Type A2, bearing premise address Ikhlas Point, Tower 11, Avenue 5, The Horizon, Bangsar South, No. 8 Jalan Kerinchi, 59200 Kuala Lumpur, with a total floor area of 5,021.04 square metres or 54,046 square feet, and constructed on part of a piece of leasehold land held under the Master Title known as Pajakan Negeri 46338, Lot 58190 (formerly known as H.S.(D) 115345 PT 8097) Mukim and District of Kuala Lumpur, State of Wilayah Persekutuan Kuala Lumpur (hereinafter referred to as "the said Property") for a cash consideration of Ringgit Malaysia Forty-Six Million only (RM46,000,000.00) subject to the terms and conditions as stipulated in the SPA ("Proposed Acquisition"). Please refer to announcements dated 2 Jan 2019, 7 Jan 2019, 8 Jan 2019, and 14 Jan 2019 for further details.
- 2.) On behalf of the Board, Mercury Securities wishes to announce that the Rights Issue with Warrants has been completed following the listing and quotation of 738,658,516 Rights Shares, 369,329,241 Warrants E, 13,541,530 additional Warrants C and 31,792,007 additional Warrants D with effect from 9.00 a.m. today on the ACE Market of Bursa Securities. Please refer to announcements dated 9 Oct 2017, 27 July 2018, 24 Oct 2018, 21 Nov 2018 and 12 Dec 2018, 18 Dec 2018 and 20 Dec 2018 for further details.

Status of Utilisation of Proceeds

Purpose	Proposed Utilisation	Actual Utilisation as at 31/12/2018	Intended Timeframe for Utilisation	Balance Unutilised	
	RM'000	RM'000		RM'000	%
Property development activities	60,000	-	Within thirty-six (36) months	60,000	100
Working capital	12,946	-	Up to twelve (12) months	12,946	100
Estimated expenses for the corporate exercise	920	920	Immediate	-	-
	73,866	920		72,946	99

- 3.) The Board of Directors of Sanichi Technology Berhad ("Sanichi" or "the Company") wishes to announce that the Company had on 11 December 2018 entered into a Memorandum of Understanding ("MOU") with FKS Holdings Pte. Ltd. ("FKS") (Company No. 201502196H), a company incorporated in Singapore. The Board of Directors of Sanichi on 14 December 2018 wishes to further inform that the Parties agree to enter into an agreement within 6 months from the date of the MOU (i.e. 11 December

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2018) or such other extended period as may be agreed by the Parties. Please refer to announcement for further details.

- 4.) On 9 October 2017, the Company proposes to undertake the proposed renounceable rights issue of up to 1,012,285,042 new ordinary shares in Sanichi (“Sanichi Shares” or “Shares”) (“Rights Shares”) together with up to 506,142,521 free detachable warrants in Sanichi (“Warrants E”) on the basis of 2 Rights Shares together with 1 free Warrant E for every 1 existing Sanichi Share held by entitled shareholders of Sanichi on an entitlement date to be determined later (“Proposed Rights Issue With Warrants”). Bursa Malaysia had vide its letter dated 18 July 2018 approved this proposal. Shareholders via the deed poll had passed the resolution of EGM held on 27 August 2018. For more details, please refer to Bursa Malaysia announcement.

Status of Utilisation of Proceeds

Purpose	Proposed Utilisation	Actual Utilisation as at 30/09/2018	Intended Timeframe for Utilisation	Balance Unutilised	
	RM'000	RM'000		RM'000	%
Completing the construction of a factory building	5,500	5,500	Within eighteen (18) months	-	-
Expansion of production capacity	6,000	6,000	Within twenty four (24) months	-	-
Marketing expenses	4,000	4,000	Within twenty four (24) months	-	-
Acquisition of properties for investment	36,000	920	Within twenty four (24) months	35,080	97
Acquisition and/or investment in other complementary businesses	4,957	4,957	Within twenty four (24) months	-	-
Working capital	5,493	5,493	Within twenty four (24) months	-	-
Estimated expenses for the corporate exercise	1,000	1,000	Immediate	-	-
	62,950	27,870		35,080	56

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B8. Group Borrowings and Debt Securities

The Group's borrowings, all repayable in Ringgit Malaysia and secured, as at the end of the quarter under review are as follows:

	RM'000
<u>Short Term Borrowings</u>	
Term Loans	-
Hire Purchase Payables	883
	<hr/>
	883
<u>Long Term Borrowings</u>	
Term Loans	-
ICULS	-
Hire Purchase Payables	-
	<hr/>
	-
	<hr/>
Total	883

The Group does not have any foreign borrowings and debt securities as at the date of this report.

B9. Trade Receivables

The Group's normal trade credit terms granted to trade receivables ranged from 1 month to 2 months (2016: 1 month to 2 months). Other credit terms are assessed and approved on a case by case basis. There are no trade receivables from related parties.

	As at quarter ended 31 December 2018				
	Current	1 – 3 months	3 – 6 months	More than 6 months	Total
	RM'00	RM'00	RM'00	RM'00	RM'00
	0	0	0	0	0
Precision mould division	1,663	1,912	3,098	1,527	8,200
Property development division	2,186	1,411	64	176	3,837
Total	3,849	3,323	3,162	1,703	12,037

B10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

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B11. Material Litigation

There was no material litigation involving the Group as at the date of this report.

B12. Dividend Proposed

No dividend was declared and recommended for payment during the quarter under review.

B13. Earnings Per Share (“EPS”)

Basic EPS

	Current quarter ended		Cumulative quarter ended	
	31 December 2018	31 December 2017	31 December 2018	31 December 2017
Net (loss) / profit for the period (RM'000)	(10,635)	(15,734)	(15,532)	-
Weighted average number of shares in issue ('000)	385,248	290,171	385,248	-
Basic EPS / (LPS) (sen)	<u>(2.76)</u>	<u>(5.42)</u>	<u>(4.03)</u>	<u>-</u>

Basic EPS/(LPS) is calculated by dividing the net profit attributable to the ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

Diluted EPS

1) Diluted Earnings per ordinary shares

The diluted earnings per share is calculated by dividing the loss attributable to equity holders of the Company by the weighted average number of ordinary shares in issue and issuable after the conversion of all outstanding warrants during the financial period ended 31 December 2018.

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/12/2018	Preceding Corresponding Quarter Ended 31/12/2017	Current Year To Date Ended 31/12/2018	Preceding Year To Date Ended 31/12/2017
Net profit attributable to ordinary equity holders of the Company (RM'000)	(10,635)	(15,734)	(15,532)	-
Weighted average number of ordinary shares in issue ('000)	385,248	290,171	385,248	-

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Effect of dilution after conversion of all outstanding ICULS, ESOS and Warrants ('000)	414,663	12,919	414,663	-
Adjusted weighted average number of ordinary shares in issue ('000) for the purpose of diluted earnings per share	799,911	303,090	799,911	-
Diluted basic earnings per share (sen)	(2.56)	(5.19)	(3.75)	-

B14. Comprehensive Income / (Expenses) Disclosure

	Current quarter ended		Cumulative quarter ended	
	31 December 2018	31 December 2017	31 December 2018	31 December 2017
	RM'000	RM'000	RM'000	RM'000
Interest income	357	127	2,267	-
Interest expense	(19)	27	(185)	-
Depreciation and amortization	(1,106)	(974)	(4,688)	-
Share based payments	(5,333)	(4,920)	(5,333)	-
Unrealized Loss on foreign exchange	(293)	(1,206)	(807)	-
Realized (loss) / gain on foreign exchange	(110)	119	(532)	-
Impairment loss on fixed assets	(585)	-	(585)	-
Impairment loss on trade receivables	(2,435)	-	(2,435)	-

B15. Audit Report of Preceding Annual Financial Statements

The audited financial statements of the Company and its subsidiaries for the FYE 31 December 2017 were not subject to any qualification.