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MY E.G. SERVICES BERHAD

(505639-K)

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**



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MY E.G. SERVICES BERHAD
(Company No. 505639-K)

THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
for the Third Quarter ended September 30, 2020
(The figures have not been audited)**

	Individual Quarter			Cumulative Quarter		
	3 Months Ended			9 Months Ended		
	30.09.2020	30.09.2019	Changes	30.09.2020	30.09.2019	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	136,096	-	-	382,173	-	-
Operating Expenses	(57,492)	-	-	(161,554)	-	-
Operating Profit	78,604	-	-	220,619	-	-
Depreciation and Amortisation	(6,681)	-	-	(20,577)	-	-
Interest Income	85	-	-	397	-	-
Other Income	125	-	-	126	-	-
Share of results of a joint venture	(123)	-	-	(584)	-	-
Share of results of an associate	480	-	-	(620)	-	-
Profit Before Interest and Taxation	72,490	-	-	199,361	-	-
Interest Expense	(1,660)	-	-	(5,692)	-	-
Profit Before Taxation	70,830	-	-	193,669	-	-
Taxation	(750)	-	-	(2,024)	-	-
Profit After Taxation	70,080	-	-	191,645	-	-
Other Comprehensive Expense	(24)	-	-	(21)	-	-
Total Comprehensive Income for the financial period	70,056	-	-	191,624	-	-
Profit After Taxation attributable to:						
Owners of the Company	70,743	-	-	192,643	-	-
Non-controlling interest	(663)	-	-	(998)	-	-
	70,080	-	-	191,645	-	-
Total Comprehensive Income attributable to:						
Owners of the Company	70,719	-	-	192,622	-	-
Non-controlling interest	(663)	-	-	(998)	-	-
	70,056	-	-	191,624	-	-
Earnings per share ("EPS") attributable to the equity holders of the Company (sen)						
- Basic EPS	2.0	-		5.5	-	
- Diluted EPS	Not Applicable	Not Applicable		Not Applicable	Not Applicable	

Notes:

- i) The financial year end of the Group has been changed from 30 September to 31 December. As such, there will be no comparative financial information available for the financial period ended 30 September 2020.
- ii) The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2019 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Financial Position
As at September 30, 2020

	Unaudited As at 30.09.2020 RM'000	Audited As at 31.12.2019 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	302,605	302,883
Right-of-use assets	6,795	10,623
Investment properties	30,477	30,966
Investment in associates	13,127	13,714
Investment in joint ventures	4,923	4,756
Other investments	128,100	34,600
Development costs	60,267	854
Goodwill on consolidation	18,454	18,454
Financing receivables	203,997	288,357
	<u>768,745</u>	<u>705,207</u>
CURRENT ASSETS		
Inventories	7,168	3,245
Financing receivables	29,377	30,674
Trade receivables	140,274	156,785
Other receivables, deposits and prepayments	67,991	56,258
Amount owing by joint ventures	314	95
Amount owing by associates	5	6
Current tax assets	1,509	1,540
Cash and cash equivalents	274,846	76,220
	<u>521,484</u>	<u>324,823</u>
TOTAL ASSETS	<u>1,290,229</u>	<u>1,030,030</u>
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	374,355	360,630
Treasury shares	(157,626)	(144,743)
Reserves	6,418	6,439
Retained profits	669,066	490,606
	<u>892,213</u>	<u>712,932</u>
Non-controlling interests	(5,935)	(4,937)
TOTAL EQUITY	<u>886,278</u>	<u>707,995</u>
NON-CURRENT LIABILITIES		
Long term borrowings	125,625	132,574
Long term lease liabilities	2,258	3,941
Deferred tax liabilities	2,223	2,223
	<u>130,106</u>	<u>138,738</u>
CURRENT LIABILITIES		
Trade payables	200,915	102,237
Other payables and accruals	24,420	30,484
Deferred revenue	1,029	1,159
Amount owing to an associate	391	-
Current tax liabilities	279	235
Short term borrowings	42,944	43,427
Short term lease liabilities	3,867	5,755
	<u>273,845</u>	<u>183,297</u>
TOTAL LIABILITIES	<u>403,951</u>	<u>322,035</u>
TOTAL EQUITY AND LIABILITIES	<u>1,290,229</u>	<u>1,030,030</u>
Net assets attributable to ordinary equity holders of the parent (RM'000)	892,213	712,932
Net assets per share attributable to ordinary equity holders of the parent (sen)	24.74	19.77

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2019 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Changes in Equity
For the Third Quarter ended September 30, 2020
(The figures have not been audited)

	←----- Non-Distributable -----→							
	Share Capital	Treasury Shares	Fair Value Reserve	Foreign Exchange Reserve	Distributable Retained Profits	Attributable to Owners of the Company	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2019	-	-	-	-	-	-	-	-
Profit after tax for the financial period	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-	-	-	-
As at 30 September 2019	-	-	-	-	-	-	-	-
As at 1 January 2020	360,630	(144,743)	6,401	38	490,606	712,932	(4,937)	707,995
Profit after tax for the financial period	-	-	-	-	192,643	192,643	(998)	191,645
Other comprehensive expense for the financial period	-	-	-	(21)	-	(21)	-	(21)
Total comprehensive income for the financial period	-	-	-	(21)	192,643	192,622	(998)	191,624
Issuance of new shares	14,975	-	-	-	-	14,975	-	14,975
Purchase of treasury shares	-	(28,316)	-	-	-	(28,316)	-	(28,316)
Cancellation of treasury shares	(1,250)	15,433	-	-	(14,183)	-	-	-
Fair value changes of financial assets	-	-	-	-	-	-	-	-
As at 30 September 2020	374,355	(157,626)	6,401	17	669,066	892,213	(5,935)	886,278

Notes:

- i) The financial year end of the Group has been changed from 30 September to 31 December. As such, there will be no comparative financial information available for the financial period ended 30 September 2020.
- ii) The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2019 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Cash Flows for the Third Quarter ended September 30, 2020
(The figures have not been audited)

	Current Period Ended 30.09.2020 RM'000	Corresponding Period Ended 30.09.2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	193,669	-
Adjustments for:-		
Amortisation of development costs	684	-
Depreciation of equipment	18,027	-
Depreciation of right of use assets	4,709	-
Depreciation of investment properties	489	-
Fixed assets written off	9	-
Gain on disposal of fixed assets	(9)	-
Gain on disposal of right of use assets	(121)	-
Interest expense	5,621	-
Interest expense on lease liabilities	243	-
Share of results in an associate	620	-
Share of results for joint ventures	584	-
Interest income	(397)	-
Impairment loss on trade receivables	506	-
	<hr/>	<hr/>
Operating profit before working capital changes	224,634	-
Decrease in deferred revenue	(130)	-
Increase in inventories	(3,923)	-
Decrease in financing receivables	85,141	-
Decrease in trade and other receivables	4,788	-
Increase in trade and other payables	92,614	-
	<hr/>	<hr/>
CASH FLOWS FROM OPERATIONS	403,124	-
Income tax paid	(1,949)	-
Interest paid	(5,621)	-
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	395,554	-
CASH FLOWS FOR INVESTING ACTIVITIES		
Development costs paid	(60,097)	-
Interest received	397	-
Purchase of property and equipment	(17,841)	-
Additional of right of use assets	(20)	-
Proceeds from disposal of property and equipment	92	-
Proceeds from disposal of right of use assets	160	-
Investment in a joint venture	(751)	-
Investment in an associate	(33)	-
Purchase of other investments	(93,500)	-
	<hr/>	<hr/>
NET CASH FOR INVESTING ACTIVITIES	(171,593)	-

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Cash Flows for the Third Quarter ended September 30, 2020
(The figures have not been audited) (Cont'd)

	Current Period Ended 30.09.2020 RM'000	Corresponding Period Ended 30.09.2019 RM'000
CASH FLOWS FOR FINANCING ACTIVITIES		
Increase in amount owing to associates	392	-
Decrease in amount due to a joint venture	(219)	-
Purchase of treasury shares	(28,316)	-
Issuance of new shares	14,975	-
Drawdown of term loan	1,689	-
Repayment of term loans	(9,121)	-
Repayment of lease liabilities	(4,471)	-
Interest expenses on lease liabilities paid	(243)	-
NET CASH FOR FINANCING ACTIVITIES	(25,314)	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	198,647	-
EFFECT OF FOREIGN EXCHANGE TRANSLATION	(21)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	76,220	-
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	274,846	-

Notes:

- i) The financial year end of the Group has been changed from 30 September to 31 December. As such, there will be no comparative financial information available for the financial period ended 30 September 2020.
- ii) The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2019 and the accompanying notes to the Unaudited Financial Statements.

Notes To The Interim Financial Report For the Financial Period ended September 30, 2020

A Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the MFRS 134 Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of My E.G. Services Bhd and its subsidiaries (“the Group”) for the financial period ended 31 December 2019.

As announced to Bursa Securities on 27 September 2019, the Company has changed its financial year end from 30 September to 31 December. Consequently, the comparative figures are not comparable for the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidation statement of changes in equity, condensed consolidated statement of cash flows and the related notes.

The same accounting policies and methods of computation adopted in these interim financial statements are consistent with the annual financial statements for the financial period ended 31 December 2019.

During the current financial period, the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to References to the Conceptual Framework in MFRS Standards

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

A1. Basis of Preparation (Cont'd)

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB"):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
MFRS 17 Insurance Contracts	1 January 2021
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2022

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial period ended 31 December 2019 was not qualified.

A3. Seasonal and Cyclical Factors

The Group's business operation result was previously subjected to seasonality factors as the demand for new driving licences generally increases in the first half of the calendar year (i.e the First and Second Financial Quarters) due mainly to the long school holidays after the Government exams, where most 16-20 year olds would obtain their driving licences between the months of January to June. Therefore, revenue related to the "Jabatan Pengangkutan Jalan Malaysia" ("JPJ") in the first half of the calendar year (January – June) has historically been approximately 50% higher than the JPJ-related revenue recorded for the second half of the calendar year (July – December). However, the seasonal impact of JPJ test taking revenue had since diminished commencing from Financial Year ("FY") ended 30 June 2015 as revenue from other services increasingly contribute to a larger proportion of group revenue.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group during the current financial quarter under review, that are unusual by reason of their nature, size or incidence.

A5. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect on the current quarter's results.

A6. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities for the current quarter under review, saved for the issuance of new ordinary shares, share buy-backs which the total considerations were financed from internally generated funds and cancellation of treasury shares as disclosed below and the treasury shares were treated in accordance with the requirement of Section 127 of the Companies Act 2016:

(i) Issuance of new ordinary shares

Date of issuance	No of shares issued (units)	Total (RM)
07.07.20	12,500,000	15,000,000

On 7 July 2020, the Company had issued 12,500,000 new ordinary shares at an issue price of RM1.20 per share as part of the acquisition of 10% equity interest in S5 Holdings Inc. by MY E.G. Capital Sdn. Bhd., a wholly-owned subsidiary.

(ii) Treasury shares

(a) Share buy-backs

Date of buy back	No of shares purchase (units)	Total (RM)
10.09.20	1,578,800	2,196,555
11.09.20	1,000,000	1,385,002
22.09.20	1,500,000	2,047,299
23.09.20	2,000,000	2,709,596
24.09.20	2,000,000	2,559,074
25.09.20	2,000,000	2,539,004
29.09.20	2,000,000	2,639,353

(b) Share cancellation

Date of cancellation	No of shares cancelled (units)	Total (RM)
03.07.20	12,500,000	15,433,032

The total shares purchased and cancelled during the financial quarter ended 30 September 2020 amounted to 12,078,800 (30 September 2019: N/A) and 12,500,000 (30 September 2019: N/A) MYEG shares respectively.

As at 30 September 2020, a total of 151,683,200 (30 September 2019: N/A) MYEG shares were retained as treasury shares in the Company. None of the treasury shares held were resold during the financial period ended 30 September 2020.

A7. Dividends Paid

On 27 February, the Directors have declared a final dividend of 2.0 sen per ordinary share (2018 – 1.4 sen) for the financial year ended 31 December 2019 and it was paid on 5 November 2020. The final dividend amounting to RM69,053,226 (2018 – RM48,780,733 based on the share capital of 3,484,338,093 ordinary shares, excluding 121,967,900 treasury shares) was based on the share capital of 3,452,661,293 ordinary shares, excluding 153,644,700 treasury shares. Under the Dividend Reinvestment Scheme, a total of 36,549,480 new ordinary shares were issued at the price of RM1.28 per MYEG share which amounted to RM46,783,334.

On 27 August 2020, the Directors had declared a first interim single tier dividend of 0.5 sen per ordinary share (2019 – 0.5 sen) amounting to RM17,263,306 (2019 – RM17,421,690 based on the share capital of 3,484,338,093 ordinary shares, excluding 121,967,900 treasury shares) which was based on the share capital of 3,452,661,293 ordinary shares, excluding 153,644,700 treasury shares for the current financial year ending 31 December 2020 and it was paid on 5 November 2020. Under the Dividend Reinvestment Scheme, a total of 9,074,264 new ordinary shares were issued at the price of RM1.28 per MYEG share which amounted to RM11,615,058.

A8. Segmental Information

The Group operates wholly in Malaysia and is principally engaged in the business of development and implementation of E-Government services project and the provision of other upstream and downstream related services for the E-Government Initiative which are substantially within a single business segment. As such, the financial information by geographical and industry segments of the Group's operations are not available for presentation.

A9. Valuation of Property, Plant and Equipment

There has been no valuation on any of the Group's property, plant and equipment during the current financial quarter under review.

A10. Subsequent Events

There were no material events subsequent to the end of the current financial quarter under review.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter under review, except for:

(i) Incorporation of a New Subsidiary Company, MY E.G. Digital ID Sdn. Bhd.

The Company had on 10 August 2020, incorporated a wholly-owned subsidiary known as MY E.G. Digital ID Sdn. Bhd. ("MYEGDID") under the Companies Act 2016. The intended principal activity of MYEGDID is to develop and implement technology and solutions for digital identification services.

(ii) Incorporation of a New Sub-Subsidiary Company, MYEG Medical Technology Sdn. Bhd.

MYEG Medical Services Sdn. Bhd., a wholly-owned subsidiary of MY E.G. Capital Sdn. Bhd. had on 25 August 2020, incorporated a wholly-owned subsidiary known as MYEG Medical Technology Sdn. Bhd. ("MYEG MEDT") under the Companies Act 2016. The intended principal activity of MYEG MEDT is to buy and sell, and distribute medical services.

A12. Contingent Liabilities

The Directors are of the opinion that the Group has no contingent liabilities, which, upon crystallisation would have a material impact on the financial position and business of the Group.

A13. Capital Commitments

There were no capital commitments during the current financial quarter under review.

A14. Related Party Transactions

The related party transactions of the Group for the Quarter and Financial Period ended 30 September 2020 are as follows:

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2020	30.09.2019	30.09.2020	30.09.2019
	RM	RM	RM	RM
(i) A company which a director has financial interest				
Embunaz Ventures Sdn Bhd				
- Professional Fees	62,400	-	187,200	-

The Directors are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that were mutually agreed between the parties.

B Explanatory Notes Pursuant To Appendix 9B Of The Main Market Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance of the Group

The Group posted Revenue and Profit after Taxation (“PAT”) of RM136.10 million and RM70.08 million respectively for the third financial quarter (“Q3 FY2020”). For the year to date period ended 30 September 2020, (“9M FY2020”), the Group recorded Revenue of RM382.17 million and PAT of RM191.65 million respectively.

The contribution of Revenue and PAT achieved for the quarter and financial period is primarily attributable to:

- (i) concession related services such as Immigration and JPJ related and ancillary services;
- (ii) introduction of new concession services from JPJ, namely the online renewal of motorcycle insurance and road tax as well as online renewal of Competent Driving License (“CDL”);
- (iii) commercial services such as motor vehicle trading related services, financing services, sale of tax monitoring system and foreign worker related services;
- (iv) introduction of new services such as the COVID-19 health screening as well as the online sale of groceries through our “Nak Beli” online store; and
- (v) contribution from Cardbiz Group which principally is involved in the deployment of payment solutions and hardware and merchant acquiring services.

Our Group’s main expenses for the quarter and financial period comprise primarily of the following:

- (i) personnel related expenses and operating expenses;
- (ii) advertising and promotion expenses;
- (iii) maintenance and operating expenses for MYEG’s building (“MYEG Tower”);
- (iv) interest expense arising from the term loan to finance MYEG Tower; and
- (v) depreciation and amortisation charges.

B2. Comparison with Preceding Quarter’s Results

	Q3 2020	Q2 2020	Changes
	RM’000	RM’000	%
Revenue	136,096	124,336	9.46
Operating Profit	78,604	73,303	7.23
Profit Before Interest and Taxation	72,490	65,844	10.09
Profit Before Taxation	70,830	64,017	10.64
Profit After Taxation	70,080	63,123	11.02
Profit attributable to Ordinary Equity Holders of the Parent	70,743	63,058	12.19

For the Quarter under review, the Group recorded a Revenue of RM136.10 million, a net increase of RM11.76 million (9.46%) as compared to Q2 FY2020 revenue of RM124.34 million. The increase in Revenue was mainly due to the increase in volume from COVID-19 health screening and online sale of groceries through our “Nak Beli” online store as well as the introduction of new services which is the online renewal of motorcycle insurance and road tax and online renewal of CDL.

The Group achieved an increase in PAT of RM70.08 million in Q3 FY2020, as compared to Q2 FY2020 PAT of RM63.12 million. The net increase in PAT of 11.02% amounting to RM6.96 million was mainly attributable to the factors mentioned above.

B3. Prospect of the Group

For the financial year ending (“FYE”) 31 December 2020, MYEG continues to introduce innovative services leveraging on new technology in the country as well as within our regional presence in Asia, to drive our organic growth for FYE2020.

The Covid-19 pandemic has brought unfavourable impacts to economies in the world and Malaysia is not spared too. Whilst this pandemic is ongoing, we are sanguine that our business is resilient and will present to us new opportunities. For instance, during this trying times and lockdown period, we introduced innovative online services such as Covid-19 health screening as well as new concession services namely the online renewal of motorcycle insurance and road tax as well as online renewal of CDL for the convenience of Malaysians.

Despite these challenges and barring any unforeseen circumstances, the Board is cautiously optimistic that the long-term outlook for MYEG remains positive as we continue to introduce innovative services in the country and the countries where we have regional presence.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the current financial period.

B5. Taxation

The taxation figures are as follows:

	Individual Quarter 3 months ended			Cumulative Quarter 9 months ended		
	30.09.2020 RM'000	30.09.2019 RM'000	Changes %	30.09.2020 RM'000	30.09.2019 RM'000	Changes %
Current taxation	750	-	-	2,024	-	-
Deferred taxation	-	-	-	-	-	-
	<u>750</u>	<u>-</u>	<u>-</u>	<u>2,024</u>	<u>-</u>	<u>-</u>

The effective tax rate for the current taxation for cumulative year to date is 1.05% as compared to the statutory tax rate of 24%. The lower effective tax rate is primarily because a significant proportion of the Group's revenue and PBT are mainly contributed by MY EG Sdn Bhd (“EGSB”). As EGSB is a MSC status company with tax incentives, its revenue is not subjected to income tax.

B6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

B7. Group Borrowings

Details of the Group's borrowings as at September 30, 2020 were as follow:-

	As at 30.09.2020		
	Non-Current RM'000	Current RM'000	Total RM'000
<u>Secured^</u>			
Term Loan	125,625	21,844	147,469
<u>Unsecured^</u>			
Revolving Credit	-	21,100	21,100
Total Borrowings	125,625	42,944	168,569

	As at 30.09.2019		
	Non-Current RM'000	Current RM'000	Total RM'000
<u>Secured^</u>			
Term Loan	-	-	-
<u>Unsecured^</u>			
Revolving Credit	-	-	-
Total Borrowings	-	-	-

^ The borrowings are denominated in RM.

The weighted average interest rate of borrowings as at Q3 FY2020 was 4.64%.

B8. Off Balance Sheet Financial Instruments

As at the date of this report, there are no off-balance sheet financial instruments.

B9. Profit Before Taxation

Profit before taxation is arrived at after (crediting)/charging:-

	Individual Quarter 3 months ended			Cumulative Quarter 9 months ended		
	30.09.2020 RM'000	30.09.2019 RM'000	Changes %	30.09.2020 RM'000	30.09.2019 RM'000	Changes %
Interest Income	(85)	-	-	(397)	-	-
Other Income	(125)	-	-	(126)	-	-
Interest Expense	1,636	-	-	5,621	-	-
Interest Expense on Lease Liabilities	68	-	-	243	-	-
Depreciation and Amortisation	7,728	-	-	23,909	-	-
Impairment Loss on Trade Receivables	221	-	-	506	-	-
Fixed Assets Written Off	-	-	-	9	-	-
(Gain)/Loss on Foreign Exchange						
- Realised	(11)	-	-	62	-	-
- Unrealised	12	-	-	-	-	-

Saved as disclosed above and in the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, the other items under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

B10. Material Litigations

As at the date of this announcement, there are no material litigations against the Group or taken by the Group.

B11. Dividends

No dividends were declared during the current financial quarter review.

B12. EPS

i. Basic

The basic EPS is computed by dividing the net profit for the financial quarter and financial period by the number of ordinary shares in issue during the period.

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2020 RM'000	30.09.2019 RM'000	30.09.2020 RM'000	30.09.2019 RM'000
Net profit attributable to ordinary shareholders	70,743	-	192,643	-
Weighted average number of ordinary shares in issue ('000s)	3,461,819	-	3,461,819	-
Basic EPS (sen)	<u>2.0</u>	<u>-</u>	<u>5.5</u>	<u>-</u>

ii. Diluted

The company does not have any convertible shares or convertible financial instruments for the current financial quarter and financial year to date.

B13. Additional Disclosure Requirement

Update on Memorandum of Understanding ("MOU") pursuant to Paragraph 9.29, Chapter 9 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

MY EG Lodging Sdn. Bhd., a sub-subsiary of the Company has entered into a MOU with Johor Corporation on 3 April 2018 to explore the possibility to purchase or lease a land situated within Muar Furniture Park.

The Company had on 22 October 2018 entered into a MOU with University of Malaya to jointly promote and foster the development of academic and research projects in blockchain, as well as for the implementation of an on-campus e-wallet.

There has been no material update, and no subsequent agreement has been entered arising from the MOU as at the date of this announcement.

By Order of the Board
Tan Ai Ning
Secretary
24 November 2020