

**CABNET HOLDINGS BERHAD (1121987-D)***(Incorporated In Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
(THE FIGURES HAVE NOT BEEN AUDITED)

|  | Note | As at<br>30.06.2018<br>Unaudited<br>RM'000 | As at<br>31.12.2017<br>Audited<br>RM'000 |
|--|------|--|--|
| <b>ASSETS</b>  |      |  |  |
| <b>Non-Current Assets</b>  |      |  |  |
| Property, plant and equipment  |      | 8,300                                      | 7,108                                    |
| Goodwill   |      | 99   | 99                                       |
| Deferred tax assets  |      | 18   | 20                                       |
|  |      | <u>8,417</u>                               | <u>7,227</u>                             |
| <b>Current Assets</b>  |      |  |  |
| Inventories  |      | 3,074                                      | 3,730                                    |
| Contract assets  |      | 13,252                                     | 12,056                                   |
| Trade receivables  |      | 13,617                                     | 15,954                                   |
| Other receivables, deposits and prepayments  |      | 2,070                                      | 2,011                                    |
| Short-term investment  |      | 3,353                                      | 3,888                                    |
| Fixed deposits with licensed banks   |      | 4,168                                      | 3,973                                    |
| Cash and bank balances   |      | 4,332                                      | 6,744                                    |
| Current tax assets   |      | 7  | 9  |
|  |      | <u>43,873</u>                              | <u>48,365</u>                            |
| <b>TOTAL ASSETS</b>  |      | <u>52,290</u>                              | <u>55,592</u>                            |
| <b>EQUITY AND LIABILITIES</b>  |      |  |  |
| <b>Equity attributable to equity holders of the company</b>  |      |  |  |
| Share capital  |      | 27,679                                     | 27,679                                   |
| Reserves   |      | 16,104                                     | 15,677                                   |
| <b>Total Equity</b>  |      | <u>43,783</u>                              | <u>43,356</u>                            |
| <b>Non-Current Liabilities</b>   |      |  |  |
| Hire purchase payables   | B7   | 770  | 596                                      |
| Term loans   | B7   | 2,222                                      | 1,728                                    |
|  |      | <u>2,992</u>                               | <u>2,324</u>                             |
| <b>Current Liabilities</b>   |      |  |  |
| Trade payables   |      | 3,212                                      | 6,191                                    |
| Other payables and accruals  |      | 1,118                                      | 2,893                                    |
| Bankers' acceptance  | B7   | 585  | -  |
| Hire purchase payables   | B7   | 302  | 228                                      |
| Term loans   | B7   | 48   | 41                                       |
| Current tax liabilities  |      | 250  | 559                                      |
|  |      | <u>5,515</u>                               | <u>9,912</u>                             |
| <b>Total Liabilities</b>   |      | <u>8,507</u>                               | <u>12,236</u>                            |
| <b>TOTAL EQUITY AND LIABILITIES</b>  |      | <u>52,290</u>                              | <u>55,592</u>                            |
| Net assets per stock unit attributable to ordinary equity holders of the company (RM) <sup>(2)</sup> |      | <u>0.2449</u>                              | <u>0.3335</u>                            |

**Notes:**

(1) The above 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 the accompanying explanatory notes attached to these interim financial statements.

(2) Based on the Company's issued share capital of 178,750,000 ordinary shares in the Company ("**Cabinet Shares**" or "**Shares**") as at 30 June 2018 after the Bonus Issue of 48,750,000 new Shares ("**Bonus Issue**") on 28 June 2018.

**CABNET HOLDINGS BERHAD (1121987-D)**

*(Incorporated in Malaysia)*

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2018**

(The figures have not been audited)

|   | -- INDIVIDUAL QUARTER --  |   | -- CUMULATIVE QUARTERS --  |  |
|---|---|---|--|--|
|   | CURRENT<br>YEAR<br>QUARTER<br>30.06.2018<br>RM'000<br>(Unaudited) | PRECEDING YEAR<br>CORRESPONDING<br>QUARTER<br>30.06.2017<br>RM'000<br>(Unaudited) | CURRENT<br>YEAR-TO-<br>DATE<br>30.06.2018<br>RM'000<br>(Unaudited) | PRECEDING YEAR<br>CORRESPONDING<br>PERIOD<br>30.06.2017<br>RM'000<br>(Unaudited) |
| Revenue   | 9,516   | 10,579  | 19,830   | 22,083   |
| Cost of sales                                       | <u>(6,962)</u>  | <u>(7,750)</u>  | <u>(14,353)</u>  | <u>(15,945)</u>  |
| Gross profit  | 2,554   | 2,829   | 5,477  | 6,138  |
| Other operating income                              | 95  | 139   | 193  | 241  |
| Selling and administrative expenses                 | (1,814)   | (2,137)   | (3,579)  | (3,672)  |
| Other operating expenses                            | <u>-</u>  | <u>-</u>  | <u>-</u>   | <u>-</u>   |
| Results from operating activities                   | 835   | 831   | 2,091  | 2,707  |
| Finance costs                                       | <u>(51)</u>   | <u>(53)</u>   | <u>(86)</u>  | <u>(131)</u>   |
| Profit before tax                                   | 784   | 778   | 2,005  | 2,576  |
| Taxation  | <u>(210)</u>  | <u>(72)</u>   | <u>(538)</u>   | <u>(169)</u>   |
| Profit/ total comprehensive income for the period   | <u>574</u>  | <u>706</u>  | <u>1,467</u>   | <u>2,407</u>   |
| Profit/ total comprehensive income attributable to: |   |   |  |  |
| Owners of the Company                               | 574   | 706   | 1,467  | 2,407  |
| Non-controlling interests                           | <u>-</u>  | <u>-</u>  | <u>-</u>   | <u>-</u>   |
|   | <u>574</u>  | <u>706</u>  | <u>1,467</u>   | <u>2,407</u>   |
| Earnings per share ("EPS"):                         |   |   |  |  |
| Basic and diluted EPS (sen) <sup>(2)</sup>          | <u>0.44</u>   | <u>0.62</u>   | <u>1.12</u>  | <u>2.12</u>  |

**Notes:**

- (1) *The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.*
- (2) *Based on the weighted average number of shares of 130,808,010 and 113,640,883 Cabnet Shares as at 30 June 2018 and 30 June 2017 respectively. The diluted EPS of the Group for the quarter and year-to-date ended 30 June 2018 is equivalent to the basic EPS as the Group does not have potential dilutive instruments issued or to be issued as at the end of the reporting period.*

**CABNET HOLDINGS BERHAD (1121987-D)***(Incorporated in Malaysia)***NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2018**

(The figures have not been audited)

The following amounts have been charged/ (credited) in arriving at profit before tax:

|  | <b>-- INDIVIDUAL QUARTER --</b> |                       | <b>-- CUMULATIVE QUARTERS --</b> |                       |
|--|---------------------------------|-----------------------|----------------------------------|-----------------------|
|  | <b>CURRENT</b>                  | <b>PRECEDING YEAR</b> | <b>CURRENT</b>                   | <b>PRECEDING YEAR</b> |
|  | <b>YEAR</b>                     | <b>CORRESPONDING</b>  | <b>YEAR-TO-</b>                  | <b>CORRESPONDING</b>  |
|  | <b>QUARTER</b>                  | <b>QUARTER</b>        | <b>DATE</b>                      | <b>PERIOD</b>         |
|  | <b>30.06.2018</b>               | <b>30.06.2017</b>     | <b>30.06.2018</b>                | <b>30.06.2017</b>     |
|  | <b>RM'000</b>                   | <b>RM'000</b>         | <b>RM'000</b>                    | <b>RM'000</b>         |
|  | <b>(Unaudited)</b>              | <b>(Unaudited)</b>    | <b>(Unaudited)</b>               | <b>(Unaudited)</b>    |
| Depreciation                                     | 159                             | 127                   | 314                              | 242                   |
| Loss/ (Gain) on disposal of plant and equipment  | 19                              | -                     | 10                               | (40)                  |
| Interest expenses                                | 51                              | 53                    | 86                               | 131                   |
| Interest income                                  | (78)                            | (42)                  | (151)                            | (72)                  |
| Reversal of impairment loss on trade receivables | (2)                             | (75)                  | (2)                              | (76)                  |
| Rental income                                    | (4)                             | (3)                   | (8)                              | (7)                   |

Save as disclosed above and in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income, other disclosure items pursuant to Note 16 of Appendix 9B of the Listing Requirements are not applicable to the Group.

**CABNET HOLDINGS BERHAD (1121987-D)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 30 JUNE 2018**  
(The figures have not been audited)

|  | <u>Non-distributable</u>            |                                     | <u>Distributable</u>       |                            | Total equity attributable to the Owners of the Company<br>RM'000 | Non-controlling interests<br>RM'000 | Total equity<br>RM'000 |
|--|-------------------------------------|-------------------------------------|----------------------------|----------------------------|--|-------------------------------------|------------------------|
|  | Share capital<br>RM'000<br>(Note a) | Share premium<br>RM'000<br>(Note b) | Retained profits<br>RM'000 | Retained profits<br>RM'000 |  |                                     |                        |
| <b>Balance at 01.01.2018</b>                                     | 27,679                              | -                                   | 15,677                     | 15,677                     | 43,356   | -                                   | 43,356                 |
| Profit/ Total comprehensive income for the period                | -                                   | -                                   | 1,467                      | 1,467                      | 1,467  | -                                   | 1,467                  |
| Dividend paid  | -                                   | -                                   | (1,040)                    | (1,040)                    | (1,040)  | -                                   | (1,040)                |
| <b>Balance at 30.06.2018</b>                                     | <b>27,679</b>                       | <b>-</b>                            | <b>16,104</b>              | <b>16,104</b>              | <b>43,783</b>  | <b>-</b>                            | <b>43,783</b>          |
| <b>Balance at 01.01.2017</b>                                     | 10,900                              | 5,603                               | 11,090                     | 11,090                     | 27,593   | -                                   | 27,593                 |
| Reclassification from adoption of Companies Act 2016 (Note a)    | 5,603                               | (5,603)                             | -                          | -                          | -  | -                                   | -                      |
| Issuance of shares   | 11,760                              | -                                   | -                          | -                          | 11,760   | -                                   | 11,760                 |
| Offsetting of Equity related expenses from share premium balance | (584)                               | -                                   | -                          | -                          | (584)  | -                                   | (584)                  |
| Profit/ Total comprehensive income for the period                | -                                   | -                                   | 2,407                      | 2,407                      | 2,407  | -                                   | 2,407                  |
| <b>Balance at 30.06.2017</b>                                     | <b>27,679</b>                       | <b>-</b>                            | <b>13,497</b>              | <b>13,497</b>              | <b>41,176</b>  | <b>-</b>                            | <b>41,176</b>          |

**Notes:**

- a. The credits standing in the share premium account were transferred to the share capital account pursuant to Companies Act 2016 ("Act") which came into effect on 31 January 2017.
- b. Pursuant to subsection 618(3) of the Act, the credit amount transferred from the share premium account of RM4,875,000 was utilised for the bonus issue of shares of the Company as disclosed in Note A7 and Note B6.

The above 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 the accompanying explanatory notes attached to these interim financial statements.

**CABNET HOLDINGS BERHAD (1121987-D)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 30 JUNE 2018**  
(The figures have not been audited)

|  | <b>6 months ended</b> | <b>6 months ended</b> |
|--|-----------------------|-----------------------|
|  | <b>30.06.2018</b>     | <b>30.06.2017</b>     |
|  | <b>RM'000</b>         | <b>RM'000</b>         |
|  | <b>(Unaudited)</b>    | <b>(Unaudited)</b>    |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                  |                       |                       |
| Profit before taxation                                       | 2,005                 | 2,576                 |
| Adjustments for :  |                       |                       |
| Depreciation   | 314                   | 242                   |
| Loss/ (gain) on disposal of plant and equipment              | 10                    | (40)                  |
| Reversal of impairment loss on trade receivables             | (2)                   | (76)                  |
| Interest income  | (151)                 | (72)                  |
| Interest expense   | 86                    | 131                   |
| Listing expenses   | -                     | 838                   |
| Bonus issue of shares & warrants expenses                    | 204                   | -                     |
|  | <hr/>                 | <hr/>                 |
| Operating profit before working capital changes              | 2,466                 | 3,599                 |
| Decrease in inventories                                      | 656                   | (973)                 |
| Increase in contract assets                                  | (1,196)               | (1,658)               |
| (Increase)/ decrease in trade and other receivables          | 2,280                 | (1,432)               |
| Decrease in trade and other payables                         | (4,104)               | (936)                 |
| Decrease in amount owing to contract liabilities             | -                     | (309)                 |
|  | <hr/>                 | <hr/>                 |
| Cash flows from/ (for) operations                            | 102                   | (1,709)               |
| Tax paid   | (843)                 | (64)                  |
| Interest paid  | (86)                  | (131)                 |
|  | <hr/>                 | <hr/>                 |
| Net cash for operating activities                            | (827)                 | (1,904)               |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                  |                       |                       |
| Interest received  | 151                   | 72                    |
| Purchase of property, plant and equipment                    | (1,340)               | (756)                 |
| Proceeds from disposal of plant and equipment                | 74                    | 40                    |
|  | <hr/>                 | <hr/>                 |
| Net cash for investing activities                            | (1,115)               | (644)                 |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                  |                       |                       |
| Dividend paid  | (1,040)               | -                     |
| Payment of listing expenses                                  | -                     | (838)                 |
| Payment of bonus issue of shares & warrants expenses         | (204)                 | -                     |
| Placement of fixed deposits pledged to banks                 | (126)                 | (23)                  |
| Placement of fixed deposits with maturity above 3 months     | (47)                  | (662)                 |
| Net proceeds from issuance of ordinary shares                | -                     | 11,176                |
| Net drawdown/ repayment of term loan                         | (149)                 | (19)                  |
| Net drawdown of bankers' acceptance                          | 585                   | 888                   |
| Net repayment of hire purchase loans                         | (2)                   | (145)                 |
|  | <hr/>                 | <hr/>                 |
| Net cash from/ (for) financing activities                    | (983)                 | 10,377                |
| <b>NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b> |                       |                       |
|  | (2,925)               | 7,829                 |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>  | <hr/>                 | <hr/>                 |
|  | 11,440                | 5,281                 |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>        | <hr/>                 | <hr/>                 |
|  | 8,515                 | 13,110                |
|  | <hr/>                 | <hr/>                 |
|  | <b>As at</b>          | <b>As at</b>          |
|  | <b>30.06.2018</b>     | <b>30.06.2017</b>     |
|  | <b>RM'000</b>         | <b>RM'000</b>         |
|  | <b>(Unaudited)</b>    | <b>(Unaudited)</b>    |
| <b>CASH AND CASH EQUIVALENTS COMPRISE:</b>                   |                       |                       |
| Short-term investment  | 3,353                 | -                     |
| Fixed deposits with licensed banks                           | 4,168                 | 3,085                 |
| Cash and bank balances                                       | 4,332                 | 13,110                |
|  | <hr/>                 | <hr/>                 |
|  | 11,853                | 16,195                |
| Less: Fixed deposits pledged to licensed banks               | (2,247)               | (1,390)               |
| Fixed deposits with maturity of more than 3 months           | (1,091)               | (1,695)               |
|  | <hr/>                 | <hr/>                 |
|  | 8,515                 | 13,110                |
|  | <hr/>                 | <hr/>                 |

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.