



## **GDB HOLDINGS BERHAD**

(Company No. 1036466-U)  
(Incorporated in Malaysia)

### **INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019**

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**UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019<sup>(1)</sup>**

	<b>CURRENT YEAR QUARTER 30.06.19 RM'000</b>	<b>PRECEDING YEAR QUARTER 30.06.18 RM'000</b>	<b>CURRENT YEAR TO DATE 30.06.19 RM'000</b>	<b>PRECEDING YEAR TO DATE 30.06.18 RM'000</b>
REVENUE	70,949	68,384	135,706	149,467
COST OF SALES	(61,221)	(55,990)	(115,796)	(126,444)
GROSS PROFIT	<u>9,728</u>	<u>12,394</u>	<u>19,910</u>	<u>23,023</u>
OTHER INCOME	1,167	900	2,081	1,456
	<u>10,895</u>	<u>13,294</u>	<u>21,991</u>	<u>24,479</u>
ADMINISTRATION EXPENSES	(1,845)	(1,329)	(3,646)	(2,739)
OTHER EXPENSES	(41)	(139)	(74)	(877)
PROFIT BEFORE TAXATION	<u>9,009</u>	<u>11,826</u>	<u>18,271</u>	<u>20,863</u>
INCOME TAX EXPENSE	(2,073)	(2,695)	(4,295)	(5,135)
PROFIT AFTER TAXATION/TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	<u>6,936</u>	<u>9,131</u>	<u>13,976</u>	<u>15,728</u>
<b>PROFIT AFTER TAXATION/TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-</b>				
Owners of the Company	<u>6,936</u>	<u>9,131</u>	<u>13,976</u>	<u>15,728</u>

**UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019<sup>(1)</sup> (CONT'D)**

	<b>CURRENT YEAR QUARTER 30.06.19 RM'000</b>	<b>PRECEDING YEAR QUARTER 30.06.18 RM'000</b>	<b>CURRENT YEAR TO DATE 30.06.19 RM'000</b>	<b>PRECEDING YEAR TO DATE 30.06.18 RM'000</b>
Earnings per share (Sen) attributable to owners of the Company:				
- Basic	1.11 <sup>(2)</sup>	1.61 <sup>(3)</sup>	2.24 <sup>(2)</sup>	2.78 <sup>(3)</sup>
- Diluted	1.11 <sup>(2)</sup>	1.61 <sup>(3)</sup>	2.24 <sup>(2)</sup>	2.78 <sup>(3)</sup>

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.
- (2) Based on the Company's weighted average number of ordinary shares of 625,000,000 as at 30 June 2019.
- (3) Based on the Company's weighted average number of ordinary shares of 566,298,000 as at 30 June 2018.

**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2019<sup>(1)</sup>**

	<b>30.06.2019</b>	<b>31.12.2018</b>
	<b>Unaudited</b>	<b>Audited</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSET</b>		
Property, plant and equipment	18,138	11,224
<b>CURRENT ASSETS</b>		
Contract assets	84,096	62,717
Trade receivables	12,719	33,725
Other receivables, deposits and prepayments	15,021	21,587
Current tax assets	38	168
Short-term investments	64,017	65,261
Fixed deposits with licensed banks	8,483	7,230
Cash and bank balances	13,312	10,839
	<u>197,686</u>	<u>201,527</u>
<b>TOTAL ASSETS</b>	<u>215,824</u>	<u>212,751</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	62,564	62,564
Retained profits	49,283	41,557
<b>TOTAL EQUITY</b>	<u>111,847</u>	<u>104,121</u>
<b>CURRENT LIABILITIES</b>		
Contract liabilities	-	7,580
Trade payables	37,920	37,835
Other payables and accruals	58,437	53,649
Provision	3,799	6,784
Current tax liabilities	3,821	2,782
	<u>103,977</u>	<u>108,630</u>
<b>TOTAL LIABILITIES</b>	<u>103,977</u>	<u>108,630</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>215,824</u>	<u>212,751</u>
Number of issued shares ('000)	625,000	625,000
Net asset per share attributable to owners of the Company (RM)	<u>0.18</u>	<u>0.17</u>

**Note:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019<sup>(1)</sup>**

	<b>Non-Distributable Share Capital RM'000</b>	<b>Distributable Retained Profits RM'000</b>	<b>Attributable to Owners of the Company RM'000</b>
Balance at 1.1.2018	20,000	19,917	39,917
Profit after taxation/Total comprehensive income for the financial year	-	27,890	27,890
Contribution by and distribution to owners of the Company:			
- Issuance of shares	43,750	-	43,750
- Share issue expenses <sup>(2)</sup>	(1,186)	-	(1,186)
- Dividend	-	(6,250)	(6,250)
	42,564	(6,250)	36,314
<b>Balance at 31.12.2018 (Audited)</b>	<b>62,564</b>	<b>41,557</b>	<b>104,121</b>
Balance at 1.1.2019	62,564	41,557	104,121
Profit after taxation/Total comprehensive income for the financial period	-	13,976	13,976
Contribution by and distribution to owners of the Company:			
- Dividend	-	(6,250)	(6,250)
	-	(6,250)	(6,250)
<b>Balance at 30.06.2019 (Unaudited)</b>	<b>62,564</b>	<b>49,283</b>	<b>111,847</b>

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.
- (2) In relation to the Initial Public Offering in conjunction with the listing of the Company on the ACE Market of Bursa Malaysia Securities Berhad.

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019<sup>(1)</sup>**

	<b>CURRENT YEAR TO DATE 30.06.2019 RM'000</b>	<b>PRECEDING YEAR TO DATE 30.06.2018 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	18,271	20,863
Adjustments for:		
Depreciation of plant and equipment	2,359	2,436
Listing expenses	-	718
Plant and equipment written off	28	26
Provision for defect works	13	-
Interest income	(1,723)	(1,201)
Reversal of provision for defect works	(2,997)	(232)
Operating profit before working capital changes	15,951	22,610
Increase in contract assets	(21,379)	-
Decrease in contract liabilities	(7,580)	-
Decrease in amount owing by contract customers	-	11,716
Decrease in amount owing to contract customers	-	(5,377)
Decrease in trade and other receivables	27,572	3,814
Increase/(decrease) in trade and other payables	4,873	(18,733)
<b>CASH FROM OPERATIONS</b>	<b>19,437</b>	<b>14,030</b>
Income tax paid	(3,396)	(3,215)
Income tax refund	269	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>16,310</b>	<b>10,815</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Increase in pledged fixed deposits with licensed bank	(1,253)	(2,809)
Purchase of property, plant and equipment	(9,301)	(2,239)
Interest received	1,723	1,201
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(8,831)</b>	<b>(3,847)</b>
<b>CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	-	43,750
Dividend paid	(6,250)	-
Payment of listing expenses	-	(1,685)
<b>NET CASH (FOR)/FROM FINANCING ACTIVITIES</b>	<b>(6,250)</b>	<b>42,065</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,229</b>	<b>49,033</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<b>76,100</b>	<b>26,004</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>77,329</b>	<b>75,037</b>

**Note:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.



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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019**

**A1. Basis of Preparation**

The interim financial report of the Group is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting, International Financial Reporting Standards (“IFRS”) 34, Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018.

**A2. Changes in Accounting Policies**

The accounting policies adopted by the Group in the preparation of the interim financial report are consistent with those adopted in the Group’s audited financial statements for financial year ended 31 December 2018 except for the adoption of the following MFRSs and Amendments to MFRSs which came into effect for annual periods beginning on or after 1 January 2019 and are applicable for the Group’s interim financial report for the quarter and year-to-date ended 30 June 2019, as disclosed below:

**MFRSs and/or Interpretations (including the Consequential Amendments)**

MFRS 16 Leases

IC Interpretation 23 Uncertainty Over Income Tax Treatments

Amendments to MFRS 9: Prepayment Features with Negative Compensation

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures

Annual Improvements to MFRS Standards 2015 – 2017 Cycle

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) do not have any material impact on the financial performance and position of the Group upon their initial application.

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the current financial year ending 31 December 2019:

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019 (CONT'D)****A2. Changes in Accounting Policies (Cont'd)**

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective for annual periods on or after</b>
Amendments to MFRS 3: Business Combinations - Definition of a Business	1 January 2020
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 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above accounting standards and 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.

**A3. Auditors' Report**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2018.

**A4. Seasonal or Cyclical Factors**

The business operations of the Group during the current financial quarter under review have not been materially affected by any seasonal or cyclical factors.

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items for the current financial quarter under review.

**A6. Changes in Estimates**

There were no material changes in accounting estimates that would materially affect the accounts for the current financial quarter under review.



**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019 (CONT'D)****A7. Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter under review.

**A8. Dividend Paid**

There was no payment of dividend during the current financial quarter under review.

**A9. Segmental Reporting**

No segmental reporting is available as the Group is primarily engaged in the business of provision of construction services in Malaysia.

**A10. Significant Events Subsequent to the End of the Interim Financial Period**

There are no significant events subsequent to the end of the interim financial period other than the Company's announcement on Bursa Malaysia Securities Berhad dated 23 July 2019 in relation to the execution of a Share Sale Agreement for the proposed acquisition of 70% equity interest in Eco Geotechnics Sdn Bhd (Please refer to note B7 for more details).

**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.

**A12. Fair Value of Financial Instruments**

There were no gain or losses arising from fair value changes for all financial assets and liabilities for the current financial quarter under review.

**A13. Capital Commitments**

	<b>Unaudited 30 June 2019 RM'000</b>	<b>Audited 31 December 2018 RM'000</b>
Purchase of plant and equipment	<u>9</u>	<u>3</u>

**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2019 (CONT'D)****A14. Operating Lease Commitment**

The future minimum lease payments under non-cancellable operating leases are as follows:

	<b>Unaudited 30 June 2019 RM'000</b>	<b>Audited 31 December 2018 RM'000</b>
Not later than 1 year	-	49
Later than 1 year and not later than 5 years	-	-
	<u>-</u>	<u>49</u>

**A15. Contingent Liabilities**

No provisions are recognised on the following matters as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement:

	<b>Unaudited 30 June 2019 RM'000</b>	<b>Audited 31 December 2018 RM'000</b>
<b>Secured</b>		
Performance bond and tender bond guarantees extended by subsidiary to third parties	<u>37,778</u>	<u>45,315</u>

**A16. Related Party Transactions**

There was no material transaction with related parties during the current financial quarter under review.

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

For the current financial quarter ended 30 June 2019, GDB recorded a 3.75% increase in revenue to RM70.95 million as compared to RM68.38 million in the same quarter last year due to higher contribution from AIRA Residence and Menara Hap Seng 3 projects. In addition, the Group also recorded maiden contribution from the mixed development project of 'Perla' in Ara Damansara for the current financial quarter under review.

However, the Group recorded a 23.82% decrease in profit before tax ("PBT") to RM9.01 million in the current financial quarter as compared to RM11.83 million in the same quarter last year. The reduction in PBT was mainly due to higher profit recognition from completed projects in the same quarter last year.

In the current sixth-month financial period ended 30 June 2019, GDB registered lower revenue of RM135.71 million as compared to RM149.47 million for the preceding financial period due to fewer ongoing projects in the current financial period under review. For the current financial period under review, the Group's revenue was principally derived from the provision of construction services for the AIRA Residence, Menara Hap Seng 3 as well as Perla in Ara Damansara.

The Group registered a PBT of RM18.27 million for the sixth-month financial period ended 30 June 2019, a lower PBT of 12.42% from RM20.86 million for the same period last year. The lower PBT was mainly due to lower profit contribution, which was in line with the lower revenue for the current financial period.

**B2. Comparison with the Immediate Preceding Quarter**

	Quarter Ended		Change	%
	30.06.19	30.03.19		
	RM'000	RM'000	RM'000	
Revenue	70,949	64,757	6,192	9.56
PBT	9,009	9,262	(253)	(2.73)

For the current financial quarter under review, the Group registered a 9.56% increase in revenue to RM70.95 million from RM64.76 million in the preceding financial quarter due to higher revenue contribution from the AIRA Residence and Menara Hap Seng 3 as compared to the preceding financial quarter.

However, the Group's PBT decreased by 2.73% in the current financial quarter under review to RM9.01 million from RM9.26 million in the preceding quarter which has recognised higher profit contributed by cost savings from completed projects.

**B3. Prospects for the Financial Year Ending 31 December 2019**

GDB is expected to remain profitable in the financial year ending 31 December 2019 with the continued smooth construction progress for our ongoing projects, bolstered by the commencement of a new project secured in the year.



**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B3. Prospects for the Financial Year Ending 31 December 2019 (Cont'd)**

GDB's order book stood at a healthy level of RM538.33 million as at 30 June 2019. The sizeable order book comprises on-going projects of AIRA Residence in Damansara Heights, Menara Hap Seng 3 within Kuala Lumpur city centre and Perla in Ara Damansara, Petaling Jaya. These projects will contribute to the Group's revenue until the financial year ending 31 December 2021.

The Board is confident that given its healthy financial position and track record of consistently delivering projects ahead of their contractual completion dates, GDB will be able to effectively navigate through the prevailing challenging environment brought by the slowdown in property development.

Moving forward, we will continue to identify ways to further enhance the competitiveness of our bids in view of the current challenging operating environment.

On 23 July 2019, the Group has entered into a Share Sale Agreement to acquire 70% controlling stake in Eco Geotechnics Sdn Bhd, a construction contractor specialising in geotechnical and foundation engineering works, for purchase consideration of RM5.96 million. The addition of Eco Geotechnics Sdn Bhd's bored piling and foundation works to our in-house capabilities, would enable GDB to cater to a larger clientele base and boost tendering prospects, especially for sub-structure works as well as projects which separate tenders for sub-structure and superstructure job. Barring any unforeseen circumstances, the acquisition is estimated to be completed in the fourth quarter of 2019. Hence, the acquisition is expected to contribute positively towards GDB's earnings going forward.

**B4. Profit Forecast**

The Group did not issue any profit forecast or guarantee during the current financial quarter and financial year under review.

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B5. Income Tax Expense**

The breakdown of income tax expense are as follows:

	Quarter Ended		Year-To-Date Ended	
	30.06.19 <sup>(2)</sup> RM'000	30.06.18 RM'000	30.06.19 <sup>(2)</sup> RM'000	30.06.18 RM'000
Current tax				
- for the financial period	2,078	2,695	4,300	5,135
- Under provision in prior years	(5)	-	(5)	-
	<u>2,073</u>	<u>2,695</u>	<u>4,295</u>	<u>5,135</u>
Effective tax rate (%) <sup>(1)</sup>	<u>23.01</u>	<u>22.79</u>	<u>23.51</u>	<u>24.61</u>

**Notes:**

- (1) The Group's effective tax rate for the current financial period under review and same period last year are 23.51% and 24.61% respectively. The slightly lower than statutory tax rate of 24% for current financial period under review is mainly due to non-taxable income whilst slightly higher effective tax for preceding financial period was due to non-tax-deductible expenses.
- (2) Income tax expense is recognised based on management's best estimate.



**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B6. Utilisation of Proceeds Raised from Public Issue**

The Board of Directors of the Company has resolved to extend the timeframe for utilisation of the gross proceeds from the Company's public issue ("**Public Issue Proceeds**") which have been earmarked for the acquisition of land for storage of construction machinery and equipment amounting to RM8.00 million, as well as for payment of salaries for new employees (for infrastructure project team) to be based at our head office amounting to RM0.68 million, by an additional twelve (12) months (the "**Extension of Time**").

The status of utilisation of the Public Issue Proceeds and details of the Extension of Time are as follows:

<b>Purpose</b>	<b>Proposed Utilisation</b>	<b>Deviation<sup>(1)</sup></b>	<b>Actual Utilisation</b>	<b>Balance Unutilised</b>	<b>Intended Timeframe (from the listing date)</b>	<b>Revised Expected Timeframe (from the listing date)</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>		
<b>i Capital expenditure:</b>						
- Purchase of new construction machinery and equipment	8,670	-	(437)	8,233	Within 36 months	No change
- Acquisition of a new office building	8,000	-	(8,000)	-	Within 36 months	No change
- Acquisition of land for storage	8,000	-	-	8,000	Within 12 months	Within 24 months
<b>ii. Working capital:-</b>						
- Payment to suppliers and subcontractors	14,900	673	(15,573)	-	Within 12 months	No change
- Payment of salaries for new employees (for infrastructure project team) to be based at our head office	680	-	-	680	Within 12 months	Within 24 months
<b>iii Estimated listing expenses</b>	<b>3,500</b>	<b>(673)</b>	<b>(2,827)</b>	<b>-</b>	<b>Within 3 months</b>	<b>No change</b>
<b>TOTAL</b>	<b>43,750</b>	<b>-</b>	<b>(26,837)</b>	<b>16,913</b>		



**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B6. Utilisation of Proceeds Raised from Public Issue (Cont'd)**

**Note:**

- (1) The actual listing expenses are lower than the estimated amount hence, the excess of RM0.67 million was used for working capital purposes.

**B7. Status of Corporate Proposals**

On 23 July 2019, GDB made an announcement on Bursa Malaysia Securities Berhad that the Company and its wholly-owned subsidiary, Grand Dynamic Builders Sdn Bhd (collectively referred to as "**Purchasers**") had entered into a Share Sale Agreement with Goh Eng Ngai, Tan Loo Loo and Wong Choo Keong (collectively referred to as "**Sellers**") ("**SSA**") in relation to the proposed acquisition of 70% equity interest in Eco Geotechnics Sdn Bhd on a pro rata basis from the Sellers for a total purchase consideration of RM5.96 million ("**Purchase Consideration**") ("**Proposed Acquisition**").

The Purchase Consideration is to be satisfied wholly in cash and to be funded entirely through internally generated funds.

The Proposed Acquisition is conditional upon all conditions precedent stated in the SSA being satisfied or waived (as the case maybe) within the sixty (60) days from the date of the SSA unless extended further by mutual agreement between both the Sellers and Purchasers.

**B8. Group Borrowings and Debt Securities**

There is no borrowings and debt securities by the Group for the current financial quarter under review.

**B9. Material Litigation**

As at the date of this report, the Group is not engaged in any material litigation.

**B10. Dividend Payable**

On 21 August 2019, the Board has approved the declaration and payment of first interim single-tier dividend of 1.0 sen per ordinary share totalling RM6,250,000 in respect of the financial year ending 31 December 2019. The entitlement of dividend will be determined based on the record of depositors as at 5 September 2019. The payment date of the first single-tier interim dividend is on 23 September 2019.

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B11. Earnings Per Share**

The basic and diluted earnings per share for the current financial quarter and year-to-date are computed as follows:

	Quarter Ended		Year-To-Date Ended	
	30.06.19 RM'000	30.06.18 RM'000	30.06.19 RM'000	30.06.18 RM'000
Profit after tax attributable to owners of the Company	6,936	9,131	13,976	15,728
Weighted average number of ordinary shares ('000):				
- Ordinary shares at 1 January	625,000	500,000	625,000	500,000
- Issuance of shares	-	66,298	-	66,298
Weighted average number of ordinary shares in issue at 30 June ('000)	625,000	566,298	625,000	566,298
Earnings per share (Sen) attributable to the owners of the Company				
- Basic <sup>(1)</sup>	1.11	1.61	2.24	2.78
- Diluted <sup>(2)</sup>	1.11	1.61	2.24	2.78

**Notes:**

- (1) The basic earnings per share is computed based on profit after tax attributable to owners of the Company divided by the weighted average number of ordinary shares in issue.
- (2) The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have convertible securities.

**B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income**

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

	Quarter Ended		Year-To-Date Ended	
	30.06.19 RM'000	30.06.18 RM'000	30.06.19 RM'000	30.06.18 RM'000
<b>Other Income</b>				
Interest income:				
- Fixed deposits/repo	121	161	230	375
- Short-term investments	841	634	1,493	826
Scrap sales	76	63	172	104
Other	129	42	186	151
	1,167	900	2,081	1,456



**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income (Cont'd)**

Profit before taxation is arrived at after charging / (crediting) (Cont'd):

	Quarter Ended		Year-To-Date Ended	
	30.06.19 RM'000	30.06.18 RM'000	30.06.19 RM'000	30.06.18 RM'000
<b>Administrative Expenses</b>				
Auditors' remuneration:				
- Current financial year	16	16	33	31
Directors' fee	54	40	105	79
Directors' non-fee emoluments:				
- Salaries and other emoluments	433	372	856	745
- Defined contribution plan	39	35	76	70
Staff costs:				
- Salaries and other emoluments	743	592	1,606	1,216
- Defined contribution plan	90	65	172	129
Rental of:				
- Equipment	2	2	4	4
- Office	35	34	70	69
Professional fees	227	11	349	28
Miscellaneous expenses	206	162	375	368
	<u>1,845</u>	<u>1,329</u>	<u>3,646</u>	<u>2,739</u>
<b>Other Expenses</b>				
Depreciation of plant and equipment	41	49	74	98
Plant and equipment written off	#	#	#	#
Listing expenses	-	29	-	718
Miscellaneous expenses	-	61	-	61
	<u>41</u>	<u>139</u>	<u>74</u>	<u>877</u>
<b>Total Admin &amp; Other Expenses</b>	<b><u>1,886</u></b>	<b><u>1,468</u></b>	<b><u>3,720</u></b>	<b><u>3,616</u></b>

**Note:**

# Amount below RM1,000.

BY ORDER OF THE BOARD