



GDB HOLDINGS BERHAD

201301006623 (1036466-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 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 SEPTEMBER 2019⁽¹⁾**

	CURRENT YEAR QUARTER 30.09.19 RM'000	PRECEDING YEAR QUARTER 30.09.18 RM'000	CURRENT YEAR TO DATE 30.09.19 RM'000	PRECEDING YEAR TO DATE 30.09.18 RM'000
REVENUE	78,217	55,748	213,923	205,215
COST OF SALES	(68,210)	(46,094)	(184,006)	(172,538)
GROSS PROFIT	<u>10,007</u>	<u>9,654</u>	<u>29,917</u>	<u>32,677</u>
OTHER INCOME	1,121	910	3,202	2,366
	<u>11,128</u>	<u>10,564</u>	<u>33,119</u>	<u>35,043</u>
ADMINISTRATION EXPENSES	(1,876)	(1,412)	(5,522)	(4,151)
OTHER EXPENSES	(44)	(250)	(118)	(1,127)
PROFIT BEFORE TAXATION	<u>9,208</u>	<u>8,902</u>	<u>27,479</u>	<u>29,765</u>
INCOME TAX EXPENSE	(2,028)	(2,142)	(6,323)	(7,277)
PROFIT AFTER TAXATION/TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	<u>7,180</u>	<u>6,760</u>	<u>21,156</u>	<u>22,488</u>
PROFIT AFTER TAXATION/TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	<u>7,180</u>	<u>6,760</u>	<u>21,156</u>	<u>22,488</u>

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

	CURRENT YEAR QUARTER 30.09.19 RM'000	PRECEDING YEAR QUARTER 30.09.18 RM'000	CURRENT YEAR TO DATE 30.09.19 RM'000	PRECEDING YEAR TO DATE 30.09.18 RM'000
Earnings per share (Sen) attributable to owners of the Company:				
- Basic	1.15 ⁽²⁾	1.15 ⁽³⁾	3.38 ⁽²⁾	3.84 ⁽³⁾
- Diluted	1.15 ⁽²⁾	1.15 ⁽³⁾	3.38 ⁽²⁾	3.84 ⁽³⁾

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 September 2019.
- (3) Based on the Company's weighted average number of ordinary shares of 586,081,000 as at 30 September 2018.

**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019⁽¹⁾**

	30.09.2019 Unaudited RM'000	31.12.2018 Audited RM'000
ASSETS		
NON-CURRENT ASSET		
Property, plant and equipment	17,472	11,224
CURRENT ASSETS		
Contract assets	81,322	62,717
Trade receivables	32,058	33,725
Other receivables, deposits and prepayments	12,700	21,587
Current tax assets	38	168
Short-term investments	43,595	65,261
Fixed deposits with licensed banks	9,787	7,230
Cash and bank balances	6,469	10,839
	<u>185,969</u>	<u>201,527</u>
TOTAL ASSETS	<u>203,441</u>	<u>212,751</u>
EQUITY AND LIABILITY		
EQUITY		
Share capital	62,564	62,564
Retained profits	50,213	41,557
TOTAL EQUITY	<u>112,777</u>	<u>104,121</u>
CURRENT LIABILITIES		
Contract liability	-	7,580
Trade payables	40,182	37,835
Other payables and accruals	44,965	53,649
Provision	3,331	6,784
Current tax liabilities	2,186	2,782
	<u>90,664</u>	<u>108,630</u>
TOTAL LIABILITY	<u>90,664</u>	<u>108,630</u>
TOTAL EQUITY AND LIABILITY	<u>203,441</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 SEPTEMBER 2019⁽¹⁾**

	Non-Distributable Share Capital RM'000	Distributable Retained Profits RM'000	Attributable to Owners of the Company RM'000
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 ⁽²⁾	(1,186)	-	(1,186)
- Dividend	-	(6,250)	(6,250)
	<u>42,564</u>	<u>(6,250)</u>	<u>36,314</u>
Balance at 31.12.2018 (Audited)	62,564	41,557	104,121
Balance at 1.1.2019	62,564	41,557	104,121
Profit after taxation/Total comprehensive income for the financial period	-	21,156	21,156
Contribution by and distribution to owners of the Company			
- Dividends	-	(12,500)	(12,500)
Balance at 30.09.2019 (Unaudited)	62,564	50,213	112,777

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 SEPTEMBER 2019⁽¹⁾**

	CURRENT YEAR TO DATE 30.09.2019 RM'000	PRECEDING YEAR TO DATE 30.09.2018 RM'000
CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES		
Profit before taxation	27,479	29,765
Adjustments for:		
Depreciation of plant and equipment	3,457	3,912
Listing expenses	-	718
Plant and equipment written off	32	22
Provision for defect works	13	2
Interest income	(2,688)	(1,998)
Reversal of provision for defect works	(3,466)	(232)
Operating profit before working capital changes	24,827	32,189
Increase in contract assets	(18,605)	-
Decrease in contract liability	(7,580)	-
Decrease in amount owing by contract customers	-	3,952
Decrease in amount owing to contract customers	-	(4,193)
Decrease in trade and other receivables	10,554	20,232
Decrease in trade and other payables	(6,337)	(19,901)
CASH FROM OPERATIONS	2,859	32,279
Income tax paid	(7,058)	(6,270)
Income tax refund	269	-
NET CASH (FOR)/FROM OPERATING ACTIVITIES	(3,930)	26,009
CASH FLOWS FOR INVESTING ACTIVITIES		
Increase in pledged fixed deposits with licensed banks	(2,557)	(3,352)
Proceeds from disposal of plant and equipment	-	3
Purchase of property, plant and equipment	(9,737)	(3,521)
Interest received	2,688	1,998
NET CASH FOR INVESTING ACTIVITIES	(9,606)	(4,872)
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	43,750
Dividends paid	(12,500)	(6,250)
Payment of listing expenses	-	(1,684)
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(12,500)	35,816
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(26,036)	56,953
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	76,100	26,004
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	50,064	82,957

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.



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 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 September 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.

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019 (CONT'D)****A2. Changes in Accounting Policies (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 but are not yet effective for the current financial year ending 31 December 2019:

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective for annual periods on or after
Amendments to MFRS 3: 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
Amendments to MFRS 9, MFRS 139 and MFRS 7: Internal Rate Benchmark Reform	1 January 2020

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.



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019 (CONT'D)

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.

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

During the nine months period ended 30 September 2019:

- (a) A second interim single-tier dividend of 1.0 sen per ordinary share in respect of the financial year ended 31 December 2018, amounting to RM6,250,000 was paid on 29 March 2019.
- (b) A first interim single-tier dividend of 1.0 sen per ordinary share in respect of the financial year ending 31 December 2019, amounting to RM6,250,000 was paid on 23 September 2019.

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 to Bursa Malaysia Securities Berhad dated 1 October 2019 in relation to the completion of the proposed acquisition of 70% equity interest in GDB Geotechnics Sdn Bhd (formerly known as 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.

**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019 (CONT'D)****A13. Capital Commitments**

	Unaudited 30 September 2019 RM'000	Audited 31 December 2018 RM'000
Purchase of plant and equipment	<u>33</u>	<u>3</u>

A14. Operating Lease Commitment

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

	Unaudited 30 September 2019 RM'000	Audited 31 December 2018 RM'000
Not later than 1 year	<u>31</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:

	Unaudited 30 September 2019 RM'000	Audited 31 December 2018 RM'000
Secured		
Performance bond and tender bond guarantees extended by subsidiary to third parties	<u>37,828</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 September 2019, GDB recorded a 40.30% increase in revenue to RM78.22 million as compared to RM55.75 million in the same quarter last year. This is mainly attributable to higher revenue recognition from its on-going projects. The Group's revenue for the current quarter under review is principally derived from the provision of construction services for AIRA Residence, Menara Hap Seng 3 and Perla Ara Sentral projects.

The Group recorded a 3.44% increase in profit before tax ("PBT") to RM9.21 million in the current financial quarter as compared to RM8.90 million in the same quarter last year. The increase in PBT is in tandem with the improved revenue contribution as well as higher interest income for the current quarter under review.

For the nine-month financial period ended 30 September 2019, GDB recorded revenue of RM213.92 million and profit before tax of RM27.48 million, compared to revenue of RM205.22 million and profit before tax of RM29.77 million in the same period last year. The 4.24% increase in revenue is attributable to revenue contribution from current on-going projects including the commencement of construction works for Perla Ara Sentral in the current financial period. The Group's 7.68% PBT decline is mainly due to higher profit recognition from completed projects in the preceding financial period and higher administrative expenses incurred for the current financial period under review.

B2. Comparison with the Immediate Preceding Quarter

	Quarter Ended		Change	%
	30.09.19	30.06.19		
	RM'000	RM'000	RM'000	
Revenue	78,217	70,949	7,268	10.24
PBT	9,208	9,009	199	2.21

For the current financial quarter under review, the Group registered a 10.24% increase in revenue to RM78.22 million from RM70.95 million in the preceding quarter. The improvement in revenue is mainly due to higher revenue contribution from on-going projects, namely AIRA Residence and Menara Hap Seng 3 as well as the Perla Ara Sentral.

The Group's PBT increased by 2.21% to RM9.21 million in the current financial quarter under review from RM9.01 million in the immediate preceding quarter in line with stages of construction works of respective projects.



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

GDB is expected to remain profitable in the financial year ending 31 December 2019 with the continued smooth construction progress for our ongoing projects and securing of new contracts.

On 26 September 2019, GDB secured its largest contract win to-date of RM517.0 million to construct the Park Regent premium residential development at Desa ParkCity, Kuala Lumpur. The project comprises two blocks of 54-storey apartments (505 units) comprising of Tower A from level 5 to level 44 (140 units) and Tower B from level 5 to level 53 (365 units) including a 5-storey podium (4-storey car park from ground floor to level 3, 1-storey residential amenities at level 4 and 1-storey basement car park). GDB was appointed as the main contractor by Cloudvest Sdn Bhd, a wholly owned subsidiary of Unicorn Frontier Sdn Bhd, which is a 50:50 joint venture entity between ParkCity Property Holdings Sdn Bhd and CapitalLand Malaysia Pte Ltd. The duration of the contract will be for 37 months, with commencement date starting on 2 December 2019 and scheduled completion date on 1 January 2023.

On 7 November 2019, the Group executed a Letter of Intent with Sunhill Ventures Sdn Bhd (“**Sunhill Ventures**”), a wholly-owned subsidiary of Hap Seng Consolidated Berhad (“**Hap Seng**”), to undertake construction works for the 5-star Hyatt Centric Hotel, Kota Kinabalu with provisional contract value of RM213.3 million subject to a definitive letter of award and awarded contract value upon finalisation of Bills of Quantities by Sunhill Ventures.

Following the Group’s completion of the acquisition of 70% controlling stake in GDB Geotechnics Sdn Bhd (formerly known as Eco Geotechnics Sdn Bhd) (“**GDBGSB**”), GDBGSB has secured and accepted its first contract on 14 November 2019 from Bison Holdings Sdn Bhd, a wholly-owned subsidiary of Hua Yang Berhad, to undertake piling and substructure works for Aviary Residence, Puchong Horizon for a total contract value of RM20.67 million. The duration of the contract will be for 21 months, with commencement date on 18 November 2019.

GDB continued its contract winning streak and accepted a contract for construction works as main contractor for the Hap Seng Star Mercedes-Benz Autohaus at Setia Alam, Selangor for a total contract value of RM67.9 million on 15 November 2019. The Hap Seng Star Mercedes-Benz Autohaus at Setia Alam contract was awarded by Hap Seng Land Development (Puchong) Sdn Bhd, a wholly-owned subsidiary of Hap Seng and has a contract duration of 15 months, with commencement date on 28 November 2019 and scheduled completion date on 27 February 2021.

GDB’s order book stood at a healthy level of RM956.34 million as at 30 September 2019, and subsequently increased to RM1.26 billion after taking into account the Group’s recent contract wins as at the date of this announcement. GDB’s order book comprises on-going projects namely AIRA Residence in Damansara Heights, Menara Hap Seng 3 in Kuala Lumpur City Centre, Perla Ara Sentral in Ara Damansara as well as newly-secured projects namely Park Regent at Desa ParkCity, Kuala Lumpur and Hyatt Centric Hotel in Kota Kinabalu, Sabah, Hap Seng Star Mercedes-Benz Autohaus at Setia Alam, Selangor as well as piling and substructure work for Aviary Residence in Puchong Horizon.

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 is as follows:

	Quarter Ended		Year-To-Date Ended	
	30.09.19 ⁽²⁾ RM'000	30.09.18 RM'000	30.09.19 ⁽²⁾ RM'000	30.09.18 RM'000
Current tax				
- for the financial period	1,853	2,142	6,153	7,277
- Under provision in prior years	175	-	170	-
	<u>2,028</u>	<u>2,142</u>	<u>6,323</u>	<u>7,277</u>
Effective tax rate (%) ⁽¹⁾	<u>22.02</u>	<u>24.06</u>	<u>23.01</u>	<u>24.45</u>

Notes:

- (1) The Group's effective tax rate for the current financial period under review and the corresponding financial period last year are 23.01% and 24.45% respectively. The slightly lower than statutory tax rate of 24% for the current financial period under review is mainly due to non-taxable income whilst the slightly higher effective tax rate for the corresponding financial period last year 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 had on 21 March 2019 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:

Purpose	Proposed Utilisation	Deviation⁽¹⁾	Actual Utilisation	Balance Unutilised	Intended Timeframe (from the listing date)	Revised Expected Timeframe (from the listing date)
	RM'000	RM'000	RM'000	RM'000		
i Capital expenditure:						
- 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
ii. Working capital:-						
- 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
iii Estimated listing expenses	3,500	(673)	(2,827)	-	Within 3 months	No change
TOTAL	43,750	-	(26,837)	16,913		



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 1 October 2019, GDB made an announcement to Bursa Malaysia Securities Berhad that all conditions precedent stipulated in the Share Sale Agreement in relation to the acquisition of GDBGSB have been fully satisfied and the acquisition of GDBGSB has been completed on 1 October 2019.

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

B8. Group Borrowings and Debt Securities

There are 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

There was no dividend proposed for the current financial quarter under review.

**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	
	30.09.19 RM'000	30.09.18 RM'000	30.09.19 RM'000	30.09.18 RM'000
Profit after tax attributable to owners of the Company	<u>7,180</u>	<u>6,760</u>	<u>21,156</u>	<u>22,488</u>
Weighted average number of ordinary shares ('000):				
- Ordinary shares at 1 January	625,000	500,000	625,000	500,000
- Issuance of shares	<u>-</u>	<u>86,081</u>	<u>-</u>	<u>86,081</u>
Weighted average number of ordinary shares in issue at 30 September ('000)	<u>625,000</u>	<u>586,081</u>	<u>625,000</u>	<u>586,081</u>
Earnings per share (Sen) attributable to the owners of the Company				
- Basic ⁽¹⁾	1.15	1.15	3.38	3.84
- Diluted ⁽²⁾	<u>1.15</u>	<u>1.15</u>	<u>3.38</u>	<u>3.84</u>

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	
	30.09.19 RM'000	30.09.18 RM'000	30.09.19 RM'000	30.09.18 RM'000
Other Income				
Interest income:				
- Fixed deposits/repo	170	155	400	530
- Short-term investments	795	642	2,288	1,468
Scrap sales	76	71	248	175
Other	80	42	266	193
	<u>1,121</u>	<u>910</u>	<u>3,202</u>	<u>2,366</u>

**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	
	30.09.19 RM'000	30.09.18 RM'000	30.09.19 RM'000	30.09.18 RM'000
Administrative Expenses				
Auditors' remuneration:				
- Current financial year	17	25	50	56
Directors' fee	51	38	156	117
Directors' non-fee emoluments:				
- Salaries and other emoluments	465	371	1,321	1,116
- Defined contribution plan	38	35	114	105
Staff costs:				
- Salaries and other emoluments	804	684	2,410	1,900
- Defined contribution plan	87	68	259	197
Rental of:				
- Equipment	2	3	6	7
- Office	37	35	107	104
Professional fees	167	30	516	58
Miscellaneous expenses	208	123	583	491
	<u>1,876</u>	<u>1,412</u>	<u>5,522</u>	<u>4,151</u>
Other Expenses				
Depreciation of plant and equipment	44	31	118	129
Plant and equipment written off	#	-	#	-
Listing expenses	-	-	-	718
Miscellaneous expenses	-	219	-	280
	<u>44</u>	<u>250</u>	<u>118</u>	<u>1,127</u>
Total Admin & Other Expenses	<u>1,920</u>	<u>1,662</u>	<u>5,640</u>	<u>5,278</u>

Note:

Amount below RM1,000.

BY ORDER OF THE BOARD