



**DPI HOLDINGS BERHAD (1249778-M)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 28 FEBRUARY 2019**

**20 MARCH 2019**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 28 FEBRUARY 2019**

	Note	Quarter Ended			Year-To-Date Ended		
		Unaudited 28.02.2019	Unaudited 28.02.2018	Changes	Unaudited 28.02.2019	Unaudited 28.02.2018	Changes
		RM'000	RM'000	%	RM'000	RM'000	%
REVENUE	8	10,140	N/A	N/A	35,760	N/A	N/A
COST OF SALES		(6,627)	N/A	N/A	(24,067)	N/A	N/A
GROSS PROFIT		3,513	N/A	N/A	11,693	N/A	N/A
OTHER INCOME		137	N/A	N/A	523	N/A	N/A
		3,650	N/A	N/A	12,216	N/A	N/A
SELLING AND DISTRIBUTION EXPENSES		(471)	N/A	N/A	(1,192)	N/A	N/A
ADMINISTRATIVE EXPENSES		(1,807)	N/A	N/A	(4,456)	N/A	N/A
OTHER EXPENSES		(457)	N/A	N/A	(937)	N/A	N/A
PROFIT BEFORE TAXATION		915	N/A	N/A	5,631	N/A	N/A
INCOME TAX EXPENSES	23	(360)	N/A	N/A	(1,671)	N/A	N/A
PROFIT AFTER TAXATION		555	N/A	N/A	3,960	N/A	N/A
OTHER COMPREHENSIVE INCOME		-	N/A	N/A	-	N/A	N/A
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		555	N/A	N/A	3,960	N/A	N/A
PROFIT AFTER TAXATION/ TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:- Owners of the Company		555	N/A	N/A	3,960	N/A	N/A

	Note	Quarter Ended		Year-To-Date Ended	
		Unaudited 28.02.2019	Unaudited 28.02.2018	Unaudited 28.02.2019	Unaudited 28.02.2018
		Sen per share	Sen per share	Sen per share	Sen per share
EARNINGS PER SHARE ("EPS") ATTRIBUTABLE TO OWNERS OF THE COMPANY:					
Basic EPS	29	0.14	N/A	1.03	N/A
Diluted EPS	29	0.14	N/A	1.03	N/A

N/A - Not applicable.

No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 27 November 2018 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 28 FEBRUARY 2019**

	<b>Unaudited As at 28.02.2019 RM'000</b>	<b>Audited As at 31.05.2018 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSET</b>		
Property, plant and equipment	8,294	5,724
	<u>8,294</u>	<u>5,724</u>
<b>CURRENT ASSETS</b>		
Inventories	9,816	8,974
Trade receivables	8,031	8,453
Other receivables, deposits and prepayments	156	967
Amount owing by a related party	-	15
Current tax assets	1,177	288
Fixed deposits with licensed banks	35,161	5,081
Cash and bank balances	9,876	12,946
	<u>64,217</u>	<u>36,724</u>
<b>TOTAL ASSETS</b>	<u><b>72,511</b></u>	<u><b>42,448</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	66,257	36,017
Merger deficit	(28,698)	(28,698)
Retained profits	30,965	27,248
<b>TOTAL EQUITY</b>	<u><b>68,524</b></u>	<u><b>34,567</b></u>
<b>NON-CURRENT LIABILITY</b>		
Deferred tax liabilities	290	165
<b>CURRENT LIABILITIES</b>		
Trade payables	3,093	6,317
Other payables and accruals	604	1,379
Current tax liabilities	-	20
	<u>3,697</u>	<u>7,716</u>
<b>TOTAL LIABILITIES</b>	<u><b>3,987</b></u>	<u><b>7,881</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>72,511</b></u>	<u><b>42,448</b></u>
	<b>RM</b>	<b>RM</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<u><b>0.14</b></u>	<u><b>0.10</b></u>

*The above condensed consolidated statement of financial position should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 27 November 2018 and the accompanying explanatory notes attached to these interim financial statements.*

**DPI HOLDINGS BERHAD** (1249778-M)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 28 FEBRUARY 2019**

	← Attributable to owners of the company →			Total Equity RM'000
	Share Capital RM'000	Merger Deficit RM'000	Retained Profits RM'000	
<b>At 31 May 2018, as previously reported (Audited)</b>	36,017	(28,698)	27,248	34,567
Effects of adoption of MFRS 9 (see Note 2.1(ii))	-	-	(243)	(243)
<b>At 1 June 2018, as restated</b>	36,017	(28,698)	27,005	34,324
Contributions by owners of the Company:				
- Issuance of shares	31,640	-	-	31,640
- Shares issuance expenses	(1,400)	-	-	(1,400)
	30,240	-	-	30,240
Profit after taxation/Total comprehensive income for the financial period	-	-	3,960	3,960
<b>At 28 February 2019 (Unaudited)</b>	<b>66,257</b>	<b>(28,698)</b>	<b>30,965</b>	<b>68,524</b>

*The above condensed consolidated statement of changes in equity should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 27 November 2018 and the accompanying explanatory notes attached to these interim financial statements.*

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 28 FEBRUARY 2019**

	Note	Year-To-Date Ended	
		Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		5,631	N/A
Adjustments for:-			
Depreciation of property, plant and equipment		305	N/A
Listing expenses		936	N/A
Property, plant equipment written off		1	N/A
Interest income		(269)	N/A
Unrealised gain on foreign exchange		(93)	N/A
Operating profit before working capital changes		6,511	N/A
Increase in inventories		(842)	N/A
Decrease in trade and other receivables		1,043	N/A
Decrease in amount owing by a related party		15	N/A
Decrease in trade and other payables		(3,999)	N/A
<b>CASH FROM OPERATIONS</b>		<b>2,728</b>	<b>N/A</b>
Income tax paid		(2,455)	N/A
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>273</b>	<b>N/A</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>			
Interest received		269	N/A
Purchase of property, plant and equipment		(2,876)	N/A
<b>NET CASH FOR INVESTING ACTIVITIES</b>		<b>(2,607)</b>	<b>N/A</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issuance of ordinary shares		31,640	N/A
Payment of share issuance expenses		(1,400)	N/A
Payment of listing expenses		(936)	N/A
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>29,304</b>	<b>N/A</b>

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 28 FEBRUARY 2019**

		<b>Year-To-Date Ended</b>	
		<b>Unaudited</b>	<b>Unaudited</b>
		<b>28.02.2019</b>	<b>28.02.2018</b>
	<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
NET INCREASE IN CASH AND CASH EQUIVALENTS		26,970	N/A
EFFECT OF FOREIGN EXCHANGE TRANSLATION		93	N/A
EFFECT OF PROVISION FOR EXPECTED CREDIT LOSS		(53)	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD		18,027	N/A
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	11	45,037	N/A

*N/A - Not applicable.*

*No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.*

*The above condensed consolidated statement of cash flows should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 27 November 2018 and the accompanying explanatory notes attached to these interim financial statements.*

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

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**1. BASIS OF PREPARATION**

These condensed consolidated financial statements ("Condensed Report") have been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*. The Condensed Report has been prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies.

This Condensed Report has also been prepared in accordance with rule 9.22 of the Listing Requirements.

This Condensed Report should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 27 November 2018. The explanatory notes attached to the Condensed Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2018.

This is the first announcement on the Company's consolidated results for the third quarter ended 28 February 2019, which is announced in compliance with the Listing Requirements. Hence, there are no comparative figures for the preceding year's corresponding quarter and year-to-date.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of the Condensed Report are consistent with those used in the preparation of the Group's audited financial statements for the financial year ended 31 May 2018, except for the following:-

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

**Effective for the financial periods beginning on or after 1 January 2018**

MFRS 9 Financial Instruments  
MFRS 15 Revenue from Contracts with Customers  
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration  
Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions  
Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts  
Amendments to MFRS 140 - Transfers of Investment Property  
Annual Improvements to MFRS Standards 2014 - 2016 Cycles:

- Amendments to MFRS 1: Deletion of Short-term Exemptions for First-time Adopters
- Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value
- Amendments to MFRS 15 and clarifications

The adoptions of the above new MFRSs, amendments and IC interpretations (including the consequential amendments, if any) did not have any material impact on the interim financial statements of the Group. Nevertheless, we highlight the followings:-

**MFRS 9 Financial Instruments**

MFRS 9 (IFRS issued by IASB in July 2014) replaces MFRS 139 and amends the previous requirements in three main areas: (i) classification and measurement of financial assets; (ii) impairment of financial assets, mainly by introducing a forward looking expected loss impairment model; and (iii) hedge accounting including removing some of the restrictions on applying hedge accounting in MFRS 139. The impact of MFRS 9 adoption are described below:-

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

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**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

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

MFRS 9 Financial Instruments (Cont'd)

- (i) Classification and Measurement (Cont'd)

The Group does not expect a significant impact on its statement of financial position on applying the classification and measurement requirements of MFRS 9.

Loans and receivables financial assets are held to collect contractual cash flows and are expected to give rise to cash flows representing solely payments of principal and interest. The Group analysed the contractual cash flow characteristics of these instruments and concluded that they meet the criteria to be measured at amortised cost under MFRS 9. Therefore, the Group does not expect the standard to affect the measurement of its debt financial assets.

In addition, the Group expects to continue measuring at fair value all financial assets currently held at fair value.

- (ii) Impairment of Financial Assets

MFRS 9 replaces that 'incurred loss' model in MFRS 139 with an 'expected credit loss' ("ECL") model. The new impairment model is forward-looking and eliminates the need for a trigger event to have occurred before credit losses are recognised. It involves a 3-stage approach under which financial assets move through the stages as their credit quality changes.

The new impairment model applies to financial assets measured at amortised cost.

In addition, the Group applied the simplified approach prescribed by MFRS 9 and record lifetime ECLs on trade receivables.

The assessment has resulted in a decrease of RM0.24 million in retained earnings with a corresponding adjustment to trade receivables of RM0.18 million, fixed deposits with licensed banks of RM0.02 million and cash at banks of RM0.04 million as at 1 June 2018.

- (iii) Hedge accounting

The new hedge accounting guidance in MFRS 9 aligns the hedge accounting treatment more closely with the Group's risk management practices. The adoption of the new accounting requirements did not have any material impact on the reporting period.

MFRS 15 Revenue from Contracts with Customers

MFRS 15 establishes a single comprehensive model for revenue recognition and will supersede the current revenue recognition guidance and other related interpretations when it becomes effective. Under MFRS 15, an entity shall recognise revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the distinct promised goods or services underlying the particular performance obligation is transferred to the customers. The amendments to MFRS 15 further clarify the concept of 'distinct' for the purposes of this accounting standard. In addition, extensive disclosures are also required by MFRS 15 about the nature, amount, timing and uncertainty of revenue and cash flows from contracts with customers.

Based on the assessments undertaken to date, the Group has determined that the impact on its financial statements upon the initial application of MFRS 15 is insignificant as the timing and amount of revenue to be recognised for the sale of aerosol product, thinners and solvent under the new standard are unlikely to be materially different from its current practice. However, the Group is required to disclose additional information about its contracts with customers in the financial statements.



**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

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**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

- 2.2 As at the date of the authorisation of this Condensed Report, the following Standards and Amendments to Standards have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective and have not been adopted by the Group. The Group expects that the adoption of the relevant pronouncements will not have any significant impact on the Group's financial statements.

**Effective for financial periods beginning on or after 1 January 2019**

MFRS 16 Leases  
Amendments to MFRS 9 Financial Instruments - *Prepayment Features with Negative Compensation*  
Amendments to MFRS 119 Employee Benefits - *Plan Amendment, Curtailment or Settlement*  
Amendments to MFRS 128 Investments in Associates and Joint Ventures - *Long-term Interests in Associates and Joint Ventures*  
Annual Improvements to MFRS Standards 2015 - 2017 Cycle:  
• Amendments to MFRS 3 Business Combinations - *Previously held interest in a joint operation*  
• Amendments to MFRS 11 Joint Arrangements - *Previously held interest in a joint operation*  
• Amendments to MFRS 112 Income Taxes - *Income tax consequences of payments on financial instruments classified as equity*  
• Amendments to MFRS 123 Borrowing Costs - *Borrowing costs eligible for capitalisation*  
IC Interpretation 23 Uncertainty over Income Tax Treatments

**Effective for financial periods beginning on or after 1 January 2020**

Amendments to MFRS 2 Share-based Payment  
Amendments to MFRS 3 Business combinations  
Amendments to MFRS 6 Exploration for and Evaluation of Mineral Resources  
Amendments to MFRS 14 Regulatory Deferral Accounts  
Amendments to MFRS 101 Presentation of Financial Statements  
Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors  
Amendments to MFRS 134 Interim Financial Reporting  
Amendment to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets  
Amendment to MFRS 138 Intangible Assets  
Amendments to IC Interpretation 12 Service Concession Arrangements  
Amendments to IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments  
Amendments to IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine  
Amendments to IC Interpretation 22 Foreign Currency Transactions and Advance Consideration  
Amendments to IC Interpretation 132 Intangible Assets - Web Site costs

**Effective for financial periods beginning on or after 1 January 2021**

MFRS 17 Insurance Contracts

**Effective date of these Standards have been deferred, and yet to be announced**

Amendments to MFRS 10 Consolidated financial Statements and MFRS 128 Investment in Associates and Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

**3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's business operations during the current financial quarter and year-to-date ended 28 February 2019 were not materially affected by any major seasonal or cyclical factors.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter and year-to-date ended 28 February 2019.

**5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had any material effect during the current financial quarter and year-to-date ended 28 February 2019.

**6. DEBT AND EQUITY SECURITIES**

Other than the issuance of new ordinary shares pursuant to the Company's Initial Public Offering and listing on the ACE Market of Bursa Securities as disclosed below, there were no issuance, repurchase or repayment of debt and equity securities, shares buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter and year-to-date ended 28 February 2019.

	<b>Number of shares</b>	
	<b>'000</b>	<b>RM'000</b>
<b>Issued and Fully Paid-Up</b>		
At 1 June 2018	360,171	36,017
Issuance of new ordinary shares	126,560	31,640
Share issuance expenses	-	(1,400)
At 28 February 2019	<u>486,731</u>	<u>66,257</u>

**7. DIVIDEND PAID**

No dividend was paid during the current financial quarter and year-to-date ended 28 February 2019.

**8. REVENUE**

	<b>Quarter Ended</b>			<b>Year-To-Date Ended</b>		
	<b>Unaudited 28.02.2019 RM'000</b>	<b>Unaudited 28.02.2018 RM'000</b>	<b>Changes %</b>	<b>Unaudited 28.02.2019 RM'000</b>	<b>Unaudited 28.02.2018 RM'000</b>	<b>Changes %</b>
Aerosol products	8,051	N/A	N/A	28,739	N/A	N/A
Solvents and thinners	2,089	N/A	N/A	7,021	N/A	N/A
	<u>10,140</u>	<u>N/A</u>	<u>N/A</u>	<u>35,760</u>	<u>N/A</u>	<u>N/A</u>

N/A - Not applicable.

No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

9. SEGMENT INFORMATION

There have been no changes in the basis of segmentation or in the basis of measurement of segment profit or loss from the last annual financial statements.

Business Segment

The Group's financial information analysed by business segment is as follows:-

	Quarter Ended											
	Aerosol products			Solvents and thinners			Others			Total		
	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %
<b>Revenue</b>												
External revenue (Note 8)	8,051	N/A	N/A	2,089	N/A	N/A	-	N/A	N/A	10,140	N/A	N/A
Inter-segment revenue	1,259	N/A	N/A	-	N/A	N/A	-	N/A	N/A	1,259	N/A	N/A
	9,310	N/A	N/A	2,089	N/A	N/A	-	N/A	N/A	11,399	N/A	N/A
Consolidated adjustments										(1,259)	N/A	N/A
Consolidated revenue										10,140	N/A	N/A
<b>Results</b>												
Segment profit before interest and taxation	1,518	N/A	N/A	91	N/A	N/A	(694)	N/A	N/A	915	N/A	N/A

	Year-To-Date Ended											
	Aerosol products			Solvents and thinners			Others			Total		
	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %
<b>Revenue</b>												
External revenue (Note 8)	28,739	N/A	N/A	7,021	N/A	N/A	-	N/A	N/A	35,760	N/A	N/A
Inter-segment revenue	4,967	N/A	N/A	965	N/A	N/A	-	N/A	N/A	5,932	N/A	N/A
	33,706	N/A	N/A	7,986	N/A	N/A	-	N/A	N/A	41,692	N/A	N/A
Consolidated adjustments										(5,932)	N/A	N/A
Consolidated revenue										35,760	N/A	N/A
<b>Results</b>												
Segment profit before interest and taxation	6,889	N/A	N/A	71	N/A	N/A	(1,329)	N/A	N/A	5,631	N/A	N/A

(1) Inclusive of IPO related expenses amounting to RM0.52 million for the current financial quarter and RM0.94 million for the current financial year-to-date.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

9. SEGMENT INFORMATION (CONT'D)

Business Segment (Cont'd)

	Aerosol products			Solvents and thinners			Others			Total		
	Unaudited	Audited	Changes	Unaudited	Audited	Changes	Unaudited	Audited	Changes	Unaudited	Audited	Changes
	28.02.2019	31.05.2018		28.02.2019	31.05.2018		28.02.2019	31.05.2018		28.02.2019	31.05.2018	
RM'000	RM'000	%	RM'000	RM'000	%	RM'000	RM'000	%	RM'000	RM'000	%	
<b>Assets</b>												
Segment assets	38,996	38,995	0.0	6,377	4,846	31.6	66,428	37,129	78.9	111,801	80,970	38.1
Consolidated adjustments										(39,290)	(38,522)	2.0
Consolidated total assets										72,511	42,448	70.8
Addition to non-current assets other than financial instruments is:-												
Property, plant and equipment	2,863	39	7,241.0	13	70	(81.4)	-	-	-	2,876	109	2,538.5
<b>Liabilities</b>												
Segment liabilities/ Consolidated total liabilities	2,858	4,747	(39.8)	1,081	3,087	(65.0)	48	47	2.1	3,987	7,881	(49.4)

Geographical Information

Revenue is based on the country in which the customers are located.

	Quarter Ended			Year-To-Date Ended		
	Unaudited	Unaudited	Changes	Unaudited	Unaudited	Changes
	28.02.2019	28.02.2018		28.02.2019	28.02.2018	
RM'000	RM'000	%	RM'000	RM'000	%	
Malaysia	8,189	N/A	N/A	29,641	N/A	N/A
Outside Malaysia	1,951	N/A	N/A	6,119	N/A	N/A
	10,140	N/A	N/A	35,760	N/A	N/A

No information is presented on the basis of geographical information for non-current assets as the Group operates primarily in Malaysia during the financial period.

N/A - Not applicable.

No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**10. RELATED PARTY DISCLOSURES**

	Quarter Ended			Year-To-Date Ended		
	Unaudited	Unaudited	Changes	Unaudited	Unaudited	Changes
	28.02.2019	28.02.2018		28.02.2019	28.02.2018	
	RM'000	RM'000	%	RM'000	RM'000	%
Rental paid or payable to a company in which a director of the Company has a substantial financial interest	12	N/A	N/A	35	N/A	N/A

N/A - Not applicable.

No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.

**11. CASH AND CASH EQUIVALENTS**

The cash and cash equivalents comprise the followings:-

	Unaudited As at 28.02.2019 RM'000	Audited As at 31.05.2018 RM'000
Cash and bank balances	9,876	12,946
Fixed deposits with licensed banks	35,161	5,081
	<u>45,037</u>	<u>18,027</u>

**12. CAPITAL COMMITMENTS**

Capital commitments for the purchase of property, plant and equipment not provided for in the Condensed Report as at the end of the financial period are as follows:-

	Unaudited As at 28.02.2019 RM'000	Audited As at 31.05.2018 RM'000
Approved and not contracted for:- Plant and equipment	22,980	23,540
Approved and contracted for:- Purchases of property and equipment	-	2,216
	<u>22,980</u>	<u>25,756</u>

**13. CONTINGENT ASSETS AND LIABILITIES**

There were no contingent assets and liabilities at the end of the financial period.

**14. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current financial quarter and year-to-date ended 28 February 2019.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**15. OPERATING LEASE COMMITMENTS**

The Group leases a number of warehouse under non-cancellable operating leases. The lease periods range from 2 to 3 years with an option to renew after that date.

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

	<b>Unaudited As at 28.02.2019 RM'000</b>	<b>Audited As at 31.05.2018 RM'000</b>
Not later than 1 year	262	192
Later than 1 year and not later than 5 years	177	272
	<u>439</u>	<u>464</u>

**16. FINANCIAL INSTRUMENTS**

16.1 Classification

The following table analyses the financial assets and financial liabilities of the Group in the condensed consolidated statement of financial position by the classes and categories of financial instruments to which they are assigned by their measurement basis.

	<b>Unaudited As at 28.02.2019 RM'000</b>	<b>Audited As at 31.05.2018 RM'000</b>
<b>Assets</b>		
<b>Financial assets at amortised cost</b>		
Trade receivables	8,031	8,453
Other receivables and deposits	156	521
Amount owing by a related party	-	15
Fixed deposits with licensed banks	35,161	5,081
Cash and bank balances	9,876	12,946
<b>Total financial assets</b>	<u>53,224</u>	<u>27,016</u>
<b>Liabilities</b>		
<b>Financial liabilities at amortised cost</b>		
Trade payables	3,093	6,317
Other payables and accruals	604	1,379
<b>Total financial liabilities</b>	<u>3,697</u>	<u>7,696</u>

16.2 Fair Value Information

At the end of the reporting period, there were no financial instrument carried at fair values in the statement of financial position.

The carrying amount of financial assets and financial liabilities at amortised cost are reasonable approximation of their fair values.

**17. EVENT AFTER THE REPORTING PERIOD**

There were no significant events subsequent to 28 February 2019.

**18. SIGNIFICANT EVENT DURING THE PERIOD**

Save as disclosed in Note 24, there was no other significant event during the period.

**PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA  
SECURITIES BERHAD**

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**19. REVIEW OF PERFORMANCE**

Current Financial Quarter

For the current financial quarter, the Group reported a revenue of RM10.14 million and profit before taxation of RM 0.92 million. The profit before taxation included a listing expenses related to IPO exercise which amounted to RM0.52 million.

The revenue for the current financial quarter was contributed by the aerosol products segment amounting to RM8.05 million or 79.4% of total revenue, while the revenue contributed by solvents and thinners segment amounting to RM2.09 million or 20.6% of total revenue.

Current Financial Year-To-Date

For the current financial year-to-date, the Group reported a revenue of RM35.76 million and profit before taxation of RM 5.63 million. The profit before taxation included a listing expenses related to IPO exercise which amounted to RM0.94 million.

The revenue for the current financial year-to-date was contributed by aerosol products segment amounting to RM28.74 million or 80.4% of total revenue, while the revenue contributed by solvents and thinners segment amounting to RM7.0 million or 19.6% of total revenue.

There are no comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.

**20. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER  
COMPARED WITH IMMEDIATE PRECEDING QUARTER**

	Quarter Ended		Changes %
	Unaudited 28.02.2019 RM'000	Unaudited 30.11.2018 RM'000	
Revenue	10,140	10,048	0.9
Profit before taxation	915	1,179	(22.4)

There is no material changes to the Group's revenue of RM10.14 million for the current financial quarter as compared with the revenue of RM10.0 million in the immediate preceding quarter.

The Group's profit before taxation decreased by 22.4% from RM1.18 million in the immediate preceding quarter to RM0.92 million in the current financial quarter. This was mainly due to bonus amounting to RM0.70 million that was paid out during the current financial quarter. Notwithstanding the above, the Group's gross profit for the current financial quarter increased by RM0.52 million as compared with immediate preceding quarter as a result of a decrease in the cost of raw materials incurred during the current financial quarter.

**PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA  
SECURITIES BERHAD**

**21. CURRENT YEAR PROSPECTS**

With the positive growth of the aerosol paints industry, the Group will focus on the expansion of production capacity by setting up a new building equipped with fully automated aerosol filling lines while progressively upgrading the existing aerosol filling lines. The Group has already purchased a new automated filling line during the current financial year-to-date, and will start its operations within the next few months.

Concurrently, the Group will intensify its sales, marketing and advertising initiatives for market expansion by utilising the IPO proceeds for the remaining period of the financial year and will continue to closely monitor the costs and profitability accordingly.

Premised on the above and barring unforeseen circumstances, the Board of Directors is optimistic of the prospects for the Group this year.

**22. PROFIT FORECAST**

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

**23. INCOME TAX EXPENSE**

	Quarter Ended			Year-To-Date Ended		
	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Changes %
Income tax	265	N/A	N/A	1,546	N/A	N/A
Deferred tax	95	N/A	N/A	125	N/A	N/A
Total income tax expense	360	N/A	N/A	1,671	N/A	N/A
Effective tax rate	39%	N/A		30%	N/A	

N/A - Not applicable.

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the current period.

The effective tax rate of the Group for the current period were higher than the statutory tax rate principally due to certain expenses being not deductible for tax purpose.

*No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.*



**PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**24. STATUS OF CORPORATE PROPOSALS**

During the current financial quarter, the Company successfully listed its entire enlarged issued share capital of RM31.64 million comprising 126,560,000 shares on the ACE Market of Bursa Securities on 7 January 2019.

There is no corporate proposal announced but not completed on 20 March 2019.

**25. UTILISATION OF PROCEEDS RAISED FROM THE IPO**

The gross proceeds raised from the IPO of RM31.64 million and status of utilisation as at 28 February 2019 is disclosed in the following table:

No.	Purpose	Proposed utilisation		Actual Utilisation RM'000	Intended timeframe for utilisation (from the listing date)	Deviation Explanation (if deviation is 5% or more)
		RM'000	%			
i	Capital expenditure and expansion	23,540	74.4	560	Within 18 to 24 months	N/A
ii	Sales, marketing and advertising expenses	3,000	9.5	-	Within 24 months	N/A
iii	Product development	1,300	4.1	32	Within 24 months	N/A
iv	Estimated listing expenses	3,800	12.0	3,428	Within 1 month	372 <sup>(1)</sup>
	<b>Total</b>	<b>31,640</b>	<b>100.0</b>	<b>4,020</b>		<b>372</b>

<sup>(1)</sup> The surplus has been re-allocated for working capital purposes.

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 27 November 2018.

**26. BORROWINGS AND DEBT SECURITIES**

As at the reporting date, there were no borrowings and the Group has not issued any debt securities.

**27. CHANGES IN MATERIAL LITIGATION**

There was no material litigation against the Group as at the reporting date.

**PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA  
SECURITIES BERHAD**

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**28. DIVIDEND**

There was no dividend payable in the current quarter and year-to-date ended 28 February 2019.

*No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.*

**29. EARNINGS PER SHARE ("EPS")**

	Quarter Ended		Year-To-Date Ended	
	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000	Unaudited 28.02.2019 RM'000	Unaudited 28.02.2018 RM'000
Profit after taxation attributable to owners of the Company (RM'000)	555	N/A	3,960	N/A
Weighted average number of ordinary shares in issue ('000)	384,278	N/A	384,278	N/A
Earnings per share attributable to owners of the Company				
- Basic <sup>(1)</sup> (Sen)	0.14	N/A	1.03	N/A
- Diluted <sup>(2)</sup> (Sen)	0.14	N/A	1.03	N/A

N/A - Not applicable.

Notes:

<sup>(1)</sup> The basic earnings per share is computed based on profit after tax attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 28 February 2019.

<sup>(2)</sup> The diluted earnings per share is equal to the basic earnings per share.

*No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the Listing Requirements.*

**PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**30. NOTES TO THE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

Included in the Statement of Profit or Loss and Other Comprehensive Income are:-

	Quarter Ended			Year-To-Date Ended		
	Unaudited	Unaudited	Changes	Unaudited	Audited	Changes
	28.02.2019	28.02.2018		28.02.2019	28.02.2018	
RM'000	RM'000	%	RM'000	RM'000	%	
Allowance for impairment loss on a trade receivable written back	-	N/A	N/A	(4)	N/A	N/A
Allowance for impairment loss on trade receivables	-	N/A	N/A	-	N/A	N/A
Bad debts written off	-	N/A	N/A	-	N/A	N/A
Depreciation of investment properties	-	N/A	N/A	-	N/A	N/A
Depreciation of property, plant and equipment	102	N/A	N/A	305	N/A	N/A
Exceptional items	-	N/A	N/A	-	N/A	N/A
Gain on disposal of investment properties	-	N/A	N/A	-	N/A	N/A
Gain on disposal of property, plant and equipment	-	N/A	N/A	-	N/A	N/A
(Gain)/Loss on foreign exchange:						
- realised	(43)	N/A	N/A	(155)	N/A	N/A
- unrealised	109	N/A	N/A	(93)	N/A	N/A
Gain or loss on derivatives	-	N/A	N/A	-	N/A	N/A
Impairment of assets	-	N/A	N/A	-	N/A	N/A
Interest expenses	-	N/A	N/A	-	N/A	N/A
Interest income from fixed deposits with licensed banks	(204)	N/A	N/A	(269)	N/A	N/A
Inventories written off	-	N/A	N/A	-	N/A	N/A
Listing expenses	517	N/A	N/A	936	N/A	N/A
Property, plant and equipment written off	-	N/A	N/A	1	N/A	N/A
Rental income	-	N/A	N/A	-	N/A	N/A

N/A - Not applicable.

No comparative figures for the preceding year's corresponding quarter and year-to-date is available as this is the first announcement on the consolidated results for the third quarter ended 28 February 2019 in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

**31. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the financial year ended 31 May 2018 was unmodified.

**32. AUTHORISED FOR ISSUE**

The Condensed Report was authorised for issue by the Board in accordance with a resolution of the Directors on 20 March 2019.