



SL INNOVATION CAPITAL BERHAD

(Formerly known as SL Information Berhad)

(Company No. 972155-K)

(Incorporated in Malaysia)

**FINANCIAL STATEMENTS FOR THE HALF-YEAR
ENDED 31 DECEMBER 2018**

CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”)

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY SL INNOVATION CAPITAL BERHAD (“SLIC” OR THE “COMPANY”). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

SL INNOVATION CAPITAL BERHAD
(Formerly known as SL Information Berhad)
 (Company No. 972155-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT
 31 DECEMBER 2018⁽¹⁾**

| | As at 31 Dec 2018 Unaudited RM'000 | As at 31 Dec 2017 Audited RM'000 |
|--|--|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment ⁽²⁾ | 8,249 | 6,488 |
| Investment properties ⁽²⁾ | 609 | 1,490 |
| Development expenditures | 296 | 86 |
| Deferred tax asset | 115 | - |
| Total non-current assets | 9,269 | 8,064 |
| Current assets | | |
| Trade receivables | 6,452 | 9,095 |
| Other receivables | 348 | 659 |
| Tax recoverable | 264 | 275 |
| Cash and bank balances | 3,670 | 2,430 |
| Total current assets | 10,734 | 12,459 |
| Total assets | 20,003 | 20,523 |
| EQUITY | | |
| Share capital | 7,648 | 5,825 |
| Merger reserves | (3,825) | (3,825) |
| Retained earnings | 7,700 | 7,385 |
| Total equity | 11,523 | 9,385 |
| LIABILITIES | | |
| Non-current liabilities | | |
| Finance lease liabilities | 459 | 213 |
| Bank borrowings | 975 | 1,009 |
| Deferred tax liabilities | 173 | 73 |
| Total non-current liabilities | 1,607 | 1,295 |
| Current liabilities | | |
| Trade payables | 2,500 | 4,198 |
| Other payables | 3,800 | 4,427 |
| Finance lease liabilities | 118 | 48 |
| Bank borrowings | 40 | 37 |
| Tax payable | 415 | 1,133 |
| Total current liabilities | 6,873 | 9,843 |
| Total liabilities | 8,480 | 11,138 |
| Total equity and liabilities | 20,003 | 20,523 |
| Net assets per share (RM)⁽³⁾ | 0.09 | 0.08 |

SL INNOVATION CAPITAL BERHAD
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Notes:

- (1) *The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are detailed in Note A1 and should be read in conjunction with the Audited Combined Financial Statements as disclosed in the Information Memorandum of the Company dated 18 April 2018 and the accompanying explanatory notes attached to this interim financial report.*
- (2) *The following reclassifications were made to the financial statement of the previous financial year to be consistent with the current year presentation.*

| | As previously stated | Reclassification | As restated |
|--|---------------------------------|-------------------------|--------------------|
| | RM'000 | RM'000 | RM'000 |
| 31 December 2017 | | | |
| Statement of financial position | | | |
| Property, plant and equipment | 7,978 | (1,490) | 6,488 |
| Investment property | - | 1,490 | 1,490 |

- (3) *Net assets per ordinary share is calculated based on the Company's total number of issued shares of 127,000,000 ordinary shares as at 31 December 2018 and 116,500,000 ordinary shares as at 31 December 2017.*

SL INNOVATION CAPITAL BERHAD
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(Company No. 972155-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018⁽¹⁾

| | Individual 6 months ended | | Cumulative 12 months ended | |
|--|---------------------------|--------------|----------------------------|---------------|
| | 31 Dec 2018 | 31 Dec 2017 | 31 Dec 2018 | 31 Dec 2017 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 17,247 | 19,044 | 31,311 | 35,737 |
| Cost of sales | (9,068) | (9,310) | (17,516) | (20,794) |
| Gross profit | 8,179 | 9,734 | 13,795 | 14,943 |
| Other income | 350 | 239 | 645 | 557 |
| Selling & distributions expenses | (289) | (256) | (603) | (615) |
| Administrative expenses | (6,200) | (5,747) | (10,237) | (9,266) |
| Listing expenses | (1) | - | (660) | - |
| Finance costs | (38) | (40) | (68) | (83) |
| Profit before taxation | 2,001 | 3,930 | 2,872 | 5,536 |
| Taxation | (884) | (960) | (1,226) | (1,333) |
| Profit for the financial period, representing total comprehensive income for the financial period attributable to owners of the Company | 1,117 | 2,970 | 1,646 | 4,203 |
| Earnings per ordinary share ("EPS") (sen) (as defined in Note C5): | | | | |
| - Basic | 0.88 | 2.55 | 1.34 | 3.61 |
| - Diluted | 0.88 | 2.55 | 1.34 | 3.61 |

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Audited Combined Financial Statements as disclosed in the Information Memorandum of the Company dated 18 April 2018 and the accompanying explanatory notes attached to this interim financial report.

SL INNOVATION CAPITAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018⁽¹⁾

| | <----- Non-distributable -----> | | Distributable | Total |
|---|---------------------------------|----------------|-------------------|---------------|
| | Share Capital | Merger Reserve | Retained Earnings | |
| | RM'000 | RM'000 | RM'000 | |
| At 1 January 2017 | (2) | 2,000 | 9,682 | 11,682 |
| Profit for the financial year, representing total comprehensive income for the financial year | - | - | 4,203 | 4,203 |
| Transaction with owners: | | | | |
| Issuance of ordinary shares | 5,825 | (5,825) | - | - |
| Dividends paid to owner of subsidiary company | - | - | (6,500) | (6,500) |
| At 31 December 2017 | 5,825 | (3,825) | 7,385 | 9,385 |
| At 1 January 2018 | 5,825 | (3,825) | 7,385 | 9,385 |
| Opening balance adjustments from adoption of MFRS 9 | - | - | (61) | (61) |
| At 1 January 2018 (Restated) | 5,825 | (3,825) | 7,324 | 9,324 |
| Profit for the financial year, representing total comprehensive income for the financial year | - | - | 1,646 | 1,646 |
| Transactions with owners: | | | | |
| Issuance of ordinary shares arising from Excluded Issue (as defined in Note A6) | 1,890 | - | - | 1,890 |
| Listing expenses | (67) | - | - | (67) |
| Dividends paid to owner of company | | | (1,270) | (1,270) |
| At 31 December 2018 | 7,648 | (3,825) | 7,700 | 11,523 |

Notes:

(1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Audited Combined Financial Statements as disclosed in the Information Memorandum of the Company dated 18 April 2018 and the accompanying explanatory notes attached to this interim financial report.

(2) Denotes RM2.00.

SL INNOVATION CAPITAL BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

| | 12 months ended | |
|---|-----------------------|-----------------------|
| | 31 Dec 2018 RM'000 | 31 Dec 2017 RM'000 |
| Cash Flows From Operating Activities | | |
| Profit before taxation | 2,872 | 5,536 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 228 | 162 |
| Depreciation of Investment properties | 58 | 59 |
| Listing expenses | 660 | - |
| Gain on disposal of property, plant and equipment | - | (22) |
| Impairment losses on trade receivables | 178 | - |
| Reversal of impairment losses of trade receivables | (10) | (21) |
| Unrealised gain on foreign exchange | (16) | (2) |
| Unrealised loss on foreign exchange | - | 8 |
| Interest income | (2) | (2) |
| Interest expense | 68 | 83 |
| Operating profit before movement in working capital | 4,038 | 5,803 |
| Changes in working capital: | | |
| Decrease in receivables | 2,724 | 3,996 |
| Decrease in payables | (2,311) | (3,641) |
| | 413 | 355 |
| Cash generated from operations | 4,451 | 6,158 |
| Interest received | (2) | (2) |
| Interest paid | (68) | (83) |
| Tax paid | (1,956) | (1,003) |
| Tax refund | 10 | 123 |
| | (2,014) | (963) |
| Net cash from operating activities | 2,437 | 5,195 |
| Cash Flows From Investing Activities | | |
| Purchase of property, plant and equipment | (796) | (322) |
| Proceeds from disposal of property, plant and equipment | - | 86 |
| Additional development expenditures | (210) | (86) |
| Net cash used in investing activities | (1,006) | (322) |

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

Cash Flows From Financing Activities

| | | |
|---|---------------------|---------------------|
| Proceeds from issuance of new shares | 1,890 | - |
| Listing expenses | (727) | - |
| Payment of dividends | (1,270) | (3,506) |
| Repayment of finance lease liabilities | (54) | (4) |
| Repayment of term loans | (31) | (572) |
| Net cash used in financing activities | <u>(192)</u> | <u>(4,082)</u> |
| Net increase in cash and cash equivalents | 1,239 | 792 |
| Effect of exchange translation differences on cash and cash equivalents | 1 | (6) |
| Cash and cash equivalents at beginning of the financial year | <u>2,430</u> | <u>1,644</u> |
| Cash and cash equivalents at end of the financial year | <u>3,670</u> | <u>2,430</u> |

Notes:

- (1) *The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are detailed in Note A1 and should be read in conjunction with the Audited Combined Financial Statements as disclosed in the Information Memorandum of the Company dated 18 April 2018 and the accompanying explanatory notes attached to this interim financial report.*
- (2) *Less than RM1,000*

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

A1. BASIS OF PREPARATION

SLIC was incorporated in Malaysia under the Companies Act 2016 as a private limited company with an issued share capital of RM2.00 comprising 2 ordinary shares under the name of SL Information Sdn Bhd on 19 December 2011. It was subsequently changed to its present name on 12 July 2018.

On 17 November 2017, it was converted into a public limited company to facilitate the listing of the Company on the LEAP Market of Bursa Securities. During the same month, there was a capital restructuring whereby SLIC obtained full control of SL Information System Sdn Bhd (“**SL System**”) and SL Information Solutions Sdn Bhd (“**SL Solutions**”) by issuing 116,499,998 new ordinary shares of SLIC for a total purchase consideration RM2,527,901 and RM3,297,099 respectively to the original shareholders, in exchange for the shares in SL System and SL Solutions. The original shareholders have the same interest in the Company as they had in SL System and SL Solutions and there is no change to the assets and liabilities as a result of the establishment of SLIC.

On 21 May 2018, the Company’s entire enlarged issued share capital of RM7,715,002 comprising 127,000,000 ordinary shares were listed on the LEAP Market of Bursa Securities.

The interim financial statements of SLIC and its subsidiaries (the “**Group**”) are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting.

This is the interim financial report on the consolidated results for the financial year ended 31 December 2018 announced by the Company in compliance with the LEAP Market Listing Requirements of Bursa Securities (“**Listing Requirements**”). The comparative figures have been presented as if the combination has occurred from the date when the combining entities first came under common control.

The interim financial report should be read in conjunction with the Audited Combined Financial Statements as disclosed in the Information Memorandum of the Company dated 18 April 2018 and the accompanying explanatory notes attached to this interim financial report.

A2. CHANGES IN ACCOUNTING POLICIES

The financial information presented herein has been prepared in accordance with the accounting policies to be used in preparing the annual consolidated financial statements for 31 December 2018 under the MFRS framework. These policies do not differ significantly from those used in the audited combined financial statements for 31 December 2017 except as disclosed below:

As of 1 January 2018, the Group have adopted the following revised MFRSs and Amendments to MFRSs that have been issued by the MASB:

MFRSs and amendments effective for annual period beginning on or after 1 January 2018:

Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2014-2016 Cycle)

Amendments to MFRS 2: Share-based Payment: Classification and Measurement of Share-based Payment Transactions

MFRS 9: Financial Instruments

MFRS 15: Revenue from Contracts with Customers

MFRS 15: Revenue from Contracts with Customers: Clarifications to MFRS 15

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL FOR THE FINANCIAL ENDED 31 DECEMBER 2018 (CONT'D)

A2. CHANGES IN ACCOUNTING POLICIES (CONT'D)

Amendments to MFRS 128: Investments in Associates and Joint Ventures (Annual Improvements 2014-2016 Cycle)

Amendments to MFRS 140: Investment Property: Transfers of Investment Property
IC Interpretation 22: Foreign Currency Transactions and Advance Consideration

The adoption of the above pronouncement has no material financial impact to the Group other than as set out below:

i. MFRS 9: Financial instruments

The Group adopted MFRS 9: Financial Instruments on 1 January 2018. MFRS 9 replaces the guidance in MFRS 139 Financial Instruments: Recognition and Measurement on the classification and measurement of financial assets and financial liabilities, impairment of financial assets, and on hedge accounting.

MFRS 9 contains a new classification and measurement approach for financial assets that reflects the business model in which assets are managed and their cash flow characteristics.

MFRS 9 contains three principal classifications categories for financial assets: measured at amortised cost, fair value through other comprehensive income (“**FVOCI**”) and fair value through profit or loss (“**FVTPL**”). The standard eliminates the existing MFRS 139 categories of held to maturity, loans and receivables and available for sale. The Group has elected to classify the equity investments as FVTPL and present subsequent changes in the investment’s fair value to profit or loss.

MFRS 9 also replaces the incurred loss model in MFRS 139 with a forward-looking expected credit loss (“**ECL**”) model. Under MFRS 9, loss allowances will be measured on either 12 month ECLs or Lifetime ECLs. As allowed by the transitional provision of MFRS 9, the Group elected not to restate the comparatives.

Effects arising from the initial application of the new impairment model and the recognition of equity investments to FVTPL are as follows:

| | Impact of adoption of MFRS 9 to opening balance at 1 January 2018 RM ‘000 |
|-------------------------------|--|
| Decrease in retained earnings | 61 |
| Decrease in trade receivables | 61 |

The current year to date impact of expected credit losses of RM9,752 has been reversed into profit or loss in the current year.

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL FOR THE FINANCIAL ENDED 31 DECEMBER 2018 (CONT'D)

A2. CHANGES IN ACCOUNTING POLICIES (CONT'D)

ii. MFRS 15: Revenue from Contract with Customers

MFRS 15 replaces the guidance in MFRS 111 Construction Contracts, MFRS 118 Revenue, IC Interpretation 13 Customer Loyalty Programmes, IC Interpretation 15, Agreements for Construction of Real Estate, IC Interpretation 18, Transfers of Assets from Customers and IC Interpretation 131, Revenue – Barter Transactions Involving Advertising Services. MFRS 15 provides a single model for accounting for revenue arising from contracts with customers, focusing on the identification and satisfaction of performance obligations.

The application of MFRS 15 does not have a material effect on the Group's financial statements.

A3. SEASONAL AND CYCLICAL FACTORS

The business operations of the Group are not significantly affected by any seasonal or cyclical factors for the current financial period and financial year-to-date under review.

A4. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial period and financial year-to-date under review.

A5. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates in the current financial period and financial year-to-date under review.

A6. DEBT AND EQUITY SECURITIES

Save as disclosed below, there was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial period and financial year-to-date under review:

On 16 May 2018, 10,500,000 new ordinary shares of the Company were issued pursuant to the excluded issue at an issue price of RM0.18 per ordinary share to sophisticated investors within the meanings of Sections 229 and 230 of the Capital Markets and Services Act 2007 ("**Excluded Issue**").

Subsequently, on 21 May 2018, the Company's entire enlarged issued share capital of RM7,715,002 comprising of 127,000,000 ordinary shares were listed on the LEAP Market of Bursa Securities.

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL FOR THE FINANCIAL ENDED 31 DECEMBER 2018 (CONT'D)

A7. SEGMENTAL INFORMATION

The Group's revenue based on activities is presented as follows:

| | Individual 6 months ended | | Cumulative 12 months ended | |
|--|---------------------------|---------------|----------------------------|---------------|
| | 31.12.2018 | 31.12.2017 | 31.12.2018 | 31.12.2017 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| IT infrastructure technology solutions | 8,196 | 7,479 | 14,419 | 17,305 |
| Enterprise software solutions | 9,051 | 11,565 | 16,892 | 18,432 |
| Total | 17,247 | 19,044 | 31,311 | 35,737 |

The Group's revenue is derived from project based sales and retainer based contracts which comprise both IT infrastructure technology solutions and enterprise software solutions, whereby the composition is dependent on the nature of the project and its customers' requirements.

A8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL PERIOD

There were no material events subsequent to the end of the current financial period.

A9. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current financial period and financial year-to-date under review.

A10. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities as at the date of this interim financial report.

A11. CAPITAL COMMITMENTS

There were no material capital commitments in respect of property, plant and equipment as at the end of the current financial period.

B ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. REVIEW OF PERFORMANCE

a) Financial Year-to-date vs. Previous Financial Year-to-date

The Group recorded a revenue of RM31.31 million for the financial year ended 31 December 2018, as compared to RM35.74 million in the preceding financial year, representing a decrease of RM4.43 million or 12.40% due to lower revenue generated from IT infrastructure solutions and enterprise software solutions businesses.

The IT infrastructure technology solutions business recorded a decrease in revenue by approximately RM2.89 million or 16.68% mainly due to lower sales of IT infrastructure following major upgrades by customers in the previous financial year.

The enterprise software solutions business recorded a decrease in revenue by approximately RM1.54 million or 8.36% mainly due to lower sales of enterprise software.

The Group recorded a profit before taxation of RM2.87 million for the financial year ended 31 December 2018 as compared to a profit before taxation of RM5.54 million in the preceding financial year, representing a decrease of RM2.67 million or 48.20% mainly due to lower revenue generated as well as higher administrative expenses.

Excluding the one-off listing expenses, the profit before taxation for the current financial year on an operational basis was RM3.53 million as compared to a profit before taxation of RM5.54 million in the preceding financial year.

b) Current Period vs. Previous Year Corresponding Period

The Group recorded a revenue of RM17.25 million for the current financial period ended 31 December 2018, as compared to RM19.04 million in the corresponding period of the preceding year, representing a decrease of RM1.79 million or 9.40% due to lower revenue generated from enterprise software solutions business.

The IT infrastructure technology solutions business recorded an increase in revenue by approximately RM0.72 million or 9.59% mainly due to services rendered arising from upgrade of IT infrastructure by the Group's existing customers.

The enterprise software solutions business recorded a decrease in revenue by approximately RM2.52 million or 21.74% mainly due to lower sales of enterprise software.

The Group recorded a profit before taxation of RM2.00 million for the current financial period ended 31 December 2018 as compared to RM3.93 million in the corresponding period of the preceding year, representing a decrease of RM1.93 million or 49.11% mainly due to lower revenue generated as well as higher administrative expenses.

B ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS (CONT'D)

B1. REVIEW OF PERFORMANCE (CONT'D)

c) Current Period vs. Immediate Preceding Period

The Group recorded a revenue of RM17.25 million for the current financial period ended 31 December 2018, as compared to RM14.06 million in the immediate preceding period, representing an increase of RM3.19 million or 22.69% due to higher revenue generated from IT infrastructure solutions and enterprise software solutions businesses.

The IT infrastructure technology solutions business recorded an increase in revenue by approximately RM1.97 million or 31.70% mainly due to higher sales of IT infrastructure arising from upgrade of IT infrastructure by the Group's existing customers.

The enterprise software solutions business recorded an increase in revenue by approximately RM1.21 million or 15.43% mainly due to higher maintenance services provided during the current financial period.

The Group recorded a profit before taxation of RM2.00 million for the current financial period ended 31 December 2018 as compared to RM0.87 million in the immediate preceding period, representing an increase of RM1.13 million or 129.89% mainly due to higher revenue generated in the current financial period.

B2. COMMENTARY ON PROSPECTS

As disclosed in the Company's Information Memorandum dated 18 April 2018, the Group has in place a series of future plans and strategies to further expand the Group's business which are focused in the following areas:

- (i) Increase the adoption of the Group's MountainTop solutions;
- (ii) Grow the Group's customer base for third-party solutions, particularly for Optimity; and
- (iii) Expand the Group's enterprise resource planning solutions to include enterprise resource planning cloud solutions and managed services.

Barring any unforeseen circumstances, the Board of Directors of the Company ("**Board**") is of the opinion that the prospects of the Group's financial performance for the financial year ending 31 December 2019 will remain favourable.

B3. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

C OTHER INFORMATION

C1. STATUS OF CORPORATE PROPOSALS

There was no corporate proposals announced as at the date of this report.

C2. UTILISATION OF PROCEEDS

The status of utilisation of the proceeds from the Excluded issue of RM1.89 million are as follows:

| Purpose | Proposed Utilisation RM'000 | Actual Utilisation ⁽¹⁾ RM'000 | Deviation RM'000 | Balance RM'000 | Estimated timeframe for utilisation upon listing |
|----------------------------|--------------------------------|---|---------------------|-------------------|--|
| R&D expenditure | 700 | 210 | - | 490 | Within 24 months |
| Working capital | 390 | - | 73 | 463 | Within 24 months |
| Estimated listing expenses | 800 | 727 | (73) ⁽²⁾ | - | Immediate |
| Total | 1,890 | 937 | - | 953 | |

Notes:

(1) Utilisation as at 31 December 2018.

(2) This amount has been relocated to the amount earmarked for working capital.

C3. MATERIAL LITIGATION

There were no material litigations pending as at the date of this report.

C4. DIVIDENDS

The Board has on 20 August 2018 declared a single tier interim dividend of 1 sen per ordinary share in respect of the financial year ending 31 December 2018. The interim dividend amounting to RM1,270,000 was paid on 18 September 2018.

C5. EPS

(i) The basic EPS for the current financial period and financial year-to-date are computed as follows:

| | Individual 6 months ended | | Cumulative 12 months ended | |
|---|---------------------------|-----------------------|----------------------------|-----------------------|
| | 31 Dec 2018 RM'000 | 31 Dec 2017 RM'000 | 31 Dec 2018 RM'000 | 31 Dec 2017 RM'000 |
| Profit attributable to owners of the parent | 1,117 | 2,970 | 1,646 | 4,203 |
| Weighted average number of ordinary shares in issue | 127,000 | 116,500 | 123,116 | 116,500 |
| Basic EPS (sen) | 0.88 | 2.55 | 1.34 | 3.61 |

C OTHER INFORMATION (CONT'D)

C3. EPS (CONT'D)

The EPS for the financial period ended 31 December 2018 and 31 December 2017 were computed based on weighted average number of issued ordinary shares adjusted to take into account the issuance of new shares. The Company's issued ordinary shares prior to the Excluded Issue of 116,500,000 were assumed to be issued at the beginning of the financial period ended 31 December 2017.

- (ii) Diluted earnings per share is the same as the basic EPS as there were no potential dilutive instruments.