

QUARTERLY REPORT

Summary of Key Financial Information for the financial period ended 31 December 2019

	Individual Quarter		Cumulative Quarter	
	<u>31.12.2019</u> RM'000	<u>31.12.2018</u> RM'000	<u>31.12.2019</u> RM'000	<u>31.12.2018</u> RM'000
1. Revenue	65,554	36,314	142,952	97,719
2. Profit before taxation	15,164	3,174	24,113	23,420
3. Profit for the period	8,502	447	13,081	16,925
4. Profit attributable to ordinary equity holders of the parent	8,472	147	6,722 ¹	9,759 ¹
5. Earnings per share (sen) :				
Basic	1.19	0.02	1.06	1.65
Diluted	0.69	0.01	0.59 ²	0.92 ²
6. Proposed/Declared dividend per share (sen)	-	-	-	-
7. Gross interest income	1,472	3,410	6,705	9,973
8. Gross interest expense	(6,220)	(7,889)	(20,074)	(18,577)
		As at end of Current Quarter		As at preceding Financial Year End
9. Net assets per share attributable to ordinary equity holders of the parent (RM)		1.45		1.55

¹ The profit attributable to ordinary equity holders of the parent is after taking into consideration the preference shares dividends declared as disclosed in Note 8 to the interim financial report.

² Adjustments for RCPS A were not included in the calculation of year-to-date diluted EPS as it is anti-dilutive.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	<u>31.12.2019</u> RM'000	<u>31.12.2018</u> RM'000	<u>31.12.2019</u> RM'000	<u>31.12.2018</u> RM'000
Revenue	65,554	36,314	142,952	97,719
Cost of sales	(29,866)	(17,452)	(76,385)	(53,006)
Gross profit	35,688	18,862	66,567	44,713
Other operating income	1,805	5,251	8,124	15,951
Distribution expenses	(148)	(133)	(356)	(386)
Administrative expenses	(15,782)	(14,393)	(43,086)	(40,017)
Other operating expenses	(1,491)	(1,118)	(3,862)	(2,761)
Operating profit	20,072	8,469	27,387	17,500
Finance costs	(6,220)	(7,889)	(20,074)	(18,577)
Share of results of joint ventures	854	2,028	16,034	23,430
Share of results of associates	458	566	766	1,067
Profit before taxation	15,164	3,174	24,113	23,420
Taxation	(6,662)	(2,727)	(11,032)	(6,495)
Profit for the period	8,502	447	13,081	16,925
Other comprehensive income/(expense) that may be reclassified subsequently to profit or loss:				
Foreign currency translations	20,884	(21,035)	6,073	(6,333)
Fair value changes in hedge reserve	(3,417)	-	2,054	-
Share of hedge reserve of a joint venture	178	-	33	-
	17,645	(21,035)	8,160	(6,333)
Total comprehensive income/(loss)	26,147	(20,588)	21,241	10,592
Profit Attributable to :				
Owners of the Parent	8,472	147	11,626	14,691
Non-controlling interests	30	300	1,455	2,234
	8,502	447	13,081	16,925
Total comprehensive income/(loss) attributable to :				
Owners of the Parent	26,117	(20,888)	19,786	8,358
Non-controlling interests	30	300	1,455	2,234
	26,147	(20,588)	21,241	10,592
Earnings per share (sen) :				
Basic	1.19	0.02	1.06	1.65
Diluted	0.69	0.01	0.59	0.92

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2019.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2019 RM'000	Audited As at 31.03.2019 RM'000
ASSETS		
<u>Non-current Assets</u>		
Property, plant and equipment	257,303	267,946
Right of use asset	284	-
Investment properties	87,673	89,221
Investments in joint ventures	882,275	696,148
Investment in an associates	14,807	14,014
Other investments	63	63
Inventories	67,314	72,333
Long term receivables	11,240	9,402
Deferred tax assets	38,952	41,010
	<u>1,359,911</u>	<u>1,190,137</u>
<u>Current Assets</u>		
Inventories	198,402	209,090
Trade and other receivables	78,151	52,291
Tax recoverable	773	1,720
Deposits, cash and bank balances	303,314	528,522
	<u>580,640</u>	<u>791,623</u>
TOTAL ASSETS	<u>1,940,551</u>	<u>1,981,760</u>
EQUITY AND LIABILITIES		
<u>Equity</u>		
Share Capital		
- ordinary shares	514,744	328,531
- redeemable convertible preference shares	356,547	479,205
Treasury shares	(14,232)	(14,232)
Reserves	536,995	601,846
Equity attributable to owners of the Parent	<u>1,394,054</u>	<u>1,395,350</u>
Non-controlling interests	25,491	24,722
	<u>1,419,545</u>	<u>1,420,072</u>
<u>Non-current Liabilities</u>		
Bank borrowings	276,230	323,069
Hire purchase and lease liabilities	2,333	2,232
Long term payables	3,815	3,486
Deferred tax liabilities	920	1,555
	<u>283,298</u>	<u>330,342</u>
<u>Current Liabilities</u>		
Trade and other payables	62,205	84,783
Derivative liabilities	10,038	8,741
Bank borrowings	157,540	134,408
Hire purchase and lease liabilities	1,426	1,229
Current tax liabilities	6,499	2,185
	<u>237,708</u>	<u>231,346</u>
Total liabilities	<u>521,006</u>	<u>561,688</u>
TOTAL EQUITY AND LIABILITIES	<u>1,940,551</u>	<u>1,981,760</u>
Net assets per share (RM)	<u>1.45</u>	<u>1.55</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 March 2019.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	----- Non-distributable -----							Distributable				
	Ordinary Share Capital RM'000	Redeemable Convertible Preference Shares RM'000	Share Premium RM'000	Treasury Shares 43,504	ESS Reserve RM'000	Capital Redemption Reserve RM'000	Exchange Translation Reserve RM'000	Hedge Reserve RM'000	Retained Profits RM'000	TOTAL RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance as at 01.04.2018	305,348	123,802	1,344	(13,242)	3,333	20,658	(46,837)	-	644,901	1,039,307	23,653	1,062,960
Total comprehensive income for the period	-	-	-	-	-	-	(6,333)	-	14,691	8,358	2,234	10,592
Shares repurchased	-	-	-	(990)	-	-	-	-	-	(990)	-	(990)
Issuance of RCPS B	-	356,584	-	-	-	-	-	-	-	356,584	-	356,584
Ordinary shares dividend paid	-	-	-	-	-	-	-	-	(23,658)	(23,658)	-	(23,658)
RCPS A dividend declared	-	-	-	-	-	-	-	-	(4,932)	(4,932)	-	(4,932)
Conversion of RCPS A	521	(521)	-	-	-	-	-	-	-	-	-	-
Fair value of options granted	-	-	-	-	2,398	-	-	-	-	2,398	-	2,398
Options lapsed	-	-	-	-	(51)	-	-	-	51	-	-	-
Balance as at 31.12.2018	305,869	479,865	1,344	(14,232)	5,680	20,658	(53,170)	-	631,053	1,377,067	25,887	1,402,954
Balance as at 01.04.2019	328,531	479,205	-	(14,232)	5,644	-	(48,801)	(739)	645,742	1,395,350	24,722	1,420,072
Total comprehensive income for the period	-	-	-	-	-	-	6,073	2,087	11,626	19,786	1,455	21,241
Ordinary shares issued pursuant to ESS	140	-	-	-	-	-	-	-	-	140	-	140
Ordinary shares dividend paid	-	-	-	-	-	-	-	-	(17,756)	(17,756)	-	(17,756)
Preference shares dividend declared	-	-	-	-	-	-	-	-	(4,904)	(4,904)	-	(4,904)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(686)	(686)
Conversion of RCPS A	122,616	(122,620)	-	-	-	-	-	-	4 *	-	-	-
Conversion of RCPS B	38	(38)	-	-	-	-	-	-	-	-	-	-
Fair value of options granted	-	-	-	-	1,438	-	-	-	-	1,438	-	1,438
Options exercised/lapsed	-	-	-	-	(180)	-	-	-	180	-	-	-
Balance as at 31.12.2019	451,325	356,547	-	(14,232)	6,902	-	(42,728)	1,348	634,892	1,394,054	25,491	1,419,545

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2019.

* Fractional elements arising from the conversion of RCPS A.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 months ended	
	<u>31.12.2019</u>	<u>31.12.2018</u>
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	24,113	23,420
Adjustments for:		
Share of results of joint ventures and associates	(16,800)	(24,497)
Depreciation of property, plant and equipment	11,812	8,479
Depreciation of investment properties	1,724	1,548
Realisation of foreign exchange reserve	-	(811)
Net interest expense	13,369	8,604
ESS expenses	1,438	2,398
Others	28	2,465
Operating profit before working capital changes	<u>35,684</u>	<u>21,606</u>
Decrease/(Increase) in inventories	15,707	(2,888)
Increase in trade and other receivables	(28,793)	(3,057)
Decrease in trade and other payables	(16,894)	(6,172)
Net cash generated from operations	<u>5,704</u>	<u>9,489</u>
Net taxation paid	(4,450)	(27,484)
Net interest paid	(17,083)	(10,848)
Net cash used in operating activities	<u>(15,829)</u>	<u>(28,843)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	229	145
Proceeds from disposal of investment properties	-	3,400
Purchase of property, plant and equipment	(472)	(8,844)
Dividends and distributions received from joint ventures	41,882	93,689
Net capital contributions to joint ventures	(208,642)	(80,261)
Net cash (used in)/from investing activities	<u>(167,003)</u>	<u>8,129</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of RCPS B	-	356,584
Shares repurchased	-	(990)
Net repayments of bank borrowings	(28,615)	(158,403)
Net repayments of hire purchase and lease creditors	(1,082)	(909)
Dividends paid	(22,660)	(28,590)
Dividends paid to a non-controlling interest	(686)	-
Withdrawals/(Placements) of deposit pledged with licensed bank	2,592	(2,116)
Net cash (used in)/from financing activities	<u>(50,451)</u>	<u>165,576</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	(233,283)	144,862
Cash and cash equivalents at beginning of period	510,883	421,457
Effect of exchange rate on cash and cash equivalents	3,909	(7,703)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>281,509</u>	<u>558,616</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD COMPRISED:		
Deposits, Cash and bank balances	303,314	578,169
Bank overdraft	(14,037)	(8,732)
	<u>289,277</u>	<u>569,437</u>
Less : Deposits pledged with licensed banks	(7,768)	(10,821)
	<u>281,509</u>	<u>558,616</u>

The condensed consolidated statement cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2019.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 31 March 2019.

2. Changes in Significant Accounting Policies

The significant accounting policies and presentation adopted for this interim report are consistent with those adopted for the audited financial statements for the financial year ended 31 March 2019, except for the adoption of the following new MFRSs, amendments to MFRSs and IC Interpretations that are effective for financial year ending 31 March 2020 as disclosed below:

MFRS 16	Leases
Amendments to MFRS 3	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 11	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 123	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
IC Interpretation 23	Uncertainty over Income Tax Treatments

Adoption of the above amendments and IC Interpretation did not have any material effect to the Group except for the adoption of MFRS 16 as disclosed below:

MFRS 16 replaces the guidance in MFRS 117 *Leases*, IC Interpretation 4 *Determining whether an Arrangement contains a Lease*, IC Interpretation 115 *Operating Leases - Incentives* and IC Interpretation 127 *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

Prior to the adoption of MFRS 16, leases are classified as operating or finance leases based on assessment of whether the lease transferred significantly all of the risks and rewards incidental to the ownership of the underlying asset to the Group.

Upon adoption of MFRS 16, the Standards introduces a single, on-balance sheet lease accounting model in which lessee recognise a right-of-use ("ROU") asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. ROU assets are depreciated throughout the lease period in accordance with the depreciation requirements of MFRS 116 *Property, Plant and Equipment* whereas lease liability is accreted to reflect interest and is reduced to reflect payments made.

Lessor accounting remains similar to MFRS 117 which continued to be classified as finance or operating lease.

As permitted by the recognition exemptions under MFRS16, the Group has elected not to recognise ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

And as permitted by the transitional provision of MFRS 16, the Group has applied modified retrospective approach on the initial application of the standard and comparatives are not restated.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

2. Changes in Significant Accounting Policies (continued)

The impact arising from initial application of MFRS 16 on 1 April 2019 are as follows:

Group 01.04.2019	Previously reported RM'000	Effects of adoption MFRS 16 RM'000	Restated RM'000
ASSETS			
Right-of-use assets	-	355	355
LIABILITIES			
Non-current liabilities			
Hire purchase and lease liabilities	2,232	267	2,499
Current liabilities			
Hire purchase and lease liabilities	1,229	88	1,317

3. Auditors' Report on Preceding Annual Audited Financial Statements

The auditors' report on the preceding annual audited financial statements was not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's operations were not significantly affected by any seasonal or cyclical factors.

5. Unusual Items

There were no unusual items for the current quarter and financial year-to-date.

6. Changes in Estimates

There were no change in estimates that have a material effect in the current quarter and financial year-to-date.

7. Debt and Equity Securities

During the financial year-to-date, AMPROP has issued a total of 122,997,236 ordinary shares by way of:

- (a) Conversion of 245,243,562 RCPS A to 122,616,936 new ordinary shares of RCPS A on the basis of two (2) RCPS A for every one (1) ordinary share;
- (b) Conversion of 53,900 RCPS B to 53,900 new ordinary shares on the basis of one (1) RCPS B for every one (1) ordinary share; and
- (c) Issuance of 326,400 new ordinary shares for a cash consideration of RM140,352 pursuant to the exercise of options under the Employees' Share Scheme.

On 6 November 2019, AMPROP granted 21,751,500 options to eligible employees under the Employees' Share Scheme ("ESS") at an option price of RM0.43 per share in accordance with the By-Laws of the ESS.

There were no repurchases and repayments of debt and equity securities during the financial period ended 31 December 2019.

As at 31 December 2019, the number of ordinary shares in issue after deducting the treasury shares is 714,783,719 ordinary shares.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

8. Dividends

	9 months Ended 31.12.2019 RM'000	9 months Ended 31.12.2018 RM'000
Ordinary share dividend:		
- 3 sen dividend per ordinary share in respect of financial year ended 31 March 2019, paid on 13 September 2019	17,756	-
- 4 sen dividend per ordinary share in respect of financial year ended 31 March 2018, paid on 24 September 2018	-	23,658
Redeemable Convertible Preference share dividend:		
- 2 sen dividend per RCPS A, declared on 23 August 2019 and paid on 30 September 2019	4,904	-
- 2 sen dividend per RCPS A, declared on 7 September 2018 and paid on 15 October 2018	-	4,932
	<hr/>	<hr/>
	<u>22,660</u>	<u>28,590</u>

9. Material Events Subsequent to the end of interim period

As at the date of this report, there was no material event subsequent to the balance sheet date that affect the results of the Group for the financial year-to-date.

10. Changes in the Composition of the Group

- (i) On 2 July 2019, Amcorp Dynamic Limited was incorporated in the British Virgin Islands with issued and paid-up share capital of USD 1 comprising one (1) ordinary share, held by Neo Elements Limited, a wholly owned subsidiary of AMPROP.

On 6 August 2019, Amcorp Dynamic Limited entered into a co-investment agreement to acquire an effective equity interest of 20% in 4 blocks of office building in Daning International Commercial Plaza, Shanghai, People's Republic of China. Amprop's commitment to the joint venture is USD22.9 million (approximately RM94.9 million). The acquisition was completed on 25 November 2019.

- (ii) On 11 December 2019, Distrepark Global Limited ("DGL"), an indirect wholly-owned subsidiary of AMPROP received the Certificate of Dissolution issued by Registrar of International Business Companies, Seychelles that DGL was dissolved pursuant to voluntary winding up.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

11. Review of Performance

Current quarter

	Current Year Quarter 31.12.2019 RM'000	Preceding Year Corresponding Quarter 31.12.2018 RM'000	Changes	
			RM'000	%
Revenue	65,554	36,314	29,240	81%
Profit before interest and tax	21,384	11,063	10,321	93%
Profit before tax	15,164	3,174	11,990	>100%
Profit after tax	8,502	447	8,055	>100%
Profit attributable to owners of the Parent	<u>8,472</u>	<u>147</u>	8,325	>100%

Current quarter

The Group recorded revenue of RM65.6 million for current quarter with Malaysia properties and Renewable energy & contracting divisions contributing RM35.0 million and RM30.6 million respectively.

Revenue from Malaysia properties was mainly derived from sale of two pieces of contiguous land in Sepang of RM21.9m and sale in Sibujaya and Kayangan Heights of RM10.8 million coupled with rental income from investment properties of RM2.3 million.

Meanwhile, contracting works and Renewable Energy contributed RM17.1 million and RM13.5 million respectively.

The higher revenue by RM29.2 million mainly contributed by sale of land in Sepang for RM21.9m and higher contribution from our Sg Liang hydro plant.

The profit after tax for current quarter was higher than the preceding year corresponding quarter by RM8.1 million mainly contributed by profit from Malaysia Properties, partially offset by lower contribution from Holland Park Villas in UK.

Year-to-date

	Current Year To-date 31.12.2019 RM'000	Preceding Year Corresponding Period 31.12.2018 RM'000	Changes	
			RM'000	%
Revenue	142,952	97,719	45,233	46%
Profit before interest and tax	44,187	41,997	2,190	5%
Profit before tax	24,113	23,420	693	3%
Profit after tax	13,081	16,925	(3,844)	(23%)
Profit attributable to owners of the Parent	<u>11,626</u>	<u>14,691</u>	(3,065)	(21%)

The Group recorded revenue of RM143.0 million for the period with Malaysia properties and Renewable energy & contracting divisions contributing RM66.5 million and RM76.5 million respectively. The revenue was higher by 46% mainly due to higher contribution from Renewable energy & contracting division and sale of land in Sepang.

As compared to preceding year corresponding period, profit after tax was lower by RM3.8 million due to lower contribution from Overseas Properties which was mitigated by higher contribution from Malaysia Properties.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

12. Material Change in Results for Current Quarter Compared with Preceding Quarter

	Current Quarter 31.12.2019 RM'000	Immediate Preceding Quarter 30.09.2019 RM'000	Changes	
			RM'000	%
Revenue	65,554	42,318	23,236	55%
Profit before interest and tax	21,384	10,090	11,294	>100%
Profit before tax	15,164	3,449	11,715	>100%
Profit after tax	8,502	1,376	7,126	>100%
Profit attributable to owners of the Parent	<u>8,472</u>	<u>693</u>	7,779	>100%

The Group's revenue in the current quarter is higher by RM23.2 million mainly due to revenue from Sepang land in Malaysia.

The Group's current quarter profit after tax is higher by RM7.1 million primarily due to profit from sale of land in Sepang coupled with higher generation from Sg Liang, partially offset by lower contribution from Overseas Properties.

13. Operating Segments

Segmental revenue, results, assets and liabilities for the financial year-to-date were as follows:

	Malaysia Properties & Others RM'000	Overseas Properties RM'000	Renewable Energy & Contracting RM'000	Group RM'000
Segment revenue				
Continuing operations				
Total revenue	67,527	-	76,526	144,053
Inter-segment revenue	(1,101)	-	-	(1,101)
External revenue	<u>66,426</u>	-	<u>76,526</u>	<u>142,952</u>
Segment Results				
Head office allocated expenses	21,801	(501)	16,224	37,524
Interest income	(4,211)	(11,622)	(1,010)	(16,843)
Operating profit	2,637	4,851	455	7,943
Finance costs	20,227	(7,272)	15,669	28,624
Share of results of joint ventures	(6,614)	(7,845)	(6,852)	(21,311)
Share of results of associates	-	16,034	-	16,034
Profit before taxation	766	-	-	766
Taxation	14,379	917	8,817	24,113
Profit for the period	(4,436)	(2,877)	(3,719)	(11,032)
Segment assets	9,943	(1,960)	5,098	13,081
Segment liabilities	<u>571,920</u>	<u>1,014,980</u>	<u>353,651</u>	<u>1,940,551</u>
Segment liabilities	<u>115,214</u>	<u>186,892</u>	<u>218,900</u>	<u>521,006</u>

The Group's profit was contributed by Malaysia Properties and Renewable Energy & Contracting divisions.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

14. Operating Profit from Operations

	3 months Ended 31.12.2019 RM'000	9 months Ended 31.12.2019 RM'000
Operating profit is arrived after crediting/(charging):		
Interest income	1,472	6,705
Gain on disposal of property, plant and equipment	-	130
Writeback of impairment loss on trade receivables	172	645
Depreciation of:		
- Property, plant and equipment	(3,828)	(11,812)
- Investment properties	(691)	(1,724)
Property, plant and equipment written off	-	(3)
Impairment loss on trade and other receivables	12	(300)
Loss on disposal of property, plant and equipment	-	(50)
Net foreign exchange loss	(551)	(427)

There were no exceptional items for the current quarter and financial year-to-date.

15. Current Year Prospects

The Group will continue to focus on its business of properties and renewable energy and contracting. Barring any unforeseen circumstances, the Board expects the Group's operations to be profitable for the year ending 31 March 2020.

16. Profit Forecast

There was no profit forecast or profit guarantee made by the Group.

17. Taxation

The breakdown of tax expense for the quarter and financial year-to-date are as follows:

	3 months Ended 31.12.2019 RM'000	9 months Ended 31.12.2019 RM'000
Income tax expense	5,725	9,618
Deferred tax	937	1,414
	<u>6,662</u>	<u>11,032</u>

The effective tax rate for the current quarter and year-to-date is higher than the statutory tax rate mainly due to losses from certain companies were not entitled to be utilised as group relief.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

18. Status of Corporate Proposals

There was no corporate proposal announced but not completed as at the date of this report.

19. Group Borrowings and Debt Securities

	As at 31.12.2019		
	Long Term Borrowings RM'000	Short Term Borrowings RM'000	Total RM'000
<u>Secured</u>			
Ringgit Malaysia	178,883	44,730	223,613
Pound Sterling (GBP 6.50 million at exchange rate GBP1:RM5.3805)	11,658	23,315	34,973
<u>Unsecured</u>			
Ringgit Malaysia	-	44,037	44,037
US Dollar (USD13.65 million at exchange rate USD1:RM4.0960)	31,948	23,962	55,910
EURO (EUR 16.38 million at exchange rate EUR1:RM4.5925)	53,741	21,496	75,237
	<u>276,230</u>	<u>157,540</u>	<u>433,770</u>

	As at 31.03.2019		
	Long Term Borrowings RM'000	Short Term Borrowings RM'000	Total RM'000
<u>Secured</u>			
Ringgit Malaysia	197,838	25,175	223,013
Pound Sterling (GBP6.83 million at exchange rate GBP1:RM5.329)	36,417	-	36,417
<u>Unsecured</u>			
Ringgit Malaysia	-	82,280	82,280
US Dollar (USD 17.55 million at exchange rate USD1:RM4.0795)	55,685	15,910	71,595
EURO (EUR 9.64 million at exchange rate EUR1:RM4.5815)	33,129	11,043	44,172
	<u>323,069</u>	<u>134,408</u>	<u>457,477</u>

As at current year quarter, total borrowings of the Group is lower by RM23.7 million as compared with the previous financial year ended 31 March 2019 mainly due to repayments of certain borrowings from the proceeds of rights issue.

The weighted average effective interest rates of borrowings are as follows:

	As at 31.12.2019	As at 31.03.2019
Ringgit Malaysia	5.34%	5.57%
Pound Sterling	3.96%	3.98%
US Dollar	5.66%	6.83%
EURO	<u>3.18%</u>	<u>3.16%</u>

All of the Group's borrowings are at floating rates.

The borrowings denominated in GBP, USD and EUR are utilised to finance the Group's overseas investments.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

20. Capital Commitments

	As at 31.12.2019 RM'000
Approved and contracted for:	
Investment in joint ventures	
- Pound Sterling (GBP 0.5 million)	2,690
- Hong Kong Dollar (HKD 10.1 million)	5,293
- Renminbi (RMB 12.8 million)	7,469
- Singapore Dollar (SGD 3.1 million)	9,419
- United States Dollar (USD 2.7 million)	11,059
	<u>35,930</u>

21. Changes in Contingent Liabilities and Contingent Assets

The total letter of credit and other bank guarantees have decreased from RM16,042,606 as at 31 March 2019 to RM9,435,606 as at 31 December 2019.

Other than disclosed above, there were no other changes in contingent liabilities or contingent assets since the last financial year ended 31 March 2019.

22. Foreign Exchange Exposure and the Use of Derivatives and Fair Value Changes of Financial Liabilities

Where necessary in accordance with the strategy, the Group enters into foreign currency forward contracts to hedge its capital investment in foreign joint ventures or projects. Foreign currency fluctuations of its long term capital investments are normally recorded in the statement of changes in equity. The Group also secures borrowings in the currency of its foreign investments which act as natural foreign exchange hedge.

(a) Derivative foreign exchange contract that was outstanding as at 31 December 2019 is as follows:

	Forward Notional Value RM'000	Fair Value Liabilities RM'000
<u>Within 1 year</u>		
Forward contract of Yen 1.100 billion for purchase of USD	42,168	2,501
Forward contract of EUR 18.80 million for purchase of USD	85,568	6,607
Forward contract of RMB 231.6 million for purchase of USD	131,837	930
	<u>259,573</u>	<u>10,038</u>

There is minimal credit risk as the forwards were entered into with reputable banks.

The forward foreign exchange contract was initially recognised at fair value on the date the derivative contract was entered into and subsequently remeasured at fair value. The resulting gain or loss from the remeasurement was recognised in the profit or loss to match the hedged foreign currency item or recognise in hedge reserve.

(b) Other than the fair value changes of derivatives as disclosed in Note 22(a), there were no fair value gain/(loss) on fair value changes of financial liabilities recognised in the profit or loss.

23. Changes in Material Litigation

There was no pending material litigation as at the date of this report.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

24. Earnings Per Share

Basic

Basic earnings per share for the reporting quarter and financial year-to-date are calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	3 months Ended 31.12.2019 RM'000	9 months Ended 31.12.2019 RM'000
Profit attributable to owners of the Company	8,472	11,626
RCPS A dividends	-	(4,904)
	<u>8,472</u>	<u>6,722</u>
Profit for the period attributable to ordinary equity holders of the parent	<u>8,472</u>	<u>6,722</u>
Weighted average number of ordinary shares in issue ('000)	<u>714,539</u>	<u>632,881</u>
Basic earnings per share (sen)	<u>1.19</u>	<u>1.06</u>

The computation of the weighted average number of ordinary shares in issue is net of treasury shares.

Diluted

Diluted earnings per share for the reporting quarter and financial year-to-date are calculated by dividing the net profit for the period by the adjusted weighted average number of ordinary shares in issue during the period after taking into consideration of all dilutive potential ordinary shares.

	3 months Ended 31.12.2019 RM'000	9 months Ended 31.12.2019 RM'000
Profit for the period attributable to ordinary equity holders of the parent	<u>8,472</u>	<u>6,722</u>
Weighted average number of ordinary shares in issue ('000)	714,539	632,881
Adjustments for share options granted ('000)	1,191	748
Adjustments for RCPS B convertible to ordinary shares ('000)	<u>509,353</u>	<u>509,367</u>
	<u>1,225,083</u>	<u>1,142,996</u>
Diluted earnings per share (sen)	<u>0.69</u>	<u>0.59</u>

Adjustments for RCPS A were not included in the calculation of year-to-date diluted EPS as it is anti-dilutive.

25. Fair Value of Financial Instruments

The carrying amount of financial assets and liabilities of the Group for the financial period approximate their fair values except for the following:

	Carrying amount RM'000	Fair Value RM'000
Financial Liabilities:		
Hire-purchase and lease liabilities	<u>3,759</u>	<u>3,751</u>

BY ORDER OF THE BOARD
JOHNSON YAP CHOON SENG
Company Secretary
Date: 19 February 2020