



FACB INDUSTRIES INCORPORATED BERHAD (48850-K)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME For The Third Quarter Ended 31 March 2019**  
*(The figures have not been audited)*

	<b>Current Quarter Ended 31/03/2019 RM'000</b>	<b>Comparative Quarter Ended 31/03/2018 RM'000</b>	<b>9 Months Cumulative To Date 31/03/2019 RM'000</b>	<b>9 Months Cumulative To Date 31/03/2018 RM'000</b>
<b>Continuing Operations</b>				
Revenue	10,498	9,155	29,506	28,089
Cost of sales	(6,544)	(5,758)	(18,613)	(17,638)
Gross profit	3,954	3,397	10,893	10,451
Other income	1,572	1,422	4,838	4,506
Operating expenses	(4,183)	(3,872)	(12,504)	(11,395)
Share of results of associates	537	629	1,265	2,386
Profit before tax	1,880	1,576	4,492	5,948
Taxation	(434)	(758)	(934)	(1,395)
Net profit for the period from continuing operations	1,446	818	3,558	4,553
<b>Discontinued Operation</b>				
Loss from discontinued operation, net of tax	-	(715)	-	(4,046)
Net profit for the period	1,446	103	3,558	507
<b>Other comprehensive income</b>				
Foreign currency translation	-	411	(873)	290
Fair value gain on remeasuring of financial assets	-	6,784	-	6,784
Realisation of foreign currency translation loss reclassified to profit or loss	-	-	10	-
Total comprehensive income for the period	1,446	7,298	2,695	7,581
<b>Profit/(loss) attributable to:</b>				
Owners of the parent	978	40	2,758	(325)
Non-controlling interests	468	63	800	832
	1,446	103	3,558	507

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME For The Third Quarter Ended 31 March 2019 (Cont'd)**  
(The figures have not been audited)

	<b>Current Quarter Ended 31/03/2019 RM'000</b>	<b>Comparative Quarter Ended 31/03/2018 RM'000</b>	<b>9 Months Cumulative To Date 31/03/2019 RM'000</b>	<b>9 Months Cumulative To Date 31/03/2018 RM'000</b>
Total comprehensive income attributable to:				
Owners of the parent	978	7,023	2,233	6,706
Non-controlling interests	468	275	462	875
	<u>1,446</u>	<u>7,298</u>	<u>2,695</u>	<u>7,581</u>
<b>Earnings/(Loss) per share for profit/(loss) attributable to owners of the parent:</b>				
Basic and diluted (sen) from:				
- Continuing operations	1.17	0.90	3.29	4.43
- Discontinued operation	-	(0.85)	-	(4.82)
	<u>1.17</u>	<u>0.05</u>	<u>3.29</u>	<u>(0.39)</u>

(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 30 June 2018)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As At 31 March 2019**

	Unaudited As At 31/03/2019 RM'000	Audited As At 30/06/2018 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	3,482	3,600
Intangible assets	243	124
Investment in associates	23,675	23,677
Financial asset at amortised cost	9,932	9,925
Financial asset at fair value through other comprehensive income ("FVTOCI")	28,831	28,831
	66,163	66,157
<b>Current Assets</b>		
Inventories	5,698	5,602
Trade and other receivables	10,282	11,115
Deposits, cash and bank balances	156,815	154,400
	172,795	171,117
<b>Total Assets</b>	238,958	237,274
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	114,152	114,152
Treasury shares	(1,225)	(1,225)
Other reserves	(4,106)	15,405
Retained earnings	108,649	87,476
Equity attributable to owners of the parent	217,470	215,808
Non-controlling interests	15,472	15,170
<b>Total equity</b>	232,942	230,978
<b>Non-Current Liability</b>		
Deferred tax liabilities	156	156
	156	156
<b>Current Liabilities</b>		
Trade and other payables	5,606	6,056
Tax liabilities	254	84
	5,860	6,140
<b>Total liabilities</b>	6,016	6,296
<b>Total Equity and Liabilities</b>	238,958	237,274
Net Assets per share (RM)	2.59	2.57

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2018)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY****For The Period Ended 31 March 2019***(The figures have not been audited)*

	← Attributable to Owners of the Parent →				Non-Controlling Interests	Total Equity	
	Share Capital	Treasury Shares	Other Reserves	Retained Earnings			Total
<b>In RM'000</b>							
<b>At 1 July 2018</b>	114,152	(1,225)	15,405	87,476	215,808	15,170	230,978
Effect of MFRS 9 adoption (Note A1(b))	-	-	(19,028)	18,457	(571)	(95)	(666)
<b>At 1 July 2018 (restated)</b>	114,152	(1,225)	(3,623)	105,933	215,237	15,075	230,312
Net profit for the period	-	-	-	2,758	2,758	800	3,558
Other comprehensive income							
- Foreign currency translation	-	-	(535)	-	(535)	(338)	(873)
- Realisation of foreign currency translation loss reclassified to profit or loss			10	-	10	-	10
Total comprehensive (loss)/ income for the period	-	-	(525)	2,758	2,233	462	2,695
Transfer of reserves of a subsidiary	-	-	42	(42)	-	-	-
Dividend to non-controlling interest	-	-	-	-	-	(65)	(65)
Total transactions with owners	-	-	42	(42)	-	(65)	(65)
<b>At 31 March 2019</b>	114,152	(1,225)	(4,106)	108,649	217,470	15,472	232,942
<b>At 1 July 2017</b>	114,152	(1,225)	(12,165)	112,656	213,418	18,582	232,000
Net (loss)/profit for the period	-	-	-	(325)	(325)	832	507
Other comprehensive income							
- Foreign currency translation	-	-	247	-	247	43	290
- Fair value gain on remeasuring of financial assets	-	-	6,784	-	6,784	-	6,784
Total comprehensive income/(loss) for the period	-	-	7,031	(325)	6,706	875	7,581
Transfer of reserves of a subsidiary	-	-	5	(5)	-	-	-
Dividend paid	-	-	-	(3,355)	(3,355)	-	(3,355)
Dividend to non-controlling interest	-	-	-	-	-	(4,523)	(4,523)
Total transactions with owners	-	-	5	(3,360)	(3,355)	(4,523)	(7,878)
<b>At 31 March 2018</b>	114,152	(1,225)	(5,129)	108,971	216,769	14,934	231,703

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2018)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****For The Period Ended 31 March 2019***(The figures have not been audited)*

	<b>Current Period Ended 31/03/2019 RM'000</b>	<b>Comparative Period Ended 31/03/2018 RM'000</b>
<b>Cash Flows from Operating Activities</b>		
Profit/(Loss) before tax from - continuing operations	4,492	5,948
- discontinued operation	-	(4,046)
Adjustments for :-		
Share of results of associates	(1,265)	(2,386)
Accretion of discount on financial asset at amortised cost	(7)	-
Amortisation of intangible assets	21	-
Depreciation of property, plant and equipment	332	545
Impairment loss on trade receivables	305	273
Interest income	(4,756)	(4,491)
Gain on disposal of property, plant and equipment	(56)	(3)
Other non-cash items	-	1
Operating loss before working capital changes	(934)	(4,159)
Net changes in current assets	828	9,687
Net changes in current liabilities	(448)	552
Cash (used in)/generated from operations	(554)	6,080
Tax paid	(1,162)	(1,840)
Tax refunded	1	215
Net cash (used in)/generated from operating activities	(1,715)	4,455
<b>Cash Flows from Investing Activities</b>		
Interest received	4,514	4,249
Net withdrawal/(placement) of deposits placed with licensed banks with maturity more than three (3) months	3,300	(60,433)
Purchase of property, plant and equipment	(158)	(208)
Dividend received from associates	-	4,545
Purchase of intangible assets	(140)	-
Proceeds from disposal of property, plant and equipment	-	3
Net cash generated from /(used in) investing activities	7,516	(51,844)
<b>Cash Flows from Financing Activities</b>		
Dividend paid	-	(3,355)
Dividend paid to non-controlling interest by a subsidiary	(65)	(4,523)
Net cash used in financing activity	(65)	(7,878)
Net increase/(decrease) in cash and cash equivalents	5,736	(55,267)
Effects of exchange rate changes on cash and cash equivalents	(21)	(10)
Cash and cash equivalents at beginning of the period	9,032	70,749
Cash and cash equivalents at end of the period	14,747	15,472
Cash and cash equivalents comprise :-		
Deposits with licensed financial institutions	143,863	155,365
Cash and bank balances	12,952	10,336
	156,815	165,701
Deposits placed with licensed banks with maturity more than three (3) months	(142,068)	(148,659)
Deposits pledged to a licensed bank	-	(1,570)
	14,747	15,472

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2018)**

## NOTES (IN COMPLIANCE WITH MFRS 134)

### A1 Basis of Preparation

The unaudited condensed consolidated interim financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The unaudited condensed consolidated interim financial statements also comply with IAS 34 *Interim Financial Reporting* issued by International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2018.

The explanatory notes to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2018 except for the adoption of the following Standards and Amendments of the MFRS Framework that were issued by the MASB during the financial period:-

Title		Effective date
MFRS 9	Financial Instruments (IFRS as issued by IASB in July 2014)	1 January 2018
MFRS 15	Revenue from Contracts with Customers	1 January 2018
Clarifications to MFRS 15		1 January 2018
Amendments to MFRS 1	Annual Improvements to MFRS Standards 2014 – 2016 Cycle	1 January 2018
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	See MFRS 4 Paragraphs 46 and 48
Amendments to MFRS 128	Annual Improvements to MFRS Standards 2014 – 2016 Cycle	1 January 2018
Amendments to MFRS 140	Transfers of Investment Property	1 January 2018
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2018

The adoption of the above accounting standards and interpretation (including the consequential amendments) did not have any material impact on the Group’s financial statements, except for MFRS 9. The impact of the adoption of MFRS 9 in the Group’s financial statements is as follows:-

#### (a) Changes in accounting policies

The impact on the adoption of MFRS 9 in the Group’s financial statements is as follows:-

#### **MFRS 9 Financial Instruments (“MFRS 9”)**

The adoption of MFRS 9 resulted in changes in accounting policies and adjustments to the financial statements. The accounting policies that relate to the recognition, classification, measurement and derecognition of financial instruments and impairment of financial assets are amended to comply with MFRS 9. In accordance with the transition requirements under MFRS 9, comparative figures are not restated and the financial impact on the adoption of this Standard is recognised in retained earnings as at 1 July 2018.

**NOTES (IN COMPLIANCE WITH MFRS 134)****A1 Basis of Preparation (cont'd)****(a) Changes in accounting policies (cont'd)**

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. The new standard contains three primary classification and measurement categories for financial assets : measured at amortised cost, fair value through other comprehensive income (“FVTOCI”) and fair value through profit or loss (“FVTPL”), and eliminates the existing MFRS 139 categories of held-to-maturity, loans and receivables and available-for-sale. Upon adoption of MFRS 9, financial assets previously measured at available-for-sale is now measured using FVTOCI and financial assets previously measured at held-to-maturity is now measured at amortised cost.

Impairment of financial assets

MFRS 9 requires impairment assessments to be based on the Expected Credit Loss (“ECL”) model, replacing the incurred loss model under MFRS 139. The Group applied the simplified approach prescribed by MFRS 9, which requires expected lifetime losses to be recognised on the receivables.

**(b) Classification and measurement of financial instruments**

The following table is a reconciliation of the carrying amount of the Group’s statement of financial position from MFRS 139 to MFRS 9 as at 1 July 2018:-

	<b>MFRS 139</b>	<b>Remeasurement</b>	<b>MFRS 9</b>
	Carrying Amount as at 30 June 2018		Carrying Amount as at 1 July 2018
	RM’000	RM’000	RM’000
<u>Trade receivables</u>			
Opening balance	9,115	-	9,115
Impairment losses *	-	(666)	(666)
Total trade receivables	9,115	(666)	8,449
<u>Other reserves</u>			
Opening balance	15,405	-	15,405
Fair value reserve	-	(19,028)	(19,028)
Total other reserves	15,405	(19,028)	(3,623)
<u>Retained earnings</u>			
Opening balance	87,476	-	87,476
Fair value reserve	-	19,028	19,028
Impairment losses *	-	(571)	(571)
Total retained earnings	87,476	18,457	105,933
<u>Non-controlling interests</u>			
Opening balance	15,170	-	15,170
Impairment losses *	-	(95)	(95)
Total non-controlling interests	15,170	(95)	15,075

\* The Group applied the simplified approach in providing the ECL model.

**NOTES (IN COMPLIANCE WITH MFRS 134)**

**A1 Basis of Preparation (cont'd)**

As at the date of authorisation of the interim financial statements, the Group has not applied the following Standards and Amendments of the MFRS Framework that have been issued by the MASB but are not yet effective for the Group:-

<b>Title</b>	<b>Effective date</b>	
MFRS 16	Leases	1 January 2019
Amendments to MFRS 3	Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 9	Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 11	Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 112	Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 123	Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures	1 January 2019
IC Interpretation 23	Uncertainty over Income Tax Treatments	1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards		1 January 2020
Amendments to MFRS 3	Definition of a Business	1 January 2020
Amendments to MFRS 101 and MFRS 108	Definition of Material	1 January 2020
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for future financial years.

**A2 Qualification of Financial Statements**

The Group's most recent annual audited financial statements for the year ended 30 June 2018 was not qualified.

**A3 Seasonal or Cyclical Factors**

The Group's operations for the current quarter and financial year-to-date were not materially affected by any seasonal or cyclical factors.

**A4 Unusual Items**

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

**A5 Nature and Amount of Changes in Estimates**

There were no changes in estimates of amounts reported in the previous interim period of the current financial year or changes in estimate of amounts reported in the previous financial years which have a material effect in the current quarter or the current financial year-to-date.



**NOTES (IN COMPLIANCE WITH MFRS 134)****A6 Debt and Equity Securities**

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 31 March 2019, total shares repurchased were 1,279,700 and all the shares repurchased were held as treasury shares.

**A7 Dividend Paid**

No dividend was paid during the current quarter and financial year-to-date.

**A8 Reportable Segments**

	Bedding	Steel	All Other Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>For Current Period</b>					
<b>Ended 31 March 2019</b>					
External revenue	29,506	-	-	-	29,506
Inter-segment revenue	-	-	23	(23)	-
<b>Total</b>	<b>29,506</b>	<b>-</b>	<b>23</b>	<b>(23)</b>	<b>29,506</b>
Segment results:					
Interest income	16	-	4,740	-	4,756
Depreciation	329	-	3	-	332
Amortisation of intangible assets	21	-	-	-	21
Reportable segment profit before tax	476	-	2,751	-	3,227
Share of results of associates	(537)	-	1,802	-	1,265
<b>Total</b>	<b>(61)</b>	<b>-</b>	<b>4,553</b>	<b>-</b>	<b>4,492</b>
<b>For Comparative Period</b>					
<b>Ended 31 March 2018</b>					
Revenue from					
continuing operations:					
External revenue	28,089	-	-	-	28,089
Inter-segment revenue	-	-	23	(23)	-
	<b>28,089</b>	<b>-</b>	<b>23</b>	<b>(23)</b>	<b>28,089</b>
Revenue from					
discontinued operation					
	-	10,286	9	(9)	10,286
<b>Total</b>	<b>28,089</b>	<b>10,286</b>	<b>32</b>	<b>(32)</b>	<b>38,375</b>
Results from continuing operations:					
Interest income	27	-	4,407	-	4,434
Depreciation	278	-	-	-	278
Reportable segment profit before tax	418	-	3,144	-	3,562
Share of results of associates	175	-	2,211	-	2,386
Profit before tax	593	-	5,355	-	5,948
Loss before tax from					
discontinued operation					
	-	(4,046)	-	-	(4,046)
<b>Total</b>	<b>593</b>	<b>(4,046)</b>	<b>5,355</b>	<b>-</b>	<b>1,902</b>

**A9 Material Events Subsequent to the End of the Quarter under Review**

There were no material events from the end of the quarter to 23 May 2019 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report) that has not been reflected in the current quarter and financial year-to-date.

**NOTES (IN COMPLIANCE WITH MFRS 134)****A10 Effect of Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial year-to-date except as disclosed below.

On 26 September 2018, FACB Industries Incorporated Berhad announced that its wholly-owned subsidiary, Kanzen Kagu Sdn Bhd (“KKSB”) had convened a Final Meeting to conclude the winding up proceedings. KKSB shall be deemed dissolved on the expiration of three (3) months after lodgement of statutory returns by the Liquidator relating to the Final Meeting on 26 September 2018 with the Companies Commission of Malaysia.

The effect of liquidation on the financial position of the Group was as follows:-

	RM'000
Net asset	1,082
Distribution from liquidation	1,082
Less : Cash and bank balances liquidated	(1,082)
Net cash outflow on liquidation of a subsidiary	-

**A11 Changes in Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets as at the date of this report which may have a material impact on the financial position of the Group.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB****B1 Performance Review****(a) Current Quarter vs Preceding Year Comparative Quarter**

For the current quarter, the Group reported a net profit of RM1.45 million on the back of RM10.50 million in revenue compared with the net profit of RM0.10 million and revenue of RM9.16 million in the preceding year comparative quarter. Better performance from the bedding operations in Malaysia and the discontinuance of the loss making stainless steel business has enabled the Group to report higher net profit this quarter.

Revenue for bedding operations in Malaysia increase by 14% to RM9.73 million due to better sales from project and event sales divisions. It also recorded higher gross profit margin in line with the higher revenue.

The group’s associates in China contributed lower profit mainly due to weak bedding operations performance as a result of deteriorating retail sentiment.

**(b) Current Period vs Preceding Year Comparative Period**

For the nine month period ended 31 March 2019, the Group reported a net profit of RM3.56 million compared with RM0.51 million in the comparative period of the preceding financial year. Revenue increased by 5% to RM29.51 million mainly due to higher sales from bedding Malaysia operations. The better net profit reported for the Group was due to improved bedding Malaysia performance and the discontinuance of the loss making stainless steel operation.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**

**B1 Performance Review (cont'd)**

(b) Current Period vs Preceding Year Comparative Period (cont'd)

The bedding operation recorded higher revenue mainly from project and event sales. It recorded better profit as a result of the higher revenue.

The group's associates in China contributed lower profit. Associates in bedding business incurred loss for the period from weak sales due to poor retail sentiment. Associates in power business reported lower profit due to weak demand on steam power.

**B2 Material Change in the Profit Before Tax as compared with the Immediate Preceding Quarter**

The Group registered higher revenue of RM10.50 million for the current quarter compared with RM9.84 million registered in the immediate preceding quarter ended 31 December 2018 due to better revenue growth and profit from bedding Malaysia operations. Lower profit recorded in China associates due to weak bedding business performance.

**B3 Current Year Prospects**

The performance of the Group for the financial year ending 30 June 2019 is expected to be positive mainly due to the discontinuance of the loss making stainless steel operation. Bedding Malaysia performance is expected to improve with higher delivery.

The Group's effort to focus on new and innovative bedding product development and to actively participate in event sales to go to consumers directly has brought satisfactory result in consumer sales. Continuous measures were implemented on cost control to improve profitability.

**B4 Achievability of Forecast Profit**

This note is not applicable.

**B5 Variance of Actual Profit from Forecast Profit or Profit Guarantee**

This note is not applicable.

**B6 Notes to the Condensed Consolidated Statement of Profit or Loss**

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

	Current Quarter Ended <u>31/03/2019</u> RM'000	Comparative Quarter Ended <u>31/03/2018</u> RM'000	9 Months Cumulative To Date <u>31/03/2019</u> RM'000	9 Months Cumulative To Date <u>31/03/2018</u> RM'000
<u>Continuing Operations:</u>				
Amortisation of intangible assets	7	-	21	-
Depreciation of property, plant and equipment	107	92	332	278
Impairment loss on trade receivables	107	41	305	273
Loss on foreign exchange	-	1	6	2
Interest income	(1,569)	(1,412)	(4,756)	(4,434)
Gain on disposal of property, plant and equipment	-	(3)	(56)	(3)

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**

**B6 Notes to the Condensed Consolidated Statement of Profit or Loss (cont'd)**

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

	Current Quarter Ended <u>31/03/2019</u> RM'000	Comparative Quarter Ended <u>31/03/2018</u> RM'000	9 Months Cumulative To Date <u>31/03/2019</u> RM'000	9 Months Cumulative To Date <u>31/03/2018</u> RM'000
<u>Discontinued Operation:</u>				
Depreciation of property, plant and equipment	-	80	-	267
Loss on foreign exchange	-	39	-	190
Interest income	-	(24)	-	(57)

Apart from the above, there was no interest expense, write off of receivables, write off of inventories, impairment of assets, gain or loss on disposal of quoted investments, gain or loss on derivatives and other material items for the current quarter and financial year-to-date.

**B7 Taxation**

Taxation comprises the following:-

	Current Quarter Ended <u>31/03/2019</u> RM'000	Comparative Quarter Ended <u>31/03/2018</u> RM'000	9 Months Cumulative To Date <u>31/03/2019</u> RM'000	9 Months Cumulative To Date <u>31/03/2018</u> RM'000
<u>Current tax</u>				
Current year - Malaysia	390	331	877	956
- Foreign	44	457	57	469
Overprovision in prior year - Malaysia	-	(30)	-	(30)
Total tax expense	<u>434</u>	<u>758</u>	<u>934</u>	<u>1,395</u>

The effective tax rate of the Group (excluding the share of results of associates) for the current period to date was higher than the statutory rate due principally to certain expenses not being deductible for tax purposes.

**B8 Status of Corporate Proposals**

There were no outstanding corporate proposals that has been announced but not completed as at the date of this quarterly report.

**B9 Group Borrowing**

There was no borrowing as at 31 March 2019.

**B10 Derivative Financial Instruments**

The Group has no outstanding derivative financial instruments as at 31 March 2019.

**B11 Changes in Material Litigation**

The Group is not engaged in any material litigation as at the date of this report which will have a material effect on the financial position of the Group.

**B12 Dividend Proposed or Declared**

No interim dividend has been recommended by the Board of Directors in respect of the current quarter and financial year-to-date.

**B13 Earnings/(Loss) per Share**

The earnings/(loss) per share (basic) for the current quarter and financial year-to-date are calculated by dividing the Group's net profit/(loss) for the period attributable to owners of the parent with the weighted average number of shares in issue (excluding treasury shares) of 83,882,800.

	Current Quarter Ended <u>31/03/2019</u> RM'000	Comparative Quarter Ended <u>31/03/2018</u> RM'000	9 Months Cumulative To Date <u>31/03/2019</u> RM'000	9 Months Cumulative To Date <u>31/03/2018</u> RM'000
Net profit/(loss) attributable to owners of the parent				
- continuing operations	978	755	2,758	3,721
- discontinued operation	-	(715)	-	(4,046)
	<u>978</u>	<u>40</u>	<u>2,758</u>	<u>(325)</u>

By Order of the Board

**FACB INDUSTRIES INCORPORATED BERHAD**

LEE BOO TIAN (LS 0007987)

Group Company Secretary

Kuala Lumpur

Date : 29 May 2019