

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2019
(The figures have not been audited)

	CURRENT		YEAR TO DATE	
	3 Months Ended		3 Months	3 Months
	31.3.2019	31.3.2018	Ended	Ended
	RM'000	RM'000	31.3.2019	31.3.2018
			RM'000	RM'000
CONTINUING OPERATIONS :				
Revenue	32,630	33,839	32,630	33,839
Operating expenses	(26,686)	(29,881)	(26,686)	(29,881)
Other income	260	1,223	260	1,223
Other expenses	(2,793)	(5,882)	(2,793)	(5,882)
Operating profit / (loss)	3,411	(701)	3,411	(701)
Finance costs	(2,281)	(2,311)	(2,281)	(2,311)
Share of results of associates	-	-	-	-
Profit / (loss) before tax	1,130	(3,012)	1,130	(3,012)
Income tax expense	(907)	(328)	(907)	(328)
Profit / (loss) after tax from continuing operations	223	(3,340)	223	(3,340)
DISCONTINUED OPERATIONS :				
Profit after tax from discontinued operations	-	258	-	258
Profit / (loss) after tax :	223	(3,082)	223	(3,082)

Profit / (loss) attributable to:				
- Owners of the Company :				
- continuing operations	223	(3,338)	223	(3,338)
- discontinued operations	-	284	-	284
	223	(3,054)	223	(3,054)
- Non-controlling interests :				
	-	(28)	-	(28)
	223	(3,082)	223	(3,082)

Other comprehensive income :				
- Foreign currency translation				
	-	-	-	-
	-	-	-	-
Other comprehensive profit / (loss) for the period	223	(3,082)	223	(3,082)

Total comprehensive income / (loss) attributable to:				
- Owners of the Company :				
- continuing operations	223	(3,338)	223	(3,338)
- discontinued operations	-	284	-	284
	223	(3,054)	223	(3,054)
- Non-controlling interests :				
	-	(28)	-	(28)
	223	(3,082)	223	(3,082)

Profit / (loss) per share attributable to Owners of the Company :

Basic (Sen) :				
- continuing operations	0.0	(0.3)	0.0	(0.3)
- discontinued operations	-	0.0	-	0.0
	0.0	(0.3)	0.0	(0.3)
Diluted (Sen) :				
- continuing operations	0.0	(0.3)	0.0	(0.3)
- discontinued operations	-	0.0	-	0.0
	0.0	(0.3)	0.0	(0.3)

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the Interim Financial Statements.

OLYMPIA INDUSTRIES BERHAD

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE QUARTER ENDED 31 MARCH 2019**

(The figures have not been audited)

	As at 31.3.2019 RM'000 Unaudited	As at 31.12.2018 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	6,506	7,277
Land held for property development	202,046	202,025
Investment properties	330,280	330,280
Investment in associates	-	-
	538,832	539,582
Current assets		
Inventories	13,250	13,222
Amount due from associates	11	11
Amount due from affiliated companies	1,411	1,231
Trade and other receivables	11,623	20,038
Investment in securities	29,149	25,508
Tax refundable	160	249
Cash and bank balances	34,999	31,011
	90,603	91,270
TOTAL ASSETS	629,435	630,852
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share Capital	296,984	296,984
Other Reserves	906	906
Merger deficit	(233,884)	(233,884)
Retained earnings	342,848	342,625
	406,854	406,631
Non-controlling interests	4,220	4,220
Total equity	411,074	410,851
Non-current liabilities		
Loans and borrowings	151,260	151,400
Deferred tax liabilities	2,594	2,660
Derivative financial liability	608	110
	154,462	154,170
Current liabilities		
Amount due to associates	41	19
Amount due to affiliated companies	32,334	34,897
Trade and other payables	30,982	30,037
Loans and borrowings	542	878
	63,899	65,831
Total liabilities	218,361	220,001
TOTAL EQUITY AND LIABILITIES	629,435	630,852
Net assets per share attributable to owners of the Company (RM)	0.40	0.40

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes to the Interim Financial Statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2019
(The figures have not been audited)

	---Attributable to Owners of the Company ---						Non-Controlling Interests RM'000	Equity RM'000
	-----Non-distributable -----			Retained Earnings / (Accumulated Losses) RM'000	Reserves of disposal group classified as held for sale RM'000	Total RM'000		
	Share Capital RM'000	Other Reserves RM'000	Merger Deficit RM'000					
Balance at 1 January 2019	296,984	906	(233,884)	342,625	-	406,631	4,220	410,851
Total comprehensive income	-	-	-	223	-	223	-	223
Balance at 31 March 2019	296,984	906	(233,884)	342,848	-	406,854	4,220	411,074
Balance at 1 January 2018, as previously reported	296,984	906	(233,884)	330,755	2,217	396,978	5,045	402,023
Effects of MFRS 9 adoption				(103)		(103)		(103)
Balance at 1 January 2018, as restated	296,984	906	(233,884)	330,652	2,217	396,875	5,045	401,920
Total comprehensive loss	-	-	-	(3,054)	-	(3,054)	(28)	(3,082)
	296,984	906	(233,884)	327,598	2,217	393,821	5,017	398,838
Reserves of disposal group classified as held for sale	-	-	-	-	(307)	(307)	-	(307)
Balance at 31 March 2018	296,984	906	(233,884)	327,598	1,910	393,514	5,017	398,531

OLYMPIA INDUSTRIES BERHAD

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2019**

(The figures have not been audited)

Breakdown of - Other Reserves	Asset		Foreign			
	Revaluation	Share	Currency	Capital	Hedging	Total
	Reserve	Premium	Translation	Reserve	Reserve	
	RM'000	RM'000	Reserve	Reserve	Reserve	Total
			RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2019	-	-	906	-	-	906
Total comprehensive income	-	-	-	-	-	-
Balance at 31 March 2019	-	-	906	-	-	906
Balance at 1 January 2018	-	-	906	-	-	906
Total comprehensive income	-	-	-	-	-	-
Balance at 31 March 2018	-	-	906	-	-	906

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the Notes to the Interim Financial Statements.

OLYMPIA INDUSTRIES BERHAD

(Company No. 63026-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 MARCH 2019

(The figures have not been audited)

	3 Months Ended 31.3.2019 RM'000	3 Months Ended 31.3.2018 RM'000
Cash flows from operating activities		
Profit / (loss) before tax :-		
- continuing operations	1,130	(3,016)
- discontinued operations	-	258
	1,130	(2,758)
Adjustments for non-cash items:		
Impairment loss on receivables	-	3
Bad debts written off	29	-
Net loss / (gain) on fair value changes of investment securities	-	129
Fair value (gain) / loss on derivative financial instrument	498	(372)
Amortisation of transaction cost on borrowings	123	122
Depreciation of property, plant and equipment	788	303
Property, plant and equipment written off	-	1
Unrealised loss on foreign exchange	-	20
Dividend income	(87)	(234)
Interest income from fixed deposits and others	(29)	(734)
Finance costs	2,045	2,314
	3,367	1,552
Operating profit before working capital changes	4,497	(1,206)
Changes in working capital		
(Increase) / Decrease in land held for property development	(21)	-
Decrease / (Increase) in inventories	(29)	3,184
(Increase) / Decrease in receivables	3,990	14,092
Net changes in the balances with associated companies	22	(6)
Net changes in the balances with affiliated companies	(2,744)	(5,360)
Increase / (decrease) in payables	(2,822)	(8,570)
	(1,604)	3,340
Cash generated from operations	2,893	2,134
Interest received	29	734
Interest paid	(2,281)	(3,065)
Tax paid / (refunded)	(886)	571
Net cash generated from operating activities	(245)	374
Cash flows from investing activities		
Purchase of property, plant and equipment	(18)	(20)
Proceeds from disposal of investment securities	6,841	652
Purchase of investment securities	(10,483)	(1,028)
Dividend received	87	234
Net cash (used in) / generated from investing activities	(3,573)	(162)

OLYMPIA INDUSTRIES BERHAD
(Company No. 63026-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2019
(The figures have not been audited)

	3 Months Ended 31.3.2019 RM'000	3 Months Ended 31.3.2018 RM'000
	<hr/>	<hr/>
Cash flows from financing activities		
Repayment of hire purchase payables	(365)	(45)
Net movement in trust monies for dealers' representatives	-	(6)
Net movement in securities placed with licensed bank	5,722	5,446
Net movement in fixed deposits with licensed banks	2,450	(3,360)
Net cash generated from / (used in) financing activities	<hr/> 7,807 <hr/>	<hr/> 2,035 <hr/>
Net increase / (decrease) in cash and cash equivalents	3,989	2,247
Effect of exchange rate changes	-	(307)
Cash and cash equivalents at beginning of period	31,011	27,123
Cash and cash equivalents at end of the period	<hr/> 35,000 <hr/>	<hr/> 29,063 <hr/>

Cash and cash equivalents at the end of the period comprise the following :-

	3 Months Ended 31.3.2019 RM'000	3 Months Ended 31.3.2018 RM'000
Deposits with financial institutions	19,677	23,938
Cash and bank balances	15,323	5,125
	<hr/> 35,000 <hr/>	<hr/> 29,063 <hr/>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the Notes to the Interim Financial Statements.

A1. Basis of preparation

The interim financial statements have been prepared under historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018.

These explanatory notes attached 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 Olympia Industries Berhad (“OIB” or “Company”) and its subsidiary companies (hereinafter referred to as the “Group”) since the financial year ended 31 December 2018.

A2. Changes in accounting policies

The accounting policies and methods of computation for the Interim Financial Statements are consistent with those adopted for the annual audited financial statements ended 31 December 2018 except as follows :-

(i) Standards, Amendments and Annual Improvements to Standards effective for financial periods beginning on or after 1 January 2019

On 1 January 2019 the Group and Company adopted the following new and amended MFRS and IC interpretations mandatory for annual financial periods beginning on or after 1 January 2019 :

MFRS 16 Leases

Long-term Interests in Associates and Joint Ventures (Amendments to MFRS 128)

Prepayment Features with Negative Compensation (Amendments to MFRS 9)

Annual Improvements to MFRS Standards 2015-2017 Cycle :-

- (i) Previously Held Interest in a Joint Operation (Amendments to MFRS 3 Business Combinations)
- (ii) Previously Held Interest in a Joint Operation (Amendments to MFRS 11 Joint Arrangements)
- (iii) Income Tax Consequences of Payments on Financial Instruments Classified as Equity (Amendments to MFRS 112 Income Taxes)
- (iv) Borrowing Costs Eligible for Capitalisation (Amendments to MFRS 123 Borrowing Costs)

Adoption of the the above standards and interpretations did not have any significant impact on the interim financial statements of the Group, except as discussed below :

MFRS 16 Leases

MFRS 16 will affect primarily the accounting by lessees and will result in the recognition of almost all leases on the statement of financial position. The standard removes the current distinction between operating and financing leases and requires recognition of an asset (the right to use the leased item) and a financial liability to pay rentals for virtually all lease contracts. An optional exemption exists for short-term and low-value leases.

The statement of profit or loss will also be affected because the total expense is typically higher in the earlier years of a lease and lower in later years. Additionally, operating expense will be replaced with interest and depreciation, so key metrics like earning before interest, tax, depreciation and amortization ("EBITDA") will change. Operating cash flows will be higher as cash payments for the principal portion of the lease liability are classified within financing activities. Only the part of the payments that reflects interest can continue to be presented as operating cash flows.

The accounting by lessors will not significantly change. Some differences may arise as a result of the new guidance on the definition of a lease. Under MFRS 16, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

During the previous financial year ended 31 December 2018, the Group and the Company performed a detailed impact assessment of the aspects of MFRS 16. The assessment was based on present day available information and was subject to changes arising from further reasonable and supportable information being made available to the Group and the Company on 1 January 2019 when the Group and the Company adopted MFRS 16.

Based on the analysis of the Group’s and of the Company’s leases as at 31 December 2018 on the basis of facts and circumstances that exist at that date, the Directors of the Company has determined that the initial application of MFRS 16 did not have any material impact on these interim financial statements.

A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

A2. Changes in accounting policies (cont'd)

(ii) Standards issued but not yet effective

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's and of the Company's financial statements are disclosed below. The Group and the Company intends to adopt these standards, if applicable, when they become effective :

Definition of a Business (Amendments to MFRS 3)
Definition of Material (Amendments to MFRS 101)
Definition of Material (Amendments to MFRS 108)

The Group is studying the impact of adopting these standards, if applicable, when they become effective.

Adoption of the the above standards and interpretations are not expected to have any significant impact on the interim financial statements of the Group.

A3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2018 was not subject to qualification.

A4. Comments about seasonal or cyclical factors

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

A5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

A6. Changes in estimates

There were no material changes to the estimates of amounts reported in prior quarter of the current financial period or changes to the estimates of amounts reported in prior financial years that have a material effect in the current quarter.

A7. Debts and equity securities

There were no issuance, cancellation, repurchase, resale or repayment of debts and equity securities for the current quarter.

A8. Dividend paid

No dividend has been paid and/or recommended for the current financial period to-date.

A9. Segmental information

Results for 3 months ended 31 March 2019 :

	Property Development RM'000	Gaming RM'000	Leasing RM'000	Investment Holding & Others RM'000	Adjustment / Elimination RM'000	Consolidated RM'000
Revenue						
External customers	-	27,841	4,789	-	-	32,630
Inter-segment	-	1,114	1,435	625	(3,174)	-
Total revenue	-	28,955	6,224	625	(3,174)	32,630
Results						
Segment results	(648)	3,832	1,360	(1,133)	-	3,411
Finance costs	-	(2)	(1,830)	(449)	-	(2,281)
Share of results of associates	-	-	-	-	-	-
Profit/(Loss) before tax	(648)	3,830	(470)	(1,582)	-	1,130
Income tax expense	-	(906)	-	(1)	-	(907)
Profit/(Loss) for the year	(648)	2,924	(470)	(1,583)	-	223

A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

A9. Segmental information (cont'd)

Comparative results for 3 months ended 31 March 2018 :

	Financial Services (discontinued) RM'000	Property Development RM'000	Gaming RM'000	Leasing RM'000	Investment Holding & Others RM'000	Adjustment / Elimination RM'000	Consolidated RM'000
Revenue							
External customers	2,625	3,400	26,110	2,924	1,405	-	36,464
Inter-segment	-	-	1,044	1,791	625	(3,460)	-
Total revenue	2,625	3,400	27,154	4,715	2,030	(3,460)	36,464
Results							
Segment results	(111)	(2,062)	992	940	17,695	(17,897)	(443)
Finance costs	(4)	-	(3)	(1,570)	(738)	4	(2,311)
Profit/(Loss) before tax	(115)	(2,062)	989	(630)	16,957	(17,893)	(2,754)
Income tax expense	-	(17)	(303)	-	(8)	-	(328)
Profit/(Loss) for the year	(115)	(2,079)	686	(630)	16,949	(17,893)	(3,082)

A10. Valuation of property, plant and equipment

During the previous financial year, Menara Olympia and its adjoining leased car park ("Properties") of Dairy Maid Resort & Recreation Sdn Bhd ("DMRR") was revalued to reflect the fair value of the Properties in accordance with Malaysian Financial Reporting Standards ("MFRS") 140: Investment Properties. DMRR is a wholly-owned subsidiary of the Company.

There is no change in the fair value of the Properties since the end of the previous financial year.

The valuation was carried out by an independent firm of professional valuer, Knight Frank Malaysia Sdn Bhd using Investment and Comparison methods.

A11. Subsequent events

There were no material events subsequent to the end of the period to-date ended 31 March 2019.

A12. Changes in composition of the Group

There were no changes in the composition of the Group during the quarter and period to-date ended 31 March 2019.

A13. Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities and contingent assets since the last audited statement of financial position as at 31 December 2018.

A14. Capital commitments

There were no capital commitments contracted but not provided for in the interim financial statements as at 31 March 2019.

**B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

B1. Performance review

		Individual Period (1st Quarter)				Cumulative Period (3 months year-to-date)			
		Curr. year 31.3.2019	Preceding year 31.3.2018	+ / -		Curr. year 31.3.2019	Preceding year 31.3.2018	+ / -	
RM'000									
Revenue	- continuing op.	32,630	33,839	(1,209)	-4%	32,630	33,839	(1,209)	-4%
	- discontinued op.	-	2,625	(2,625)	-100%	-	2,625	(2,625)	-100%
		32,630	36,464	(3,834)	-11%	32,630	36,464	(3,834)	-11%
Profit / (loss) b4 tax	- continuing op.	1,130	(3,012)	4,142	138%	1,130	(3,012)	4,142	138%
	- discontinued op.	-	258	(258)	-100%	-	258	(258)	-100%
		1,130	(2,754)	3,884	141%	1,130	(2,754)	3,884	141%
Profit / (loss) after tax	- continuing op.	223	(3,340)	3,563	107%	223	(3,340)	3,563	107%
	- discontinued op.	-	258	(258)	-100%	-	258	(258)	-100%
		223	(3,082)	3,305	107%	223	(3,082)	3,305	107%

Table 1: Financial review for current quarter & financial year-to-date

Current Quarter vs Previous Corresponding Quarter Last Year

The Group reported a consolidated revenue of RM32.6 million for the current quarter under review as compared to RM33.8 million in the previous corresponding quarter of last year, a decline of 3.6% or RM1.2 million in the Group's revenue. Gaming division remains the main contributor of the Group, making up 85.3% or RM27.8 million of total revenue to the Group for the current quarter.

The Group reported a profit before tax of RM1.1 million for the current quarter compared to a RM3.0 million loss before tax in the previous corresponding quarter last year.

The variance in comparing both financial quarters is mainly due to :

- Gaming division – Higher profit due to lower payout ratio of 55.9%, up from 65.4% in the corresponding quarter last year and higher average sales value per draw during the current quarter.
- Leasing segment – Lower profits during the previous corresponding quarter last year mainly due to lower occupancy rate.

B2. Comparison with immediate preceding quarter's results

		Current quarter 31.3.2019	Immediate preceding quarter 31.12.2018	+ / -	
RM'000					
Revenue	- continuing op.	32,630	79,172	(46,542)	-59%
	- discontinued op.	-	(1,491)	1,491	100%
		32,630	77,681	(45,051)	-58%
Profit before tax	- continuing op.	1,130	1,047	83	8%
	- discontinued op.	-	(201)	201	100%
		1,130	846	284	34%
Profit after tax	- continuing op.	223	(1,889)	2,112	112%
	- discontinued op.	-	(190)	190	100%
		223	(2,079)	2,302	111%

Table 2: Financial review for current quarter compared with immediate preceding quarter

The Group reported a profit before tax of RM1.1 million for the current quarter compared to RM1.0 million profit before tax in the immediate preceding quarter. This is mainly due to :

- Investment holding segment – Higher finance costs during the immediate preceding quarter.

B3. Commentary of prospects

The Group's property division's joint venture are unlikely to unveil new products until the economy and the external environment becomes more conducive. The Group expects its gaming division's performance in Sabah to be challenging for the current financial year in view of the presence of illegal gaming operations currently existing. Leasing division is expected to remain steady and maintain its present level of performance for the current financial year.

**B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

B4. Profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee during the current quarter and period to-date under review.

B5. Taxation

	Current Quarter 3 Months 31.3.2019 RM'000	Cumulative Quarter 3 Months 31.3.2019 RM'000
CONTINUING OPERATIONS :-		
Current tax : Malaysian	(907)	(907)
Total income tax attributable to continuing operations :	<u>(907)</u>	<u>(907)</u>
TOTAL :	<u>(907)</u>	<u>(907)</u>

The Group's effective tax rate is higher than the statutory tax rate of 24% (2018: 24%) due additional assessments on disallowed expenses on certain subsidiaries of the Group.

B6. Corporate proposals

- (a) On 20 March 2019, Olympia Ventures Sdn Bhd ("OVSB"), a wholly-owned subsidiary of the Company had entered into a Sale and Purchase Agreement with Wings Holdings Limited (formerly known as Global Mobility Investments Limited) ("Wings") for the disposal of the balance 30% of the issued and paid-up share capital consisting of 360,000 ordinary shares in Olympia Travels & Tours (Singapore) Pte Ltd ("OTTS") for a total cash consideration of Singapore Dollars (S\$) 360,000 (equivalent to RM1,086,041) ("Proposed Disposal").

The completion of the Proposed Disposal, shall take place only when the consideration has been fully paid by Wings to OVSB. The payment of the consideration shall be scheduled as follows:

- i. S\$90,000 to be paid on or before the 20 March 2019;
- ii. S\$90,000 to be paid on or before 15 June 2019; and
- iii. S\$180,000 to be paid on or before 15 September 2019.

Save as disclosed above, there were no other corporate proposals announced but not completed as at 22 May 2019, being 7 days from the date of issuance of these interim financial statements.

B7. Borrowings and debt securities

	----- As at 31.3.2019 -----		
Group borrowings	Secured RM'000	Unsecured RM'000	Total RM'000
Short term:			
Term loans	-	-	-
Hire purchase payables	542	-	542
	<u>542</u>	<u>-</u>	<u>542</u>
Long term:			
Term loans	149,959	-	149,959
Hire purchase payables	1,301	-	1,301
	<u>151,260</u>	<u>-</u>	<u>151,260</u>
	<u>151,802</u>	<u>-</u>	<u>151,802</u>

All borrowings are denominated in Ringgit Malaysia.

**B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

B8. Derivative Financial Instrument

The nature of all outstanding derivatives as at 31 March 2019 are disclosed as follows :-

Type of Derivative	Remaining tenure	As at 31.3.2019		Classification in Statement of Financial Position			
		Contract / notional value RM'000	Fair value deficit RM'000	Derivative financial assets		Derivative financial liabilities	
				Non-current RM'000	Current RM'000	Non-current RM'000	Current RM'000
Interest rate swap ("IRS")	2 - 3 years	120,000	(608)	-	-	(608)	-

The Group had in prior years entered into an IRS contract to manage its exposure to interest rate risks by converting its floating rate liabilities to fixed rate liabilities in order to limit the Group's exposure to unfavourable interest rate fluctuations on the underlying debt instrument, specifically a long term loan included under Note B7.

The IRS for the term loan was entered into for 5 years with a fixed swap rate of 3.75%.

Since its inception, there has been no change to the type of derivative financial contracts entered into, the risks associated with the derivative, the cash requirements of the derivative, the risk management objectives and policies to mitigate these risks, and the related accounting policies.

B9. Changes in material litigation

The list of material litigation is announced to Bursa Malaysia together with this Interim Financial Report. Other than as disclosed in the attached list of material litigation, there are no material litigations that have material effect to the Group at the date of this report.

B10. Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this report.

B11. Dividend payable

No dividend has been declared for the financial year ended 31 December 2018.

B12. Notes to the condensed consolidated statement of comprehensive income

The following amount have been credited/(charged) in arriving at profit/(loss) before tax:

	Quarter ended		Financial period ended	
	31.3.2019 RM'000	31.3.2018 RM'000	31.3.2019 RM'000	31.3.2018 RM'000
Interest income	29	734	29	734
Interest expense	(2,045)	(2,311)	(2,045)	(2,311)
Dividend income	87	9,251	87	9,251
Depreciation on property, plant and equipment	(788)	(303)	(788)	(303)
Property, plant and equipment written off	-	(1)	-	(1)
Amortisation of transaction costs on borrowings	(123)	(122)	(123)	(122)
Gain/(Loss) on fair value changes of investment securities	-	(129)	-	(129)
Impairment loss on receivables	-	(3)	-	(3)

**B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

B13. Earnings/(Loss) per share

a) Basic

The basic earnings/(loss) per share for the quarter and cumulative period to date is computed as follows:

	Quarter ended		Financial year ended	
	31.3.2019	31.3.2018	31.3.2019	31.3.2018
Profit/(Loss) attributable to Owners of the Company (RM'000) :-				
- continuing operations	223	(3,338)	223	(3,338)
- discontinued operations	-	284	-	284
	<u>223</u>	<u>(3,054)</u>	<u>223</u>	<u>(3,054)</u>
Weighted average number of ordinary shares in issue ('000)	1,023,432	1,023,432	1,023,432	1,023,432
Earnings/(Loss) per share (Sen) :-				
- continuing operations	0.0	(0.3)	0.0	(0.3)
- discontinued operations	-	0.0	-	0.0
	<u>0.0</u>	<u>(0.3)</u>	<u>0.0</u>	<u>(0.3)</u>

b) Diluted

As there are no potential dilutive ordinary shares outstanding at reporting date, the diluted earnings per share is the same as the basic earnings per share.

On behalf of the Board

OLYMPIA INDUSTRIES BERHAD

Lim Yoke Si

Company Secretary

Kuala Lumpur

29 May 2019