

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

		INDIVIDUAL		Individual changes		CUMULATIVE		Cumulative changes	
		3 MONTHS ENDED 31/12/2019 RM'000	3 MONTHS ENDED 31/12/2018 RM'000	Amount RM'000	%	9 MONTHS ENDED 31/12/2019 RM'000	9 MONTHS ENDED 31/12/2018 RM'000	Amount RM'000	%
1	Revenue	15,757	28,486	(12,729)	-44.7%	65,357	33,946	31,411	92.5%
2	(Loss)/profit before tax	(681)	936	(1,617)	-172.8%	4,825	(1,636)	6,461	-394.9%
3	(Loss)/profit for the period	(1,504)	1,263	(2,767)	-219.1%	3,701	(1,438)	5,139	-357.4%
4	(Loss)/profit attributable to the ordinary equity holders of the parent	(1,504)	1,263	(2,767)	-219.1%	3,701	(1,438)	5,139	-357.4%
5	Basic (loss)/earnings per share (sen)	(0.81)	0.68	(1.48)	-219.0%	1.98	(0.77)	2.75	-357.3%
6	Diluted (loss)/earnings per share (sen)	(0.80)	0.64	(1.44)	-224.8%	1.98	(0.73)	2.71	-372.0%
7	Proposed / Declared dividend per share (sen)	-	-	-		-	-	-	

Summary of Financial review for current quarter compared with immediate preceding quarter

		INDIVIDUAL		Individual changes	
		3 MONTHS ENDED 31/12/2019 RM'000	3 MONTHS ENDED 30/09/2019 RM'000	Amount RM'000	%
1	Revenue	15,757	26,199	(10,442)	-39.9%
2	(Loss)/profit before tax	(681)	2,870	(3,551)	-123.7%
3	(Loss)/profit for the period	(1,504)	2,690	(4,194)	-155.9%
4	(Loss)/profit attributable to the ordinary equity holders of the parent	(1,504)	2,690	(4,194)	-155.9%
5	Basic (loss)/earnings per share (sen)	(0.81)	1.44	(2.25)	-156.0%
6	Diluted (loss)/earnings per share (sen)	(0.80)	1.43	(2.23)	-155.8%
7	Proposed / Declared dividend per share (sen)	-	-	-	

		As At End of Current Quarter	As At Preceding Financial Year End
8	Net assets per share attributable to ordinary equity holders of the parent (RM)	1.30	1.28

ADDITIONAL INFORMATION

		INDIVIDUAL		Individual changes		CUMULATIVE		Cumulative changes	
		3 MONTHS ENDED 31/12/2019 RM'000	3 MONTHS ENDED 31/12/2018 RM'000	Amount RM'000	%	9 MONTHS ENDED 31/12/2019 RM'000	9 MONTHS ENDED 31/12/2018 RM'000	Amount RM'000	%
1	Gross interest income	46	204	(158)	-77.5%	155	526	(371)	-70.5%
2	Gross interest expense	494	-	494	-	1,702	-	1,702	-

PARAGON GLOBE BERHAD (194801000095 (1713-A))
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
 COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND FINANCIAL PERIOD
 ENDED 31 DECEMBER 2019**



(The figures have not been audited)

	INDIVIDUAL		CUMULATIVE	
	3 MONTHS ENDED 31/12/2019 RM'000	3 MONTHS ENDED 31/12/2018 RM'000	9 MONTHS ENDED 31/12/2019 RM'000	9 MONTHS ENDED 31/12/2018 RM'000
Revenue	15,757	28,486	65,357	33,946
Cost of sales	(13,243)	(20,739)	(51,301)	(23,994)
Gross profit	2,514	7,747	14,056	9,952
Gross profit margin	16.0%	27.2%	21.5%	29.3%
Other items of income				
Other income	867	278	2,582	1,440
Other items of expense				
Marketing & distribution expenses	(1,016)	(407)	(3,226)	(1,644)
Administrative expenses	(2,548)	(2,134)	(6,868)	(7,032)
Finance costs	(494)	-	(1,702)	-
Other expenses	(4)	(4,570)	(17)	(4,887)
Share of results in an associate company	-	22	-	535
(Loss)/profit before tax	(681)	936	4,825	(1,636)
Taxation	(823)	327	(1,124)	198
(Loss)/profit net of tax	(1,504)	1,263	3,701	(1,438)
Other comprehensive loss, net of tax	(143)	-	-	(13)
Total comprehensive (loss)/income	(1,647)	1,263	3,701	(1,451)
(Loss)/profit attributable to:				
Owners of the parent	(1,504)	1,263	3,701	(1,438)
	(1,504)	1,263	3,701	(1,438)
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(1,647)	1,263	3,701	(1,451)
	(1,647)	1,263	3,701	(1,451)
Profit/(loss) per share attributable to owners of the parent (sen per share)				
Basic	(0.81)	0.68	1.98	(0.77)
Diluted	(0.80)	0.64	1.98	(0.73)

The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Report for the year ended 31 March 2019.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2019



	AS AT 31/12/2019 RM'000 (Unaudited)	AS AT 31/03/2019 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	1,421	1,359
Right-of-use assets	748	-
Intangible assets	176	209
Inventories	45,455	47,509
Other investments	54	54
	<u>47,854</u>	<u>49,131</u>
Current Assets		
Inventories	102,147	111,890
Right-of-use assets	453	-
Assets held for sale	334	334
Other investments	73,745	109,706
Trade and other receivables	19,956	12,455
Tax recoverable	743	1,190
Contract assets	28,489	9,131
Cash and bank balances	15,840	11,486
	<u>241,707</u>	<u>256,192</u>
Total Assets	<u>289,561</u>	<u>305,323</u>
EQUITIES AND LIABILITIES		
Equity Attributable To Owners Of The Parent		
Share capital	203,224	203,224
Retained earnings	22,016	18,315
Other reserves	17,412	17,412
Total Equity	<u>242,652</u>	<u>238,951</u>
Current Liabilities		
Trade and other payables	15,337	17,751
Contract liabilities	3,916	-
Tax payable	-	1,368
Lease liabilities	505	37
Total Current Liabilities	<u>19,758</u>	<u>19,156</u>
Net Current Assets	<u>221,949</u>	<u>237,036</u>
Non Current Liabilities		
Term loan	26,097	47,071
Lease liabilities	1,054	145
Total Non Current Liabilities	<u>27,151</u>	<u>47,216</u>
Total Liabilities	<u>46,909</u>	<u>66,372</u>
Net Assets	<u>242,652</u>	<u>238,951</u>
TOTAL EQUITY AND LIABILITIES	<u>289,561</u>	<u>305,323</u>
Net assets per share (RM)	1.30	1.28

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Report for the year ended 31 March 2019.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2019

(The figures have not been audited)



	2019	2018
	9 months ended	9 months ended
	31 December	31 December
	RM'000	RM'000
Cash flow from operating activities		
Profit/(loss) before tax	4,825	(1,636)
Adjustments for non-cash flow items :-		
Share of results in an associate company	-	(535)
Non-cash items	497	4,150
Non-operating items	(892)	(1,150)
Operating profit before changes in working capital	<u>4,430</u>	<u>829</u>
Changes in working capital		
Net change in current assets	(15,065)	19,615
Net change in current liabilities	1,502	(124,709)
Net cash used in operations	<u>(9,133)</u>	<u>(104,265)</u>
Income distribution from investment fund	1,647	-
Interest received	155	526
Tax recovered	490	672
Tax paid	(2,535)	(421)
Interest paid	(1,702)	-
Net cash used in operating activities	<u>(11,078)</u>	<u>(103,488)</u>
Cash flow from investing activities		
Withdrawal in investment deposit	36,752	115,670
Disposal of a subsidiary, net of cash disposed of	-	(60)
Disposal of an associate, net of cash disposed of	-	13,365
Purchase of intangible asset	-	(220)
Purchase of property, plant and equipment	(125)	(716)
Proceeds from disposal of property, plant and equipment	1	180
Net cash generated from investing activities	<u>36,628</u>	<u>128,219</u>
Cash flow from financing activities		
Redemption of term loan	(20,974)	(9)
Repayment of lease liabilities	(222)	-
Net cash used in financing activities	<u>(21,196)</u>	<u>(9)</u>
Net change in cash & cash equivalents	4,354	24,722
Cash & cash equivalents at beginning of the period	<u>11,486</u>	<u>34,381</u>
Cash & cash equivalents at end of the period	<u><u>15,840</u></u>	<u><u>59,103</u></u>
Cash & cash equivalents comprise:		
Cash & bank balances	11,461	53,874
Fixed deposits with licensed banks	4,379	5,229
	<u><u>15,840</u></u>	<u><u>59,103</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Report for the year ended 31 March 2019.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 31 DECEMBER 2019

(The figures have not been audited)



	Attributable to owners of the Parent							Total Equity RM'000
	Non-distributable			Other Reserves RM'000	Share Capital RM'000	Distributable Retained Earnings RM'000	Sub Total Equity RM'000	
Capital Reserves RM'000	Fair value Adjustment reserve RM'000	Warrant Reserves RM'000						
Opening balance at 1 April 2019	2,553	373	14,486	17,412	203,224	18,315	238,951	238,951
Fair value changes in finance assets at fair value through other comprehensive income	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	3,701	3,701	3,701
Total comprehensive income	-	-	-	-	-	3,701	3,701	3,701
Closing balance at 31 December 2019	2,553	373	14,486	17,412	203,224	22,016	242,652	242,652
Opening balance at 1 April 2018	2,553	13	14,486	17,052	203,224	21,484	241,760	241,760
Fair value changes in finance assets at fair value through other comprehensive income	-	(13)	-	(13)	-	-	(13)	(13)
Loss for the period	-	-	-	-	-	(1,438)	(1,438)	(1,438)
Total comprehensive loss	-	(13)	-	(13)	-	(1,438)	(1,451)	(1,451)
Closing balance at 31 December 2018	2,553	-	14,486	17,039	203,224	20,046	240,309	240,309

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Report for the year ended 31 March 2019.

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRSs") 134: Interim Financial Reporting in Malaysia and Para 9.22 of the Bursa Malaysia Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2019. The 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 the Company since the financial year ended 31 March 2019.

The Company's financial statements was prepared in accordance with MFRSs, which is in line with International Financial Reporting Standards as issued by the International Accounting Standards Board. The adoptions of new and revised MFRSs, Amendments/Improvements to MFRSs, IC Interpretations and Amendments to IC Interpretations in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2019.

- a) During the current financial year, the Company has adopted the following new accounting standards and interpretations (including the consequential amendments):-

MFRSs and IC Interpretations (including the Consequential Amendments)

MFRS 16 Leases

IC Interpretation 23, Uncertainty over Income Tax Treatments

Amendments to MFRS 119 – Plan Amendment, Curtailment or Settlement

Annual Improvements to MFRS Standards 2015 – 2017 Cycle:

- Amendments to MFRS 3 Business Combinations
- Amendments to MFRS 11 Joint Arrangements
- Amendments to MFRS 112 Income Taxes
- Amendments to MFRS 123 Borrowing Costs

Amendments to MFRS 9, Prepayment Features with Negative Compensation

The adoption of the above MFRSs either not relevant or do not have significant financial impact to the Group financial statements except the changes arising from MFRS 16 Leases, as disclosed below:

MFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. The right-of-use asset is depreciated in accordance with the principle in MFRS 116, Property, Plant and Equipment and the lease liability is accreted over time with interest expense recognised in profit or loss. A lessor continues to classify all leases as either operating leases or finance leases using similar principles as in MFRS 117. Therefore, MFRS 16 did not have an impact for leases where the Group is the lessor.

The Group adopted the MFRS 16 using the modified retrospective method of adoption, under which the amount of both the lease liability and right-of-use asset are calculated based on the present value of all remaining lease payment at initial application date on 1 April 2019. The Group does not restate the comparative information, which continues to be reported under MFRS 117.

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of preparation (cont'd)

	As at 31/03/2019	Effect on adoption of MFRS 16	As at 01/04/2019
	RM'000	RM'000	RM'000
Assets			
Non-current assets			
Right-of-use assets	-	941	941
Current Assets			
Right-of-use assets	-	251	251
	-	1,192	1,192
Non-Current Liabilities			
Lease liabilities	145	968	1,113
Current Liabilities			
Lease liabilities	37	224	261
	182	1,192	1,374

- b) The Standards, Amendments, Annual Improvements and IC Interpretation that have been issued but not yet effective up to the date of issuance of the Company's financial report are disclosed below. The Company intend to adopt these Standards, Amendments, Annual Improvements and IC Interpretations, if applicable, when they become effective.

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 3 – Definition of Business	1 January 2020
Amendments to MFRS 101 – Definition of Material	1 January 2020
Amendments to MFRS 108 – Definition of Material	1 January 2020
Amendments to MFRS 110 - Definition of Material	1 January 2020
Amendments to MFRS 134 – Definition of Material	1 January 2020
Amendments to MFRS 137 – Definition of Material	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020

The directors are of opinion that the Standards, Amendments, Annual Improvements and IC Interpretations above would not have any material impact on the financial statements in the year of initial adoption.

2. Auditors' report

The auditor's report on the annual financial statements of the Company for the financial year ended 31 March 2019 was not qualified.

3. Seasonality of operation

The Company's business operations in the current quarter have not been materially affected by seasonal or cyclical factors.

4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flow during the financial quarter under review.

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

5. Material changes in estimates

There were no significant changes in estimates that have a material effect on the results for the quarter.

6. Dividend Paid

No dividend was paid in the financial quarter under review.

7. Segmental information

(RM'000)	Current Quarter Ended		Cumulative Quarter Ended	
	31 December	31 December	31 December	31 December
	2019	2018	2019	2018
Segment Revenue				
Trading	3,956	2,632	11,020	7,239
Investments	339	172	1,012	1,025
Property and construction	11,462	25,682	53,325	25,682
	<u>15,757</u>	<u>28,486</u>	<u>65,357</u>	<u>33,946</u>

(RM'000)	Current Quarter Ended		Cumulative Quarter Ended	
	31 December	31 December	31 December	31 December
	2019	2018	2019	2018
Segment Result				
Trading	54	(596)	(53)	(1,839)
Investments	(796)	(4,569)	(2,090)	(5,427)
Property and construction	61	6,079	6,968	5,095
Share of Results in an Associate	-	22	-	535
	<u>(681)</u>	<u>936</u>	<u>4,825</u>	<u>(1,636)</u>

8. Changes in group composition

There were no changes in the composition of the Group during the financial quarter under review.

9. Capital commitments

There were no material capital commitments for the Company as at the date of this report.

10. Contingent assets and liabilities

	Unaudited	Audited
	31 December 2019	31 March 2019
	RM'000	RM'000
Secured		
Bank guarantee given to third parties	3,007	2,961
Unsecured		
Corporate guarantee given by the Company to licensed financial institutions for banking facilities granted to the subsidiary		
- Current exposure	34,097	55,071

PART A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

11. Significant related party transaction

There was no significant related party transaction entered by the Company for the third quarter ended 31 December 2019.

12. Subsequent Events

There were no material events subsequent to the end of the financial quarter ended 31 December 2019 except for the following:

- i) On 10 January 2020, the Company has entered into a Share Sale Agreement with Jasa Kita Berhad to dispose entire issued share capital in its subsidiaries namely GBH Bathroom Products Sdn Bhd (“GBHBP”) and Crown Lynn Sdn Bhd (“CLSB”) for a total cash consideration of RM10,200,001 only inclusive of the assumption of liabilities. GBHBP has an issued share capital of RM59,900,000 comprising 5,000,000 ordinary shares and 54,900,000 redeemable non-convertible non-cumulative preference shares while CLSB has an issued share capital of RM5,442,354 comprising 1,092,354 ordinary shares and 4,350,000 redeemable non-convertible non-cumulative preference shares. On 10 February 2020, the share sale agreement has been completed and both GBHBP and CLSB had ceased to be subsidiaries of Paragon Globe Berhad.
- ii) On 13 January 2020, the Company’s securities have been reclassified from industrial products & services sector with sub-sector of building materials to property sector with sub-sector of property.
- iii) On 21 January 2020, the Company has entered into a Share Sale Agreement with Jalin Kota Sdn Bhd to dispose 4,000,000 ordinary shares in its subsidiary, namely Dcor Bath Sdn Bhd (“Dcor”) representing 100% of the issued shares of Dcor, for a total cash consideration of RM3,000,000 only inclusive of the assumption of liabilities. On 21 February 2020, the share sale agreement has been completed and Dcor has ceased to be a subsidiary of Paragon Globe Berhad.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**1. Performance review****Property and construction segment**Current quarter

For the current quarter, the property and construction segment has recorded a revenue of RM11.46 million as compared to RM25.68 million in the corresponding quarter of the preceding year. The performance of the property and construction segment has reduced mainly due to the lower sales registered in the current quarter. Correspondingly, profit before tax has decreased from RM6.08 million in the previous year corresponding quarter to RM61,000 in current quarter.

Year to date

The property and construction segment revenue for the current year to date of FY2020 has improved by 107.64% to RM53.33 million from RM25.68 million as compared to preceding year to date. The result has also slightly improved from profit before tax of RM5.10 million in the preceding year to date of FY2019 to RM6.97 million in the current year to date of FY2020. The increase in revenue and profit before tax in the property and construction segment was mainly contributed by the Group's core property development operations. This reflects the strong sales achieved during the current financial year to date while the progress of construction works on-site of shop offices located in Pekan Nenas Business Park and the construction of marketplace in Tampoi have also contributed positively towards revenue and profit recognition.

Trading segmentCurrent quarter

The trading segment revenue for the current quarter of FY2020 increased by 50.30% from RM2.63 million in the preceding year corresponding quarter to RM3.96 million in the current quarter. The increase in revenue was mainly due to the increased sale from GBH brand sanitaryware division where there is increase in walk-in sales and projects secured during the current quarter. The result has improved from a loss before tax of RM 596,000 in the preceding year corresponding quarter to a profit before tax of RM 54,000 in the current quarter mainly due to higher sales led to higher profit.

Year to date

The trading segment revenue for the current year to date increased by 52.23% from RM7.24 million in FY2019 to RM11.02 million in FY2020 mainly due to the increased sale through walk-in sales and projects secured during the year. The result has improved from a loss before tax of RM1.84 million in the preceding year to date to a loss before tax of RM 53,000 in current year to date mainly due to higher sales led to higher profit.

Investment segmentCurrent quarter

The investment segment reported revenue of RM 339,000 for the third quarter of FY2020 compared to revenue of RM 172,000 for preceding year corresponding quarter mainly due to the increase in dividend income distribution from investment fund and also the gain on disposal of investment fund. Loss before tax has decreased from RM4.57 million in the third quarter of FY2019 to RM 796,000 in the current quarter due to there was loss incurred in disposal of associate amounting to RM4.04 million in prior year while in the current period the fixed general and administrative expenses incurred remained at same level.

Year to date

The investment segment revenue for the current year to date of FY2020 has slightly decreased from RM1.03 million to RM1.01 million compared to prior year. The result has improved from loss before tax of RM5.43 million in the preceding year to date to loss before tax RM2.09 million in the current year to date mainly due to loss incurred in disposal of associate in prior year.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)**2. Comparison with preceding quarter's results**

The Company's revenue decreased by RM10.44 million from RM26.20 million in the preceding quarter to RM15.78 million in the current quarter mainly due to the lower sales in the property segment. Hence for current quarter the Company has recorded a loss before tax of RM 681,000 comparing to profit before tax of RM2.87 million in the preceding quarter mainly attributed to the lower revenue coupled with fixed general and administrative expenses incurred by the Company which do not reduce commensurate to the decrease in revenue.

3. Prospects

For the property segment, the Company believe that property with right concept, products, pricing and location will still maintain favourable response from the owner occupiers. Necessary steps have been taken to ensure the long-term sustainability of the property segment. The Company will continue to focus on the launches of the Pekan Nenas Business Park project in the established townships of Johor while in the meantime expanding landbanks of the Company through land acquisition from Iskandar Capital Sdn Bhd. The Company has also entered into Share Subscription Agreement with BUILTECH ACRES Sdn Bhd which would provide the Company with opportunity to create greater economic value and increase the earnings potential of the Company over the medium to long term as the private hospital project in BUILTECH ACRES Sdn Bhd has promising development potential.

In terms of trading segment, the outlook for the sanitary business is expected to be challenging in view of the keen competition from local and imported products and hence the Company has disposed its entire issued share capital in the subsidiaries that involved in the businesses of trading and distribution of ceramic sanitary wares.

4. Variance on profit forecast

Not applicable.

5. Items included in the Statement of Income

Profit/(loss) before tax is after charging/(crediting) the following:

	Individual Quarter		Cumulative Quarter	
	31/12/2019	31/12/2018	31/12/2019	31/12/2018
	RM'000	RM'000	RM'000	RM'000
Interest income	(46)	(204)	(155)	(526)
Other income	(382)	(227)	(1,639)	(850)
Interest expense	494	2	1,702	2
Depreciation and amortisation	313	81	493	180
(Reversal)/Provision for and write off of receivables	(38)	-	(72)	-
(Reversal)/Provision for and write off of inventories	-	-	-	-
(Gain)/loss on disposal of properties, plant and equipment	-	-	-	(76)
(Gain)/loss on disposal of investment	(145)	41	(792)	440
Impairment of assets	-	-	-	-
Foreign exchange (gain)/loss	2	31	9	46
(Gain)/loss on derivatives	-	-	-	-
(Gain)/loss on disposal of subsidiary	-	-	-	(322)
(Gain)/loss on disposal of associate	-	4,036	-	4,036
Exceptional items	-	-	-	-

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

6. Taxation

	Current Quarter	Year to date
	RM'000	RM'000
Income tax:		
- Current year	(597)	(898)
- (Under)/over provision of taxation in prior year	(226)	(226)
	(823)	(1,124)

Current income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the quarter.

7. Borrowings and debt securities

The Company's borrowings, all are repayable in Ringgit Malaysia and secured, as of the end of the quarter are as follows:

	Unaudited 31 December 2019 RM'000	Audited 31 March 2019 RM'000
Non-Current:		
Lease liabilities	1,054	145
Term loans	26,097	47,071
	27,151	47,216
Current:		
Lease liabilities	505	37

8. Material litigation

There is no material litigation since the date of the last annual statements of financial position.

9. Dividend

No dividend was recommended for this financial quarter under review.

10. Corporate Proposals

Save from the following, there were no corporate proposals announced but not completed as at 25 February 2020, being the last practicable date from the date of the issuance of this report:

- i) On 05 December 2019, the Company's wholly owned subsidiary, Paragon Globe Properties, had on even date, entered into a conditional sale and purchase agreement with Iskandar Capital Sdn Bhd for the proposed acquisition of part of the freehold land held under Geran 507162 Lot 149989 (formerly held under HS(D) 484311 PTD 175988), PTD 175989, Geran 507161 Lot 149991 (formerly held under HS(D) 484312 PTD 175990), all in Mukim of Pulai, District of Johor Bahru, State of Johor measuring approximately 31.1 acres in area known as Plot ED-5A and Plot ED-5B for a total cash consideration of Ringgit Malaysia Sixty Million Nine Hundred Sixty Two Thousand Two Hundred and Twenty (RM60,962,220.00) only.
- ii) On 20 December 2019, the Company had announced that it had entered into a conditional subscription agreement on even date with Dato' Sri Edwin Tan Pei Seng and BUILTECH ACRES SDN BHD (BUILTECH) to subscribe 52,900,000 new ordinary shares in BUILTECH representing approximately 99.06% of the enlarged issued share capital of BUILTECH for a cash consideration of RM52,900,000.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

11. (Loss)/earnings per share

a) Basic (loss)/earnings per share

	Individual Quarter		Cumulative Quarter	
	31/12/2019 RM'000	31/12/2018 RM'000	31/12/2019 RM'000	31/12/2018 RM'000
Net (loss)/profit attributable to owners of the parent	(1,504)	1,263	3,701	(1,438)
Weighted average number of ordinary shares	186,653	186,653	186,653	186,653
Basic (loss)/earnings per share (sen)	(0.81)	0.68	1.98	(0.77)

b) Diluted (loss)/earnings per share

	Individual Quarter		Cumulative Quarter	
	31/12/2019 RM'000	31/12/2018 RM'000	31/12/2019 RM'000	31/12/2018 RM'000
Net (loss)/profit attributable to owners of the parent	(1,504)	1,263	3,701	(1,438)
Weighted average number of ordinary shares	186,653	186,653	186,653	186,653
Diluted potential ordinary shares	394	10,998	394	10,998
Diluted (loss)/earnings per share (sen)	(0.80)	0.64	1.98	(0.73)

BY ORDER OF THE BOARD
 PARAGON GLOBE BERHAD

Dato' Sri Edwin Tan Pei Seng
 Group Managing Director

Johor Bahru
 25/02/2020