

MHC Plantations Bhd (4060-V)
Condensed Consolidated Statement of Comprehensive Income (Unaudited)
For The First Quarter Ended 31 March 2020

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	31.3.2020 RM' 000	31.3.2019 RM'000	31.3.2020 RM' 000	31.3.2019 RM' 000
Revenue	69,128	74,863	69,128	74,863
Cost of sales	(65,257)	(67,151)	(65,257)	(67,151)
Gross profit	3,871	7,712	3,871	7,712
Other income	3,001	2,763	3,001	2,763
Administrative expenses	(3,202)	(3,250)	(3,202)	(3,250)
Other operating expenses	(1,109)	(1,689)	(1,109)	(1,689)
Operating profit	2,561	5,536	2,561	5,536
Finance costs	(1,549)	(1,615)	(1,549)	(1,615)
Profit/(Loss) before tax	1,012	3,921	1,012	3,921
Income tax expense	(350)	(1,259)	(350)	(1,259)
Profit/(Loss) after tax	662	2,662	662	2,662
Other comprehensive income				
Exchange difference on translation of foreign operations	(316)	(46)	(316)	(46)
Total comprehensive income for the period	346	2,616	346	2,616
Profit/(Loss) attributable to:				
Owners of the parent	1,261	1,255	1,261	1,255
Non-controlling interests	(599)	1,407	(599)	1,407
	662	2,662	662	2,662
Total comprehensive income attributable to:				
Owners of the parent	1,094	1,227	1,094	1,227
Non-controlling interests	(748)	1,389	(748)	1,389
	346	2,616	346	2,616
Weighted average number of shares in issue	196,544	196,544	196,544	196,544
Earnings per share in sen				
- Basic	0.64	0.64	0.64	0.64

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

MHC Plantations Bhd (4060-V)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position
as at 31 March 2020

	As at 31.3.2020 (Unaudited) RM'000	As at 31.12.2019 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	403,463	404,149
Investment properties	49,924	49,924
Deferred tax assets	4,581	4,623
Investment in securities	395	394
Trade and other receivables	132,503	134,849
Goodwill on consolidation	43,867	43,867
	<u>634,733</u>	<u>637,806</u>
Current assets		
Inventories	24,750	25,355
Biological assets	2,737	2,738
Trade and other receivables	26,075	29,509
Tax recoverable	1,253	1,503
Short term investments	18,751	16,320
Fixed deposits with licensed banks	7,451	7,624
Cash and bank balances	15,248	13,141
	<u>96,265</u>	<u>96,190</u>
TOTAL ASSETS	<u>730,998</u>	<u>733,996</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	196,544	196,544
Reserves	51,946	50,851
	<u>248,490</u>	<u>247,395</u>
Non-controlling interests	<u>264,050</u>	<u>264,798</u>
Total equity	<u>512,540</u>	<u>512,193</u>

**Condensed Consolidated Statement of Financial Position
as at 31 March 2020 (Contd.)**

	As at 31.3.2020 (Unaudited) RM'000	As at 31.12.2019 (Audited) RM'000
EQUITY AND LIABILITIES (CONTD.)		
Non-current liabilities		
Borrowings	50,038	55,163
Deferred tax liabilities	52,328	53,000
Lease liabilities	3,551	3,689
	105,917	111,852
Current liabilities		
Payables	23,515	31,799
Borrowings	86,788	76,100
Lease liabilities	1,211	1,143
Taxation	1,027	909
	112,541	109,951
Total liabilities	218,458	221,803
TOTAL EQUITY AND LIABILITIES	730,998	733,996
Net Tangible Asset Per Share (RM)	1.04	1.04
Net Asset Per Share (RM)	1.26	1.26

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

MHC Plantations Bhd (4060-V)
Condensed Consolidated Statements of Changes in Equity (Unaudited)
For The First Quarter Ended 31 March 2020

	Share Capital RM' 000	Capital Reserve RM' 000	Other Reserve RM' 000	Revaluation Reserve RM' 000	Fair value adjustment reserve RM'000	Foreign currency translation reserve RM'000	Distributable			Non-controlling Interests RM' 000	Total Equity RM' 000
							Capital Reserve RM' 000	Retained Profits RM' 000	Total RM' 000		
Opening balance at 1 Jan 2019	196,544	5,737	(32,100)	789	45	(289)	8	77,313	248,047	266,956	515,003
Total comprehensive income for the period	-	-	-	-	-	(28)	-	1,255	1,227	1,389	2,616
Closing balance at 31 March 2019	<u>196,544</u>	<u>5,737</u>	<u>(32,100)</u>	<u>789</u>	<u>45</u>	<u>(317)</u>	<u>8</u>	<u>78,568</u>	<u>249,274</u>	<u>268,345</u>	<u>517,619</u>
Opening balance at 1 Jan 2020	196,544	5,737	(32,266)	789	52	(343)	8	76,874	247,395	264,798	512,193
Total comprehensive income for the period	-	-	-	-	-	(166)	-	1,261	1,095	(748)	347
Closing balance at 31 March 2020	<u>196,544</u>	<u>5,737</u>	<u>(32,266)</u>	<u>789</u>	<u>52</u>	<u>(509)</u>	<u>8</u>	<u>78,135</u>	<u>248,490</u>	<u>264,050</u>	<u>512,540</u>

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

MHC Plantations Bhd (4060-V)
Condensed Consolidated Statement of Cash Flows (Unaudited)
For The First Quarter Ended 31 March 2020

	3 months ended	
	31.3.2020 (Unaudited) RM' 000	31.3.2019 (Unaudited) RM' 000
Operating activities		
Profit before taxation	1,012	3,921
Adjustments for:		
Depreciation and amortisation	5,245	5,148
Interest expense	1,549	1,615
(Gain)/Loss on disposal of property, plant and equipment	4	-
Property, plant and equipment written off	20	-
Interest income	(1,940)	(1,947)
Dividend income	(22)	(1)
Total adjustments	4,855	4,815
Operating cash flows before changes in working capital	5,867	8,736
Changes in working capital:		
Inventories	605	(44)
Receivables	7,682	508
Payables	(8,444)	(4,711)
Total changes in working capital	(157)	(4,247)
Cash generated from operations	5,710	4,489
Interest received	162	195
Interest paid	(1,547)	(1,615)
Tax paid	(692)	(336)
Net cash flows from/(used in) operating activities	3,632	2,733
Investing activities		
Dividend received	22	1
Proceeds from disposal of property, plant and equipment	6	-
Purchase of property, plant and equipment	(4,305)	(5,064)
Net redemption/(investment in) of short term investments	(2,431)	(1,953)
Net cash flows (used in)/from investing activities	(6,708)	(7,016)
Financing activities		
Drawdown of revolving credit	11,250	-
Drawdown of term loan	-	8,000
Repayment of term loan	(5,688)	(5,617)
Repayment of lease liabilities	(327)	(282)
Net cash flows from/(used in) financing activities	5,236	2,101
Net increase/(decrease) in cash and cash equivalents	2,161	(2,182)
Effect on exchange rate changes on cash and cash equivalents	(227)	(44)
Cash and cash equivalents as at 1 January	17,432	20,166
Cash and cash equivalents as at 31 March	19,366	17,940
Cash and cash equivalents :		
Fixed deposits with licensed banks	7,451	9,197
Cash and bank balances	15,248	11,972
	22,699	21,169
Less : Fixed deposits pledged	(3,333)	(3,229)
	19,366	17,940

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

Notes to the condensed consolidated interim financial statements

1. Basis of preparation

The condensed consolidated interim financial statements for the financial period ended 31 March 2020 have been prepared in compliance with Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019.

The accounting policies used in the preparation of condensed consolidated interim financial statements are consistent with those previously adopted in the audited financial statements of the Group for the year ended 31 December 2019. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2019.

2. Changes in accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended 31 December 2019, except for the adoption of the following new/revised MFRSs and amendments to MFRSs:

Effective for financial periods beginning on or after 1 January 2020:

- Amendments to References to the Conceptual Framework in MFRS Standards
- Amendments to MFRS 3 "Definition of a Business"
- Amendments to MFRS 101 "Presentation of Financial Statements" and MFRS 108 "Accounting Policies, Changes in Accounting Estimates and Errors"
- Amendments to MFRS 7 "Financial Instruments: Disclosures", MFRS 9 "Financial Instruments" and MFRS 139 "Financial Instruments: Recognition and Measurement"

The adoption of the above new/revised MFRSs and Amendments do not have any significant financial impact on the Group.

At the date of authorisation of these interim financial statements, the following MFRS, IC Interpretations and Amendments to IC Interpretations were issued but not yet effective and have not been applied by the Group:

MFRS, IC Interpretation and Amendments to IC Interpretations	Effective for annual periods beginning on or after
MFRS 17 : Insurance Contracts	1 Jan 2021
Classification of Liabilities as Current or Non-Current (Amendments to MFRS 101 : Presentation of Financial Statements)	1 Jan 2022
Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

3. Auditors' report

The auditor's report on the preceding annual financial statements was not qualified.

4. Seasonal and cyclical factors

The business of the Group is cyclical in nature and the third quarter is normally the peak production season.

5. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 March 2020.

6. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter results.

7. Equity and debt securities

There were no issuance, cancellation, resale, repurchase and repayment of equity or debt securities during the financial period ended 31 March 2020.

8. Dividend paid

No dividend has been paid during the current quarter ended 31 March 2020.

9. Segment information

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

- a. Plantation - Cultivation of oil palm
- b. Oil Mill - Milling and sales of oil palm products
- c. Power Plant - Power Generation and sales of biomass by-products

9. Segment information (Contd.)

Information about reportable segments

	Results for 3 months ended 31 March							
	Plantation		Oil Mill		Power Plant		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	10,897	3,021	57,108	65,910	3,882	6,068	71,887	74,999
Inter-segment revenue	16,434	25,617	-	-	-	-	16,434	25,617
Segment profit/(loss)	1,079	747	1,331	2,668	(118)	1,516	2,292	4,931

	3 months ended 31.3.2020 (Unaudited)	3 months ended 3.3.2019 (Unaudited)
	RM'000	RM'000
Segment profit is reconciled to consolidated profit before tax as follows:		
Segment profit	2,292	4,931
Other non-reportable segments	(44)	18
Amortisation of group land cost	(631)	(613)
Elimination of inter-segment profits	(11)	(90)
Unallocated corporate (expenses)/income	(594)	(307)
Consolidated profit/(loss) before tax	<u>1,012</u>	<u>3,921</u>

10. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter ended 31 March 2020.

11. Contingent Assets and Liabilities

There were no contingent assets and contingent liabilities at the end of this quarter and as at the date of this report.

12. Capital commitments

	RM'000
Capital expenditure	
Approved and contracted for	950
Approved but not contracted for	<u>12,967</u>
	<u>13,917</u>

13. Significant event

The rapid spread of the ongoing COVID-19 pandemic throughout the country and the world has a significant impact on the overall economy including the palm oil sector. On 16 March 2020, the Malaysian Government issued the Movement Control Order ("MCO") from 18 to 31 March 2020 as a preventive measure against the spread of COVID-19 which requires the closure of all government and private premises except for those involved in the provision of essential services and those industries given special permission to operate. As the Group's principal activities comprise mainly oil palm milling, operation of plantations, where special permission has been granted and power plants, which fall under the essential services category, there was no major disruption to the Group's operations. However, on 24 March 2020, the Kinabatangan District Council in Sabah issued a notice to cease the operations of mills, plantation estates and collection centres from 27 to 31 March 2020 in selected areas of Lahad Datu, Tawau and Kinabatangan. Hence, certain plantation subsidiaries operating in Kinabatangan were affected as a result of the closure notice. Following the successful appeal made by industry associations and major oil palm players operating in the affected areas, the entities were permitted to resume operations on 12 April 2020.

Although there was minimal disruption to certain plantation areas for approximately half a month which may not pose any significant impact to the Group's and the Company's operating results, cashflow and financial condition, however, given the evolving nature of the continuing spread of COVID-19, there may be some challenges on the recoverability of certain assets of the Group and the Company, the impact of which cannot be reasonably estimated at this stage. Nevertheless, the Directors will continue to monitor and assess the ongoing development and respond accordingly.

14. Subsequent event

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

Information required by BMSB Listing Requirements

1. Review of performance

Financial review for current quarter and financial year to date

		Individual Period		
		(First Quarter)		
		Current year	Preceding Year	Changes
		Quarter	Corresponding	(%)
		31.3.2020	31.3.2019	
		(Unaudited)	(Unaudited)	
		RM'000	RM'000	
Revenue		69,128	74,863	-8%
Operating profit		2,561	5,536	-54%
Profit before tax		1,012	3,921	-74%
Profit after tax		662	2,662	-75%
Profit attributable to ordinary equity holders of the Parent		1,261	1,255	0%
<i>Operational Statistics</i>				
Production:				
FFB	(mt)	31,855	41,978	-24%
CPO	(mt)	18,209	29,187	-38%
PK	(mt)	4,807	7,685	-37%
Average selling price:				
FFB	(RM/mt)	491	342	44%
CPO	(RM/mt)	2,690	1,950	38%
PK	(RM/mt)	1,714	1,277	34%
Quantity sold:				
CPO	(mt)	18,158	28,733	-37%
PK	(mt)	4,826	7,739	-38%
Oil Extraction Rate (%)		19.07	19.47	-2%
Electricity Export(MWh)		14,721	20,831	-29%

1. Review of performance (Cont'd)

Current Quarter vs. Previous Year Corresponding Quarter

The Group recorded a revenue of RM69.13 million and profit before tax of RM1.01 million for the current quarter ended 31 March 2020 as compare to a revenue of RM74.86 million and profit before tax of RM3.92 million in the preceding year quarter ended 31 March 2019. The decreases in revenue and profit before tax were mainly due to:

- a) Decrease in sales volume of CPO and PK by 37% and 38% respectively;
- b) Decrease in segment contribution by Oil Mill as a result of less favourable OER Margin and a decrease in FFB processed by 36%; and
- c) Decrease in electricity sales to Sabah Electricity Sdn Bhd (“SESB”) by 35% due to maintenance shutdown in Jan 2020 undertaken by Biomass Power plant.

Performance of the respective operating business segments for this quarter under review as compared to the previous corresponding quarter was analysed as follows:

- (i) Plantation – The increase in Segment profit by RM0.33 million (44%) from RM0.75 million to RM1.08 million was mainly due to an increase in average FFB selling price by 44% despite a decrease in FFB production by 24%.
- (ii) Oil Mill – The decrease in Segment profit by RM1.34 million (50%) from RM2.67 million to RM1.33 million was mainly due to a decrease in FFB processed by 36% and less favourable OER Margin.
- (iii) Power Plant – The decrease in Segment profit by RM1.63 million (33%) from a Segment profit of RM1.51 million to a Segment loss of RM0.12 million was mainly due to a decrease in electricity sales to SESB by 35% as a result of maintenance shutdown in Jan 2020 undertaken by Biomass Power plant.

2. Financial review for current quarter compared with immediate preceding quarter

			Current quarter 31.3.2020 (Unaudited) RM'000	Immediate Preceding Quarter 31.12.2019 (Unaudited) RM'000	Changes (%)
Revenue			69,128	85,744	-19.4%
Operating profit			2,561	4,748	-46%
Profit before tax			1,012	2,993	-66%
Profit after tax			662	(548)	-221%
Profit attributable to ordinary equity holders of the Parent			1,261	55	2193%
<i>Operational Statistics</i>					
Production:					
FFB	(mt)		31,855	40,832	-22%
CPO	(mt)		18,209	24,821	-27%
PK	(mt)		4,807	6,394	-25%
Average selling price:					
FFB	(RM/mt)		491	430	14.2%
CPO	(RM/mt)		2,690	2,421	11%
PK	(RM/mt)		1,714	1,420	21%
Quantity sold:					
CPO	(mt)		18,158	24,778	-27%
PK	(mt)		4,826	6,456	-25%
Oil Extraction Rate (%)			19.07	19.61	-3%
Electricity Export(MWh)			14,721	14,486	2%

The Group recorded a profit before tax of RM1.01 million in the quarter under review as compared to a profit before tax of RM2.99 million in the immediate preceding quarter. The decrease in profit before tax was mainly due to:

- a) a decrease in FFB production by 22%; and
- b) a fair value gain on biological assets of RM1.35 million recorded in the immediate preceding quarter.

3. Commentary on prospects

Palm oil prices have declined significantly by more than 20% from a high of RM3,134 per MT in early January 2020 due to soft demand and lockdowns from the Global COVID-19 outbreak. The Group expects CPO prices to remain volatile in 2020 in view of the uncertainty arising from the global outbreak of COVID-19.

The Group will continue to face challenges from the increase in production costs and the shortage of foreign labour in the palm oil industry. As such, the Group will continue to improve its operating efficiency and productivity in order to maintain a low operating cost.

4. Profit forecast

Not applicable as there was no profit forecast published.

5. Profit/(Loss) before taxation

This is arrived at after crediting/ (charging):

	3 months ended		3 months ended	
	31.3.2020	31.3.2019	31.3.2020	31.3.2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Gain/(Loss) on disposal of plant and equipment	(4)	-	(4)	-
Interest income	1,940	1,947	1,940	1,947
Interest expense	(1,549)	(1,615)	(1,549)	(1,615)
Depreciation and amortisation	(5,245)	(5,148)	(5,245)	(5,148)
Dividend	22	1	22	1
Property, plant and equipment written off	(20)	-	(20)	-

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

6. Income tax expense

Taxation is provided at the prevailing statutory rate based on the operating profit for the quarter as follows.

	3 months ended		3 months ended	
	31.3.2020	31.3.2019	31.3.2020	31.3.2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Current tax:				
-Malaysian income tax	1,178	628	1,178	628
Deferred tax				
- relating to origination and reversal of temporary differences	(818)	631	(818)	631
- under/(over) provision of tax	(10)	-	(10)	-
	(828)	631	(828)	631
Total income tax expense	350	1,259	350	1,259

The Group's effective tax rate for the current quarter was higher than the statutory tax rate of 24% principally due to certain expenses was disallowed for tax purposes.

7. Corporate proposal

The Company has an indirect subsidiary, Cash Nexus (M) Sdn. Bhd. ("Cash Nexus") which holds 62.71% equity interest in Timah Resources Ltd. ("TML"), a company listed on the Australia Securities Exchange Ltd. ("ASX"). In turn, TML holds 100% equity interest in Mistral Engineering Sdn. Bhd. ("Mistral").

Mistral is principally engaged in power generation to supply electricity under the Feed-in Approval to participate in the Feed-in Tariff scheme granted by the Sustainable Energy Development Authority Malaysia ("SEDA") in February 2015, while it was still a wholly-owned subsidiary of Cash Nexus. In July 2015, Cash Nexus undertook a corporate exercise involving a reverse take-over of TML by way of disposal of the entire equity interest in Mistral to TML, resulting in current corporate structure.

On 20 August 2019, Mistral received a written notice from SEDA requesting Mistral to provide written submission as to why Mistral's Feed-in Approval to participate in the Feed-in Tariff scheme should not be revoked. Mistral is alleged to have failed to comply with Rule 15 of the Renewable Energy (Feed-in Approval and Feed-in Tariff Rate) Rules 2011 ("2011 Rules") in failing to notify SEDA in writing, as soon as possible, of any change in the particulars of information submitted to SEDA under Rule 10 and Rule 13(1)(a) for failure to comply with the eligibility criteria under Rule 3 (c)(i) of the 2011 Rules. Rule 3 (c)(i), stipulates the following:

"3. An eligible producer shall be as follows:

(c) a company incorporated in Malaysia other than-

(i) a company in which a foreign person holds, directly or indirectly, more than forty-nine per centum of the voting power or issued share capital (excluding preference shares)".

7. Corporate proposal (Cont'd)

Mistral had replied in writing to SEDA's notice on 12 September 2019 explaining that the effective equity interest of Cash Nexus in Mistral is 62.25% held through TML as at 31 August 2019 (62.71% as at 31 December 2019) and had on 15 October 2019 also sought indulgence from SEDA to grant Mistral 12 months to complete the restructuring of its shareholdings.

On 8 January 2020, Mistral received an official letter from SEDA dated 24 December 2019 informing Mistral that SEDA had decided at its committee meeting on 14 November 2019 not to revoke Mistral's Feed-in Approval, subject to Mistral complying with Rule 3(c)(i) of the 2011 Rules within six months from 24 December 2019.

To fully comply with SEDA's requirement of Mistral being a Malaysian majority-owned entity, CGB Group has proposed to undertake a restructuring of its shareholdings by converting a part of Mistral's existing debt owed to CGB into new ordinary shares of Mistral to be subscribed by Cash Nexus where Mistral has proposed to issue 9,627,552 new ordinary shares at an issue price of RM1.60 by reducing the amount owing to CGB by RM15,421,108. ("Proposed Restructuring"). The Proposed Restructuring will result in Cash Nexus holding directly 51% of the equity interest in Mistral.

As at the date of this report, the Proposed Restructuring is near completion and is pending an Extraordinary General Meeting ("EGM") to be held by TML to seek the approval of its shareholders, the delay being caused by the COVID-19 outbreak. The primary benefit to TML's shareholders as a result of the Proposed Restructuring will be that Mistral will be fully compliant with SEDA's requirements to participate in the Feed-in Tariff scheme. Without the Proposed Restructuring, Mistral will lose its Feed-in Approval. Given the above, the Board of TML, having considered all aspects of the Proposed Restructuring is of the opinion that this is in the best interest of the TML group and shareholders of TML. Accordingly, they are of the opinion that the likelihood of the Proposed Restructuring being rejected by the shareholders of TML is remote.

Mistral has also written to SEDA on 25 March 2020 seeking an extension of another 6 months to complete the Proposed Restructuring. As at the date of this report, Mistral has not received SEDA's reply to request for extension. The Directors of the Company and Directors of Mistral are confident that their application for extension will be approved by SEDA taking into consideration the challenges faced globally following the imposition of lockdowns in numerous countries due to the Covid-19 outbreak and accordingly are of the view that there will be no material direct or indirect consequential financial implications to the Group.

8. Borrowings

The total borrowings incurred by the Group and outstanding as at end of the current quarter are as follows:

		Current quarter	
		3 months ended	
		31.3.2020	31.3.2019
		(Unaudited)	(Unaudited)
		RM'000	RM'000
Short term borrowings			
Secured:			
Term loans		22,188	26,050
Short term revolving credits		63,500	52,050
Unsecured:			
Short term revolving credits		1,100	1,100
		86,788	79,200
Long term borrowings			
Secured:			
Term loans		50,038	60,326
Total borrowings			
Secured:			
Term loans		72,226	86,376
Short term revolving credits		63,500	52,050
Unsecured:			
Short term revolving credits		1,100	1,100
		136,826	139,526

9. Trade and Other Receivables

		As at	
		31.3.2020	31.12.2019
		(Unaudited)	(Audited)
		RM'000	RM'000
Current			
Trade receivables:			
- Non-related parties		11,716	15,286
-Amount due from customer on service concession		8,175	9,384
		19,891	24,670
Less: Allowance for doubtful debts		(325)	(325)
		19,566	24,345
Other receivables, net		6,509	5,164
		26,075	29,509
Non-current			
Trade receivables:			
-Amount due from customer on service concession		132,503	134,849

9. Trade and Other Receivables (Cont'd)

The credit period of trade receivables is generally for a period of one month.

The ageing analysis of trade receivables is as follows:

	As at	
	31.3.2020	31.12.2019
	(Unaudited)	(Audited)
	RM'000	RM'000
Neither past due nor impaired	136,227	140,660
1 - 30 days past due not impaired	15,488	18,473
31 - 60 days past due not impaired	167	20
61- 90 days past due not impaired	46	23
More than 90 days past due not impaired	466	343
	16,167	18,859
Impaired	(325)	(325)
	152,069	159,194

10. Disclosure of derivatives

The Group did not enter into any derivative contract and accordingly there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 31 March 2020.

11. Changes in material litigation

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

12. Dividend payable

No interim ordinary dividend has been declared for the current quarter ended 31 March 2020 (31 March 2019: Nil).

13. Earnings per share

a) Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares of 196,543,970 (2018 – 196,543,970) in issue during the financial period.

	Current quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.3.2020	31.3.2019	31.3.2020	31.3.2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) attributable to the owners of the Company	1,261	1,255	1,261	1,255
Weighted average number of ordinary shares in issue	196,544	196,544	196,544	196,544
Basic earnings per share (sen)	0.64	0.64	0.64	0.64

b) Diluted

The Group has no potential ordinary shares in issue as at balance sheet date and therefore, diluted earnings per share have not been presented.

14. Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 23 June 2020.