

HIAP TECK VENTURE BERHAD
(Company No:421340-U)
(Incorporated in Malaysia)

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for 2nd quarter from 1 November 2018 to 31 January 2019

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/01/2019	31/01/2018	31/01/2019	31/01/2018
	RM'000	RM'000	RM'000	RM'000
Revenue	251,703	302,482	580,054	560,972
Cost of Sales	(230,145)	(267,311)	(528,221)	(482,279)
Gross Profit	21,558	35,171	51,833	78,693
Other Income	3,697	371	9,852	9,017
Operating Expenses	(12,167)	(14,305)	(22,902)	(26,456)
Other Expenses	-	-	-	-
Profit from Operations	13,088	21,237	38,783	61,254
Finance Costs	(6,321)	(5,816)	(13,776)	(10,868)
Share of loss of equity accounted investees, net of tax	(10,564)	18,594	(14,822)	6,668
Profit Before Tax	(3,797)	34,015	10,185	57,054
Income tax	(1,876)	(3,607)	(5,907)	(10,745)
Profit for the Period	(5,673)	30,408	4,278	46,309
Other Comprehensive Loss				
Net loss on available-for-sale financial assets - fair value changes	109	120	(136)	(32)
Foreign currency translation	(23)	1,393	(58)	1,241
	86	1,513	(194)	1,209
Total Comprehensive Income	(5,587)	31,921	4,084	47,518
Profit Attributable to:				
Owners of the parent	(5,400)	30,548	4,917	46,586
Minority Interest	(273)	(140)	(639)	(277)
	(5,673)	30,408	4,278	46,309
Total Comprehensive Income Attributable to:				
Owners of the parent	(5,313)	30,244	4,723	47,795
Minority Interest	(273)	(140)	(639)	(277)
	(5,587)	31,921	4,084	47,518
Earnings Per Share (EPS)				
(a) Basic (sen)	(0.40)	2.32	0.37	3.55
(b) Diluted (sen)	(0.33)	N/A	0.34	N/A

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Company No:421340-U)
(Incorporated in Malaysia)

Condensed Consolidated Statements of Financial Position as at 31 January 2019

	31/01/2019 (Unaudited)	31/7/2018 (Audited)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	252,657	253,694
Mining exploration & evaluation asset	21,001	21,332
Investment properties	8,990	9,162
Investment in joint venture	415,724	-
Available-for-sale financial assets	1,230	1,366
Deferred tax assets	435	434
Trade and other receivables (Amount due from joint venture)	-	427,228
	<u>700,037</u>	<u>713,216</u>
Current assets		
Inventories	338,802	394,836
Trade and other receivables	210,636	288,792
Amount due from joint venture	64,778	68,582
Tax recoverable	716	2,671
Available-for-sale financial assets	2	10,718
Cash and cash equivalents	64,201	59,635
	<u>679,135</u>	<u>825,234</u>
Total assets	<u>1,379,172</u>	<u>1,538,450</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	672,099	668,527
Treasury shares	(7,499)	(7,499)
Warrant reserve	30,341	30,341
Foreign reserve	(264)	(206)
Share option reserve	5,346	5,347
Fair value adjustment reserve	(1,380)	(1,244)
Equity component of RCUIDS, net of tax	27,224	30,796
Retained profits	109,396	111,172
	<u>835,263</u>	<u>837,234</u>
Minority Interest	(1,400)	(761)
Total equity	<u>833,863</u>	<u>836,473</u>
Non-current liabilities		
Borrowings	21,788	20,543
Deferred tax liabilities	36,441	37,281
	<u>58,229</u>	<u>57,824</u>
Current liabilities		
Borrowings	445,724	591,549
Trade and other payables	38,194	45,702
Tax payable	3,162	6,902
	<u>487,080</u>	<u>644,153</u>
Total liabilities	<u>545,309</u>	<u>701,977</u>
Total equity and liabilities	<u>1,379,172</u>	<u>1,538,450</u>
Net assets per share attributable to owners of the parent (RM)	0.62	0.63

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial statement.

HIAP TECK VENTURE BERHAD
(Company No:421340-U)
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Condensed Consolidated Statements of Cash Flows for the period ended 31 January 2019

	Current Year To-date 31/01/2019 RM'000	Preceding Year Corresponding Period 31/01/2018 RM'000
<u>Operating Activities</u>		
Profit Before Tax	10,185	57,054
Adjustments for:		
Amortisation of mining exploration and evaluation assets	331	-
Depreciation of investment property	104	80
Depreciation of property, plant and equipment	6,175	6,104
Finance income:		
Available-for-sale financial assets	(289)	(402)
Deposits	(884)	(263)
Joint venture	(2,584)	(14,695)
Gain on disposal of property, plant and equipment	(1,808)	(2,121)
Interest expense	13,776	10,868
Net overdue interest income	(537)	(194)
Net unrealised foreign exchange loss / (gain)	(1,764)	7,711
Property, plant and equipment written off	9	-
Provision for doubtful debts	(273)	-
Write down on slow moving inventories	2,475	2,971
Share of loss of equity accounted investees, net of tax	14,822	(6,668)
Operating profit before changes in working capital	39,738	60,445
Net change in current assets	136,921	(69,081)
Net change in current liabilities	(7,508)	9,285
Cash used in operations	169,151	649
Interest paid	(13,153)	(7,080)
Net overdue interest income received	537	194
Taxes paid, net of taxes refunded	(8,533)	(11,897)
Net cash used in operating activities	148,002	(18,134)
<u>Investing Activities</u>		
Finance income:		
Available-for-sale financial assets	289	402
Deposits	884	263
Investment in available-for-sale financial assets	10,716	-
Proceeds from disposal of property, plant and equipment	2,200	4,978
Proceeds from withdrawal of available-for-sale financial assets	-	391
Purchase of property, plant and equipment	(5,264)	(6,311)
Additions to mining exploration and evaluation asset		(678)
Advances to joint venture		(10,712)
Net cash used in investing activities	8,825	(11,667)
<u>Financing Activities</u>		
Dividends paid	(6,694)	
Drawdown/(repayment) of borrowings	(142,948)	41,705
Proceed from Issuance of RCUIDS	(2,255)	
Net cash from financing activities	(151,897)	41,705
Net Change in Cash and Cash Equivalents	4,930	11,904
Effect of exchange rate changes	(364)	(736)
Cash and Cash Equivalents at beginning of period	59,635	83,350
Cash and Cash Equivalents at end of period	64,201	94,518

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Company No:421340-U)
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Condensed Consolidated Statements of Changes in Equity for the period ended 31 January 2019

	Attributable to equity holders of the parent											Total Equity RM'000
	Non-distributable						<-Distributable->					
	Share Capital RM'000	Treasury Shares RM'000	Warrant Reserve RM'000	Foreign Reserve RM'000	Share Option Reserve RM'000	Fair Value Adjustment Reserve RM'000	Equity Component of Redeemable Convertible Secured Bonds, net of tax RM'000	Equity Component of RCUIDS, net of tax RM'000	Retained Profits RM'000	Total RM'000	Minority Interests RM'000	
As at end of current quarter ended 31 October 2018												
Opening balance as at 1 August 2018	668,527	(7,499)	30,341	904	5,346	(1,244)	-	30,796	111,172	838,343	(761)	837,582
Total comprehensive income	-	-	-	-	-	(136)	-	-	4,917	4,781	(639)	4,142
Transactions with owners												
Issuance of ordinary shares pursuant to:- - Conversion of RCUIDS	3,572	-	-	(1,168)	-	-	-	(3,572)	-	(1,168)	-	(1,168)
Final dividend for the financial year ended 31 July 2018 (Single tier of 0.5 sen)	-	-	-	-	-	-	-	-	(6,693)	(6,693)	-	(6,693)
Transactions with owners	3,572	-	-	(1,168)	-	-	-	(3,572)	(6,693)	(7,861)	-	(7,861)
Closing balance as at 31 January 2019	672,099	(7,499)	30,341	(264)	5,346	(1,380)	-	27,224	109,396	835,263	(1,400)	833,863
As at preceding year corresponding quarter ended 31 October 2017												
Opening balance as at 1 August 2017	654,864	(7,499)	30,341	(337)	4,638	(1,103)	-	44,459	82,012	807,375	(4)	807,371
Total comprehensive income	-	-	-	1,241	-	(32)	-	-	46,586	47,795	(277)	47,518
Transactions with owners												
Issuance of ordinary shares pursuant to:- - Conversion of RCUIDS	9,970	-	-	-	-	-	-	(9,970)	-	-	-	-
Transactions with owners	9,970	-	-	-	-	-	-	(9,970)	-	-	-	-
Closing balance as at 31 January 2018	664,834	(7,499)	30,341	904	4,638	(1,135)	-	34,489	128,598	855,170	(281)	854,889

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial statements.

HIAP TECK VENTURE BERHAD
(Company No: 421340-U)

Notes to the Quarterly Report – 31 January 2019

**PART A : EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING
STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

1. Basis of preparation

These interim financial statements are unaudited and have been prepared in accordance with MFRS 134 “Interim Financial Reporting” issued by Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 July 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 the Group since the financial year ended 31 July 2018.

2. Significant Accounting Policies

This interim financial report has been prepared based on accounting policies and methods of computation which are consistent with those adopted in the annual audited financial statements for the year ended 31 July 2018.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

- MFRS 16, *Leases*
- IC Interpretation 23, *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 9, *Financial Instruments – Prepayment Features with Negative Compensation*
- Amendments to MFRS 11, *Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*

2. Significant Accounting Policies (cont'd)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019 (cont'd)

- Amendments to MFRS 119, *Employee Benefits (Plan Amendment, Curtailment or Settlement)*
- Amendments to MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures – Long-term Interests in Associates and Joint Ventures*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- MFRS 17, *Insurance Contracts*

MFRSs, Interpretations and amendments effective for annual periods beginning or after a date yet to be confirmed

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material impacts to the financial statements of the Group and the Company.

3. Audit qualification

There were no audit qualifications on the annual financial statements of the Group for the year ended 31 July 2018.

4. Seasonal or cyclical factors

The Group's business operations are not materially affected by any major seasonal factors except during Hari Raya and Chinese New Year festive seasons where business activities generally slow down.

5. Material unusual items

There were no items of an unusual nature or amount affecting assets, liabilities, equity, net income or cash flows during the quarter.

6. Material changes in estimates

There were no material changes in estimates of amount reported in prior interim period that have material impact in the current quarter under review.

7. Issuances, cancellation, repurchase, resale and repayment of debt and equity securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review except the following:

- a) As at quarter ended 31 January 2019, a total of 5,492,000 buy-back shares were held as treasury shares and carried at cost.

8. Dividend paid

A single tier final dividend of 0.5 sen per ordinary share in respect of the financial year ended 31 July 2018 was approved by the shareholders at the 22nd Annual General Meeting of the Company held on 17 December 2018. A total amount of RM6,693,533.80 was paid on 25 January 2019 to depositors registered in the Record of Depositors at the close of business on 15 January 2019.

9. Segment information

The Group's activities are identified into the following business segments:

	← 6 months ended 31 January 2019 →						
	Trading	Manufac- turing	Property and Investment	Transport- ation	Mining explor- ation	Elimina- tion	Group
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
SALES							
- External sales	266,644	313,108	-	9	294	-	580,055
- Intersegment sales	-	26,828	54,169	1,284	-	(82,281)	-
Total sales	266,644	339,936	54,169	1,293	294	(82,281)	580,055
RESULTS							
Finance income	354	697	2,685	20	-	-	3,756
Finance costs	5,477	6,412	1,838	-	-	-	13,727
Depreciation & amortisation	280	4,312	920	150	948	-	6,610
Share of profit of joint venture	-	-	-	-	-	-	(14,822)
Segment profit/(loss)	1,676	23,118	742	184	(713)	(14,822)	10,185

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10. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendments from the previous annual report.

11. Significant events

For the quarter under review, the shareholders' advances to ESSB have been fully converted into equity of ESSB. During the same period, the cash consideration of RMB225.6 million received by Hiap Teck from Shanxi Jianlong Industry Company Limited ("Jianlong") from the 20% disposal of shareholdings and shareholder advances in ESSB has been reinvested into ESSB as new capital injection. The shareholders of ESSB are now Hiap Teck, Jianlong and Chinaco Investment Pte. Ltd. with shareholdings of 35%:60%:5%, respectively.

12. Changes in the composition of the Group

There were no significant changes in the composition of the Group as at the date of this report.

13. Changes in contingent liabilities and assets

The contingent liabilities as at 31 January 2019 are as follow:

Unsecured Contingent Liabilities :-	Group	
	31.01.2019 RM'000	31.01.2018 RM'000
In respect of indemnity provided for bank guarantees issued	7,365	6,510
In respect of corporate guarantees issued to a joint venture	-	9,173
Total	7,365	15,683

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14. Capital commitments

The Group has no significant capital commitments as at 31 January 2019.

15. Related party transactions

Related party transactions for the quarter under review in which certain Directors have direct/indirect interest are as follows:

	Group	
	Current year quarter	Current year-to- date
	31.01.2019	31.01.2019
	RM'000	RM'000
Purchases of steel products by certain wholly owned subsidiaries of the Group from JK Ji Seng Sdn.Bhd.	43,581	116,451

These transactions have been entered into in the normal course of business and at arm's length basis and on terms no more favourable to the related party than those generally available to the public and are not detrimental to minority shareholders.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

16. Review of performance

Table 1: Financial review for current quarter and financial year to date for the quarter ended 31 January 2019.

	Individual Quarter		Changes		Cumulative Quarter		Changes	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount	%	Current Year To-date	Preceding Year Corresponding Period	Amount	%
	31/01/2019	31/01/2018			31/01/2019	31/01/2018		
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	251,703	302,482	(50,779)	-17%	580,054	560,972	19,082	3%
Gross Profit	21,558	35,171	(13,613)	-39%	51,833	78,693	(26,860)	-34%
Profit from Operations	13,088	21,237	(8,149)	-38%	38,783	61,254	(22,471)	-37%
Profit Before Tax	(3,797)	34,015	(37,812)	-111%	10,185	57,054	(46,869)	-82%
Profit for the Period	(5,673)	30,408	(36,081)	-119%	4,279	46,309	(42,030)	-91%
Profit Attributable to:								
Owners of the parent	(5,400)	30,548	(35,948)	-118%	4,918	46,586	(41,668)	-89%
Minority Interest	(273)	(140)	(133)	-95%	(639)	(277)	(362)	-131%
	(5,673)	30,408	(36,081)	-119%	4,279	46,309	(42,030)	-91%

For the current quarter under review, Group revenue decreased by 17% to RM251.70 million over the preceding year corresponding quarter revenue of RM302.48 million due to lower sales from both Trading and Manufacturing segments caused by lower demand and weakening steel prices.

The Trading division reported 16% decrease in revenue to RM117.38 million as compared to RM139.14 million in the preceding year corresponding quarter, whilst the Manufacturing division recorded 13% decrease in revenue to RM146.50 million as compared to the preceding year corresponding quarter revenue of RM168.30 million.

As a result, the Group registered a lower Profit from Operations of RM13.09 million for the current quarter as compared to RM21.24 million in the preceding year corresponding quarter.

For the quarter under review, the Group recorded a Loss before Tax of RM3.80 million as compared to Profit before Tax of RM34.02 million in the preceding year corresponding quarter. The significant variation was due to the share of loss of JV entity of RM10.57 million for the current quarter as compared to the share of profit of JV entity of RM18.59 million in the preceding year corresponding quarter.

17. Comparison with immediate preceding quarter's results

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

	Individual Quarter		Changes	
	Current Year Quarter 31/01/2019	Immediate Preceding Quarter 31/10/2018	Amount	%
	RM'000	RM'000	RM'000	%
Revenue	251,703	328,351	(76,648)	-23%
Gross Profit	21,558	30,275	(8,717)	-29%
Profit from Operations	13,088	25,696	(12,608)	-49%
(Loss)/Profit Before Tax	(3,797)	13,983	(17,780)	-127%
(Loss)/Profit for the Period	(5,673)	9,952	(15,625)	-157%
(Loss)/Profit Attributable to:				
Owners of the parent	(5,400)	10,318	(15,718)	-152%
Minority Interest	(273)	(366)	93	25%
	(5,673)	9,952	(15,625)	-157%

For the current quarter under review, Group revenue decreased by 23% to RM251.70 million from RM328.35 million in the immediate preceding quarter due to both lower sale volume and declining steel prices.

As a result, Profit from Operations in the current quarter decreased by 49% to RM13.09 million as compared to RM25.70 million in the immediate preceding quarter.

The Group registered a Loss before Tax of RM3.80 million in Q2 FY2019 as compared to a Profit before Tax of RM13.98 million in Q1 FY2019 due to lower margin and higher share of loss of JV entity of RM10.56 million for the current quarter as compared to the share of loss of JV entity of RM4.26 million in the immediate preceding quarter. The higher loss at the JV entity is due to weaker steel prices in the quarter under review. The JV entity is currently operating at full capacity.

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18. Prospects

In 2018, global steel demand continued to show resilience supported by the recovery in investment activities in developed economies and the improved performance of emerging markets. The global steel demand grew by 3.9% year-on-year to 1,657.9 million tonnes in 2018. However, sluggish construction activities and stock adjustments led to slow growth of steel demand in the ASEAN-6 in 2018.

The global steel demand in 2019 is expected to remain positive, growing at 1.4%. The steel demand in the ASEAN-6 region is expected to resume its growth momentum supported by mega infrastructure programs expected to be rolled out in second half of 2019.

For the first half of 2019, the operating environment of the steel industry in Malaysia is anticipated to remain challenging due to the sluggish property market, limited positive developments in the construction and infrastructure sectors as a result of the on-going review and renegotiations of mega projects by the Government.

The soft domestic steel demand is also largely affected by global market conditions triggered by rising trade tensions between the US and China, volatility of currency and prices of all steel products.

However, the Group remains optimistic that the domestic steel demand could see an increase in the second half of 2019 as we are expecting the Government to conclude the review and renegotiations of the contracts and roll out few high impact infrastructure projects soon.

19. Variance of actual and forecast profit

Not applicable.

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20. Tax

	Group	
	Current year quarter 31.01.2019	Current year-to- date 31.01.2019
	RM'000	RM'000
	Income tax	2,615
Deferred tax	(740)	(840)
	1,875	5,907

The Group's effective tax rate was higher than the statutory income tax rate of 24% mainly due to share of loss of joint venture which resulted in lower profit before tax at Group level. The Group's effective tax rate was approximate the statutory income tax rate should the calculation exclude the share of loss of the joint venture.

21. Status of corporate proposal

There was no corporate proposal as at the date of this announcement.

22. Borrowings

The Group's borrowings as at 31 January 2019 are as follows:

	Long Term RM'000	Short Term RM'000	Total RM'000
<u>Secured:</u>			
Bankers' Acceptances	-	368,595	368,595
Hire Purchase	3,500	776	4,276
Revolving credit	-	60,000	60,000
<u>Unsecured:</u>			
RCUIDS	18,288	-	18,288
Term Loan	-	16,352	16,352
	21,788	445,723	467,511

Bankers' Acceptances and revolving credit are secured by corporate guarantees of the Company.

As at 31 January 2019, the Company has extended corporate guarantees amounting to RM432.87 million to financial institutions for banking facilities granted to certain subsidiaries. The financial impact of the guarantees is not material as the subsidiaries concerned are in positive financial standings to meet their obligations as and when they fall due.

22. Borrowings (cont'd)

The redeemable convertible unsecured Islamic debt securities (“RCUIDS”) are constituted by a Trust Deed entered into between the Company and the trustee on 10 May 2016.

23. Material litigation

There is no material litigation for the quarter under review.

24. Dividend

The Board of Directors does not recommend any dividend for the period under review.

25. Earnings per share (“EPS”)

a) Basic EPS

The basic Earnings per share is calculated by dividing the Group’s net profit attributable to ordinary equity holders for the period by the weighted average number of ordinary shares in issue.

	Current Year Quarter 31.01.2019	Current Year to-date 31.01.2019
Profit attributable to owners of the parent (RM'000)	(5,400)	4,918
Weighted average number of ordinary shares in issue ('000)	1,335,972	1,335,972
Basic (Loss) / Earning per share (sen)	(0.40)	0.37

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25. Earnings per share (“EPS”)

b) Diluted EPS

The diluted earnings per share is calculated by dividing the Group’s net profit attributable to ordinary equity holders for the period by the weighted average number of ordinary shares that would have been in issue upon full exercise of the remaining options under ESOS, warrants and redeemable convertible secured bonds, adjusted for the number of such ordinary shares that would have been issued at fair value.

	Current Year Quarter 31.01.2019	Current Year- to-date 31.01.2019
Profit attributable to owners of the parent (basis) (RM'000)	(5,400)	4,918
Interest expense on RCUIDS, net of tax (RM'000)	232	473
Profit attributable to owners of the parent (diluted) (RM'000)	(5,168)	5,391
Weighted average number of ordinary shares in issue (basis) ('000)	1,335,972	1,335,972
Effect of conversion of RCUIDS	236,826	236,826
Weighted average number of ordinary shares in issue (diluted) ('000)	1,572,798	1,572,798
Basic (Loss) / Earning per share (sen)	(0.33)	0.34

26. Profit from operations

	Current Year Quarter 31.01.2019 RM'000	Current Year-to-date 31.01.2019 RM'000
<i>Profit for the year is arrived at after charging:</i>		
Amortisation of mining exploration and evaluation assets	79	330
Depreciation of property, plant and equipment	3,113	6,175
Depreciation of investment property	52	104
Finance costs	6,321	13,776
<i>and after crediting/(charging):</i>		
Gain on disposal of property, plant and equipment	955	1,808
Finance income:		
Available-for-sale financial assets	74	288
Deposits	528	884
Joint venture	-	2,584
Net foreign exchange gain		
Realised	182	684
Unrealised	1,677	2,014
Rental income	417	653

27. Authorisation for Issue

The Interim Financial Statements were authorised for issue by the Board of Directors on 27th March 2019.

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