

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD OF THREE MONTHS ENDED 31 MARCH 2019

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

UNAUDITED INTERIM FINANCIAL REPORT

FOR THE FINANCIAL PERIOD OF THREE MONTHS ENDED 31 MARCH 2019

| CONTENTS | PAGES |
|---|--------------|
| CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME | 1 |
| CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION | 2 |
| CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY | 3 |
| CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS | 4 |
| Part A - EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING | 5 |
| Part B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD | 7 |

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD OF THREE MONTHS ENDED 31 MARCH 2019

| | CURRENT QUARTER | | CUMULATIVE QUARTER | |
|--|-----------------------|--------------------|-----------------------|-----------------------|
| | 31/3/2019 | 31/3/2018 | 31/3/2019 | 31/3/2018 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Revenue | 5,884 | 8,027 | 19,310 | 18,761 |
| Cost of sales | <u>(6,994)</u> | <u>(8,762)</u> | <u>(23,295)</u> | <u>(22,828)</u> |
| Gross (loss)/profit | (1,110) | (735) | (3,985) | (4,067) |
| Other income | 1,421 | 3,193 | 4,318 | 4,199 |
| Administrative expenses | (2,482) | (2,198) | (5,086) | (8,836) |
| Selling and distribution expenses | <u>(15)</u> | <u>(22)</u> | <u>(58)</u> | <u>(23)</u> |
| Profit/(Loss) from operations | (2,186) | 238 | (4,811) | (8,727) |
| Finance costs | <u>(285)</u> | <u>(316)</u> | <u>(865)</u> | <u>(849)</u> |
| Profit/(Loss) before taxation | (2,471) | (78) | (5,676) | (9,576) |
| Taxation | 583 | - | 540 | (73) |
| Profit/(Loss) for the financial period | <u>(1,888)</u> | <u>(78)</u> | <u>(5,136)</u> | <u>(9,649)</u> |
| Profit/(Loss) after taxation attributable to:- | | | | |
| Owners of the Company | (1,835) | (501) | (4,811) | (9,764) |
| Non-controlling interests | <u>(53)</u> | <u>423</u> | <u>(325)</u> | <u>115</u> |
| | <u>(1,888)</u> | <u>(78)</u> | <u>(5,136)</u> | <u>(9,649)</u> |
| Total comprehensive Profit/(loss) attributable to:- | | | | |
| Owners of the Company | (1,835) | (510) | (4,811) | (9,764) |
| Non-controlling interests | <u>(53)</u> | <u>423</u> | <u>(325)</u> | <u>115</u> |
| | <u>(1,888)</u> | <u>(78)</u> | <u>(5,136)</u> | <u>(9,649)</u> |
| Basic earning/(loss) per ordinary share (sen) | (1.46) | (0.40) | (3.82) | (7.75) |
| (Note B13) | | | | |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2019

| | AS AT 31/3/2019 RM'000 (Unaudited) | AS AT 30/6/2018 RM'000 (Audited) |
|---|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 68,896 | 71,242 |
| Trade and other receivables | 6,614 | 6,614 |
| Total non-current assets | 75,510 | 77,856 |
| Current assets | | |
| Inventories | 15,610 | 14,195 |
| Trade and other receivables | 5,663 | 8,194 |
| Tax recoverable | 43 | 84 |
| Cash and bank balances | 1,081 | 635 |
| Total current assets | 22,397 | 23,108 |
| TOTAL ASSETS | 97,907 | 100,964 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners of the Company | | |
| Share capital | 69,145 | 69,145 |
| Reserves | (29,200) | (24,388) |
| Shareholders' funds | 39,945 | 44,757 |
| Non-controlling interests | 1,993 | 2,318 |
| TOTAL EQUITY | 41,938 | 47,075 |
| Non-current liabilities | | |
| Loans and borrowings | 1,578 | 2,567 |
| Deferred tax liabilities | 5,187 | 5,170 |
| Trade and other payables | 2,173 | 2,474 |
| Total non-current liabilities | 8,938 | 10,211 |
| Current liabilities | | |
| Trade and other payables | 31,018 | 26,360 |
| Loans and borrowings | 16,013 | 17,254 |
| Tax payables | - | 64 |
| Total current liabilities | 47,031 | 43,678 |
| TOTAL LIABILITIES | 55,969 | 53,889 |
| TOTAL EQUITY AND LIABILITIES | 97,907 | 100,964 |
| Net assets per ordinary share (RM) | 0.33 | 0.37 |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD OF THREE MONTHS ENDED 31 MARCH 2019

| | Attributable to owners of the Company | | | | Total RM'000 | Non-controlling Interests RM'000 | Total Equity RM'000 |
|--|---------------------------------------|---|---|--|-----------------|--|------------------------|
| | Share Capital RM'000 | Non-Distributable Reserve - Share Premium RM'000 | Non-Distributable Reserve - Revaluation Reserves RM'000 | Distributable Reserve - Accumulated Losses RM'000 | | | |
| As at 1 January 2017 | 63,000 | 6,145 | 16,045 | (28,127) | 57,063 | 963 | 58,026 |
| Transfer in accordance to Section 74 of the Companies Act, 2016 in Malaysia | 6,145 | (6,145) | | | | | |
| Transfer of reserve | | | (1,409) | 1,409 | | | |
| Transaction with non-controlling interest | | | | | | 1,015 | 1,015 |
| Realisation of revaluation reserve | | | | 285 | 285 | | 285 |
| Total comprehensive (loss) income for the financial period | | | | (12,592) | (12,592) | 340 | (12,252) |
| As at 30 June 2018 | <u>69,145</u> | <u>-</u> | <u>14,636</u> | <u>(39,025)</u> | <u>44,756</u> | <u>2,318</u> | <u>47,074</u> |
| As at 1 July 2018 | 69,145 | - | 14,636 | (39,025) | 44,756 | 2,318 | 47,074 |
| (Loss) for the financial period | - | - | - | (4,811) | (4,811) | (325) | (5,136) |
| As at 31 March 2019 | <u>69,145</u> | <u>-</u> | <u>14,636</u> | <u>(43,836)</u> | <u>39,945</u> | <u>1,993</u> | <u>41,938</u> |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD OF NINE MONTHS ENDED 31 MARCH 2019

| | 1/7/2018 to 31/3/2019 RM'000 (Unaudited) | 1/1/2017 to 30/6/2018 RM'000 Audited |
|---|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before taxation | (5,676) | (12,797) |
| Adjustments for:- | | |
| Bargain purchase | - | (4,061) |
| Depreciation of property, plant and equipment | 3,412 | 5,048 |
| Bad debts written off | - | 213 |
| Impairment loss on trade and non-trade receivables | - | 522 |
| Reversal of impairment loss on trade receivables | - | (165) |
| Property, plant and equipment written off | - | 1,113 |
| Inventories written off | - | 75 |
| Gain on disposal of property, plant and equipment | - | (2,525) |
| Gain on disposal of non-current asset held for sale | - | (707) |
| Re-measurement of trade and non-trade receivables | - | 1,204 |
| Re-measurement of trade and non-trade payables | - | (313) |
| Interest expenses | 865 | 1,708 |
| Operating profit before working capital changes | <u>(1,399)</u> | <u>(10,685)</u> |
| Changes in working capital:- | | |
| Inventories | (1,429) | (5,846) |
| Trade and other receivables | (1,304) | 1,475 |
| Trade and other payables | 2,675 | (603) |
| Cash generated from operations | <u>(1,457)</u> | <u>(15,659)</u> |
| Tax paid | - | (166) |
| Tax refund | - | 767 |
| Net Operating Cash Flows | <u>(1,457)</u> | <u>(15,058)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of subsidiary | - | 322 |
| Proceeds from disposal of property, plant and equipment | - | 9,198 |
| Proceeds from disposal of non-current assets | - | 6,745 |
| Purchase of property, plant and equipment | - | (5,633) |
| Net Investing Cash Flows | <u>-</u> | <u>10,632</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Interest paid | (865) | (1,705) |
| Advances from directors | - | 443 |
| Advances from related parties | - | 295 |
| Increase in trust receipts | - | 4,683 |
| Repayment of hire purchase payables, net | (89) | (1,001) |
| Repayment of term loans, net | (1,102) | (2,117) |
| Net Financing Cash Flows | <u>(2,056)</u> | <u>598</u> |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | <u>(3,513)</u> | <u>(3,828)</u> |
| CASH AND CASH EQUIVALENTS BROUGHT FORWARD | <u>(9,935)</u> | <u>(6,107)</u> |
| CASH AND CASH EQUIVALENTS CARRIED FORWARD | <u>(13,448)</u> | <u>(9,935)</u> |
| ANALYSIS OF CASH AND CASH EQUIVALENTS:- | | |
| Cash and bank balances | 1,081 | 635 |
| Bank overdrafts | (14,529) | (10,570) |
| | <u>(13,448)</u> | <u>(9,935)</u> |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES NOTES TO THE INTERIM FINANCIAL REPORT

Part A - Explanatory Notes Pursuant to MFRS 134 INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

This interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 and Appendix 9B of the Listing Requirements of the Bursa Malaysia Securities Berhad. The interim financial statements are in compliance with the Malaysian Financial Reporting Standards ("MFRSs") and Issue Committee Interpretation ("IC Int.").

This interim financial statements should be read in conjunction with the audited financial statements for the financial period ended 30 June 2018. 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 Group since the financial period ended 30 June 2018.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those of the audited financial statements for the financial period ended 30 June 2018.

The Group had adopted the following MFRSs, Interpretations and amendments that are mandatory for the current financial period :-

Amendments/Improvements to MFRSs

- Amendments to MFRS 12 Annual Improvements to MFRS Standards 2014 – 2016 Cycle
- Amendments to MFRS 107 Disclosure Initiatives
- Amendments to MFRS 112 Recognition of Deferred Tax Assets for Unrealised Losses

The Group has not adopted the following MFRSs, Interpretations and amendments that have been issued by the MASB as at the date of authorisation of this interim financial report :-

New MFRSs

- Amendments to MFRS 1 *Annual Improvements to MFRS Standards 2014-2016 Cycle*
- Amendments to MFRS 2 *Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 128 *Annual Improvements to MFRS Standards 2014-2016 Cycle*
- MFRS 9 Financial Instruments (IFRS as issued by IASB in July 2014)
- MFRS 15 Revenue from Contracts with Customers
- IC Interpretation 22 Foreign Currency Transactions and Advance Consideration
- Amendments to MFRS 140 Transfer of Investment Property

A2. Auditors' Report on Preceding Annual Financial Statements

There were no audit qualifications on the annual financial statements for the financial period ended 30 June 2018.

A3. Seasonal or Cyclical Factors

The Group's operations were not materially affected by any major seasonal or cyclical factors.

A4. 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 quarter under review.

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

Part A - Explanatory Notes Pursuant to MFRS 134 INTERIM FINANCIAL REPORTING (Continued)

A5. Material Changes in Estimates

There were no changes in estimates used for accounting estimates which may have a material effect for the current quarter under review.

A6. Debt and Equity Securities

There are no issuance and repayment of debts and equity securities during the current quarter.

A7. Dividend Paid

There was no dividend paid during the quarter under review.

A8. Segmental Information

The segmental reporting by business units based on their products and services provided is set out below:-

(a) For the nine (9) months ended 31 March 2019

| | Investment holding RM'000 | Stage Bus Services RM'000 | Express Bus Services RM'000 | Fabrication of Coach Bodies and Maintenance Services RM'000 | Elimination RM'000 | Consolidated RM'000 |
|---|---------------------------------|---------------------------------|--------------------------------------|--|-----------------------|------------------------|
| Revenue | | | | | | |
| External customers | - | 8,575 | 10,735 | - | - | 19,310 |
| Inter-segment revenue | 180 | - | - | 1,034 | (1,214) | - |
| Total revenue | 180 | 8,575 | 10,735 | 1,034 | (1,214) | 19,310 |
| Results | | | | | | |
| Segment results | (427) | 2,406 | (3,509) | 131 | - | (1,399) |
| Depreciation and amortisation | (40) | (1,566) | (1,653) | (153) | - | (3,412) |
| Finance costs | (186) | - | (449) | (230) | - | (865) |
| Tax expense | (14) | 583 | 13 | (42) | - | 540 |
| Consolidated loss after taxation | | | | | | (5,136) |

(b) For the nine (9) months ended 31 March 2018

| | Investment holding RM'000 | Bus Services RM'000 | Fabrication of Coach Bodies and Maintenance Services RM'000 | Elimination RM'000 | Consolidated RM'000 |
|---|---------------------------------|---------------------------|--|-----------------------|------------------------|
| Revenue | | | | | |
| External customers | 41 | 18,720 | - | - | 18,761 |
| Inter-segment revenue | 180 | - | 717 | (897) | - |
| Total revenue | 221 | 18,720 | 717 | (897) | 18,761 |
| Results | | | | | |
| Segment results | (454) | (4,391) | (1,806) | - | (6,651) |
| Depreciation and amortisation | (762) | (2,497) | (356) | 1,077 | (2,538) |
| Finance costs | (89) | (208) | (236) | - | (533) |
| Tax credit | (14) | 156 | (69) | - | 73 |
| Consolidated Loss after taxation | | | | | (9,649) |

(c) No geographical segment is presented as the Group operates principally in Malaysia.

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

Part A - Explanatory Notes Pursuant to MFRS 134 INTERIM FINANCIAL REPORTING (Continued)

A9. Revaluation of Property, Plant and Equipment

There were no revaluation of property, plant and equipment during the current financial quarter.

A10. Subsequent Events

There were no subsequent event.

A11. Changes in the Composition of the Group

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

A12. Contingent Liabilities

The Group has no material contingent liabilities as at the date of this announcement.

A13. Capital Commitments

There were no capital commitments that have a material effect in the current quarter ended 31 March 2019.

A14. Significant Related Party Transactions

During the current quarter ended 31 March 2019, the Group has recurrent related part transactions of a revenue or trading nature as follows:

| Related Parties | Nature of Transactions | Quarter ended | Quarter ended |
|-----------------|-----------------------------|---------------|---------------|
| | | 31.3.19 | 31.3.18 |
| | | RM'000 | RM'000 |
| 1) AMP | Purchase of bus spare parts | 252 | - |
| 2) ACSB | Rental of premises | 90 | - |
| 3) ASF | Security services | 451 | - |
| | | <u>793</u> | <u>-</u> |

1) AMP- Aiman Motor Performance Sdn Bhd is wholly owned by Datuk Che Azizuddin and his wife. Datuk Che Azizuddin and his wife are also directors of AMP

2) ACSB- Arca Corporation Sdn Bhd is wholly owned by Datuk Che Azizuddin and his wife. Datuk Che Azizuddin and his wife are also directors of ACSB

3) ASF- Arca Security Force Sdn Bhd is wholly owned by ACSB. Datuk Che Azizuddin and his wife are also directors of ASF.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of Performance

| | Quarter ended | Quarter ended |
|-------------------------------------|-----------------------|---------------------|
| | 31/3/2019 | 31/3/2018 |
| | RM'000 | RM'000 |
| Revenue from:- | | |
| Investment holding | 60 | 60 |
| Express bus services | 3,078 | 8,027 |
| Stage bus services | 2,806 | - |
| Assembly and maintenance of coaches | 327 | - |
| | <u>6,271</u> | <u>8,087</u> |
| Inter segment elimination | <u>(387)</u> | <u>(60)</u> |
| | <u>5,884</u> | <u>8,027</u> |
| (Loss) before taxation | <u>(2,471)</u> | <u>(78)</u> |

The Group recorded revenue of RM 5,884,000 for the quarter ended 31 March 2019, a decrease of 27% over that of the corresponding quarter. The stage bus revenue of RM 2,806,000 was contributed by the recently acquired 80% subsidiary, Pengangkutan Awam Putrajaya Travel & Tours Sdn Bhd. The adverse operating results was attributable to challenging operating conditions.

GETS GLOBAL BERHAD

(Company No: 597132 A)
(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Continued)

B2. Comparison with the Preceding Quarter's Results

The Group recorded revenue of RM 5,884,000, a decrease of 15% over that of the preceding quarter. Losses before taxation for the 3rd and 2nd quarters are RM 2,471,000 and RM 1,431,000 respectively. Results for the 2nd quarter is better because of the long school holidays.

B3. Prospects

The Group's operations are expected to improve in the foreseeable future

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial period.

B5. Taxation

| | Current quarter 31/3/2019 RM'000 | Cumulative quarter 31/3/2019 RM'000 |
|---------------------|---|--|
| Income tax | - | - |
| Deferred tax credit | 583 | 540 |
| | <u>583</u> | <u>540</u> |

B6. Disposal of Unquoted Investments and/or Properties

There was no disposal of unquoted investment or property during the quarter under review.

B7. Quoted Securities

There was no acquisition or disposal of quoted securities during the current quarter under review.

B8. Status of Corporate Proposals

There was no corporate proposal announced but not completed as at the date of this announcement.

B9. Group Borrowings

The details of the Group's loans and borrowing, all of which are denominated in Ringgit Malaysia, as at 31 March 2019 are as follows:-

| | RM'000 |
|------------------------|---------------|
| Short term:- | |
| Hire purchase payables | 198 |
| Term loans | 1,286 |
| Trust Receipt | 4741 |
| Bank overdrafts | 9788 |
| | <u>16,013</u> |
| Long term:- | |
| Term loan | 1,578 |
| | <u>1,578</u> |

The bank overdrafts, trust receipt and term loans are secured by way of:-

- (i) first party legal charges over leasehold properties of subsidiaries;
- (ii) third party legal charge over leasehold properties of a subsidiary;
- (iii) corporate guarantee by the Company.

B10. Off Balance Sheet Financial Instruments

There was no financial instrument with off-balance sheet risk as at the date of this announcement applicable to the Group.

B11. Material Litigation

On 30.11.2018, pursuant to a Writ of Summons and Statement of Claim served on behalf of Badanbas Sdn Bhd, judgement was entered against Pengangkutan Awam Putrajaya Travel & Tours Sdn Bhd ("PAPTT"), a 80% owned by subsidiary of the Group for a sum of RM 4,298,488.56 together with interest at the rate of 5% pa from 26.7.2018 until full settlement for bus maintenance services rendered. Subsequently PAPTT obtained a Stay of Execution of the judgement. The company is awaiting for grounds of the judgement before filing an appeal.

B12. Dividends

The Board of Directors do not recommend any dividend for the current quarter under review.

GETS GLOBAL BERHAD

(Company No: 597132 A)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Continued)

B13. Earnings/(Loss) Per Share

(a) Basic earnings/(loss) per share

| | Current quarter ended 31/3/2019 | Corresponding quarter ended 31/3/2018 | Current year to-date ended 31/3/2019 | Corresponding year to-date ended 31/3/2018 |
|--|--|--|---|---|
| Net profit/(loss) attributable to shareholders (RM '000) | (1,835) | (501) | (4,811) | (9,764) |
| Number of ordinary shares in issue ('000) | 126,000 | 126,000 | 126,000 | 126,000 |
| Basic earnings/(loss) per ordinary share (sen) | <u>(1.46)</u> | <u>(0.40)</u> | <u>(3.82)</u> | <u>(7.75)</u> |

The basic earnings/(loss) per ordinary share is calculated by dividing the consolidated net profit/(loss) attributable to equity owners of the Company by the weighted average number of ordinary shares in issue during the financial period.

(b) Diluted earnings per share

The basic and diluted loss per share are equal as the Group has no dilutive potential ordinary shares outstanding as at 31 March 2019.

B14. Disclosure of realised and unrealised profits or losses

The breakdown of accumulated losses of the Group as at 31 March 2019, into realised and unrealised is as follows:-

| | As at 31/3/2019 RM'000 | As at 30/6/2018 RM'000 |
|----------------------------|------------------------------|------------------------------|
| Total accumulated losses:- | | |
| - realised | (37,728) | (32,800) |
| - unrealised | <u>(6,378)</u> | <u>(6,193)</u> |
| | (44,106) | 38,993 |
| Add: | | |
| Consolidation adjustments | <u>270</u> | <u>(32)</u> |
| Total accumulated losses | <u>(43,836)</u> | <u>(39,025)</u> |

The disclosure of realised and unrealised accumulated losses is made based on Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

B15. The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

BY ORDER OF THE BOARD

DATUK CHE AZIZUDDIN BIN CHE ISMAIL
MANAGING DIRECTOR

DATE: 16/5/2019