

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 MAY 2020**

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/05/2020 RM	Preceding Year Corresponding Quarter 31/05/2019 RM	Current Period To-Date 31/05/2020 RM	Preceding Year Corresponding Period To-Date 31/05/2019 RM
Revenue	19,277,502	39,630,866	182,126,425	143,726,924
Cost of sales	(18,747,590)	(34,961,832)	(172,888,888)	(130,971,203)
Gross profit	<u>529,912</u>	<u>4,669,034</u>	<u>9,237,537</u>	<u>12,755,721</u>
Other income	293,228	291,722	3,575,773	1,229,433
Administrative expenses	(2,296,229)	(2,760,928)	(10,634,110)	(10,011,535)
Finance costs	(40,436)	(611,293)	(1,317,158)	(1,217,569)
Share of results of a joint venture, net of tax	232,988	(535,066)	659,906	558,441
(Loss)/Profit before tax	<u>(1,280,537)</u>	<u>1,053,469</u>	<u>1,521,948</u>	<u>3,314,491</u>
Taxation	52,404	(745,000)	(723,236)	(2,122,386)
(Loss)/Profit for the financial period	<u>(1,228,133)</u>	<u>308,469</u>	<u>798,712</u>	<u>1,192,105</u>
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive (loss)/income	<u>(1,228,133)</u>	<u>308,469</u>	<u>798,712</u>	<u>1,192,105</u>
(Loss)/Profit attributable to: Owners of the parent	<u>(1,228,133)</u>	<u>308,469</u>	<u>798,712</u>	<u>1,192,105</u>
Total comprehensive (loss)/income attributable to: Owners of the parent	<u>(1,228,133)</u>	<u>308,469</u>	<u>798,712</u>	<u>1,192,105</u>
(Loss)/Earnings per ordinary share attributable to equity holders of the Company (sen):				
Basic	<u>(1.04)</u>	<u>0.26</u>	<u>0.67</u>	<u>1.00</u>
Diluted	<u>(1.04)</u>	<u>0.26</u>	<u>0.67</u>	<u>1.00</u>

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

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2020**

(The figures have not been audited)

	As At 31/05/2020 RM	As At 31/08/2019 RM (Audited)
ASSETS		
Non-current assets		
Property, plant & equipment	5,018,757	5,313,259
Inventories	64,432,774	64,409,041
Investment in a joint venture	6,936,165	6,276,259
Goodwill on consolidation	506,455	506,455
Deferred tax assets	854,951	854,951
Other receivables	6,264,105	6,264,105
	<u>84,013,207</u>	<u>83,624,070</u>
Current assets		
Inventories	40,474,365	30,777,617
Contract assets	13,086,836	8,442,057
Trade and other receivables	180,004,492	256,998,807
Current tax assets	1,281,764	678,000
Cash and bank balances	58,360,343	18,380,661
	<u>293,207,800</u>	<u>315,277,142</u>
TOTAL ASSETS	<u><u>377,221,007</u></u>	<u><u>398,901,212</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	79,830,481	79,830,481
Treasury shares	(1,048,127)	(949,950)
Reserves	132,015,050	132,403,034
TOTAL EQUITY	<u><u>210,797,404</u></u>	<u><u>211,283,565</u></u>
LIABILITIES		
Non-current liabilities		
Borrowings	420,564	915,566
Deferred tax liabilities	1,451,283	1,451,283
	<u>1,871,847</u>	<u>2,366,849</u>
Current liabilities		
Trade and other payables	97,725,861	102,632,927
Contract liabilities	66,153,197	40,948,401
Borrowings	672,698	40,842,470
Current tax liabilities	-	827,000
	<u>164,551,756</u>	<u>185,250,798</u>
TOTAL LIABILITIES	<u><u>166,423,603</u></u>	<u><u>187,617,647</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>377,221,007</u></u>	<u><u>398,901,212</u></u>
Net assets per share attributable to the equity holders of the Company (RM)	<u><u>1.78</u></u>	<u><u>1.78</u></u>

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

MELATI EHSAN HOLDINGS BERHAD (673293-X)
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 MAY 2020**

(The figures have not been audited)

	----- Non-distributable -----			Distributable		Total equity RM
	Share capital RM	Share premium RM	Reverse acquisition reserves RM	Treasury shares RM	Retained earnings RM	
Balance as at 1 September 2018	60,000,217	19,830,264	(34,450,921)	(708,670)	165,543,766	210,214,656
Profit for the financial period	-	-	-	-	2,497,285	2,497,285
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	2,497,285	2,497,285
Transaction with owners						
Repurchase of own shares	-	-	-	(241,280)	-	(241,280)
Dividend paid	-	-	-	-	(1,187,096)	(1,187,096)
Total transaction with owners	-	-	-	(241,280)	(1,187,096)	(1,428,376)
Transfer pursuant to Companies Act 2016	19,830,264	(19,830,264)	-	-	-	-
Balance as at 31 August 2019	<u>79,830,481</u>	<u>-</u>	<u>(34,450,921)</u>	<u>(949,950)</u>	<u>166,853,955</u>	<u>211,283,565</u>
Balance as at 1 September 2019	79,830,481	-	(34,450,921)	(949,950)	166,853,955	211,283,565
Profit for the financial period	-	-	-	-	798,712	798,712
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	798,712	798,712
Transaction with owners						
Repurchase of own shares	-	-	-	(98,177)	-	(98,177)
Dividend paid	-	-	-	-	(1,186,696)	(1,186,696)
Total transaction with owners	-	-	-	(98,177)	(1,186,696)	(1,284,873)
Balance as at 31 May 2020	<u>79,830,481</u>	<u>-</u>	<u>(34,450,921)</u>	<u>(1,048,127)</u>	<u>166,465,971</u>	<u>210,797,404</u>

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2019.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 MAY 2020**

(The figures have not been audited)

	Current Period To-Date 31/05/2020 RM	Preceding Year Corresponding Period To-Date 31/05/2019 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,521,948	3,314,491
Adjustments for:		
Depreciation of property, plant and equipment	326,279	328,506
Finance costs	1,317,158	1,217,569
Gain on disposal of property, plant and equipment	(23,207)	-
Interest income	(354,384)	(187,280)
Impairment losses on:		
- trade receivables	-	22,854
Reversal of impairment losses on:		
- trade receivables	(2,594,860)	(109,860)
Share of results of a joint venture, net of tax	(659,906)	(558,441)
Operating (loss)/profit before working capital changes	(466,972)	4,027,839
Working capital changes:		
Land held for property development	(23,733)	(1,256,440)
Property development costs	(9,696,748)	-
Inventories	-	1,079,481
Trade and other receivables	79,589,175	(16,386,811)
Contract assets	(4,644,779)	7,094,267
Trade and other payables	(4,733,351)	16,165,888
Contract liabilities	25,204,796	(2,883,276)
Cash generated from operations	85,228,388	7,840,948
Tax paid	(2,204,000)	(1,126,462)
Tax refunded	50,000	633,371
Net cash from operating activities	83,074,388	7,347,857
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	354,384	187,280
Proceeds from disposal of property, plant and equipment	27,200	-
Purchase of property, plant and equipment	(35,770)	(336,946)
Placement of fixed deposits pledged	(347,613)	(53,240)
Net cash used in investing activities	(1,799)	(202,906)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(1,186,696)	(1,187,096)
Interest paid	(1,490,873)	(1,087,989)
Repayments of hire purchase payables	(187,269)	(9,410)
Repayments of term loans	(77,988,729)	(25,554,492)
Repurchase of own shares	(98,177)	(241,280)
Drawdown of term loan	37,511,224	32,338,660
Net cash (used in)/from financing activities	(43,440,520)	4,258,393
NET INCREASE IN CASH AND CASH EQUIVALENTS	39,632,069	11,403,344
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	16,272,728	17,769,464
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	55,904,797	29,172,808

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