



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019

	Individual 3 months ended		Cumulative 9 months ended	
	30 Sept 2019 RM'000 (Unaudited)	30 Sept 2018 RM'000 (Unaudited)	30 Sept 2019 RM'000 (Unaudited)	30 Sept 2018 RM'000 (Unaudited)
Revenue	24,029	11,198	43,065	33,711
Cost of sales	<u>(24,347)</u>	<u>(16,702)</u>	<u>(55,556)</u>	<u>(50,818)</u>
Gross profit/(loss)	(318)	(5,504)	(12,491)	(17,107)
Other operating income	559	134	1,736	3,863
Other operating expenses	-	(74)	(5)	(105)
Administrative expenses	<u>(2,250)</u>	<u>(3,346)</u>	<u>(7,914)</u>	<u>(8,095)</u>
Operating loss	(2,009)	(8,790)	(18,674)	(21,444)
Finance income	575	591	1,560	1,474
Finance expenses	(1,733)	(3,351)	(5,937)	(8,064)
Share of result of an associate	(330)	(167)	(658)	1,352
Share of result of jointly controlled entities	<u>79</u>	<u>(19)</u>	<u>284</u>	<u>(387)</u>
Loss before tax	(3,418)	(11,736)	(23,425)	(27,069)
Income tax expense	(649)	(2)	256	3,021
Loss for the period, net of tax	<u>(4,067)</u>	<u>(11,738)</u>	<u>(23,169)</u>	<u>(24,048)</u>
Loss attributable to:				
Owners of the Parent	<u>(4,067)</u>	<u>(11,738)</u>	<u>(23,169)</u>	<u>(24,048)</u>
	<u>(4,067)</u>	<u>(11,738)</u>	<u>(23,169)</u>	<u>(24,048)</u>
Earnings per share (sen)				
- Basic EPS	(0.81)	(2.35)	(4.63)	(4.81)
- Diluted EPS	(0.81)	(2.35)	(4.63)	(4.81)

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019

(CONTINUED)

	Individual 3 months ended		Cumulative 9 months ended	
	30 Sept 2019 RM'000 (Unaudited)	30 Sept 2018 RM'000 (Unaudited)	30 Sept 2019 RM'000 (Unaudited)	30 Sept 2018 RM'000 (Unaudited)
Loss for the period, net of tax	(4,067)	(11,738)	(23,169)	(24,048)
Other Comprehensive Income :				
Exchange differences on translation of foreign operations	1,562	5,442	2,062	3,258
Total Comprehensive Income for the period, net of tax	<u>(2,505)</u>	<u>(6,296)</u>	<u>(21,107)</u>	<u>(20,790)</u>
Total comprehensive income attributable to:				
Owners of the Company	<u>(2,505)</u>	<u>(6,296)</u>	<u>(21,107)</u>	<u>(20,790)</u>
	<u>(2,505)</u>	<u>(6,296)</u>	<u>(21,107)</u>	<u>(20,790)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPT 2019**

	As at 30 Sept 2019 RM'000 (Unaudited)	As at 31 Dec 2018 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	430,400	455,121
Land use rights	3,900	4,094
Investment in an associate	722	1,381
Investment in a joint venture	6,723	6,440
Other receivables	-	13,541
	441,745	480,577
Current Assets		
Inventories	15,905	15,295
Trade and other receivables	65,020	56,896
Investment securities	68	66
Tax recoverable	392	1,042
Cash and cash equivalents	11,308	28,776
	92,693	102,075
Total Assets	534,438	582,652
EQUITY AND LIABILITIES		
Current Liabilities		
Loans and borrowings	79,053	87,212
Trade and other payables	44,048	47,266
Provision for taxation	1,882	216
	124,983	134,694
Net current liabilities	(32,290)	(32,619)
Loans and borrowings	41,058	56,198
Deferred tax liabilities	21,247	23,503
	62,305	79,701
Total Liabilities	187,288	214,395
Net assets	347,150	368,257
Equity attributable to owners of the Company		
Share Capital	329,087	329,087
Retained earnings	(39,984)	(16,815)
Other components of equity	58,047	55,985
Total Equity	347,150	368,257
Total Equity and Liabilities	534,438	582,652
Net asset per share (sen)	69.43	73.65

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITYFOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPT 2019

	<----- Attributable to Owners of the Parent ----->					Total Equity (Unaudited) RM'000
	Non-distributable	Distributable	Non-distributable			
	Share Capital RM'000	Share Premium RM'000	(Accumulated losses)/Retained earnings RM'000	Foreign currency translation reserve RM'000		
Opening balance at 1 January 2019	329,087	-	(16,815)	55,985	368,257	
Total comprehensive loss for the period	-	-	(23,169)	2,062	(21,107)	
Closing balance at 30 September 2019	329,087	-	(39,984)	58,047	347,150	
Opening balance at 1 January 2018	329,087	-	3,601	52,448	385,136	
Dividend	-	-	-	-	-	
Operating profit						
Total comprehensive loss for the period	-	-	(20,416)	3,537	(16,879)	
Closing balance at 31 December 2018	329,087	-	(16,815)	55,985	368,257	

Note A

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019

	Year-to-date Ended	
	30 Sept 2019	30 Sept 2018
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows From Operating Activities		
Loss before tax	(23,425)	(27,069)
Adjustments for:		
Interest income	(1,560)	(1,474)
Interest expenses	5,937	8,064
Amortisation of land use rights	194	443
Depreciation of property, plant and equipment	28,278	30,163
Loss / (Gain) on disposal of property, plant and equipment	-	(1,571)
Property, plant and equipment written off	5	2
Reversal of impairment loss on trade receivables	-	(167)
Share of result of an associate	658	(1,353)
Share of result of joint controlled entities	(284)	387
Unrealised loss/(gain) on foreign exchange	(606)	1,982
Total adjustments	<u>32,622</u>	<u>36,476</u>
Operating profit before working capital changes	9,197	9,407
Changes in working capital		
(Increase)/Decrease in inventories	(1,042)	(2,146)
(Increase)/Decrease in trade and other receivables	11,126	(7,128)
Increase/(Decrease) in trade and other payables	(6,313)	836
Total changes in working capital	<u>3,771</u>	<u>(8,438)</u>
Cash flows from operations	12,968	969
Interest paid	(5,937)	(8,064)
Interest received	1,560	1,474
Income tax refund	706	117
Income tax paid	(1,003)	(958)
Net Cash Flows From Operating Activities	<u>8,294</u>	<u>(6,462)</u>

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

SEALINK INTERNATIONAL BERHAD (800981-X)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 SEPTEMBER 2019

	Year-to-date Ended	
	30 Sept 2019	30 Sept 2018
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(87)	(103)
Proceeds from disposal of property, plant and equipment	-	9,542
Net Cash Flows Used in Investing Activities	(87)	9,439
Cash Flows From Financing Activities		
Net movement in fixed deposits pledged	462	149
Net movement in revolving credit	(5,347)	(200)
Net movement in cash at bank restricted in use	(1)	-
Repayments of obligations under finance leases	(4)	(78)
Repayment of term loans	(22,809)	(17,176)
Net Cash Flows Used In Financing Activities	(27,699)	(17,305)
Net (Decrease)/Increase in Cash and Cash Equivalents	(19,492)	(14,328)
Effect of changes in foreign exchange rates	47	(61)
Cash and Cash Equivalents at the beginning of financial year	12,251	(11,269)
Cash and Cash Equivalents at the end of financial period	(7,194)	(25,658)

Cash and cash equivalents at the end of the period comprised the following:

Cash and bank balances	11,308	16,649
Bank overdraft	(16,952)	(29,809)
	(5,644)	(13,160)
Less: Fixed deposits pledged and cash at bank restricted in use	(1,550)	(12,498)
	(7,194)	(25,658)

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

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A1. Basis of Preparation

The interim financial statements have been prepared on the historical cost basis, unless otherwise stated. The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by Malaysian Accounting Standards Boards ("MFRS"), the requirements of the Companies Act 2016 in Malaysia and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 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 year ended 31 December 2018.

A1.1 Changes in Accounting Policies

The accounting policies adopted in the preparation of the unaudited interim financial statements are consistent with those used in the preparation of the Group's audited financial statements for the financial year ended 31 December 2018. The Group intends to adopt the below standards, if applicable.

MFRS effective for annual period beginning on or after 1 January 2020

- Amendments to MFRS 3: Definition of a Business
- Amendments to MFRS 101 and MFRS 108: Definition of Material
- The Conceptual Framework for Financial Reporting

MFRS effective for annual period beginning on or after 1 January 2021

- MFRS 17 Insurance Contracts

MFRS effective date of these Standards have been deferred, and yet to be announced

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

A2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company ("Sealink International Berhad") and its subsidiaries for the year ended 31 December 2018 were not qualified.

A3. Seasonal or cyclical factors

The Group's performance is affected by the marine industry. The demand for our vessels are closely associated with the cyclical fluctuations of the marine industry.

A4. Items of unusual nature and amount

There was no item that affect assets, liabilities, equity, net income, or cash flows that are unusual in nature, size, or incidence during the current financial quarter under review.

A5. Material changes in estimates

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

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A7. Dividends Paid

No dividend was paid in the current quarter under review.

A8. Segmental information

The results and other information of the Group as at 30 September 2019 are as follows:

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue					
External sales	4,870	38,195	-	-	43,065
Inter-segment sales	3,107	13,221	-	(16,328)	-
Total revenue	<u>7,977</u>	<u>51,416</u>	<u>-</u>	<u>(16,328)</u>	<u>43,065</u>
Segment loss (Note A)	<u>(437)</u>	<u>22,212</u>	<u>(762)</u>	<u>(44,438)</u>	<u>(23,425)</u>

A8. Segmental information (continued)

Note A

The following items are added to/(deducted from) segment loss to arrive at "Loss before tax from continuing operations" presented in the condensed consolidated income statements:

Segment Loss	21,010
Dividend from subsidiaries	(45,345)
Loss from inter-segment sales	1,284
Share of result of an associate	(658)
Share of results of jointly controlled entities	284
Finance costs	8,550
Unallocated corporate expenses	<u>(8,550)</u>
Loss before tax	<u><u>(23,425)</u></u>

A8. Segmental information (continued)

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total
Assets and liabilities					
Segment assets	138,245	611,800	197,319	(412,926)	534,438
Segment liabilities	76,120	321,581	168,676	(379,089)	187,288
Net assets	<u>62,125</u>	<u>290,219</u>	<u>28,643</u>	<u>(33,837)</u>	<u>347,150</u>
Other segmental information					
Depreciation	2,192	17,806	9,915	(1,635)	28,278
Amortisation of land use rights	79	78	37	-	194

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A9. Capital commitments

Capital commitments are as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Property, plant and equipment	-	126,969

A10. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period reported which have not been reflected under the current quarter.

A11. Changes in composition of the Group

There were no changes in composition of the Group for the current quarter ended 30 September 2019.

A12. Contingent liabilities

The following is the contingent liability since the last annual balance sheet date:

	As at 30 Sept 2019 RM'000	As at 30 Sept 2018 RM'000
Corporate guarantees given to financial institutions in consideration of credit facilities granted to a jointly controlled entity	-	-

A13. Related party transactions

Transactions between the Group and related parties are as follows:

	Transaction value for 3 months ended 30 Sept 2019 RM	Current Year-to-date 30 Sept 2019 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Ming Kiong Agencies (Singapore) Pte Ltd		
- Rental of office at Far East shopping centre, Singapore	13,803	41,469
Manmohan's (Labuan) Sdn Bhd		
- Rental of office at Lot 20, Labuan	3,000	9,000
Syarikat Guan Teck Enterprise (Sarawak) Sdn Bhd		
- Lease of office at Lot 1035, Piasau	30,000	90,000

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INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A13. Related party transactions (Continued)**

Transactions between the Group and related parties are as follows:

	Transaction value for 3 months ended 30 Sept 2019 RM	Current Year-to-date 30 Sept 2019 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Syarikat Lambir Timber Sdn Bhd - Chartering of vessels	52,500	157,500
Khoo & Co, Advocates and Solicitors - Provision of legal services	360	2,208
Crowe tax (Sarawak) Sdn Bhd - Provision of legal and professional services	5,332	5,332
(ii) Transactions with Director :		
Yong Foh Choi - Rental of staff quarter at Lot 334, Jalan Lutong-Pujut	1,200	3,600
	<u>106,195</u>	<u>309,109</u>

In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B1. Review of performance of the Company and its principal subsidiaries

(a) Financial review for current quarter and financial year to date

	Individual Period		Cumulative Period	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	RM'000	RM'000	RM'000	RM'000
Revenue	24,029	11,198	43,065	33,711
Operating (loss)	(2,009)	(8,790)	(18,674)	(21,444)
(Loss) before tax	(3,418)	(11,736)	(23,425)	(27,069)
(Loss) after tax	(4,067)	(11,738)	(23,169)	(24,048)
Revenue				
- Shipbuilding Division	4,047	431	4,869	1,186
- Ship Charter Division	19,982	10,767	38,196	32,525
	<u>24,029</u>	<u>11,198</u>	<u>43,065</u>	<u>33,711</u>

OPERATING SEGMENTS REVIEW

3Q 2019 vs 3Q 2018

(I) Operating Revenue

- Comparatively, the Group's revenue for the current quarter ended 30 September 2019 increased by more than doubled from RM11.2 million in Q3 2018 to RM24 million in Q3 2019 and this indicates signs of a gradual pick-up of its core activities of ship charter and ship repair. In conjunction with the increased in revenue, the Group's loss before taxation decreased by 71% to RM3.4 million as compared to loss before taxation of RM11.7 million in the preceding year's corresponding period.

Chartering Division

- Chartering division achieved an increase in revenue in the current quarter ended 30 September 2019 of RM20 million as compared to RM10.8 million in the preceding year's corresponding quarter ended 30 September 2018. In addition, the improved loss before tax in the current quarter has also taken into account the high docking expenses and activation cost of vessels incurred in the preceding year's corresponding quarter to prepare vessels for charters. Overall, the vessel utilization has improved substantially in 3Q 2019 due to more contracts were being awarded.

Shipbuilding Division

- Shipbuilding division posted revenue of RM4 million in the current quarter ended 30 September 2019 as compared to RM431k in the preceding year's corresponding quarter ended 30 September 2018. Higher revenue recorded in 3Q 2019 was resulted from higher ship repair activities.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

	3Q 2019	2Q 2019	Variance	%
	RM'000	RM'000	RM'000	
Revenue	24,029	11,996	12,033	100%
Loss before tax	<u>(3,418)</u>	<u>(9,423)</u>	6,005	64%

Current Quarter vs preceding quarter

- The Group posted revenue of RM24 million for the current quarter ended 30 September 2019 which was RM12 million or 100% higher than preceding quarter ended 30 September 2019. The loss before tax for the current quarter ended 30 September 2019 was RM3.4 million, which was RM6 million or 64% lower than the immediate preceding quarter ended 30 September 2019 of RM9.4 million.

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B3. Commentary on prospects

There is more optimism over prospects for the oil and gas industry on the back of stable oil prices, prompting higher levels of offshore drilling activity, construction and maintenance projects. The Group will continue to manage costs and increase efficiency in this recovery economic climate to improve our competitiveness and resilience. Riding on our strong foundation, we are confident that the Group will achieve good results going forward.

Based on industry analyst reports, the oil market reacted positively to the Organisation of the Petroleum Exporting Countries' (OPEC) recent decision to extend oil output cuts by another 9 months to March 2020 and US sanctions against exporters Iran and Venezuela. Meanwhile, analyst believes that oil prices will see some stabilisation for 2019, supported by demand and supply fundamentals. On the back of gradually steady oil prices, analysts expect to see greater investments in the upstream space for the coming years.

Petronas' Activity Outlook for 2019-2021 portrays growth in brownfield activities particularly in rigs category and its supporting services, marine vessels. Base activities in maintenance are projected to increase for both onshore and offshore in tandem with this outlook.

According to the research arm of Kenanga Investment Bank Berhad, contract flow started to show signs of a gradual pick-up for the past four to five quarters. The newer jobs came mostly from the upstream activities. Research also indicates that the upward revision in most upstream sub-segments' activities could be due to the delayed work orders last year being pushed to 2019 which may potentially lead to better contract flows and further provide order-book replenishment opportunities for the support sectors. The improved contract flow is, nonetheless, a positive sign coming on the back of recent stabilising oil prices, as a result of (i) under investments in the yesteryears, coupled with (ii) increased local activities, as guided by Petronas' latest activity outlook and increased upstream spending.

The Group will continue its emphasis on its core activities of ship building, ship charter and ship repair. The Group's shipbuilding division will be looking towards building vessels which have a niche market as well as enhancing its docking (ship repair) facilities, whilst continuous efforts will be taken towards optimising capacity utilisation of the Group's vessels. The Group is also looking at building new vessels that are more energy efficient and environment friendly, in line with tighter environmental regulations in the maritime industry. With the ongoing initiatives in sustainable cost rationalisation and exposures, we believe the Group is well positioned to tide over the current business challenges, of which the worst seem to be over.

With the Government lending stronger support to the maritime industry with the recent launch of the Malaysia Shipping Master plan, the country is set to become a self-sufficient and internationally competitive nation that can benefit us along the maritime industry supply chain. The local oil and gas sector will get more push from the government this year amid rising exploration and production activities.

The outlook for the global shipping sector into 2020 will remain stable, as higher expected earnings are counterbalanced by the US-China trade tensions and worldwide regulatory risks, says Moody's Investors Service.

Barring any unforeseen circumstances or events, The Board is optimistic that demand for offshore marine support vessels will further improve in anticipation of a shipping recovery.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B4. Variance between actual profit from forecast profit

Not applicable as no profit forecast was published.

B5. Loss before tax

Included in the loss before tax are the following items:

	9 months ended	
	30 Sept 2019	30 Sept 2018
	RM'000	RM'000
Interest income	(1,560)	(1,474)
Interest expenses	5,937	8,064
Amortisation of land use rights	194	443
Depreciation of property, plant and equipment	28,278	30,163
Loss / (Gain) on disposal of property, plant and equipment	-	(1,571)
Property, plant and equipment written off	5	2
Reversal of impairment loss on trade and receivables	-	(167)
Share of result of an associate	658	(1,353)
Share of result of joint controlled entities	(284)	387
Unrealised loss/(gain) on foreign exchange	(606)	1,982

B6. Taxation

	Current	Year-to-date
	Quarter	30 Sept 2019
	30 Sept 2019	30 Sept 2019
	RM'000	RM'000
Malaysian income tax	1,162	2,000
Deferred tax reversal	(513)	(2,256)
Total tax	649	(256)

The effective tax rate for the Group for the financial period was lower than statutory tax rate due to reversal of deferred tax relating to temporary differences as well as the different tax rate applicable to subsidiaries of the Group in other jurisdictions.

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INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B7. Sale of unquoted investments and/or properties**

There were no sales of unquoted investments and no other sales of properties for the current quarter and financial year ended 30 September 2019.

B8. Quoted securities

There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

B9. Status of corporate proposal

There is no corporate proposal announced but not completed as at end of the financial period under review.

B10. Group borrowings and debt securities

Total Group's borrowings as at 30 September 2019 were as follows:

As at 30 September 2019						
	Short term		Long term		Total borrowings	
	Foreign currency	RM'000	Foreign currency	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	16,952	-	-	-	16,952
- Revolving credits	-	39,452	-	-	-	39,452
- Loans (USD)	2,934	12,291	7,127	29,861	10,061	42,152
- Loans (SGD)	1,214	3,679	2,356	7,140	3,570	10,819
- Loans (RM)	-	6,676	-	4,057	-	10,733
- Obligations under finance leases	-	2	-	-	-	2
		79,053		41,058		120,111

As at 30 September 2018						
	Short term		Long term		Total borrowings	
	Foreign	RM'000	Foreign	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	29,809	-	-	-	29,809
- Revolving credits	-	45,800	-	-	-	45,800
- Loans (USD)	2,203	9,684	11,180	43,686	13,383	53,370
- Loans (SGD)	500	11,198	4,025	11,198	4,525	22,396
- Loans (RM)	-	7,326	-	11,819	-	19,145
- Obligations under finance leases	-	5	-	3	-	8
		103,822		66,706		170,528

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INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B11. Derivative Financial Instruments**

There are no outstanding derivatives at the reporting period.

B12. Material litigation

There was no material litigation for the current quarter and financial year to date.

B13. Dividend payable

No interim dividend has been declared for the current quarter ended 30 September 2019.

B14. Earnings per Share

	3 months ended		9 months ended	
	30 Sept 2019 RM'000	30 Sept 2018 RM'000	30 Sept 2019 RM'000	30 Sept 2018 RM'000
(Loss)/Profit attributable to Owners of the Parent (RM'000)	<u>(4,067)</u>	<u>(11,738)</u>	<u>(23,169)</u>	<u>(24,048)</u>
Weighted average number of shares in issue ('000)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Basic earnings per share (sen)	<u>(0.81)</u>	<u>(2.35)</u>	<u>(4.63)</u>	<u>(4.81)</u>
Diluted earnings per share (sen)	<u>(0.81)</u>	<u>(2.35)</u>	<u>(4.63)</u>	<u>(4.81)</u>

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

The computation of diluted earnings per share is the same as basic earnings per share as there were no new shares issued during the reporting period.

B15. Authorisation For Issue

The quarterly report for the third quarter ended 30 September 2019 was authorised for issue by the Board resolution of the directors dated 29th November 2019.

By Order Of The Board
29-November-2019