



SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

INTERIM FINANCIAL REPORT

FOR THE QUARTER ENDED

31 MARCH 2019

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 MARCH 2019

	Individual Quarter				Cumulative Quarter			
	Current Quarter 31-Mar-19 RM'000	Preceding Year Corresponding Quarter 31-Mar-18 RM'000	Changes		Current Year To Date 31-Mar-19 RM'000	Preceding Year Corresponding Period 31-Mar-18 RM'000	Changes	
			RM'000	%			RM'000	%
REVENUE	259,629	262,828	(3,199)	-1%	259,629	262,828	(3,199)	-1%
COST OF SALES	(237,587)	(235,395)	(2,192)	1%	(237,587)	(235,395)	(2,192)	1%
GROSS PROFIT	22,042	27,433	(5,391)	-20%	22,042	27,433	(5,391)	-20%
OTHER INCOME	4,666	3,011	1,655	55%	4,666	3,011	1,655	55%
ADMINISTRATIVE EXPENSES	(11,545)	(11,982)	437	-4%	(11,545)	(11,982)	437	-4%
SELLING & DISTRIBUTION EXPENSES	(3,595)	(3,584)	(11)	0%	(3,595)	(3,584)	(11)	0%
OTHER OPERATING EXPENSES	(1,274)	(973)	(301)	31%	(1,274)	(973)	(301)	31%
FINANCE COST	(2,850)	(1,843)	(1,007)	55%	(2,850)	(1,843)	(1,007)	55%
TOTAL EXPENSES	(19,264)	(18,382)	(882)	5%	(19,264)	(18,382)	(882)	5%
PROFIT BEFORE TAX	7,444	12,062	(4,618)	-38%	7,444	12,062	(4,618)	-38%
TAX EXPENSES	(1,925)	(3,096)	1,171	-38%	(1,925)	(3,096)	1,171	-38%
PROFIT FOR THE PERIOD	5,519	8,966	(3,447)	-38%	5,519	8,966	(3,447)	-38%
Other comprehensive income:								
Currency translation differences	(1,558)	(618)	(940)	152%	(1,558)	(618)	(940)	152%
Changes in fair value of available-for-sale	-	-	-	0%	-	-	-	0%
Other comprehensive income for the period, net of tax	(1,558)	(618)	(940)	152%	(1,558)	(618)	(940)	152%
Total comprehensive income for the period	3,961	8,348	(4,387)	-53%	3,961	8,348	(4,387)	-53%
Profit attributable to:								
-Owners of the parent	5,246	8,114	(2,868)	-35%	5,246	8,114	(2,868)	-35%
-Non controlling interest	273	852	(579)	-68%	273	852	(579)	-68%
	5,519	8,966	(3,447)	-38%	5,519	8,966	(3,447)	-38%
Total comprehensive income attributable to:								
-Owners of the parent	3,833	7,755	(3,922)	-51%	3,833	7,755	(3,922)	-51%
-Non controlling interest	128	593	(465)	-78%	128	593	(465)	-78%
	3,961	8,348	(4,387)	-53%	3,961	8,348	(4,387)	-53%
Earnings per share (sen)								
- Basic	1.93	2.98	(1.05)		1.93	2.98	(1.05)	
- Diluted	1.93	2.98	(1.05)		1.93	2.98	(1.05)	

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As At 31-Mar-2019 RM'000	Audited As At 31-Dec-2018 RM'000
ASSETS		
Non Current Assets		
Property, plant and equipment	41,738	43,268
Investment properties	543	710
Prepaid land lease payments	708	911
Right of use assets	1,223	-
Quoted investments	19	19
Deferred tax assets	315	272
	<u>44,546</u>	<u>45,180</u>
Current Assets		
Inventories	129,627	138,070
Trade and other receivables	247,984	239,633
Tax recoverables	1,618	9,051
Cash and bank balances	46,716	42,446
	<u>425,945</u>	<u>429,200</u>
Total Assets	<u>470,491</u>	<u>474,380</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	136,954	136,954
Retained profits	51,854	46,608
Reverse acquisition reserve	(40,726)	(40,726)
Others reserves	834	2,247
Total shareholders' equity	148,916	145,083
Non controlling interest	11,397	11,360
Total Equity	<u>160,313</u>	<u>156,443</u>
Non Current Liabilities		
Borrowings	8,991	8,751
Retirement benefits obligations	630	626
Lease liabilities	611	-
Deferred tax liabilities	315	689
	<u>10,547</u>	<u>10,066</u>
Current Liabilities		
Trade and other payables	87,946	87,452
Lease liabilities	621	-
Borrowings	210,437	220,171
Taxation	627	248
	<u>299,631</u>	<u>307,871</u>
	<u>299,631</u>	<u>307,871</u>
Total Liabilities	<u>310,178</u>	<u>317,937</u>
Total Equity and Liabilities	<u>470,491</u>	<u>474,380</u>
Net assets per ordinary share attributable to ordinary equity holders of the parent (RM)	<u>0.54</u>	<u>0.53</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

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

	Current Year to Date 31-Mar-19 RM'000	Preceding year Corresponding Period 31-Mar-18 RM'000
Cash Flows from operating activities		
Profit before taxation	7,444	12,062
Adjustment for:		
Amortisation of right of use assets	159	-
Depreciation and amortisation	681	673
Gain on disposal of PPE and Investment property	(101)	(23)
Interest expenses	2,846	1,843
Interest income	(114)	(248)
Unrealised (gain)/loss on foreign exchange	879	213
Operating profit before working capital changes	<u>11,794</u>	<u>14,520</u>
Changes in working capital:		
Inventories	8,443	(31,201)
Payables	347	25,690
Receivable	<u>(9,231)</u>	<u>(19,279)</u>
Cash from/ (used in) operations	11,353	(10,270)
Income taxes paid	<u>5,661</u>	<u>(3,405)</u>
Net cash from/ (used in) operating activities	<u>17,014</u>	<u>(13,675)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(127)	(4,270)
Proceeds from disposal of PPE and investment property	127	22
Interest received	<u>114</u>	<u>248</u>
Net cash from/ (used in) investing activities	<u>114</u>	<u>(4,000)</u>
Cash flows from financing activities		
Net repayment of borrowings	(8,675)	(19,897)
Dividend paid to non-controlling interest	(90)	(731)
Interest paid	<u>(2,846)</u>	<u>(1,843)</u>
Net cash use in financing activities	<u>(11,611)</u>	<u>(22,471)</u>
Net increase/ (decrease) in cash and cash equivalents	5,517	(40,146)
Cash and cash equivalents at the beginning of period	41,229	62,049
Net effect of exchange rate changes	<u>(429)</u>	<u>(391)</u>
Cash and cash equivalents at the end of period	<u>46,317</u>	<u>21,512</u>
Cash and cash equivalents comprise:		
Cash and bank balances	46,716	23,847
Bank overdraft	-	(1,936)
Fixed deposit pledged	<u>(399)</u>	<u>(399)</u>
	<u>46,317</u>	<u>21,512</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2019**

	← Attributable to owners of the parent →					Retained Profits	Total Shareholders' Equity	Non Controlling Interest	Total Equity
	Share Capital	Share Premium	Reverse Acquisition Reserve	Translation Reserve	Fair Value Reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000				
Balance at 1 January 2019	136,954	-	(40,726)	2,247	-	46,608	145,083	11,359	156,443
Profit for the period	-	-	-	-	-	5,246	5,246	273	5,519
Other comprehensive income for the period	-	-	-	(1,413)	-	-	(1,413)	(145)	(1,558)
Total comprehensive income for the period	-	-	-	(1,413)	-	5,246	3,833	128	3,961
Dividend paid to non controlling interest	-	-	-	-	-	-	-	(90)	(90)
Total changes in equity for the period	-	-	-	-	-	-	-	(90)	(90)
Balance at 31 March 2019	136,954	-	(40,726)	834	-	51,854	148,916	11,397	160,313

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2018**

	← Attributable to owners of the parent →					Retained Profits	Total Shareholders' Equity	Non Controlling Interest	Total Equity
	Share Capital	Share Premium	Reverse Acquisition Reserve	Translation Reserve	Fair Value Reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000				
Balance at 1 January 2018	136,954	-	(40,726)	2,341	-	33,345	131,914	9,728	141,642
Profit for the period	-	-	-	-	-	8,114	8,114	852	8,966
Other comprehensive income for the period	-	-	-	(359)	-	-	(359)	(259)	(618)
Total comprehensive income for the period	-	-	-	(359)	-	8,114	7,755	593	8,348
Dividend paid to non controlling interest	-	-	-	-	-	-	-	(731)	(731)
Total changes in equity for the period	-	-	-	-	-	-	-	(731)	(731)
Balance at 31 MARCH 2018	136,954	-	(40,726)	1,982	-	41,459	139,669	9,590	149,259

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019

A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A1. (i) Accounting Policies and Basis of Preparation

The condensed financial statement are unaudited and have been prepared in accordance with the Malaysia Financial Reporting Standards (“MFRSs”) 134, Interim Financial Reporting and chapter 9 Part K of the Bursa Securities Listing Requirements and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the unaudited condensed consolidated financial statements.

The accounting policies and presentation adopted by the Group for the interim financial statements are consistent with those adopted in the Group’s 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 for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2018.

(ii) New MFRSs, adopted during the financial year

The Group and the Company have adopted the following new MFRSs Framework that were issued by Malaysian Accounting Standards Board during the financial year;

New MFRSs

MRFS 16 Leases

Amendments/ Improvements to MFRSs

MFRS 3 Business Combinations

MFRS 9 Financial Instruments

MFRS 11 Joint Arrangement

MFRS 15 Revenue from Contracts with Customers

MFRS 112 Income Taxes

MFRS 119 Employee Benefits

MFRS 123 Borrowing Costs

MFRS 128 Investments in Associates and Joint Ventures

MFRS 140 Investment Property

New IC Interpretation

IC Int 23 Uncertainty over income tax treatments

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019

A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A2. Auditors' report

There was no qualification on the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2018.

A3. Seasonal or cyclical factors

The principal business operations of the Group are not significantly affected by seasonal or cyclical factors.

A4. Items of unusual nature and amount

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the current quarter under review.

A5. Material changes in estimates

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

A6. Issuance, cancellation, repurchase, resale and repayment of debt and equity securities

There have been no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter under review.

A7. Dividends paid

There were no dividends paid in the current quarter under review.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019**A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING****A8. Segmental information****Business Segments**

The Group operates mainly in the business involving the distribution of industrial chemicals with operations in the blending of customized solvents. The Company has a small operation in Malaysia whose business involves the distribution, service and solution of Audio Video and IT industry.

Current Quarter

(i) Segment Revenue	Current	Preceding Year	Changes	
	Quarter	Corresponding		
Analysed by geographical segments:	31-Mar-19	31-Mar-18	RM'000	%
	RM'000	RM'000		
<u>Chemical Distribution And Blending Operations:</u>				
Malaysia	121,438	136,116	(14,678)	-11%
Indonesia	33,112	38,399	(5,287)	-14%
Vietnam	99,530	84,825	14,705	17%
Singapore	4,405	1,793	2,612	146%
Revenue from chemical distribution and blending operations	258,485	261,133	(2,648)	-1%
<u>Audio Video And ICT Distribution Operations:</u>				
Revenue from Audio Video And ICT Distribution Operations	1,144	1,695	(551)	-33%
Total segment revenue	259,629	262,828	(3,199)	-1%
(ii) Segment Profit before tax				
Analysed by geographical segments:				
<u>Chemical Distribution And Blending Operations:</u>				
Malaysia	4,786	7,808	(3,022)	-39%
Indonesia	1,698	1,085	613	56%
Vietnam	1,170	3,127	(1,957)	-63%
Singapore	7	289	(282)	98%
Profit/(loss) before tax from chemical distribution and blending operations	7,661	12,309	(4,648)	-38%
<u>Audio Video And ICT Distribution Operations:</u>				
Loss before tax from Audio Video And ICT Distribution Operations	(217)	(247)	30	12%
Total Segment Profit/(loss) before tax	7,444	12,062	(4,618)	-38%

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019

A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current quarter under review.

A10. Capital commitments

As at 31 March 2019, there were no commitments other than those stated below:

	RM'000
Approved and contracted for	
- Purchase of Land	<u><u>1,142</u></u>

A11. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

A12. Changes in the composition of the Group

There were no changes in the composition of the Group in the current quarter under review, including business combinatios, acquisition or disposal of subsidiaries and restructuring and discontinuing operations.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019**A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING****A13. Changes in contingent liabilities and contingent assets**

There were no changes in the contingent liabilities and contingent assets since the Statement of Financial Position as at 31 December 2018 except for the following:

	RM'000
As At 31 December 2018:	183,372
Changes during the period:	
Corporate guarantee provided by the Company to financial institutions in respect of financing facilities granted to local subsidiaries	3,726
Corporate guarantee provided by the Company to overseas financial institutions in respect of financing facilities granted to foreign subsidiaries	(6,909)
Corporate guarantee provided by the Company to suppliers in respect of credit facilities granted to local subsidiaries	(17,201)
Corporate guarantee provided by the Company to suppliers in respect of credit facilities granted to a foreign subsidiary	(16,901)
As At 31 March 2019	<u>146,087</u>

A14. Related party transactions

The Group has the following transactions with the related parties during the current quarter under review.

	Current Quarter 31-Mar-19 RM'000	Preceding Year Corresponding Quarter 31-Mar-18 RM'000
Purchase of products*	<u>710</u>	-

* Company in which a director of the subsidiaries have substantial financial interests

In the opinion of the Directors, the above transactions have been entered into in the ordinary course of business.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1. Performance review

Current Quarter

	Individual Quarter		Changes	
	Current Quarter 31-Mar-19 RM'000	Preceding Year Corresponding Quarter 31-Mar-18 RM'000	RM'000	%
REVENUE	259,629	262,828	(3,199)	-1%
COST OF SALES	(237,587)	(235,395)	(2,192)	1%
GROSS PROFIT	22,042	27,433	(5,391)	-20%
OTHER INCOME	4,666	3,011	1,655	55%
ADMINISTRATIVE EXPENSES	(11,545)	(11,982)	437	-4%
SELLING & DISTRIBUTION EXPENSES	(3,595)	(3,584)	(11)	0%
OTHER OPERATING EXPENSES	(1,274)	(973)	(301)	31%
FINANCE COST	(2,850)	(1,843)	(1,007)	55%
TOTAL EXPENSES	(19,264)	(18,382)	(882)	5%
PROFIT BEFORE TAX	7,444	12,062	(4,618)	-38%
TAX EXPENSES	(1,925)	(3,096)	1,171	-38%
Profit for the period	5,519	8,966	(3,447)	-38%

The Group recorded a lower revenue of RM259.63 million for the current quarter under review, compared to RM262.83 million for the corresponding quarter in the preceding year, which represents a decrease of 1.22%. The decrease is due to lower chemical prices in the current quarter.

The Group recorded a lower profit before tax for the current quarter under review of RM7.44 million, representing a decrease of RM4.62 million compared to the profit before tax for the corresponding quarter in the preceding year of RM12.06 million. The decrease mainly due to lower gross profit margin in current quarter under review.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B2. Material changes in profit before taxation for the current quarter as compared with the immediate preceding quarter

	Current Quarter 31-Mar-19 RM'000	Immediate Preceding Quarter 31-Dec-18 RM'000	Changes	
			RM'000	%
REVENUE	259,629	273,156	(13,527)	-5%
COST OF SALES	(237,587)	(250,866)	13,279	-5%
GROSS PROFIT	22,042	22,290	(248)	-1%
OTHER INCOME	4,666	3,917	749	19%
ADMINISTRATIVE EXPENSES	(11,545)	(11,962)	417	-3%
SELLING & DISTRIBUTION EXPENSES	(3,595)	(3,907)	312	-8%
OTHER OPERATING EXPENSES	(1,274)	(1,449)	175	-12%
FINANCE COST	(2,850)	(2,643)	(207)	8%
TOTAL EXPENSES	(19,264)	(19,961)	697	-3%
PROFIT BEFORE TAX	7,444	6,246	1,198	19%
TAX EXPENSES	(1,925)	(1,581)	(344)	22%
Profit for the period	5,519	4,665	854	18%

The Group recorded a profit before tax of RM7.44 million for the current quarter under review as compared to the profit before tax in the immediate preceding quarter of RM6.25 million. Profit increased slightly due to lower expenses in the current quarter.

B3. Prospects for current financial year

The Group and the Directors expect that the Group's performance for the year ending 31 December 2019 will be positive, driven by continued cost reduction measures, increased operational efficiency and growth in sales.

B4. Variance between actual profit and forecast profit

The Group did not issue any profit forecast in a public document during the current financial period.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B5. Profit for the period

Profit for the period is arrived at after charging/(crediting):

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
	RM'000	RM'000	RM'000	RM'000
Interest income	(114)	(248)	(114)	(248)
(Gain)/ Loss on disposal of PPE	(101)	(23)	(101)	(23)
Interest expense	2,846	1,843	2,846	1,843
Depreciation and amortization	840	673	840	673
Foreign exchange (gain)/ loss-realised	(3,236)	(1,355)	(3,236)	(1,355)
Foreign exchange (gain)/ loss-unrealised	879	213	879	4,451

B6. Taxation

	Current Year Quarter	Preceding Year Corresponding Quarter
	31-Mar-19	31-Mar-18
	RM'000	RM'000
Current tax expense	2,282	2,990
Deferred tax expense	(357)	106
	<u>1,925</u>	<u>3,096</u>

The effective tax rate for the current quarter under review was higher than the statutory tax rate due to certain non deductible expenses.

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019

B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Status of corporate proposal

There were no corporate proposals announced but not completed as at the date of this announcement.

B8. Group borrowings and debt securities as at 31 March 2019 are as follows:-

	31-Mar-19		31-Mar-18	
	Borrowing '000	Equivalent RM'000	Borrowing '000	Equivalent RM'000
Long term borrowings				
Secured:-				
Hire purchase creditors				
- MYR	904	904	1,648	1,648
- IDR	326,664,851	96	-	-
Term loans				
- MYR	7,991	7,991	-	-
Total Long term borrowings		8,991		1,648
Short term borrowings				
Secured:-				
Term loans				
- MYR	2,544	2,544	835	835
- USD	3,567	14,805	4,724	18,803
- VND	382,993,092	68,540	220,609,272	38,529
Trade Loan				
- MYR	-	-	11,808	11,808
Bank overdrafts				
- MYR	-	-	1,936	1,936
- VND	-	-	-	-
Bankers acceptances				
- MYR	35,475	35,475	17,793	17,793
Hire purchase creditors				
- IDR	497,785	146	191,292	57
- MYR	576	576	531	531
		122,086		90,292
Unsecured:-				
Bankers acceptances				
- MYR	79,716	79,716	67,692	67,692
Trade Loan				
- MYR	8,635	8,635	19,529	19,529
		88,351		87,221
Total Short term borrowings		210,437		177,513
Total Borrowings:		219,428		179,161

1 USD to MYR

100 IDR to MYR

100 VND to MYR

	4.15	3.98
	0.029285	0.028100
	0.017896	0.017465

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2019**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B9. Financial Instruments**

There were no financial instruments at the end of financial period.

B10. Material Litigation

As at the date of this report, neither the Company nor any of its subsidiaries is engaged in any material litigation and arbitration either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiaries and our Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Company or its subsidiaries.

B11. Proposed Dividend

For the financial year ended 31 December 2018, the Board of Directors has recommended a final single-tier dividend of 1.0 sen per share for the Shareholders' approval at the forthcoming Annual General Meeting on the 30 May 2019.

For the first quarter of 2019, the Board of Directors has declared a first interim single-tier dividend of 1.0 sen per share. The date of closure will be announced in due course.

B12. Earnings per share

	Current Quarter 31-Mar-19 RM'000	Preceding Year Corresponding Quarter 31-Mar-18 RM'000	Current Year To Date 31-Mar-19 RM'000	Preceding Year Corresponding Period 31-Mar-18 RM'000
Profit attributable to ordinary equity holders of the parent (RM'000)	5,246	8,114	5,246	8,114
Weighted average number of ordinary shares in issue ('000)	272,000	272,000	272,000	272,000
Earnings per share-basic (sen)				
- Basic	1.93	2.98	1.93	2.98
- Diluted	1.93	2.98	1.93	2.98

There are no potential dilutive ordinary shares outstanding as at end of the current quarter under review.

By Order of the Board,
Mr. Ng Thin Poh
Chairman/ CEO
Date: 29 May 2019