



HEXTAR GLOBAL BERHAD

Company No.: 199001014551 (206220-U)

(Incorporated in Malaysia)

**Interim Report
For the 6-months Financial Period Ended
30 June 2020**



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Profit or Loss and Other Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(3-mths) Current Year Quarter 30/6/2020 RM'000	(3-mths) Preceding Year Quarter 30/6/2019 RM'000	(6-mths) Current Period to-Date 30/6/2020 RM'000	(6-mths) Preceding Period to-Date 30/6/2019 RM'000
Revenue	100,718	75,439	205,284	157,334
Cost of sales	(77,636)	(60,600)	(159,295)	(129,961)
Gross profit	23,082	14,839	45,989	27,373
Other income	1,071	624	1,799	1,298
Selling and marketing expenses	(2,697)	(1,975)	(5,473)	(3,582)
Administrative and other expenses	(5,797)	(7,071)	(13,085)	(10,129)
Impairment of goodwill	-	(23,987)	-	(23,987)
Finance costs	(1,120)	(1,195)	(2,228)	(1,957)
Share of results of joint venture	150	51	246	188
Profit/(Loss) before taxation	14,689	(18,714)	27,248	(10,796)
Less: Taxation	(3,584)	(1,516)	(6,692)	(3,291)
Profit/(Loss) after taxation	11,105	(20,230)	20,556	(14,087)
Other comprehensive expenses:-				
Foreign currency translation	(4)	(2)	(3)	(2)
Other comprehensive expenses for the financial period	(4)	(2)	(3)	(2)
Total comprehensive income/(expenses) for the financial period	11,101	(20,232)	20,553	(14,089)
Profit/(Loss) for the financial period attributable to:-				
Owners of the Parent	11,105	(20,230)	20,556	(14,087)
Total comprehensive income/(expenses) attributable to:-				
Owners of the Parent	11,101	(20,232)	20,553	(14,089)
Earnings/(Loss) per share				
Basic (sen)	1.38	(2.57)	2.54	(1.88)
Diluted (sen)	n/a	n/a	n/a	n/a

The unaudited Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Financial Position

	Unaudited as at 30/6/2020 RM'000	Audited as at 31/12/2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	41,520	45,542
Investment properties	9,193	5,249
Investment in joint venture	3,182	2,936
Right-of-use assets	18,434	18,839
Investment in club membership, at cost	74	74
Goodwill on consolidation	7,449	7,449
Product development expenditure	991	1,207
Prepayment	2,656	2,872
Total non-current assets	83,499	84,168
Current assets		
Inventories	74,070	79,190
Trade receivables	137,229	124,833
Other receivables, deposits and prepayments	3,891	5,963
Amount owing by related companies	-	2,319
Current tax assets	163	454
Deposits with licensed banks	120	116
Cash and bank balances	36,328	29,435
Total current assets	251,801	242,310
Asset classified as held for sale	30,844	30,844
TOTAL ASSETS	366,144	357,322
EQUITY AND LIABILITIES		
Equity		
Share capital	169,913	169,913
Treasury shares	(7,707)	-
Revaluation reserve	7,517	7,504
Exchange reserve	(3)	-
Retained profits	13,882	7,924
TOTAL EQUITY	183,602	185,341
Non-current liabilities		
Lease liabilities	833	928
Term loans	11,147	12,720
Deferred tax liabilities	9,371	9,533
Total non-current liabilities	21,351	23,181

The unaudited Condensed Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Financial Position (Cont'd)

	Unaudited as at 30/6/2020 RM'000	Audited as at 31/12/2019 RM'000
Current liabilities		
Trade payables	24,958	27,452
Other payables and accruals	4,769	6,761
Provision	-	39
Amount owing to related companies	-	46
Amount owing to joint venture	847	821
Lease liabilities	479	529
Term loans	22,764	23,797
Bills payable	97,954	86,433
Current tax liabilities	8,410	2,922
Derivative liabilities	1,010	-
Total current liabilities	<u>161,191</u>	<u>148,800</u>
TOTAL LIABILITIES	<u>182,542</u>	<u>171,981</u>
TOTAL EQUITY AND LIABILITIES	<u>366,144</u>	<u>357,322</u>
No. of ordinary shares in issue ('000)	806,362	820,652
Net assets per share attributable to equity holders of the Company (RM)	0.23	0.23

The unaudited Condensed Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Cash Flows

	6-months ended 30/6/2020 RM'000	6-months ended 30/6/2019 RM'000
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES		
Profit/(Loss) before taxation	27,248	(10,796)
Adjustments for:-		
Amortisation	226	170
Depreciation	1,434	1,077
Impairment loss on goodwill	-	23,987
Impairment loss on trade receivables	51	56
Interest expenses	2,228	1,957
Unrealised loss/(gain) on foreign exchange	593	(343)
Gain on disposal of equipment	-	(140)
Interest income	(233)	(92)
Reversal of impairment loss on trade receivables	-	(40)
Share of net profits of equity accounted joint venture	(246)	(188)
Operating profit before working capital changes	<u>31,301</u>	<u>15,648</u>
Changes in working capital:-		
Inventories	5,121	18,526
Receivables	(10,161)	(19,160)
Payables	(4,415)	(953)
Related companies	2,273	(9,001)
	<u>(7,182)</u>	<u>(10,588)</u>
Cash from operations	24,119	5,060
Tax paid	(1,075)	(2,967)
Net cash from operating activities	<u><u>23,044</u></u>	<u><u>2,093</u></u>

The unaudited Condensed Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Cash Flows (Cont'd)

	6-months ended 30/6/2020 RM'000	6-months ended 30/6/2019 RM'000
CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES		
Acquisition of a subsidiary, net of cash and cash equivalents acquired	-	7,665
Interest received	233	92
Placement of deposits with licensed banks	(4)	-
Proceeds from disposal of equipment	-	140
Purchase of intangible assets	(9)	(229)
Purchase of plant and equipment	(951)	(1,916)
Net cash (for)/from investing activities	(731)	5,752
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Acquisition of treasury shares	(7,707)	-
Dividend paid	(14,585)	-
Interest paid	(2,228)	(1,957)
Net increase/(decrease) of bank borrowings	11,853	(3,038)
Net (decrease)/increase of lease liabilities	(144)	427
Repayment of term loans	(2,606)	(1,745)
Net cash for financing activities	(15,417)	(6,313)
NET INCREASE IN CASH AND CASH EQUIVALENTS	6,896	1,532
EFFECT OF FOREIGN EXCHANGE TRANSLATION	(3)	(2)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	29,435	13,879
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	36,328	15,409
CASH AND CASH EQUIVALENTS COMPRISE		
Deposits with licensed banks	120	115
Cash and bank balances	36,328	15,409
	36,448	15,524
Less: Deposits pledged to licensed banks	(120)	(115)
	36,328	15,409

The unaudited Condensed Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Changes in Equity

	<----- Non-distributable ----->			<----- Distributable ----->		
	Share Capital RM'000	Revaluation Reserve RM'000	Exchange Reserve RM'000	Treasury Shares RM'000	Retained Profits RM'000	Total RM'000
As at 1/1/2020	169,913	7,504	-	-	7,924	185,341
Profit after taxation for the financial period	-	-	-	-	20,556	20,556
Other comprehensive expenses for the financial period:						
- Foreign currency translation	-	-	(3)	-	-	(3)
Total comprehensive income for the financial period	-	-	(3)	-	20,556	20,553
Contributions by and distributions to owners of the Company:						
- Share buy back	-	-	-	(7,707)	-	(7,707)
- Dividend	-	-	-	-	(14,585)	(14,585)
Total transactions with owners	-	-	-	(7,707)	(14,585)	(22,292)
Realisation of revaluation surplus	-	13	-	-	(13)	-
As at 30/6/2020	169,913	7,517	(3)	(7,707)	13,882	183,602

The unaudited Condensed Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

Unaudited Condensed Statements of Changes in Equity (Cont'd)

	<----- Non-distributable ----->			<----- Distributable ----->		
	Share Capital RM'000	Revaluation Reserve RM'000	Exchange Reserve RM'000	Treasury Shares RM'000	Retained Profits RM'000	Total RM'000
As at 1/1/2019	84,075	7,676	-	-	52,612	144,363
Loss after taxation for the financial period	-	-	-	-	(14,087)	(14,087)
Other comprehensive expenses for the financial period:						
- Foreign currency translation	-	-	(2)	-	-	(2)
Total comprehensive expenses for the financial period	-	-	(2)	-	(14,087)	(14,089)
Contributions by and distributions to owners of the Company:						
- Distribution to owners of the Company	-	-	-	-	(17,904)	(17,904)
- Issued pursuant to acquisition of subsidiaries	85,838	-	-	-	-	85,838
Total transactions with owners	85,838	-	-	-	(17,904)	67,934
Realisation of revaluation surplus	-	(11)	-	-	11	-
As at 30/6/2019	169,913	7,665	(2)	-	20,632	198,208

The unaudited Condensed Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report.



Interim Report for the 6-months Financial Period Ended 30 June 2020

A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING

1. Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

This unaudited interim financial report should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2019. The Group prepared its financial statements in accordance with the Malaysian Financial Reporting Standards (“MFRS”).

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of Hextar Global Berhad (“Hextar” or the “Company”) and its subsidiaries (the “Group”) since the financial year ended 31 December 2019.

2. Significant Accounting Policies

The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

The following are accounting standards, amendments and IC interpretations of the MFRS that have been issued by the MASB but are not yet effective and have not been adopted by the Group:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

MFRS 17 Insurance Contracts

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Amendments to MFRS 101: Classification of Liabilities as Current or Non-current

The Group and the Company plan to apply the abovementioned standards, amendments and interpretations when they become effective in the respective financial periods.

The adoption of the above accounting standards and amendments are expected to have no material impact on the financial statements of the Group upon their initial application.



Interim Report for the 6-months Financial Period Ended 30 June 2020

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding annual audited financial statements for the financial year ended 31 December 2019 were not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's agriculture business is sensitive to prolonged extreme weather conditions.

5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review and financial period to-date.

6. Material Changes in Estimates

There were no material changes in estimates of amount reported that have a material effect on the current quarter under review and financial period to-date except as disclosed in the financial statements.

7. Details of Changes in Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities during the current quarter under review and financial period to-date.

8. Dividend

During the quarter under review, the Company proposed a second interim single-tier dividend of 1.2 sen per ordinary share amounting to approximately RM9.85 million in respect of the financial year ending 31 December 2020. The entitlement date and payment date have been fixed on 9 September 2020 and 28 September 2020 respectively.

On 23 June 2020, the Company paid the first interim single-tier dividend of 1 sen per ordinary share amounting to approximately RM8.06 million in respect of the financial year ending 31 December 2020.

The total dividend declared to-date for the current financial year of 2.2 sen per ordinary share, amounted to approximately RM17.91 million.



Interim Report for the 6-months Financial Period Ended 30 June 2020

9. Segmental Reporting

	6-months ended 30 June 2020					
	Investment Holding RM'000	Agriculture RM'000	Consumer Products RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue						
External	-	189,939	15,319	26	-	205,284
Inter-segment	61,590	4,232	6,507	-	(72,329)	-
Total	61,590	194,171	21,826	26	(72,329)	205,284
Results						
Segment results	59,524	29,591	793	(59)	(60,852)	28,997
Finance costs	(729)	(1,400)	(99)	-	-	(2,228)
Finance income	107	104	19	3	-	233
Share of result of joint venture	-	246	-	-	-	246
Profit/(Loss) before taxation	58,902	28,541	713	(56)	(60,852)	27,248
Taxation	(15)	(6,778)	-	-	101	(6,692)
Profit/(Loss) after taxation	58,887	21,763	713	(56)	(60,751)	20,556
6-months ended 30 June 2019						
	Investment Holding RM'000	Agriculture RM'000	Consumer Products RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue						
External	-	152,749	4,555	30	-	157,334
Inter-segment	471	1,242	987	-	(2,700)	-
Total	471	153,991	5,542	30	(2,700)	157,334
Results						
Segment results	(1,062)	16,800	(492)	1	(24,366)	(9,119)
Finance costs	(278)	(1,663)	(16)	-	-	(1,957)
Finance income	-	89	3	-	-	92
Share of result of joint venture	-	188	-	-	-	188
Profit/(Loss) before taxation	(1,340)	15,414	(505)	1	(24,366)	(10,796)
Taxation	-	(3,393)	6	-	96	(3,291)
Profit/(Loss) after taxation	(1,340)	12,021	(499)	1	(24,270)	(14,087)



Interim Report for the 6-months Financial Period Ended 30 June 2020

10. Valuation of Property, Plant and Equipment

The values of property, plant and equipment have been brought forward without amendments from the Company's previous annual audited financial statements for the financial year ended 31 December 2019.

11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period under review other than the following:-

- (a) On 11 March 2020, the Company incorporated a new company known as Hextar IOT Sdn Bhd. ("IOT"). IOT is a 100% owned subsidiary of the Company. The initial issued and paid-up capital of IOT is RM100. Subsequently, the Company allotted RM99,900 to increase the share capital of IOT to RM100,000. IOT will be principally involved in the business of marketing, distribution and supply consultancy and management services of smart agriculture products using the 5G Technology to plantation industry.

12. Contingent Liabilities

The contingent liabilities are as follows:

	Company As at 30/6/2020 RM'000
Guarantees given to financial institutions for facilities granted to subsidiaries	<u>94,740</u>

13. Capital Commitments

There were no material capital commitments entered into and not provided for by the Group during the current quarter under review.

14. Material Events Subsequent to the End of the Interim Reporting Period

There were no material events subsequent to the end of the interim reporting period reported.



Interim Report for the 6-months Financial Period Ended 30 June 2020

15. Related Party Transactions

The following table provides information on the transactions which have been entered into with related parties during the 6-months ended 30 June 2020.

		Transaction Value 30/6/2020 RM'000
	Note	
Sales of raw materials/finished goods:-		
PT Dharma Guna Wibawa	#	23,645
PT Delta Giri Wacana	#	22,956
Vitallium Sdn. Bhd.	#	5,129
Hextar Oil & Gas Sdn. Bhd.	#	6,540
Binapuri Sakti Sdn. Bhd.	#	838
Hextar KCS Sdn. Bhd.	#	49
Sales of R&D services:-		
Vitallium Sdn. Bhd.	#	<u>252</u>
Purchase of raw materials/finished goods:-		
Hextar Industrial Chemicals Sdn. Bhd.	#	261
Purchase of management services:-		
Hextar Asset Management Sdn. Bhd.	#	<u>1,170</u>

The directors and/or major shareholders of Hextar Global Berhad are either the directors and/or major shareholders of the Company or the persons connected with the Company by virtue of Section 197 of Companies Act 2016.



Interim Report for the 6-months Financial Period Ended 30 June 2020

B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

1. Review of Performance of the Group

The Group registered a revenue of RM100.72 million for the current quarter under review compared to RM75.44 million for the corresponding quarter in the preceding year, which represent an increase of 33.5%. In addition to advantages from the enlarged Agriculture segment and the incorporation of revenue from the Consumer Products segment, the businesses fall within the essential service hence the Group was able to continue its operations during the Movement Control Order (“MCO”) period. Being one of the biggest producers of agrochemical in Malaysia, the Group was able to secure sufficient inventories to operate without the disruption from the Coronavirus Disease (“COVID-19”) impact.

On the year-to-date basis, the Group registered a revenue of RM205.28 million, representing an increase of RM47.95 million or 30.5% as compared to the corresponding financial period of the preceding year. The Group was able to achieved a solid performance resulting in improved free cash flow and grown stronger in the sales to both local and oversea by yielding an increased gross profit margin of 22.9%. Having said that, it was strongly supported by the Group’s core competency in research and development by expanding the number product registrations.

The Group recorded a profit before taxation of RM14.69 million for the current quarter against a loss before taxation of RM18.71 million in the corresponding quarter of the preceding year which had incorporated an one-off impairment of goodwill on business combination amounted to RM23.99 million arose from the application of Reverse Acquisition accounting method in accordance with MFRS 3. Had the Group excluded the one-off impairment of goodwill, the Group would have recorded a profit before taxation of RM5.28 million in the corresponding quarter of the preceding year. In comparison, the Group had recorded an increased profit before taxation in the quarter under review by RM9.41 million or 178%.

On the cumulative basis, the Group recorded a profit before taxation of RM27.25 million for the current financial period against a loss before taxation of RM10.80 million in the corresponding financial period of the preceding year. Had the Group excluded the one-off impairment of goodwill for the previous year, the Group would have recorded a profit before taxation of RM13.19 million, representing an increase of RM14.06 million or 106.6% in comparison with current cumulative quarter. Included in the profit before taxation of the current cumulative quarter, the Group had recognised a net foreign exchange loss of RM2.26 million as compared to RM0.67 million in the corresponding quarter of the preceding year.

2. Comparisons with the Immediate Preceding Quarter’s Results

	(3-months) Current Quarter ended 30/6/2020 (RM’000)	(3-months) Preceding Quarter ended 31/3/2020 (RM’000)
Revenue	100,718	104,566
Profit before taxation	14,689	12,559



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2. Comparisons with the Immediate Preceding Quarter's Results (Cont'd)

For the current quarter ended 30 June 2020, the Group registered revenue of RM100.72 million, representing a marginal decrease of RM3.85 million or 3.68% as compared to the immediate preceding quarter. The decrease was mainly due to lower sales recorded from both Agriculture and Consumer Products segments. However, the Group managed to yield an increased gross profit margin of 22.9% against 21.9% as compared to the immediate preceding quarter.

Despite the marginally lower revenue, the Group recorded a higher profit before taxation of RM14.69 million against RM12.56 million in the immediate preceding quarter. Both the Agriculture and Consumer Products segment consecutively recorded a profit before taxation of RM14.99 million and RM0.31 million respectively for the current quarter as compared to RM13.55 million and RM0.41 million respectively in the immediate preceding quarter.

3. Year 2020 Prospects

Agriculture

The Group achieved a higher-than-market results in first half of the financial year 2020 despite the outbreak of COVID-19 and the implementation of MCO. The Group will continue to intensify its sales and marketing efforts to secure more customers as well as develop new products to improve our competitive advantage. With the rebound of Crude Palm Oil ("CPO") price, barring any unforeseen resurgence of COVID-19, the Board is confident that the segment will continue to contribute a sustainable income to the Group in year 2020.

Consumer Products

The Consumer Products segment achieved a great turnaround from a loss to profit making position. The segment had sustained for a consecutive of two quarters in the black. The result was strongly driven by strong revenue growth, partly boosted by the increased demand due to COVID-19 pandemic and the Group's continuous effort in cost rationalisation. Furthermore, the positive result was underpinned by increased capacity and higher output rates from new equipment invested. The growth momentum is expected to continue through the rest of the year.

Others

The Group continues its expansion plan by setting up a new subsidiary company, Hextar IOT Sdn. Bhd., in March 2020 to embark on 5G technology in plantation industry. The Board will continue to further explore on other potential opportunities beside leveraging on this technology.

With the ongoing initiatives, the Board remains fully confident in financial performance for the financial year ending 31 December 2020.

4. Financial Forecast and Profit Guarantee

The Group has not provided any financial forecast or profit guarantee in any public document.



Interim Report for the 6-months Financial Period Ended 30 June 2020

5. Taxation

The taxation figures are as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/6/2020 RM'000	Preceding Year Quarter 30/6/2019 RM'000	Current Period to-Date 30/6/2020 RM'000	Preceding Period to-Date 30/6/2019 RM'000
Deferred tax	43	17	162	17
Income tax	(3,627)	(1,533)	(6,854)	(3,308)
	<u>(3,584)</u>	<u>(1,516)</u>	<u>(6,692)</u>	<u>(3,291)</u>

The effective tax rate for the current quarter under review for the Group is slightly higher than the statutory rate of taxation is mainly due to losses recorded in certain subsidiary companies which is unable to sett off against taxable profits made by other profitable subsidiary companies.

6. Status of Corporate Proposal

There were no corporate proposals for the financial period under review.

7. Borrowings

The Group's borrowings as at 30 June 2020 and 31 December 2019 are as follows:

	As at 30/6/2020 RM'000	As at 31/12/2019 RM'000
Short-term borrowings		
<u>Secured</u>		
Term loans	22,764	23,797
<u>Unsecured</u>		
Lease liabilities	479	529
Bills payable	97,954	86,433
	<u>121,197</u>	<u>110,759</u>
Long-term borrowings		
<u>Secured</u>		
Term loans	11,147	12,720
<u>Unsecured</u>		
Lease liabilities	833	928
	<u>11,980</u>	<u>13,648</u>
Total	<u>133,177</u>	<u>124,407</u>



Interim Report for the 6-months Financial Period Ended 30 June 2020

8. Material Litigation

There were no material litigations involving the Group as at the date of this interim report.

9. Earnings Per Share

a. Basic

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

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Year	Year	Period	Period
	Quarter	Quarter	to-Date	to-Date
	30/6/2020	30/6/2019	30/6/2020	30/6/2019
Profit/(Loss) attributable to equity holders of the Company (RM'000)	<u>11,105</u>	<u>(20,230)</u>	<u>20,556</u>	<u>(14,087)</u>
Weighted average number of ordinary shares in issue ('000)	<u>806,362</u>	<u>786,871</u>	<u>810,044</u>	<u>750,762</u>
Basic earnings/(loss) per share (sen)	<u>1.38</u>	<u>(2.57)</u>	<u>2.54</u>	<u>(1.88)</u>

b. Diluted

The calculation of diluted earnings per ordinary share is the same with basic earnings per ordinary share as the Group has no dilutive potential ordinary shares.



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10. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Profit/(Loss) before taxation is arrived at after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Year Quarter	Year Quarter	Period to-Date	Period to-Date
	30/6/2020	30/6/2019	30/6/2020	30/6/2019
	RM'000	RM'000	RM'000	RM'000
Amortisation	114	90	226	170
Depreciation	705	671	1,434	1,077
Impairment loss on goodwill	-	23,987	-	23,987
Impairment loss on trade receivables	45	56	51	56
Interest expenses	1,120	1,195	2,228	1,957
Unrealised loss/(gain) on foreign exchange	1,751	(3,838)	593	(343)
Gain on disposal of equipment	-	(140)	-	(140)
Interest income	(65)	(63)	(233)	(92)
Reversal of impairment loss on trade receivables	-	(40)	-	(40)
Share of net profits of equity accounted joint venture	(150)	(51)	(246)	(188)

By Order of the Board
HEXTAR GLOBAL BERHAD
199001014551 (206220 – U)

Lim Hooi Mooi
Company Secretary
Kuala Lumpur
24 August 2020