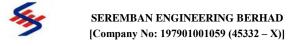


CONDENSED INTERIM FINANCIAL STATEMENTS UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2020

	As at 31.03.2020 Unaudited RM'000	As at 30.06.2019 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	31,511	32,786
Investment properties	16,026	16,202
	47,537	48,988
Current assets		
Inventories	5,166	6,604
Trade and other receivables	8,871	13,545
Amount due from Holding	2,997	-
Amount due from Associate	8	29
Amount due from contract customer	14,175	8,558
Deposit, cash and bank balances	3,368	1,829
	34,585	30,565
TOTAL ASSETS	82,122	79,553
EQUITY AND LIABILITIES		
Equity		
Share capital	45,584	45,584
Treasury shares	(157)	(157)
Reserves	(24,964)	(25,454)
Equity attributable to owners of the parent	20,463	19,973
Non-controlling interest	-	-
Total equity	20,463	19,973
Non-current liabilities		
Bank borrowings	11,844	11,844
Hire purchases and lease payables	788	1,027
	12,632	12,871
Current liabilities		
Trade and other payables	12,503	14,237
Amount due to Holding	12,445	9,606
Amount due to Associate	285	285
Amount due to contract customer	-	653
Bank borrowings	23,688	21,414
Hire purchases and lease payables	91	495
Provision for Taxation	15	19
	49,027	46,709
TOTAL LIABILITIES	61,659	59,580
TOTAL EQUITY AND LIABILITIES	82,122	79,553
Net Asset per share attributable to		
owners of the parent (RM)	0.26	0.25

The Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 30th June 2019 with the accompanying explanatory notes attached to the financial statements.



CONDENSED INTERIM FINANCIAL STATEMENTS UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020

	Current Quarter Ended 31.03.2020	Preceding Year Corresponding Quarter Ended 31.03.2019	Current Financial Period to-date Ended 31.03.2020	Preceding Year Corresponding Financial Period to-date Ended 31.03.2019
As at 31 March 2020	RM'000	RM'000	RM'000	RM'000
713 at 31 Whiteh 2020				
Revenue	17,514	14,759	55,425	47,426
Operating Profit	836	(1,600)	2,079	(264)
Interest expense	(411)	(633)	(1,589)	(2,101)
Interest income	4	4	11	7
Profit / (Loss) before taxation	425	(2,229)	490	(2,359)
Tax	-	-	-	(23)
Profit / (Loss) after taxation	425	(2,229)	490	(2,382)
Total Comprehensive Profit / (Loss) for the period	425	(2,229)	490	(2,382)
Profit / (Loss) after taxation attributable to:				
Owners of the Company Non-Controlling Interests	425	(2,229)	490	(2,382)
Non-controlling interests	425	(2,229)	490	(2,382)
Total Comprehensive Profit / (Loss) attributable to :				
Owners of the Company	425	(2,229)	490	(2,382)
Non-Controlling Interests	425	(2,229)	490	(2,382)
Basic Earnings per share (sen)	0.53	(2.80)	0.62	(2.99)

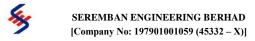
The unaudited Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements

for the financial year ended 30th June 2019 with the accompanying explanatory notes attached to the financial statements.

CONDENSED INTERIM FINANCIAL STATEMENTS UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020

	Attributable to Owners of the Company						
	Non-distributable ————————————————————————————————————		Distributable		Non-Controlling		
_	Share Capital	Share Premium	Treasury Shares	Retained Profit	Total	Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 June 2018	40,000	5,584	(157)	(20,315)	25,112	-	25,112
Adjusted loss on the adoption of MFRS 15	-	-	-	(808)	(808)	-	(808)
As at 01 July 2018	40,000	5,584	(157)	(21,123)	24,304	-	24,304
Total comprehensive income for the period	-	-	-	(4,331)	(4,331)	-	(4,331)
As restated Transfer pursuant to S618(2) of CA 2016 \ast	5,584	(5,584)	-	-	-	-	-
As at 30 June 2019	45,584	-	(157)	(25,454)	19,973	-	19,973
Total Comprehensive Income for the period	-	-	-	490	490	-	490
As at 31 March 2020	45,584	-	(157)	(24,964)	20,463	-	20,463

The unaudited Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 30th June 2019 with the accompanying explanatory notes attached to the financial statements.



CONDENSED INTERIM FINANCIAL STATEMENTS UNAUDITED CONSOLIDATED STATEMENT OF CASHFLOW FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020

FOR THE FINANCIAL FERIOD ENDED 31 WAR	CH 2020	
	Financial Period Ended 31.03.2020 Unaudited RM'000	Preceding Year Financial Year Ended 30.06.2019 Audited RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before Tax	490	(4,309)
As at 31 March 2020		
Adjustments :		
Bad Debt Written Off	-	85
Unrealised loss/(gain) on foreign exchange	19	(18)
Allowance for impairment loss on trade receivables	-	395
Impairment for Inventories	28	425
Loss on revaluation property, plant and equipment	1 265	412
Depreciation on plant, property and equipment Depreciation on investment property	1,265 177	1,884 235
Loss/(Gain) on disposal of property, plant and equipment	(32)	(63)
Interest paid	1,589	2,634
Interest received	(11)	(9)
Operating (loss)/profit before working capital changes	3,525	1,671
Changes in working capital		
Inventories	1,411	10,795
Contract assets/ (liabilities) Trade and other receivables	(6,270)	(6,628)
Trade and other payables	1,697 (11,391)	7,401 (6,042)
<u>-</u>		
Cash generated/(used) from operations Interest paid	(11,028) (1,589)	7,197 (2,634)
Interest received	(1,389)	(2,034)
Tax refund	-	1,053
Tax paid	(4)	(5)
Net cash generated/(used) from operating activities	(12,610)	5,620
CASH FLOWS FROM INVESTING ACTIVITIES		_
Proceeds from disposal of property, plant and equipment	170	141
Purchase of property, plant and equipment	(128)	(295)
Net increase in fixed deposits pledged	(461)	(3)
Net cash generated/(used) from investing activities	(419)	(157)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net advance from/(repayment to) immediate holding company	12,445	6,213
Drawdown from Term Loan	, -	2,000
Net movement in short-term borrowings	1,715	(3,598)
Repayment of hire purchase and lease payables	(643)	(506)
Drawdown/(Repayment) of term loan and revolving credit	557	(1,768)
Net cash generated/(used) in financing activities	14,074	2,341
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,045	7,804
EFFECT OF EXCHANGE RATE CHANGES	33	9
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	1,719	(6,094)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	2,797	1,719
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Short term deposit placed with licensed banks	571	115
Cash and bank balances	2,797	1,714
I ID 11 1 212 11 1	3,368	1,829
Less : FD pledged with licensed bank	(571) 2,797	(110) 1,719
Bank overdraft	2,191	1,/19
Cash and cash equivalents	2,797	1,719
•	,	

The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 30th June 2019 with the accompanying explanatory notes attached to the financial statements.



PART A: SELECTED EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD ("MFRS") 134 INTERIM FINANCIAL REPORTING

A1. Basis of preparation

These unaudited condensed consolidated interim financial statements for the period ended 31 March 2020 have 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 and should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 June 2019.

The financial information presented herein has been prepared in accordance with the accounting policies used in preparing the annual consolidated financial statements for 30 June 2019 under the Malaysian Financial Reporting Standards (MFRS) framework. These policies do not differ significantly from those used in the audited consolidated financial statements for 30 June 2019 except for the adoption of the following new MFRSs, amendments to MFRSs and IC interpretation that are effective for the Group's financial year beginning on or after 1st July 2019:

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

MFRS 16 Leases

IC Interpretation 23 Uncertainty over Income Tax Treatments

Amendments to MFRS 9: Prepayment Features with Negative Compensation

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures

Annual Improvements to MFRS Standards 2015 - 2017 Cycles

The above mentioned accounting standards and interpretations (including the consequential amendments) do not have any material impact on the Group's financial statements upon their initial application

A2 Qualification of financial statements

The preceding year's annual audited financial statements were not subject to any qualification.

A3 Seasonal and cyclical factors

The Group's business operation results were not materially affected by any major seasonal or cyclical factors during the financial period ended 31 March 2020

A4 Unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows

There were no items of unusual nature and amounts affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 March 2020.

A5 Changes in accounting estimates

There were no changes in accounting estimates that have a material effect on the current quarter results.

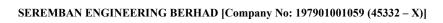
A6 Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale or repayments of debt and equity securities during the financial period ended 31 March 2020.

As at 31 March 2020, the number of treasury shares held was 319,200 shares out of its 80,000,000 SEB Shares.

A7 Dividends Paid

There were no dividends paid for the financial period ended 31 March 2020.





A8 Segmental information

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely fabrication of process equipment and metal structures and the provision of maintenance, repair and shutdown works.

Major segments analysed by geographical location of customers are as follows:-

	9 months per	9 months period ended		
	31/03/2020 RM'000	31/03/2019 RM'000		
Revenue				
Domestic	24,447	26,315		
Overseas	30,978	21,111		
	55,425	47,426		

A9 Capital Commitment

There were no capital commitments approved nor contracted for the quarter ended 31 March 2020.

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the end of the quarter under review.

A11 Changes in the composition of the Group

Save as disclosed below, there were no material changes in the composition of the Group during the financial period ended 31 March 2020.

Seremban Engineering Berhad's joint venture company, namely Groupage SEB Sdn Bhd had been officially dissolved and it was gazetted by the Registrar of Companies Malaysia

A12 Changes in contingent liabilities and contingent assets

There were no provision for material contingent liabilities and contingent assets to be incurred by the Group which, upon becoming enforceable, may have a material impact on the financial position of the Group.

A13 Significant related party transactions

Related party transactions had been entered into in the ordinary course of business on normal commercial terms. The followings are significant related party transactions:

	Individual Period 3 months ended		Cumulative Period	
			9 montl	hs ended
	31/03/2020 31/03/201		31/03/2020	31/03/2019
	RM'000	RM'000	RM'000	RM'000
MIE Industrial Sdn Bhd				
Revenue	6,316	_	6,316	-



PART B: OTHER INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD MAIN MARKET LISTING REQUIREMENTS

B1 Review of performance

The Group posted revenue of RM 17.51 million and profit after tax of RM 0.43 million for the 3 month period ended 31 March 2020 ("Current Quarter" or "3QFY2020") as compared to the revenue of RM 14.76 million and loss after tax of RM 2.23 million in the preceding year's corresponding quarter ended 31 March 2019 ("3QFY2019"). This represents an increase in revenue and profit of approximately RM2.75 million or 18.63% and RM 2.66 million or 119% respectively. The improvement of profit after tax was mainly due to completion of project delivery and progress with better cost control and profit margin.

On a year on year basis, the Group posted its revenue and profit after tax at RM 55.42 million and RM 0.49 million respectively for the financial period ended 31 March 2020 as compared with the revenue of RM 47.43 million and loss after tax of RM 2.38 million for the preceding financial year. An improvement of RM 2.87 million or 121% was mainly due to completion of project with better cost control, profit margin, reduction in admin expenses and finance cost.

B2 Comparison with immediate preceding quarter's results

The Group registered revenue and profit after tax for the Current Quarter at RM 17.51 million and RM 0.43 million respectively as compared with the immediate preceding quarter ended 31 December 2019 ("2QFY2020") of revenue and profit after tax of RM18.76 million and RM0.40 million respectively. Although there was a slight drop in revenue of 6.66%, the Group still showed positive results due to improvement of other income and reduction in operation expenses.

B3 Prospects

The prospects for the coming quarters will continue to be challenging. Covid-19 wreaks economic turmoil around the world, modern supply chains face unprecedented stress and are drawing an increased level of scrutiny. In anticipating the pandemic crisis, we are working with our suppliers to minimize supply disruption, enhance the focus on workforce, labour planning and abiding to MITI standard operating procedure (SOP) on health and safety measures against Covid-19 Pandemic. Nevertheless, the Group continues to work on incoming orders from regular clients especially in the palm oil refinery industry. The Group will also target new clients in other related industries. Moving forward, the management shall ensure efficient project management and stringent on-going cost saving exercise to enable the Group to remain resilient in the increasingly challenging business environment.

B4 Profit forecast or profit guarantee

This is not applicable to the Group.

B5 Tax expense

•	3 months ended	3 months ended	9 months ended	9 months ended
	31/03/2020	31/03/2019	31/03/2020	31/03/2019
	RM'000	RM'000	RM'000	RM'000
Income tax		-	-	(23)

The above income tax provision during the quarter were related to non-business income from the Group.

B6 Notes to the Statements of Comprehensive Income

	Individual Period 31/03/2020 RM'000	Individual Period 31/03/2019 RM'000	Cumulative 9 months ended 31/03/2020 RM'000	Cumulative 9 months ended 31/03/2019 RM'000
Interest income	(4)	(4)	(11)	(7)
Interest expense	411	633	1,589	2,101
Depreciation	463	529	1,442	1,604
(Gain)/Loss on foreign exchange	(29)	(19)	(19)	(112)
Gain/(Loss) on disposal of PPE	32	-	32	(24)
Other income	(602)	(223)	(919)	(827)



B7 Group Borrowings

The Group's borrowings as at 31 March 2020 were as follows:-

	Current Secured RM'000	Non-Current Secured RM'000	Total RM'000
Term loan	420	11,844	12,264
Hire Purchase	91	788	879
Trade bills and other short term borrowings	23,268	-	23,268
Total	23,779	12,632	36,411

All borrowings are denominated in Ringgit Malaysia (RM).

B8 Status of Corporate Proposals

There are no corporate proposals pending during the quarter under review.

B9 Material litigation updates

There was no pending material litigation since the last audited consolidated financial statements for the year ended 30 June 2019

B10 Dividends

The Board does not recommend any dividend in respect of current quarter under review.

B11 Earnings per ordinary share

(a) Basic

The basic earnings per ordinary share amounts are calculated by dividing net profit for the period attributable to ordinary equity owners of the parent by the weighted average number of ordinary shares in issue during the financial period ended as computed as follow:-

	Individual Period 3 months ended		Cumulative Period 9 months ended	
	31/03/2020	31/03/2019	31/03/2020	31/03/2019
Net profit / (loss) attributable to the owners of the Company				
(RM'000)	425	(2,229)	490	(2,382)
Weighted average number of ordinary shares in issue ('000)	79,681	79,681	79.681	79,681
=	79,001	79,001	79,001	79,001
Basic earnings per share (Sen)	0.53	(2.80)	0.62	(2.99)

(b) Diluted

The diluted earnings per share of the Group were not presented as there were no dilutive potential ordinary shares during the financial period.

This interim financial report is dated 26 June 2020.