



**CARIMIN PETROLEUM BERHAD**  
**(908388-K)**

**QUARTERLY REPORT**  
**FOR THE SECOND 2<sup>ND</sup> QUARTER ENDED**  
**31 DECEMBER 2019**



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR  
THE SECOND QUARTER ENDED 31 DECEMBER 2019**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Corresponding	Current	Corresponding
	Quarter	Quarter	Period	Period
	Ended	Ended	Ended	Ended
	12/31/2019	12/31/2018	12/31/2019	12/31/2018
	RM'000	RM'000	RM'000	RM'000
Revenue	107,129	96,255	259,372	180,342
Cost of sales	(94,825)	(86,879)	(229,033)	(155,091)
Gross profit	12,303	9,376	30,339	25,251
Other income	948	1,532	1,671	2,014
Administrative expenses	(2,905)	(2,646)	(5,870)	(5,127)
Other expenses	(1,216)	(1,160)	(2,130)	(2,500)
Finance costs	(1,015)	(1,216)	(2,095)	(2,527)
Share of profit/(loss) from a joint venture	(226)	(561)	102	(143)
<b>Profit/(Loss) before taxation</b>	<b>7,889</b>	<b>5,326</b>	<b>22,016</b>	<b>16,969</b>
Income tax expense	(1,052)	(111)	(2,690)	(226)
<b>Profit/(Loss) after taxation for the period</b>	<b>6,838</b>	<b>5,215</b>	<b>19,325</b>	<b>16,743</b>
<u>Other Comprehensive Income:</u>				
Item that will be classified subsequently to profit or loss:				
Fair value changes in short term investment	(42)	(18)	13	(4)
<b>Total comprehensive (expenses)/income for the period</b>	<b>6,796</b>	<b>5,197</b>	<b>19,338</b>	<b>16,739</b>
Profit/(Loss) attributable to:				
Owners of the Company	8,051	5,264	20,159	16,979
Non-controlling interest	(1,213)	(49)	(834)	(236)
	<b>6,838</b>	<b>5,215</b>	<b>19,325</b>	<b>16,743</b>
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	8,009	5,246	20,172	16,975
Non-controlling interest	(1,213)	(49)	(834)	(236)
	<b>6,796</b>	<b>5,197</b>	<b>19,338</b>	<b>16,739</b>
Earnings per share attributable to equity holders of the company (sen):				
- Basic	3.44	2.25	8.62	7.26
- Diluted	N/A	N/A	N/A	N/A

Notes: These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2019**

	Unaudited As at 12/31/2019 RM'000	Audited As at 6/30/2019 RM'000
<b>ASSETS</b>		
Property, plant and equipment	111,491	113,508
Investment in joint venture	4,387	4,285
Other investment	50	50
<b>TOTAL NON-CURRENT ASSETS</b>	<b>115,928</b>	<b>117,843</b>
Contract assets	32,692	78,882
Trade receivables	53,093	73,445
Other receivables, deposit and prepayment	12,955	8,129
Amount owing by joint venture	2,130	2,130
Current tax asset	3,044	2,887
Short term Investments	72,348	37,762
Fixed deposits with licensed banks	27,918	26,010
Cash and bank balances	18,951	15,217
<b>TOTAL CURRENT ASSETS</b>	<b>223,131</b>	<b>244,462</b>
<b>TOTAL ASSETS</b>	<b>339,059</b>	<b>362,305</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	149,385	149,385
Reserves	24,258	7,828
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>173,643</b>	<b>157,213</b>
Non-controlling interests	470	944
<b>TOTAL EQUITY</b>	<b>174,113</b>	<b>158,157</b>
<b>LIABILITIES</b>		
Loan and borrowings	31,452	38,170
Deferred taxation	752	756
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>32,204</b>	<b>38,926</b>
Trade payables	46,674	90,494
Other payables and accruals	72,640	59,138
Current tax liabilities	-	242
Short term borrowings	13,428	15,348
<b>TOTAL CURRENT LIABILITIES</b>	<b>132,742</b>	<b>165,222</b>
<b>TOTAL LIABILITIES</b>	<b>164,946</b>	<b>204,148</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>339,059</b>	<b>362,305</b>
<b>NET ASSETS PER SHARE (SEN)</b>	<b>74.25</b>	<b>67.22</b>

Note : These Condensed Consolidated Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 31 DECEMBER 2019

-----Attributable to the owners of the Company-----

	Non - Distributable			Distributable		Non-Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000		
<b>As at 1 July 2019</b>	149,385	(80,802)	37	88,593	157,213	944	158,157
(Loss)/Profit for the financial period	-	-	-	20,159	20,159	(834)	19,325
- Fair value changes of available for sale financial assets	-	-	13	-	13	-	13
Total comprehensive income/(expenses) for the period	-	-	13	20,159	20,172	(834)	19,338
- Issuance of shares in a subsidiary to non-controlling interest	-	-	-	-	-	360	360
- Dividend	-	-	-	(3,742)	(3,742)	-	(3,742)
Total transaction with owners	-	-	-	(3,742)	(3,742)	360	(3,382)
<b>As at 31 December 2019</b>	<b>149,385</b>	<b>(80,802)</b>	<b>50</b>	<b>105,010</b>	<b>173,643</b>	<b>470</b>	<b>174,113</b>
<b>As at 1 July 2018</b>	149,385	(80,802)	4	64,854	133,441	1,285	134,726
Changes in accounting policies	-	-	-	(674)	(674)	(127)	(801)
Balance at 1 Jul 2018 (Restated)	149,385	(80,802)	4	64,180	132,767	1,158	133,925
Profit/(Loss) for the financial period	-	-	-	27,679	27,679	(238)	27,441
Fair value changes of available for sale financial assets	-	-	41	-	41	-	41
Total comprehensive income/(expenses) for the period	-	-	41	27,679	27,720	(238)	27,482
Contributions by and distributions to owners of the Company:	-	-	-	-	-	-	-
- Dividend by the Company	-	-	-	(3,274)	(3,274)	-	(3,274)
- Acquisition of subsidiary	-	-	-	-	-	24	24
Total transaction with owners	-	-	-	(3,274)	(3,274)	24	(3,250)
Disposal of equity investments	-	-	(8)	8	-	-	-
Total transaction with owners	-	-	(8)	(3,266)	(3,274)	24	(3,250)
<b>As at 30 Jun 2019</b>	<b>149,385</b>	<b>(80,802)</b>	<b>37</b>	<b>88,593</b>	<b>157,213</b>	<b>944</b>	<b>158,157</b>

Note : These Condensed Consolidated Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR  
THE SECOND QUARTER ENDED 31 DECEMBER 2019**

	<b>Unaudited Quarter Ended 12/31/2019 RM'000</b>	<b>Audited Year Ended 6/30/2019 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	22,016	29,931
Adjustments for:-		
Depreciation of property, plant and equipment	3,550	6,632
Impairment on trade receivables	-	776
Interest expense	2,095	4,687
Interest income	(1,665)	(1,967)
Provision for forfeiture of deposit	-	800
Impairment loss on property, plant and equipment / Cash & Cash Equivalent	-	857
Share of loss/(profit) of joint venture	(102)	158
Unrealised gain on foreign exchange	2	(23)
Impairment on trade receivables - Write Back	-	(2,135)
	<u>25,896</u>	<u>39,716</u>
Operating profit before changes in working capital	25,896	39,716
Changes in trade and other receivables	75,317	(58,185)
Changes in trade and other payables	(34,419)	108,575
Changes in contract assets	(14,312)	(48,686)
	<u>52,482</u>	<u>41,420</u>
<b>CASH (FOR)/FROM OPERATIONS</b>	<b>52,482</b>	<b>41,420</b>
Interest paid	(2,095)	(4,687)
Tax paid	1,719	(1,237)
	<u>52,106</u>	<u>35,496</u>
<b>NET CASH (FOR)/FROM OPERATING ACTIVITIES</b>	<b>52,106</b>	<b>35,496</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,533)	(1,374)
Net cash inflow/(outflow) from acquisition of subsidiaries/Joint Venture	(540)	(1,636)
Interest received	1,665	1,967
	<u>(408)</u>	<u>(1,043)</u>
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(408)</b>	<b>(1,043)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net increase in placement of pledged deposits	(1,909)	(864)
Repayment of borrowings	(6,607)	(13,760)
Repayment of hire purchase obligations	(132)	(313)
Dividend paid	(3,742)	(3,274)
	<u>(11,490)</u>	<u>(18,211)</u>
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(11,490)</b>	<b>(18,211)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>40,208</b>	<b>16,242</b>
Effect on Foreign Exchange Translation	10	64
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>51,081</b>	<b>34,775</b>
	<u>91,299</u>	<u>51,081</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>91,299</b>	<b>51,081</b>
<b>Note:</b>		
Cash and cash equivalents comprise of:		
Fixed deposits with licensed banks		
- restricted	27,918	26,010
- non-restricted	72,348	37,762
Cash and bank balances	18,951	13,319
	<u>119,217</u>	<u>77,091</u>
Less: Deposits pledged to licensed banks	(27,918)	(26,010)
	<u>91,299</u>	<u>51,081</u>

Note: These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.

**A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134**
**A1. Basis of Preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

**A2. Changes in Accounting Policies**

The significant accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those of the audited financial statements for financial year ended 30 June 2019.

At the date of authorisation of these interim financial statements, the following accounting standard(s) and/ or interpretation(s) including the consequential amendments, if any) were issued but are not yet effective for the current financial year and have not been applied by the Group:

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
- MFRS 16 Leases	1 January 2019
- MFRS 17 Insurance Contracts	1 January 2021
- IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2019
- Amendments to MFRS 3: Definition of a Business	1 January 2020
- Amendments to MFRS 9: Prepayment features with Negative Compensation	1 January 2019
- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
- Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
- Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement	1 January 2019
- Amendments to MFRS 128: Long term interest in Associate and Joint Venture	1 January 2019
- Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
- Annual Improvements to MFRS Standards 2015 – 2017 Cycles:	1 January 2019

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application except as follows:

- i. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and will replace the current guidance on lease accounting when it becomes effective. Under MFRS 16, the classification of leases as either finance leases or operating leases is eliminated for lessees. All lessees are required to recognise their leased assets and the related lease obligations in the statement of financial position (with limited exceptions). The leased assets are subject to depreciation and the interest on lease liabilities are calculated using the effective interest method. The Group is currently assessing the financial impact that may arise from the adoption of this standard.

**A3. Seasonal or Cyclical Factors**

Save as disclosed in Note B1 and B2, the results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the quarter under review.

**A5. Material Changes in Estimates**

The Group did not provide any estimates in the quarter under review.

**A6. Debts and Equity Securities**

There were no other issuances, cancellation, repurchases, resale and repayment of debt and equity securities by the Group during the quarter under review.

**A7. Segmental Information**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Quarter Ended 12/31/2019 RM'000	Corresponding Quarter Ended 12/31/2018 RM'000	Unaudited Current Period Ended 12/31/2019 RM'000	Corresponding Period Ended 12/31/2018 RM'000
REVENUE BY ACTIVITIES				
Manpower services	13,877	20,298	27,135	40,061
Const. HUC & TMM	71,295	59,043	179,099	106,360
Marine services	21,727	13,402	52,251	24,885
Const. - Civil Works	230	3,512	887	9,035
Total	107,129	96,255	259,372	180,342

**A8. Material Events Subsequent to the End of the Quarter**

There are no material events subsequent to the end of the current quarter up to the date of this report that have not been reflected in the financial statement for the period ended 31 December 2019.

**A9. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the quarter under review.

**A10. Contingent Liabilities**

The contingent liabilities of the Group comprise of the followings:-

	Unaudited As at 12/31/2019 RM'000	Audited As at 6/30/2019 RM'000
Corporate guarantee to licensed banks for credit facilities granted to subsidiaries	44,879	51,619
Bank/Performance guarantee extended to third parties	22,293	17,516
Total	67,172	69,135

**A11. Significant Related Party Transactions**

There were no related party transactions during the quarter under review.

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS**
**B1. Review of Performance**

	Current Quarter Ended 12/31/2019	Preceding Year Corr. Quarter Ended 12/31/2018	Difference	
	RM'000	RM'000	RM'000	%
Revenue	107,129	96,255	10,874	11%
- Manpower services ("MPS")	13,877	20,298	(6,421)	(32%)
- Const, HUC & TMM ("CHUCTMM")	71,295	59,043	12,252	21%
- Marine services ("MS")	21,727	13,402	8,325	62%
- Const. Civil Works ("CIVIL")	230	3,512	(3,282)	(93%)
Operating Profit	12,303	9,376	2,927	
Profit/(Loss) before interest and Tax	9,130	7,102	2,028	
Profit/(Loss) before taxation	7,889	5,326	2,564	
Profit/(Loss) after taxation	6,838	5,215	1,623	
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	8,051	5,264	2,787	

During the quarter ended 31 December 2019, the Group's revenue increased by RM10.874 million or 11% over the preceding year's corresponding quarter as there were higher offshore activities and utilization of marine vessels. Correspondingly, both the CHUCTMM and MS posted improved revenues of RM12.252 million (or 21%) and RM8.325 million (or 62%) respectively. The MPS and CIVIL however registered a lower revenues by RM6.421 million (or -32%) and RM3.282 million (or -93%) respectively following MPS's completion of its Refinery & Petrochemical Integrated Development (RAPID) contract and declining order book in the CIVIL division.

The Group's pre-tax profit of RM7.889 million for the current quarter is in tandem with the increase in revenue as compared to RM5.326 million recorded in the preceding year corresponding quarter.

**B2. Comparison with Immediate Preceding Quarter's Results**

	Current Quarter Ended 12/31/2019	Preceding Quarter Ended 9/30/2019	Difference	
	RM'000	RM'000	RM'000	%
Revenue	107,129	152,243	(45,114)	(30%)
- Manpower services ("MPS")	13,877	13,258	619	5%
- Const, HUC & TMM ("CHUCTMM")	71,295	107,804	(36,509)	(34%)
- Marine services ("MS")	21,727	30,524	(8,797)	(29%)
- Const. Civil Works ("CIVIL")	230	658	(428)	(65%)
Operating profit	12,303	18,035	(5,732)	
Profit before interest and Tax	9,130	14,879	(5,749)	
Profit before taxation	7,889	14,126	(6,237)	
Profit after taxation	6,838	12,488	(5,650)	
Profit attributable to Ordinary Equity Holders of the Parent	8,051	12,108	(4,058)	

The Group's revenue reduced by RM45.114 million (or -30%) as compared to the immediate preceding quarter as the CHUCTMM and MS division had lower offshore activities due to the monsoon season. Both the divisions registered a lower revenue of RM36.509 million (or -34%) and RM8.797 million (or -29%) respectively while personnel supply under MPS remained constant. Its CIVIL division had a reduction of revenue by RM0.428 million as the majority of its projects neared completion.

In tandem with the reduction in revenue, the group posted a lower pre-tax profit of RM7.889 million as compared to RM14.126 million in the immediate preceding quarter.



**B3. Current Prospect**

Project work activities are expected to continue with corresponding utilisation of marine support vessels driven by steady Work Order flows from the Maintenance, Construction and Modification (MCM) contract. Meanwhile, the collaboration with DOF Sub Sea recently has further strengthen our core capabilities and competencies in the area of Inspection, Repair and Maintenance (IRM) services.

The prospect and sustainability of the Group is enhanced with the recent award of the 4 years Integrated Hook up and Commissioning (i-HUC) contract for Petronas Carigali Sarawak SKG package.

**B4. Profit Forecast, Profit Guarantee and Internal Targets**

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.

**B5. Income Tax Expense**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Unaudited</u> Current Quarter 12/31/2019 RM'000	<u>Corresponding</u> Quarter 12/31/2018 RM'000	<u>Unaudited</u> Current Period 12/31/2019 RM'000	<u>Corresponding</u> Period 12/31/2018 RM'000
Tax for the current period	1,052	111	2,690	226
Effective Tax Rate	13%	2%	12%	1%

The effective tax rate for the financial period ended 31 December 2019 is lower than the statutory tax rate of 24% due to the available unutilized tax losses and unabsorbed capital allowances.

**B6. Profit/ (Loss) on Sale of Unquoted Investments and/or Properties**

There was no disposal of unquoted investments and/or properties for the current financial period under review.

**B7. Purchase or Disposal of Quoted Securities**

There were no purchases or disposals of quoted securities for the current financial period under review. The Company/ Group have not held any quoted securities (other than the Company's own shares, if any) as at 30 December 2019.

**B8. Status of Corporate Proposals**
**i. Status of Corporate Proposals**

There is no pending corporate proposal as at the date of this report.

**ii. Utilisation of Listing Proceeds**

Detail of Utilisation	<u>Proposed</u>	<u>Actual</u>	<u>Balance Unutilised</u>		<u>Intended timeframe</u> for utilisation
	<u>Utilisation</u> RM'000	<u>Utilisation</u> RM'000	<u>RM'000</u>	<u>%</u>	
Purchase of offshore support vessel	35,320	35,320	-	-	Extended till 21 Aug
Development of minor fabrication yard	12,000	1,788	10,212	85%	2021
Repayment of bank borrowings	8,000	8,000	-	-	
Working capital	7,950	7,950	-	-	
Estimated listing expenses	3,500	3,500	-	-	
<b>Total</b>	<b>66,770</b>	<b>56,558</b>	<b>10,212</b>	<b>15%</b>	

On 19 February 2020, the Board resolved to further extend the utilization of proceeds on the development of minor fabrication yard to another 18 months period until 21 August 2021.

**B9. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 December 2019 were as follows:-

	<b>As at 1st quarter ended FY 2020</b>		
	<b>Long Term</b> RM'000	<b>Short Term</b> RM'000	<b>Total Borrowing</b> RM'000
<b>Secured</b>			
Term Loan	31,111	13,273	44,384
Hire purchase payables	341	155	496
<b>Total</b>	<b>31,452</b>	<b>13,428</b>	<b>44,879</b>

  

	<b>As at 1st quarter ended FY 2019</b>		
	<b>Long Term</b> RM'000	<b>Short Term</b> RM'000	<b>Total Borrowing</b> RM'000
<b>Secured</b>			
Term Loan	47,676	13,458	61,134
Hire purchase payables	107	184	291
<b>Total</b>	<b>47,783</b>	<b>13,642</b>	<b>61,425</b>

**B10. Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risks as at the date of this report.

**B11. Material Litigation**

There is no material litigation pending on the date of this announcement.

**B12. Proposed Dividends**

On 19 February 2020, the Company declared a first interim dividend of 1.2 sen per ordinary share amounting to RM2,806,536 for the financial year ended 30 June 2020. The dividend is to be paid on 3 April 2020.

**B13. Earnings Per Share**

The basic earnings per share is arrived at by dividing the Group's profit attributable to owners of the Company for the financial year by the weighted average number of ordinary shares in issue during the financial period, as follows:-

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Unaudited</b> <b>Current</b> <b>Quarter</b> <b>Ended</b> <b>12/31/2019</b>	<b>Corresponding</b> <b>Quarter</b> <b>Ended</b> <b>12/31/2018</b>	<b>Unaudited</b> <b>Current</b> <b>Period</b> <b>Ended</b> <b>12/31/2019</b>	<b>Corresponding</b> <b>Period</b> <b>Ended</b> <b>12/31/2018</b>
<b>Basic Earnings Per Share</b>				
Net profit attributable to owners of the Company (RM'000)	8,051	5,264	20,159	16,979
Weighted average number of ordinary shares in issue ('000)	233,878	233,878	233,878	233,878
Basic earnings per share (sen)	3.44	2.25	8.62	7.26

The diluted earnings per share is equal to the basic earnings per share.

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**B14. Realised and Unrealised profits/ (losses)**

The following analysis of realised and unrealised profits/ (losses) is prepared pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Securities Berhad Listing Requirements and in accordance with the Guidance on Special Matter No. 1 - Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

	<b>Unaudited As at 12/31/2019 RM'000</b>	<b>Audited As at 6/30/2019 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
-realised	79,531	67,577
-unrealised	(2)	23
	<u>79,529</u>	<u>67,600</u>
Total share of retained profits of joint venture:		
-realised	5,884	5,832
-unrealised	(1,497)	(1,547)
	<u>4,387</u>	<u>4,285</u>
Less: Consolidation adjustments	21,094	16,708
	<u>105,010</u>	<u>88,593</u>
Total group retained profits as per consolidated financial statements		

**B15. Notes to the Condensed Consolidated Statements of Income**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Unaudited Current Quarter Ended 12/31/2019 RM'000	Corresponding Quarter Ended 12/31/2018 RM'000	Unaudited Current Quarter Ended 12/31/2019 RM'000	Corresponding Year Ended 12/31/2018 RM'000
<u>(Loss)/Profit before taxation is arrived at after charging/(crediting):</u>				
Other operation income:				
- Interest income	(937)	(429)	(1,665)	(816)
- Rental income	(17)	(17)	(33)	(33)
Unrealised gain on foreign exchange	4	7	2	(39)
Realised loss/(gain) on foreign exchange	2	3	26	(2)
Interest expense	1,015	1,215	2,095	2,525
Depreciation	1,796	1,455	3,550	3,223
Impairment loss on trade receivables	-	-	-	448
Impairment loss on property, plant and equipment / MFRS 9 - Cash & Equivalents	-	-	-	50
Provision for forfeiture of deposit	-	-	-	800
Impairment on trade receivable - write back	-	(1,035)	-	(1,062)

**B16. Authorisation for Issue**

The interim financial statements were authorised for issuance by the Board of Directors on **19 February 2019**.