



ONLY WORLD GROUP HOLDINGS BERHAD
(Company No.1033338-K)

INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		3 Months Ended	
	30/09/2018	30/09/2017	30/09/2018	30/09/2017
Note	RM'000	RM'000	RM'000	RM'000
Revenue	32,945	30,141	32,945	30,141
Cost of sales	(25,545)	(22,053)	(25,545)	(22,053)
Gross profit	7,400	8,088	7,400	8,088
Other income	325	56	325	56
	7,725	8,144	7,725	8,144
Selling and distribution expenses	(266)	(433)	(266)	(433)
Administrative expenses	(4,087)	(3,854)	(4,087)	(3,854)
Other expenses	(361)	(462)	(361)	(462)
Profit from operations	3,011	3,395	3,011	3,395
Finance costs	(1,970)	(935)	(1,970)	(935)
Profit before taxation	1,041	2,460	1,041	2,460
Taxation	(385)	(390)	(385)	(390)
Profit after taxation	656	2,070	656	2,070
Other comprehensive income	-	-	-	-
Total comprehensive income for the financial period	656	2,070	656	2,070
Profit after taxation attributable to:-				
- Owners of the Company	639	2,171	639	2,171
- Non-Controlling interests	17	(101)	17	(101)
	656	2,070	656	2,070
Total comprehensive income attributable to:-				
- Owners of the Company	639	2,171	639	2,171
- Non-Controlling interests	17	(101)	17	(101)
	656	2,070	656	2,070
Earnings per share (sen) attributable to Owners of the Company				
- Basic	0.24	0.87	0.24	0.87
- Diluted	n/a	n/a	n/a	n/a

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2018 and the Explanatory Notes for the quarter ended 30 September 2018)



ONLY WORLD GROUP HOLDINGS BERHAD
(Company No.1033338-K)

INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 30/09/2018 (Unaudited) RM'000	As at 30/06/2018 (Audited) RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		222,266	225,987
Goodwill on consolidation		1,936	1,936
Intangible assets		295	295
Prepaid leases		112,987	113,613
Deferred tax assets		417	337
		337,901	342,168
CURRENT ASSETS			
Prepaid leases		3,022	3,020
Inventories		2,139	2,559
Trade receivables		6,719	3,491
Other receivables, deposits and prepayments		14,947	12,530
Current tax assets		4,018	4,332
Fixed deposits with licensed banks		24,455	22,967
Cash and bank balances		6,431	11,007
		61,731	59,906
		399,632	402,074
TOTAL ASSETS			
EQUITY AND LIABILITIES			
EQUITY			
Share capital		183,597	183,597
Reserves		63,200	62,319
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY		246,797	245,916
Non-controlling interests		1,625	1,850
TOTAL EQUITY		248,422	247,766
NON-CURRENT LIABILITIES			
Long-term borrowings	B8	84,059	90,519
Deferred tax liabilities		2,088	2,008
Deferred income		975	615
		87,122	93,142
CURRENT LIABILITIES			
Trade payables		4,664	4,594
Other payables, deposits received and accruals		25,557	24,386
Amount owing to directors		635	635
Short-term borrowings	B8	28,463	27,750
Bank overdrafts		3,829	2,675
Current tax liabilities		940	1,126
		64,088	61,166
TOTAL LIABILITIES		151,210	154,308
TOTAL EQUITY AND LIABILITIES		399,632	402,074
Net assets per share attributable to Owners of the Company (RM)		0.92	0.92

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2018 and the Explanatory Notes for the quarter ended 30 September



ONLY WORLD GROUP HOLDINGS BERHAD
(Company No.1033338-K)

**INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Non-Distributable →				Distributable		Attributable To Owners of The Group	Non- controlling Interests	Total Equity
	Share Capital RM'000	Share Premium RM'000	Merger Deficit RM'000	Revaluation Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000			
<u>3 Months Ended 30 September 2018</u>									
At 1 July 2018	183,597	-	(56,777)	18,096	1,200	99,800	245,916	1,850	247,766
Profit after taxation for the financial period	-	-	-	-	-	639	639	17	656
Changes in a subsidiary's ownership interests that do not result in a loss of control	-	-	-	-	-	242	242	(242)	-
Total transactions with owners	-	-	-	-	-	242	242	(242)	-
At 30 September 2018	<u>183,597</u>	<u>-</u>	<u>(56,777)</u>	<u>18,096</u>	<u>1,200</u>	<u>100,681</u>	<u>246,797</u>	<u>1,625</u>	<u>248,422</u>
<u>3 Months Ended 30 September 2017</u>									
At 1 July 2017	121,443	34,660	(56,777)	18,096	1,200	92,987	211,609	1,773	213,382
Profit after taxation for the financial period	-	-	-	-	-	2,171	2,171	(101)	2,070
Contribution by and distributions to owners of the Company:									
- Issuance of new shares	7,307	9,646	-	-	-	-	16,953	-	16,953
- shares issuance expenses	-	(187)	-	-	-	-	(187)	-	(187)
Total transactions with owners	7,307	9,459	-	-	-	-	16,766	-	16,766
At 30 September 2017	<u>128,750</u>	<u>44,119</u>	<u>(56,777)</u>	<u>18,096</u>	<u>1,200</u>	<u>95,158</u>	<u>230,546</u>	<u>1,672</u>	<u>232,218</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2018 and the Explanatory Notes for the quarter ended 30 September 2018)



ONLY WORLD GROUP HOLDINGS BERHAD
(Company No.1033338-K)

INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 Months Ended	
	30/09/2018	30/09/2017
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,041	2,460
Adjustments for:-		
Amortisation of intangible assets	-	38
Amortisation of prepaid leases	755	751
Depreciation of property, plant and equipment	6,040	3,992
Interest expense	1,970	935
Interest income	(217)	(49)
Property, plant and equipment written off	-	72
Operating profit before working capital changes	9,589	8,199
Decrease in inventories	420	254
Increase in trade and other receivables	(5,978)	(3,961)
Increase/(Decrease) in trade and other payables	2,880	(14,506)
Cash generated from/(used in) operations	6,911	(10,014)
Tax paid	(263)	(677)
Interest paid	(1,970)	(935)
Interest received	217	49
NET CASH GENERATED FROM/(USED IN) OPERATIONS	4,895	(11,577)
CASH FLOWS FOR INVESTING ACTIVITIES		
Addition of prepaid leases	(131)	(161)
Placement of fixed deposits	(1,489)	(4,807)
Purchase of property, plant and equipment	(3,067)	(8,993)
NET CASH USED IN INVESTING ACTIVITIES	(4,687)	(13,961)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of hire purchase obligations	-	5,102
Drawdown of term loans	-	5,436
Proceeds from issuance of shares	-	16,953
Repayment of hire purchase obligations	(1,446)	(1,476)
Repayment of term loans	(4,494)	(4,067)
Shares issuance expenses paid	-	(187)
NET CASH (USED IN)/GENERATED FROM FINANCING ACTIVITIES	(5,940)	21,761
NET DECREASE IN CASH AND CASH EQUIVALENTS	(5,732)	(3,777)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	7,025	(1,579)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	1,293	(5,356)
CASH AND CASH EQUIVALENTS COMPRISE:-		
	30/09/2018	30/09/2017
	RM'000	RM'000
Fixed deposit with licensed banks	24,455	19,645
Cash and bank balances	6,431	3,940
Bank overdrafts	(3,829)	(8,160)
	27,057	15,425
Less: Fixed deposits pledged with licensed banks	(24,455)	(19,088)
Less: Bank balance held as Escrow	(1,309)	(1,693)
	1,293	(5,356)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2018 and the Explanatory Notes for the quarter ended 30 September 2018)



ONLY WORLD GROUP HOLDINGS BERHAD (Company No.1033338-K)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

The interim financial statement is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standards (“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”) and should be read in conjunction with the Group’s annual audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to these audited financial statements.

The Group has adopted merger accounting method for the preparation of this interim financial statements.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements of the Group for the financial year ended 30 June 2018 except for the adoption of the relevant new MFRSs, amendments to MFRSs and IC Interpretations that are effective for annual periods beginning on or after 1 January 2019 respectively.

During the current financial quarter, the Group has adopted the following new accounting standards and interpretations (including the consequences amendments, if any):-

Amendments/Improvements to MFRSs

MFRS 9	Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
MFRS 15	Revenue from Contracts with Customers	1 January 2018
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2018
MFRS 2	Classification and Measurement of Share-based Payment Transactions	1 January 2018
MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018
MFRS 15	Effective Date of MFRS 15	1 January 2018
MFRS 15	Clarifications to MFRS 15 ‘Revenue from Contracts with Customers’	1 January 2018
MFRS 140	Transfers of Investment Property	1 January 2018
MFRSs 2014 – 2016 Cycles:	<ul style="list-style-type: none"> • Amendments to MFRS 1: Deletion of Short-term Exemptions for First-Time Adopters • Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value 	1 January 2018

A2. Significant Accounting Policies (cont'd)

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year ended 30 June 2018:-

New MFRSs

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/Improvements to MFRSs

MFRS 9	Prepayment Features with Negative Compensation	1 January 2019
MFRS 10 & MFRS 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
MFRS 119	Plan Amendment, Curtailment or Settlement	1 January 2019
MFRS 128	Long-term Interests in Associates and Joint Ventures	1 January 2019
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 revised MFRSs, Amendments to MFRSs and IC Interpretation will not have any significant financial impact on the financial position and performance of the Group.

A3. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2018.

A4. Seasonal or Cyclical Factors

Our Group's operations are inherently seasonal in nature. The number of patrons usually increases during weekends and the holiday seasons.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow for the current financial quarter and financial year-to-date other than disclosed in this report.

A6. Material Changes in Estimates

There were no changes in estimates that have any material effect for the current financial quarter and financial year-to-date results.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter and financial year-to-date except for those disclosed in Note B7.

A8. Dividend Paid

There were no dividends paid or proposed during the current financial quarter and financial year-to-date.

A9. Segmental Information

Segmental information is presented in respect of the Group's business segment which form the primary basis of segmental reporting.

(i) The segmental result for the three (3) months ended 30 September 2018 was as follows:

	Food Service Operations RM'000	Amusement and Recreation Operations RM'000	Other Services RM'000	Elimination RM'000	The Group RM'000
Revenue					
External revenue	14,042	14,886	4,017	-	32,945
Inter-segment revenue	2,783	71	106	(2,960)	-
Total revenue	16,825	14,957	4,123	(2,960)	32,945
Segment profit/(loss)	1,870	9,852	(1,916)	-	9,806
Depreciation and amortisation					(6,795)
Finance costs					(1,970)
Profit before taxation					1,041
Taxation					(385)
Profit for the period					656

(ii) The segmental result for the three (3) months ended 30 September 2017 was as follows:

	Food Service Operations RM'000	Amusement and Recreation Operations RM'000	Other Services RM'000	Elimination RM'000	Group RM'000
Segment revenue					
External revenue	15,280	13,205	1,656	-	30,141
Inter segment revenue	989	26	268	(1,283)	-
Total segment revenue	16,269	13,231	1,924	(1,283)	30,141
Segment profit/(loss)	2,209	8,433	(2,504)	-	8,138
Depreciation and amortisation					(4,743)
Finance costs					(935)
Profit before taxation					2,460
Taxation					(390)
Profit for the period					2,070

A10. Capital Commitments

Capital commitment for property and equipment not provided for as at 30 September 2018 are as follows:-

	As at 30/09/2018 RM'000
Approved and contracted for:- Refurbishment work and renovation of attractions and outlets	<u>290</u>

A11. Material Events Subsequent to the End of the Financial Period

There were no material events subsequent to the end of the interim period save as disclosed in Note B7 and as follows:

On 24 January 2018, the Company entered into a Heads of Agreement (“HOA”) with Animation Theme Park Sdn. Bhd. (“ATP”) to facilitate discussions and negotiations for the potential collaboration to manage and operate the Movie Animation Park Studios (“MAPS”).

On 16 July 2018, the Company announced that both Only World Group Holdings Berhad (“OWG”) and ATP (“Parties”) are still in the midst of finalizing the management service agreement (“Definitive MSA”), which the Parties had previously agreed to finalise within three months from the date of the HOA, i.e. 23 April 2018, or such further time mutually agreed upon. Pursuant thereto, both Parties have mutually agreed to an extension of time of up to 6 months from 23 April 2018 to 22 October 2018 to finalise the Definitive MSA.

The Company had announced on 25 October 2018 that the HOA has lapsed in accordance with the expiration of time of up to 6 months from 23 April 2018 to 22 October 2018 to finalise the Definitive MSA. Pursuant thereto, no further extension of time of the HOA has been sought as there is no finalisation to the terms of the Definitive MSA between ATP and OWG. Nonetheless, both parties had on 23 October 2018, executed a mutual termination agreement of the HOA.

A12. Changes in Composition of the Group

There were no changes in composition of the Group during the current financial quarter and financial year-to-date.

A13. Contingent Liabilities or Contingent Assets

The Company provides corporate guarantees amounting to RM94,832,000 to licensed banks and financial institutions for credit facilities granted to certain subsidiaries. No provisions are recognized on the above liabilities as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement.

There were no contingent assets as at the date of this report.

A14. Related Party Disclosures

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		3 Months Ended	
	30/09/2018	30/09/2017	30/09/2018	30/09/2017
	RM'000	RM'000	RM'000	RM'000
(i) Entities controlled by certain key management personnel:-				
Rental income	54	63	54	63
(ii) Directors:-				
Rental expense	(270)	(270)	(270)	(270)



ONLY WORLD GROUP HOLDINGS BERHAD (Company No.1033338-K)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Performance Review

Current Quarter vs Preceding Year Corresponding Quarter

	3 Months Ended		Changes	
	30/09/2018	30/09/2017	RM'000	%
Revenue	32,945	30,141	2,804	9%
EBITDA	9,806	8,138	1,668	21%
Profit before taxation	1,041	2,460	(1,419)	-58%

The Group achieved revenue, EBITDA and profit before taxation of RM32.9 million, RM9.8 million and RM1.0 million respectively for the current financial quarter ended 30 September 2018. The revenue of RM32.9 million represented an increase of RM2.8 million or 9% as compared to the revenue of RM30.1 million recorded for the corresponding three (3) months period for the financial quarter ended 30 September 2017. For the current financial quarter ended 30 September 2018, the segments of 'Amusement and Recreation Operations' and 'Food Services Operations' remain key contributors to the Group's revenue. Out of the Group's revenue of RM32.9 million, 45% was from the segment of 'Amusement and Recreation Operations' and 43% was from the segment of 'Food Services Operations'.

The segment of 'Amusement and Recreation Operations' recorded an increase in revenue of RM1.7 million mainly due to the impact on the opening of 4 family attractions at Sky Avenue, Genting Highlands and 2 new family attractions at the TOP, KOMTAR Tower, Penang in February 2018. The higher revenue is also contributed by the aggressive promotion initiatives and more attractive pricing offered with the impact on the abolishment of Goods and Services Tax on 1 June 2018.

The segment of 'Food Service Operations' recorded a decrease in revenue of RM1.2 million in the current financial quarter mainly due to the temporary closure of food service outlets for renovation and upgrading purposes.

The segment of 'Other Services' recorded an increase in revenue of RM2.4 million in the current financial quarter mainly due to the impact on the operation of 3 new retail and beauty salon outlets at Sky Avenue, Genting Highlands in December 2017 and 1 new outlet at the TOP, KOMTAR Tower, Penang in January 2018.

Profit before taxation for the current financial quarter was RM1.0 million as compared to RM2.5 million of the preceding year's corresponding quarter ended 30 September 2017. The decrease in profit before taxation of RM1.5 million was mainly due to higher depreciation and amortisation charge of RM6.8 million (1Q2018: RM4.7 million) and higher finance cost of RM2.0 million (1Q2018: RM0.9 million) in the current financial quarter as compared to preceding financial year's corresponding quarter.

B2. Material Change in Profit Before Taxation compared with the Immediate Preceding Quarter

Profit before taxation for current financial quarter was RM1.0 million compared to the immediate preceding quarter of RM2.8 million. The lower profit before taxation by RM1.8 million was mainly due to inclusion of allowance for impairment losses on receivables and written off of property, plant and equipment of RM1.3 million in immediate preceding quarter, which was mitigated by an one-off other income of RM2.8 million generated in immediate preceding quarter.

B3. Current Year Prospects

The Board of Directors of OWG (“Board”) has in place a business and expansion plan moving forward, which are focused in the following areas:

- (i) opening “Fun, Food and Good Living” locations that package multiple food service outlets, family attractions and other retail outlets in a single location with a unified theme, focusing on family-centric activities; and
- (ii) opening more food service outlets that expands the range of dining options at new locations.

Premised on the above, the Board is generally positive of the Group’s performance but cautious of the prevailing economic conditions for the financial year ending 30 June 2019.

B4. Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate previously in any public document.

B5. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Profit before taxation is stated after charging/(crediting):-

	Individual Quarter	Cumulative Quarter
	3 Months Ended 30/09/2018	3 Months Ended 30/09/2018
	RM'000	RM'000
Amortisation of prepaid lease	755	755
Depreciation of property, plant and equipment	6,040	6,040
Interest expense	1,970	1,970
Interest income	(217)	(217)

Save for the above, the other items as required under Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

B6. Taxation

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		3 Months Ended	
	30/09/2018	30/09/2017	30/09/2018	30/09/2017
	RM'000	RM'000	RM'000	RM'000
Current taxation				
Malaysian - current	385	336	385	336
Malaysian - prior year	-	130	-	130
	385	466	385	466
Deferred taxation	-	(76)	-	(76)
	385	390	385	390

The Group's effective tax rate for the current financial quarter and financial year-to-date was higher than the statutory tax rate mainly due to certain expenses which are non-tax deductible and partly offset by unabsorbed capital allowances. Losses incurred by certain subsidiary companies were also not available to set off against taxable profits in other companies within the Group.

B7. Status of Corporate Proposals Announced

Bonus Issue of Warrants

On 6 August 2018, Public Investment Bank Berhad ("PIVB") on behalf of the Board announced that the Company is proposing to undertake a proposed bonus issue of up to 133,550,000 free warrants in OWG ("Warrant(s)") on the basis of 1 Warrant for every 2 existing ordinary shares in OWG.

On 9 August 2018, PIVB on behalf of the Board announced that the listing application for the admission of the Warrants to the Official List of Bursa Securities and the listing of and quotation for the Warrants and the new OWG Shares arising from the exercise of the Warrants on the Main Market of Bursa Securities has been submitted to Bursa Securities.

On 20 August 2018, PIVB on behalf of the Board announced that Bursa Securities had granted the approval for the Proposed Bonus Issue of Warrants.

On 12 September 2018, PIVB on behalf of the Board announced that the Board had resolved to fix the exercise price of the Warrants at RM0.80 each ("Exercise Price"), representing a discount of RM0.2117 or 20.93% to the 5-day VWAP up to and including 7 September 2018 (being the last trading date immediately preceding the price-fixing date) of RM1.0117.

On 5 October 2018, PIVB on behalf of the Board announced that the Bonus Issue of Warrants has been completed on this date following the listing of and quotation for 133,549,990 Warrants on the Main Market of Bursa Securities.

As at the date of this report, save as disclosed above, there are no other corporate proposals that are pending for completion.

B8. Group Borrowings

	As at 30/09/2018 RM'000
Long-term borrowings	
Secured:	
Hire purchase / lease payables	1,891
Term loans	82,168
	<u>84,059</u>
Short-term borrowings	
Secured:	
Hire purchase / lease payables	4,110
Term loans	24,353
	<u>28,463</u>
Total borrowings	<u><u>112,522</u></u>

B9. Changes in Material Litigation

The Group does not have any material litigation and the Directors are not aware of any proceedings pending or threatened against the Group as at 15 November 2018, being 7 days prior to the date of this report.

B10. Dividends

No dividend was declared for the current financial quarter and financial year-to-date.

B11. Earnings Per Share**(i) Basic Earnings per Share**

The basic earnings per share for the current financial quarter and financial year-to-date are computed as follows:-

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	3 Months Ended		3 Months Ended	
	<u>30/09/2018</u>	<u>30/09/2017</u>	<u>30/09/2018</u>	<u>30/09/2017</u>
Profit attributable to Owners of the Company (RM'000)	639	2,171	639	2,171
Weighted average number of ordinary shares in issue ('000)	267,100	250,034	267,100	250,034
Basic earnings per share (sen)	<u>0.24</u>	<u>0.87</u>	<u>0.24</u>	<u>0.87</u>

(ii) Diluted Earnings Per Share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue for the current financial quarter and financial year-to-date.

B12. Operating Lease Commitment

The future minimum lease payments under operating leases are as follows:-

	As at <u>30/09/2018</u> RM'000
Not more than one year	7,206
Later than one year and not later than five years	21,241
Later than five years	<u>102,836</u>
	<u><u>131,283</u></u>

The operating lease commitment is due mainly to rental of premises for a period of 45 years.

B13. Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 30 June 2018 was unqualified.

B14. Authorisation Of Issue

The interim financial statement was authorised for issuance by the Board of Directors in accordance with a resolution of the Directors on 23 November 2018.