



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

**INTERIM FINANCIAL REPORT**  
**FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019**

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

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>3 Months Ended</u>		<u>3 Months Ended</u>	
	<u>30/9/2019</u>	<u>30/9/2018</u>	<u>30/9/2019</u>	<u>30/9/2018</u>
Note	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	33,677	32,945	33,677	32,945
Cost of sales	<u>(26,818)</u>	<u>(25,545)</u>	<u>(26,818)</u>	<u>(25,545)</u>
<b>Gross profit</b>	6,859	7,400	6,859	7,400
Other income	664	325	664	325
	<u>7,523</u>	<u>7,725</u>	<u>7,523</u>	<u>7,725</u>
Selling and distribution expenses	(285)	(266)	(285)	(266)
Administrative expenses	(4,223)	(4,087)	(4,223)	(4,087)
Other expenses	<u>(595)</u>	<u>(361)</u>	<u>(595)</u>	<u>(361)</u>
<b>Profit from operations</b>	2,420	3,011	2,420	3,011
Finance costs	<u>(1,774)</u>	<u>(1,970)</u>	<u>(1,774)</u>	<u>(1,970)</u>
<b>Profit before taxation</b>	646	1,041	646	1,041
Taxation	<u>(580)</u>	<u>(385)</u>	<u>(580)</u>	<u>(385)</u>
<b>Profit after taxation</b>	66	656	66	656
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the financial period</b>	<u>66</u>	<u>656</u>	<u>66</u>	<u>656</u>
<b>Profit after taxation attributable to:-</b>				
- Owners of the Company	62	639	62	639
- Non-Controlling interests	<u>4</u>	<u>17</u>	<u>4</u>	<u>17</u>
	<u>66</u>	<u>656</u>	<u>66</u>	<u>656</u>
<b>Total comprehensive income attributable to:-</b>				
- Owners of the Company	62	639	62	639
- Non-Controlling interests	<u>4</u>	<u>17</u>	<u>4</u>	<u>17</u>
	<u>66</u>	<u>656</u>	<u>66</u>	<u>656</u>
<b>Earnings per share (sen) attributable to Owners of the Company</b>				
- Basic	0.02	0.24	0.02	0.24
- Diluted	<u>n/a</u>	<u>n/a</u>	<u>n/a</u>	<u>n/a</u>

(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 2019 and the Explanatory Notes for the quarter ended 30 September 2019)



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

**INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Note	As at 30/9/2019 (Unaudited) RM'000	As at 30/6/2019 (Audited) RM'000
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		204,801	210,023
Intangible assets		296	296
Prepaid leases		110,543	111,312
Deferred tax assets		12,897	12,897
		328,537	334,528
<b>CURRENT ASSETS</b>			
Prepaid leases		3,037	3,024
Inventories		2,526	2,721
Trade receivables		2,819	3,287
Other receivables, deposits and prepayments		12,173	11,327
Current tax assets		3,388	3,809
Fixed deposits with licensed banks		29,831	28,827
Cash and bank balances		9,438	9,456
		63,212	62,451
<b>TOTAL ASSETS</b>		391,749	396,979
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		197,809	197,809
Reserves		60,096	60,025
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		257,905	257,834
Non-controlling interests		1,374	1,379
<b>TOTAL EQUITY</b>		259,279	259,213
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings	B8	66,061	71,827
Deferred tax liabilities		1,936	2,008
Deferred income		1,034	911
		69,031	74,746
<b>CURRENT LIABILITIES</b>			
Trade payables		3,149	3,478
Other payables, deposits received and accruals		24,967	22,886
Amount owing to directors		1,437	1,437
Short-term borrowings	B8	24,929	26,715
Bank overdrafts		8,194	7,785
Current tax liabilities		763	719
		63,439	63,020
<b>TOTAL LIABILITIES</b>		132,470	137,766
<b>TOTAL EQUITY AND LIABILITIES</b>		391,749	396,979
Net assets per share attributable to Owners of the Company (RM)		0.90	0.90

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2019 and the Explanatory Notes for the quarter ended 30 September 2019)



**ONLY WORLD GROUP HOLDINGS BERHAD**

(Company No. 1033338-K)

**INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Non-Distributable →				Distributable		Attributable To Owners of The Group	Non- controlling Interests	Total Equity
	Share Capital	Share Premium	Merger Deficit	Revaluation Reserve	Capital Reserve	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>3 Months Ended 30 September 2019</b>									
<b>At 1 July 2019</b>	197,809	-	(56,777)	18,096	1,200	97,506	257,834	1,379	259,213
Profit after taxation for the financial period	-	-	-	-	-	62	62	4	66
Changes in a subsidiary's ownership interests that do not result in a loss of control	-	-	-	-	-	9	9	(9)	-
Total transactions with owners	-	-	-	-	-	9	9	(9)	-
Transfer of Capital Reserve	-	-	-	-	(300)	300	-	-	-
<b>At 30 September 2019 (Unaudited)</b>	<u>197,809</u>	<u>-</u>	<u>(56,777)</u>	<u>18,096</u>	<u>900</u>	<u>97,877</u>	<u>257,905</u>	<u>1,374</u>	<u>259,279</u>
<b>3 Months Ended 30 September 2018</b>									
<b>At 1 July 2018</b>	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)	-
<b>At 30 September 2018 (Unaudited)</b>	<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>

(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 2019 and the Explanatory Notes for the quarter ended 30 September 2019)



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

**INTERIM FINANCIAL REPORT**  
**FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	3 Months Ended	
	30/9/2019 RM'000	30/9/2018 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	646	1,041
Adjustments for:-		
Amortisation of intangible assets	(1)	-
Amortisation of prepaid leases	756	755
Depreciation of property, plant and equipment	6,059	6,040
Impairment loss on property, plant and equipment	11	-
Interest expense	1,774	1,970
Interest income	(243)	(217)
Operating profit before working capital changes	9,002	9,589
Decrease in inventories	196	420
Increase in trade and other receivables	(378)	(5,978)
Increase in trade and other payables	1,875	2,880
Cash generated from operations	10,695	6,911
Tax paid	(187)	(263)
Interest paid	(1,774)	(1,970)
Interest received	243	217
<b>NET CASH GENERATED FROM OPERATIONS</b>	<b>8,977</b>	<b>4,895</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition of prepaid leases	-	(131)
Placement of fixed deposits	(1,004)	(1,489)
Purchase of property, plant and equipment	(848)	(3,067)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(1,852)</b>	<b>(4,687)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase obligations	(1,141)	(1,446)
Repayment of term loans	(6,411)	(4,494)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(7,552)</b>	<b>(5,940)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(427)</b>	<b>(5,732)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>520</b>	<b>7,025</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>93</b>	<b>1,293</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:-</b>		
	<b>RM'000</b>	<b>RM'000</b>
Fixed deposit with licensed banks	29,831	24,455
Cash and bank balances	9,438	6,431
Bank overdrafts	(8,194)	(3,829)
	31,075	27,057
Less: Fixed deposits pledged with licensed banks	(29,831)	(24,455)
Less: Bank balance held as Escrow	(1,151)	(1,309)
	93	1,293

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2019 and the Explanatory Notes for the quarter ended 30 September 2019)



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

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019**

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**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING**

**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 2019 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 2019 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"> <li>• Amendments to MFRS 1: Deletion of Short-term Exemptions for First-Time Adopters</li> <li>• Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value</li> </ul>	1 January 2018

## A2. Significant Accounting Policies (Cont'd)

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) did not have any material impact on the Group's financial statements. No material impact on the Group's financial statements other than the new classification of financial assets under MFRS 9 which is disclosed in Note 41.3 of the financial statements for the Financial Year Ended 30 June 2019. There was no impact on the Group's financial statements because the timing and amount of revenue recognised under MFRS 15 is consistent to the Group's current practice.

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:-

### 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 3	Definition of a Business	1 January 2020
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 101 & MFRS 108	Definition of Material	1 January 2020
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 accounting standards and/or interpretations (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:-

#### MFRS 16: Leases

(a) 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. 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 2019.

## 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.

#### 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.

#### 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 2019 was as follows:

	<b>Food Service Operations RM'000</b>	<b>Amusement and Recreation Operations RM'000</b>	<b>Other Services RM'000</b>	<b>Elimination RM'000</b>	<b>The Group RM'000</b>
<b>Segment revenue</b>					
External revenue	18,251	10,061	5,365	-	33,677
Inter-segment revenue	4,515	73	134	(4,722)	-
<b>Total revenue</b>	<u>22,766</u>	<u>10,134</u>	<u>5,499</u>	<u>(4,722)</u>	<u>33,677</u>
<b>Segment profit/(loss)</b>	4,168	4,740	338	-	9,246
Depreciation and amortisation					(6,815)
Impairment loss on property, plant and equipment					(11)
Finance costs					(1,774)
Profit before taxation					<u>646</u>
Taxation					<u>(580)</u>
<b>Profit for the year</b>					<u><u>66</u></u>

## A9. Segmental Information (Cont'd)

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

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

## A10. Capital Commitments

Capital commitment for property and equipment not provided for as at 30 September 2019 are as follows:-

	As at 30/9/2019 RM'000
Approved and contracted for:-	
Refurbishment work and renovation of attractions and outlets	<u>98</u>

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

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

## A12. Changes in Composition of the Group

There were no changes in composition of the Group during the current financial period under review.

## A13. Contingent Liabilities or Contingent Assets

The Company provides corporate guarantees amounting to RM80,111,000 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	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	RM'000	RM'000	RM'000	RM'000
(i) Entities controlled by certain key management personnel:-				
Rental income	54	54	54	54
(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 2019**

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

**B1. Performance Review**

(i) Current Quarter vs Preceding Year Corresponding Quarter

	3 Months Ended		Changes	
	30/9/2019 RM'000	30/9/2018 RM'000	RM'000	%
Revenue	33,677	32,945	732	2%
EBITDA	9,246	9,806	(560)	-6%
Profit before taxation	646	1,041	(395)	-38%

The Group achieved revenue, EBITDA and profit before taxation of RM33.7 million, RM9.2 million and RM0.6 million respectively for the current financial quarter ended 30 June 2019. The revenue of RM33.7 million represented an increase of RM0.7 million or approximately 2% as compared to the revenue of RM32.9 million recorded for the corresponding 3-month financial quarter ended 30 September 2018. Food Service Operations segment and Amusement and Recreation Operations segment remain the key contributors to the Group's revenue. Out of the Group's revenue of RM33.7 million, 54% was contributed from the Food Service Operations segment and 30% was from the Amusement and Recreation Operations segment.

The Food Service Operations segment recorded an increase in revenue of RM4.2 million in the current financial quarter mainly due to the impact of the opening of Skytropolis Funland, Indoor Theme Park at Sky Avenue, Genting Highlands in December 2018, which saw an increase in patrons to our food service outlets in Genting Highlands and also the opening of a new food service outlet at Bangsar Shopping Centre in May 2019.

The Amusement and Recreation Operations segment recorded a decrease in revenue of RM4.8 million in the current financial quarter mainly due to the lower volume of business at The Top, Komtar Tower, Penang and the impact of the closure of Kota Tinggi Resorts in March 2019. The Other Service Operations segment recorded an increase in revenue of RM1.3 million in the current financial quarter mainly due to contributions from additional 10 retail outlets which were opened in second quarter of the preceding year.

Profit before taxation for the current financial quarter was RM0.6 million as compared to profit before taxation of RM1.0 million for the preceding year's corresponding quarter ended 30 September 2018. The decrease of RM0.4 million was mainly due to lower volume of business at The Top, Komtar Tower, Penang.

## **B2. Material Changes in Profit Before Taxation compared with the Immediate Preceding Quarter**

Profit before taxation for the current financial quarter was RM0.6 million compared to the immediate preceding quarter loss before taxation of RM10.0 million. The improvement in profit before taxation by RM10.6 million was mainly due to impairment of Escaperoom's goodwill of RM1.9 million, impairment of subsidiaries' property and equipment of RM2.5 million, written off of subsidiaries' property and equipment of RM1.5 million and a drop in revenue of RM4.7 million in the 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) marketing operation effect will be intensified at all existing outlets and facilities;
- (ii) 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
- (iii) opening more food service outlets that expands the range of dining options at new locations.

Premised on the above, the Board is generally optimistic of the Group's performance but cautious of the prevailing economic conditions for the current financial year.

## **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 30/9/2019	3 Months Ended 30/9/2019
	RM'000	RM'000
Amortisation of prepaid lease	756	756
Depreciation of property, plant and equipment	6,059	6,059
Impairment loss on property, plant and equipment	11	11
Interest expense	1,774	1,774
Interest income	(243)	(243)

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	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	RM'000	RM'000	RM'000	RM'000
Current taxation				
Malaysian - current	-	385	-	385
Malaysian - prior year	652	-	652	-
	652	385	652	385
Deferred taxation	(72)	-	(72)	-
	580	385	580	385

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

The deferred taxation is derived from the Investment Tax Allowance ('ITA') incentive under the Promotion of Investment Act 1986. Malaysian Investment Development Authority ('MIDA') has granted one of the Group's subsidiary company the said ITA which qualifies the Company to set off against 70% of the statutory business income derived from the approved business activities.

**B7. Status of Corporate Proposals Announced**

There were no corporate proposals announced but not completed as at 15 November 2019.

**B8. Group Borrowings**

	As at 30/9/2019 RM'000
Long-term borrowings	
Secured:	
Hire purchase / lease payables	4,454
Term loans	61,607
	<u>66,061</u>
Short-term borrowings	
Secured:	
Hire purchase / lease payables	3,148
Term loans	21,781
	<u>24,929</u>
Total borrowings	<u><u>90,990</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 8 November 2019, 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 ("EPS")

### (i) Basic earnings per share

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		3 Months Ended	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
Profit attributable to Owners of the Company (RM'000)	62	639	62	639
Weighted average number of ordinary shares in issue ('000)	285,100	267,100	285,100	267,100
Basic earnings per share (sen)	0.02	0.24	0.02	0.24

### (ii) Diluted earnings per share

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		3 Months Ended	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
Profit attributable to Owners of the Company (RM'000)	62	639	62	639
Weighted average number of ordinary shares in issue ('000)	285,100	267,100	285,100	267,100
Adjustment for potential conversion of warrants ('000)	-*	-	-*	-
	285,100	267,100	285,100	267,100
Diluted earnings per share (sen)	n/a	n/a	n/a	n/a

\* Potential ordinary shares arising from conversion of warrants are not included in the calculation of diluted earnings per share because they are anti-dilutive.

## B12. Operating Lease Commitment

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

	As at 30/9/2019 RM'000
Not more than one year	5,597
Later than one year and not later than five years	19,475
Later than five years	100,274
	<u>125,346</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 2019 was unqualified.

**B14. Authorisation Of Issue**

The interim financial statements was authorised for issuance by the Board of Directors in accordance with a resolution of the Directors on 15 November 2019.