



RED SENA BERHAD

(Incorporated in Malaysia)
Company No: 1109132 - P

**REPORT ON
THE FINANCIAL RESULTS
FOR THE 2ND HALF YEAR ENDED
30 SEPTEMBER 2018**

("Interim Financial Statements")

(THE FIGURES HAVE NOT BEEN AUDITED)

RED SENA BERHAD
(Incorporated in Malaysia)
(Company No: 1109132 - P)

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
AT 30 SEPTEMBER 2018

	Note	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
ASSETS			
NON-CURRENT ASSET			
Equipment	B7	8,049	73,159
CURRENT ASSETS			
Other receivables, deposits and prepayments	B8	4,708,907	4,457,576
Short-term Islamic investments	B9	16,365,921	19,436,002
Cash Trust Account	B10	397,780,395	385,945,918
Bank balances		367,124	273,422
		419,222,347	410,112,918
TOTAL ASSETS		419,230,396	410,186,077
EQUITY AND LIABILITIES			
EQUITY			
Share capital	B11	25,567,945	25,567,945
Reserves	B12	15,260,000	15,260,000
Accumulated losses		(23,793,364)	(15,647,401)
TOTAL EQUITY		17,034,581	25,180,544
NON-CURRENT LIABILITY			
Financial liability component of the Public Issue Shares	B13	-	384,692,184
CURRENT LIABILITIES			
Financial liability component of the Public Issue Shares	B13	401,897,991	-
Other payables and accruals	B14	144,922	186,523
Current tax liabilities		152,902	126,826
		402,195,815	313,349
TOTAL LIABILITIES		402,195,815	385,005,533
TOTAL EQUITY AND LIABILITIES		419,230,396	410,186,077
NET ASSETS PER SHARE (RM) #		0.017	0.025

Notes:

The net assets per share as at 30 September 2018 and 30 September 2017 is computed based on 1,000,000,200 ordinary shares.

The Unaudited Condensed Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 September 2017 and accompanying explanatory notes in this Interim Financial Statements.

RED SENA BERHAD

(Incorporated in Malaysia)
(Company No: 1109132 - P)

**UNAUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018**

	Note	INDIVIDUAL 6 MONTHS		CUMULATIVE 12 MONTHS	
		UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
REVENUE		-	-	-	-
OTHER INCOME		8,035,996	7,613,817	15,781,470	15,395,220
EMPLOYEE BENEFITS EXPENSE	B1	(1,502,666)	(1,523,109)	(3,025,701)	(3,046,238)
DEPRECIATION		(32,555)	(32,196)	(65,110)	(64,319)
ADMINISTRATIVE EXPENSES		(425,007)	(331,466)	(804,155)	(816,265)
TOTAL OPERATING EXPENSES		(1,960,228)	(1,886,771)	(3,894,966)	(3,926,822)
OPERATING PROFIT		6,075,768	5,727,046	11,886,504	11,468,398
FINANCE COSTS	B1	(8,788,918)	(8,161,862)	(17,205,807)	(16,345,885)
LOSS BEFORE TAXATION	B15	(2,713,150)	(2,434,816)	(5,319,303)	(4,877,487)
INCOME TAX EXPENSE	B16	(1,445,699)	(1,349,248)	(2,826,660)	(2,745,815)
LOSS AFTER TAXATION		(4,158,849)	(3,784,064)	(8,145,963)	(7,623,302)
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE EXPENSE FOR THE FINANCIAL YEAR		(4,158,849)	(3,784,064)	(8,145,963)	(7,623,302)
LOSS/ TOTAL COMPREHENSIVE EXPENSE FOR THE FINANCIAL YEAR ATTRIBUTABLE TO:-					
Owners of the Company		(4,158,849)	(3,784,064)	(8,145,963)	(7,623,302)
LOSS PER SHARE (sen)					
- Basic	B17	(0.42)	(0.38)	(0.81)	(0.76)
- Diluted	B17	(0.42)	(0.38)	(0.81)	(0.76)

Notes:

The Unaudited Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 September 2017 and accompanying explanatory notes in this Interim Financial Statements.

RED SENA BERHAD
(Incorporated in Malaysia)
(Company No: 1109132 - P)

**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018**

	Share Capital RM	Share Premium RM	Warrant Reserve RM	Accumulated Losses RM	Total Equity RM
Audited					
At 1 October 2016	10,000,002	15,567,943	15,260,000	(8,024,099)	32,803,846
Loss/Total comprehensive expense for the financial year	-	-	-	(7,623,302)	(7,623,302)
Transfer pursuant to Companies Act 2016	15,567,943	(15,567,943)	-	-	-
At 30 September 2017	25,567,945	-	15,260,000	(15,647,401)	25,180,544
Unaudited					
At 1 October 2017	25,567,945	-	15,260,000	(15,647,401)	25,180,544
Loss/Total comprehensive expense for the financial year	-	-	-	(8,145,963)	(8,145,963)
At 30 September 2018	25,567,945	-	15,260,000	(23,793,364)	17,034,581
	Note B11		Note B12		

Notes:

The Unaudited Condensed Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 September 2017 and accompanying explanatory notes in this Interim Financial Statements.

RED SENA BERHAD

(Incorporated in Malaysia)
(Company No: 1109132 - P)

**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018**

	UNAUDITED CURRENT YEAR ENDED 30.09.2018 RM	AUDITED PRECEDING YEAR ENDED 30.09.2017 RM
CASH FLOWS FOR OPERATING ACTIVITIES		
Loss before taxation	(5,319,303)	(4,877,487)
Adjustments for:-		
Depreciation of equipment	65,110	64,319
Investment income from Islamic short-term investments	(631,919)	(707,329)
Investment income from Islamic Murabahah deposit and other investment income	(15,149,551)	(14,687,891)
Finance costs on financial liability component of Public Issue Shares	17,205,807	16,345,885
Operating loss before working capital changes	<u>(3,829,856)</u>	<u>(3,862,503)</u>
Decrease/(Increase) in other receivables, deposits and prepayments	120,376	(110,393)
(Decrease)/Increase in other payables and accruals	<u>(41,601)</u>	<u>122,104</u>
CASH FOR OPERATION	<u>(3,751,081)</u>	<u>(3,850,792)</u>
Income tax paid	<u>(2,800,584)</u>	<u>(2,899,192)</u>
NET CASH FOR OPERATING ACTIVITIES	<u>(6,551,665)</u>	<u>(6,749,984)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income received	14,777,844	15,016,497
Purchase of equipment	-	(2,588)
Redemption of short-term Islamic investments	3,702,000	3,678,000
Placement in Cash Trust Account	<u>(11,834,477)</u>	<u>(11,884,449)</u>
NET CASH FROM INVESTING ACTIVITIES	<u>6,645,367</u>	<u>6,807,460</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	93,702	57,476
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	<u>273,422</u>	<u>215,946</u>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	<u><u>367,124</u></u>	<u><u>273,422</u></u>
CASH AND CASH EQUIVALENTS COMPRISE:-		
Cash Trust Account	397,780,395	385,945,918
Bank balance	<u>367,124</u>	<u>273,422</u>
	398,147,519	386,219,340
Less: Cash Trust Account which are restricted for use	<u>(397,780,395)</u>	<u>(385,945,918)</u>
	<u><u>367,124</u></u>	<u><u>273,422</u></u>

Notes:

The Unaudited Condensed Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 30 September 2017 and accompanying explanatory notes in this Interim Financial Statements.

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD
134**

A1 Basis of Preparation

The Interim Financial Statements are unaudited and have been prepared in accordance with the reporting requirements as set out in the Malaysian Financial Reporting Standard (“**MFRS**”) 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“**MASB**”) and Paragraph 9.22 of the Main Market Listing Requirements (“**MMLR**”) of Bursa Malaysia Securities Berhad (“**Bursa Securities**”). The Interim Financial Statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the accompanying notes attached to the Unaudited Condensed Interim Financial Statements.

On 6 July 2018, the Board of Directors of Red Sena Berhad (the “**Company**”) has made an announcement pertaining to the Company not being able to complete the QA within the permitted timeframe (i.e. 36 months from the date of the listing of the Company and expiring on 10 December 2018). The Company shall be dissolved, wound up and liquidated under Companies Act 2016 in accordance with all applicable laws and regulations and such process shall commence as soon as practicable within 60 days after the expiry of the permitted timeframe. The amount then held in the Cash Trust Account (net of any tax payable and direct expenses related to the liquidation), will be distributed to the respective shareholders except for Raintree F&B Sdn. Bhd. on a pro-rata basis as soon as practicable, as permissible by the relevant laws and regulations (“**Liquidation Distribution**”). Raintree F&B Sdn. Bhd. shall not participate in the Liquidation Distribution, except for securities purchased by them, if any, after the date of listing of the Company on the Bursa Securities.

The explanatory notes attached to the Unaudited Condensed Interim Financial Statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the financial year ended 30 September 2017.

A2 Changes in Accounting Policies

The Company has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

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

Amendments to MFRS 107: Disclosure Initiative

Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

Annual Improvements to MFRS Standards 2014 – 2016 Cycles:

- Amendments to MFRS 12: Clarification of the Scope of the Standard

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

A2 Changes in Accounting Policies (Cont'd)

The Company has not applied in advance the following accounting standards and/or 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:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments) effective for annual periods beginning on or after 1 January 2018

MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)

MFRS 15 Revenue from Contracts with Customers

IC Interpretation 22 Foreign Currency Transactions and Advance Consideration

Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions

Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts

Amendments to MFRS 15: Effective Date of MFRS 15

Amendments to MFRS 15: Clarifications to MFRS 15 'Revenue from Contracts with Customers'

Amendments to MFRS 140: Transfers of Investment Property

Annual Improvements to MFRS Standards 2014 – 2016 Cycles:

- 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

MFRSs and/or IC Interpretations (Including The Consequential Amendments) effective for annual periods beginning on or after 1 January 2019

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:

- Amendments to MFRS 3 and MFRS 11: Previously held interest in a joint operation
- Amendments to MFRS 112: Income tax consequences of payments on financial instruments classified as equity
- Amendments to MFRS 123: Borrowing costs eligible for capitalisation

MFRSs and/or IC Interpretations (Including The Consequential Amendments) effective for annual periods beginning on or after 1 January 2020

Amendments to References to the Conceptual Framework in MFRS Standards

MFRSs and/or IC Interpretations (Including The Consequential Amendments) effective for annual periods beginning on or after 1 January 2021

MFRS 17 Insurance Contracts

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 Company upon their initial application.

A3 Auditors' Opinion on Preceding Annual Financial Statements

The Company's financial statements for the financial year ended 30 September 2017 were not subject to any audit qualification.

A4 Seasonality or Cyclicity of Operations

The Company's operations are not affected by any seasonal or cyclical factors as the Company currently has no operations or income-generating business.

A5 Individually Significant Items

There were no significant items that affect the assets, liabilities, equity, net income or cash flow of the Company during the current financial year under review.

A6 Material Changes in Estimates

There were no significant changes in estimates that have a material effect on the current financial year under review.

A7 Borrowing, Debt and Equity Security

There were no issuances, cancellations, repurchases, resale and repayments of borrowings, debt and equity securities during the current financial year ended 30 September 2018.

A8 Dividend Paid

There was no dividend declared or paid during the current financial year ended 30 September 2018.

A9 Segmental Reporting

The segmental financial information by operating segments is not presented as the Company currently has no operations or income-generating business.

A10 Valuation of Property, Plant and Equipment

There was no valuation of the property, plant and equipment performed for the current financial year under review.

A11 Material Events Subsequent to the end of the Interim Period

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

A12 Changes in the Composition of the Company

There were no changes in the composition of the Company during the current financial year under review.

A13 Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as the date of this Interim Financial Statements.

A14 Operating Lease Commitments

The Company leased premises under operating lease. The lease period is for eighteen months with an option to renew for another year.

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
Less than one year	17,075	40,980
Between one and five years	-	17,075
	<u>17,075</u>	<u>58,055</u>

RED SENA BERHAD(Incorporated in Malaysia)
Company No: 1109132 - P**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****PART B: ADDITIONAL NOTES REQUIRED UNDER CHAPTER 9 OF THE BURSA SECURITIES'S
MMLR****B1 REVIEW OF RESULTS****For 2nd half and full year ended 30 September 2018**

	INDIVIDUAL 6 MONTHS		CHANGES RM	%
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM		
Other income	8,035,996	7,613,817	422,179	5.54
Operating profit	6,075,768	5,727,046	348,722	6.09
Loss before taxation	(2,713,150)	(2,434,816)	(278,334)	11.43
Loss after taxation	(4,158,849)	(3,784,064)	(374,785)	9.90
Loss Attributable to Owners of the Company	(4,158,849)	(3,784,064)	(374,785)	9.90

During the 2nd half year ended 30 September 2018, the Company earned investment income from Islamic Murabahah deposits under the Cash Trust Account of RM7,730,877 (six-month period ended 30.09.2017: RM7,268,591) and short-term Islamic investments of RM305,026 (six-month period ended 30.09.2017: RM345,227).

Despite the Company recording an increase in operating profit, the loss before taxation of RM2,713,150 (six-month period ended 30.09.2017: RM2,434,816) was higher principally due to the higher amortisation charge in relation to the Shares Issuance Cost.

The expenses incurred by the Company consisted of the following:

	INDIVIDUAL 6 MONTHS		CUMULATIVE 12 MONTHS	
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
Included in:-				
Employee benefits expenses:				
Salaries & allowances				
- Staff costs (including key management personnel)	912,993	933,338	1,846,355	1,866,676
- Executive directors	589,673	589,771	1,179,346	1,179,562

RED SENA BERHAD(Incorporated in Malaysia)
Company No: 1109132 - P**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****B1 REVIEW OF RESULTS (CONT'D)****For 2nd half and full year ended 30 September 2018 (Cont'd)**

The expenses incurred by the Company consisted of the following (cont'd):

	INDIVIDUAL 6 MONTHS		CUMULATIVE 12 MONTHS	
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
Included in (cont'd):-				
Administrative expenses:				
Meeting and conference	9,539	-	67,132	59,949
Directors' fee	114,000	114,000	228,000	228,000
Professional fees	96,220	49,205	138,610	142,925
Others	237,803	200,457	435,523	449,710
Operating expenses	1,960,228	1,886,771	3,894,966	3,926,822
Finance costs	8,788,918	8,161,862	17,205,807	16,345,885

**B2 FINANCIAL REVIEW FOR CURRENT 2ND HALF YEAR ENDED 30 SEPTEMBER 2018 IN
COMPARISON TO THE PRECEDING HALF YEAR ENDED 31 MARCH 2018**

	INDIVIDUAL 6 MONTHS		CHANGES	
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED IMMEDIATE PRECEDING HALF YEAR ENDED 31.03.2018 RM	RM	%
Other income	8,035,996	7,745,474	290,522	3.75
Operating profit	6,075,768	5,810,736	265,032	4.56
Loss before taxation	(2,713,150)	(2,606,153)	(106,997)	4.11
Loss after taxation	(4,158,849)	(3,987,114)	(171,735)	4.31
Loss Attributable to Owners of the Company	(4,158,849)	(3,987,114)	(171,735)	4.31

In the 2nd half year ended 30 September 2018, the Company recorded an operating profit of RM6,075,768 compared to the preceding half year ended 31 March 2018 of RM5,810,736. The increase in operating profit was mainly due to the higher investment income from Islamic Murabahah deposits under the Cash Trust Account and reduction in meeting and conference expenses in the current period.

RED SENA BERHAD

(Incorporated in Malaysia)
Company No: 1109132 - P

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

B3 PROGRESS/PROSPECTS

The Company was listed on Bursa Securities on 10 December 2015. The last day of the Permitted Timeframe for the Company to complete a Qualifying Acquisition is on 10 December 2018.

On 6 July 2018, the Company announced to Bursa Securities that it has yet to enter into a conditional sale and purchase agreement for a Qualifying Acquisition. As at the date of the said announcement, the Company had approximately five months left of the Permitted Timeframe to identify, sign a sale and purchase agreement and complete a Qualifying Acquisition. Taking into consideration the processes and approvals required to complete a Qualifying Acquisition and the remaining time left, the Board had deliberated and concluded that the Company would not be able to complete a Qualifying Acquisition within the Permitted Timeframe.

In line with Paragraph 6.41 of the Equity Guidelines, and as further provided under Article 60C (7)(a) of the Articles of Association, if the Company is unable to complete a Qualifying Acquisition within the Permitted Timeframe, the liquidation process shall commence as soon as practicable within 60 days after the expiry of the Permitted Timeframe.

The Board of Directors has approved the convening of an Extraordinary General Meeting (“EGM”) to seek shareholders’ approval to wind up the Company via a members’ voluntary winding up together with the appointment of liquidators (“Proposed Winding Up and Appointment of Liquidators”). A Circular to Shareholders in relation to the Proposed Winding Up and Appointment of Liquidators together with the notice of the EGM is expected to be sent to shareholders in the fourth week of December 2018. The date of the said EGM is expected to be in mid to end January 2019.

Assuming that shareholders approve the Proposed Winding Up and Appointment of Liquidators, it is envisaged that the entire amount in the Cash Trust Account together with a significant portion of the remaining assets will be distributed in the first tranche of the liquidation distribution within 30 days after the EGM. Nonetheless, such amount and timing of distribution will be subject to the final determination by the proposed liquidators.

The Board wishes to assure shareholders that, in consultation with the proposed liquidators, it will endeavour to maximise the amount of liquidation to be distributed and that it be made expeditiously.

B4 FINANCIAL FORECAST/PROFIT GUARANTEE

The Company has not announced or disclosed any financial forecast or profit guarantee in any public documents.

B5 PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There was no purchase or disposal of quoted securities during the financial year ended 30 September 2018.

B6 STATEMENT ON ABNORMAL CIRCUMSTANCES

The directors confirm that there are no abnormal circumstances that had affected or will affect the business or financial position of the Company.

RED SENA BERHAD(Incorporated in Malaysia)
Company No: 1109132 - P**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****B7 EQUIPMENT**

	Leasehold improvements RM	Furniture and fittings RM	Other Equipment RM	Total RM
<u>Unaudited</u>				
<i>Cost</i>				
As at 01.10.2017	119,262	60,695	15,373	195,330
<i>Accumulated depreciation</i>				
As at 01.10.2017	76,195	38,620	7,356	122,171
Charge for the year	39,754	20,232	5,124	65,110
As at 30.09.2018	115,949	58,852	12,480	187,281
<i>Net Book Value</i>				
As at 30.09.2018	3,313	1,843	2,893	8,049
<u>Audited</u>				
<i>Cost</i>				
As at 01.10.2016	119,262	60,695	12,785	192,742
Additions	-	-	2,588	2,588
As at 30.09.2017	119,262	60,695	15,373	195,330
<i>Accumulated depreciation</i>				
As at 01.10.2016	36,441	18,389	3,022	57,852
Charge for the year	39,754	20,231	4,334	64,319
As at 30.09.2017	76,195	38,620	7,356	122,171
<i>Net Book Value</i>				
As at 30.09.2017	43,067	22,075	8,017	73,159

B8 OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
Other receivables	4,674,989	4,417,428
Deposits	13,525	13,525
Prepayments	20,393	26,623
	4,708,907	4,457,576

Other receivables of RM4,674,989 are investment income receivable (30.09.2017: RM4,303,282) from placement of Islamic Murabahah deposits under the Cash Trust Account.

RED SENA BERHAD

(Incorporated in Malaysia)
Company No: 1109132 - P

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****B9 SHORT-TERM ISLAMIC INVESTMENTS**

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
Fair value through profit or loss:		
- RHB Asset Management Sdn. Bhd.	14,981,478	15,198,890
- AFFIN Hwang Asset Management Berhad	1,384,443	4,237,112
Market value of short-term Islamic investments	<u>16,365,921</u>	<u>19,436,002</u>

Short-term Islamic investments of the Company represent investment in highly liquid money market fund in Malaysia, which are readily convertible to known amounts of cash and cash equivalents and are subject to an insignificant risk of changes in value.

The short-term Islamic investments bore effective rates of return ranging from 3.5% to 3.6% (30.09.2017: 3.4% to 3.5%) per annum and are tax exempt.

B10 CASH TRUST ACCOUNT

The SC Guidelines require that the funds held in trust be placed in permitted investments namely Malaysian Government Securities, money market instruments and AAA-rated papers. In the event the Company fails to complete a QA within the permitted timeframe, the amount then held in custodian account (net of any taxes payable and direct expenses related to the liquidation), will be distributed to the respective shareholders. The Company invested the IPO funds in Permitted Investments as defined in the SC's Equity Guidelines. The proceeds are invested in the following banks:

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
CIMB Islamic Bank Berhad	189,603,253	182,599,114
Maybank Islamic Berhad	208,177,142	203,346,804
	<u>397,780,395</u>	<u>385,945,918</u>

The deposits placed by the Company with the licensed bank are under the Islamic Murabahah money market. The investment in the Cash Trust Account currently enjoys a return ranging from 3.7% to 3.9% (30.09.2017: 3.7% to 3.9%) per annum.

RED SENA BERHAD(Incorporated in Malaysia)
Company No: 1109132 - P**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****B11 SHARE CAPITAL**

	UNAUDITED 30.09.2018	AUDITED 30.09.2017	UNAUDITED 30.09.2018	AUDITED 30.09.2017
	Number of ordinary shares		Amount (RM)	
Issued And Fully Paid-Up				
Ordinary shares with no par value				
At 1 October 2017/2016	1,000,000,200	1,000,000,200	25,567,945	10,000,002
Transfer pursuant to Companies Act 2016	-	-	-	15,567,943
At 30 September	<u>1,000,000,200</u>	<u>1,000,000,200</u>	<u>25,567,945</u>	<u>25,567,945</u>

- (i) The holders of ordinary shares are entitled to receive dividends as and when declared by the Company, and are entitled to one vote per ordinary share at meetings of the Company.
- (ii) On 31 January 2017, the concepts of authorised share capital and par value of share capital were abolished in accordance with the Companies Act 2016. Consequently, the amount standing to the credit of the Company's share premium account became part of the Company's share capital pursuant to the transitional provisions set out in Section 618(2) of the Companies Act 2016. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

B12 RESERVES

The movements in the reserves of the Company are as follows:

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
Share Premium		
At 1 October 2017/2016	-	15,567,943
Transfer pursuant to Companies Act 2016	-	(15,567,943)
At 30 September	<u>-</u>	<u>-</u>
Warrants		
At 1 October 2017/2016	15,260,000	15,260,000
At 30 September	<u>15,260,000</u>	<u>15,260,000</u>

RED SENA BERHAD

(Incorporated in Malaysia)
Company No: 1109132 - P

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****B13 FINANCIAL LIABILITY COMPONENT OF THE PUBLIC ISSUE SHARES**

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
92.00% of the IPO funds	368,000,000	368,000,000
Less: Shares issuance costs	(13,478,654)	(13,478,654)
Add: Islamic Murabahah income	42,593,559	27,444,101
Less: Provision for income tax	(7,832,501)	(5,005,841)
Add: Amortisation of shares issuance costs	12,615,587	7,732,578
	<u>401,897,991</u>	<u>384,692,184</u>

The financial liability component of the Public Issue Share represents the Company's obligation to refund the IPO Trust Proceeds held in the Cash Trust Account in the event that the Company fails to complete the Qualifying Acquisition within the Permitted Timeframe.

At the reporting date, the financial liability component is secured against the monies in the Cash Trust Account as disclosed in Note B10.

The Equity Guidelines requires inter alia the following:

- (i) The Company must place at least 90% of the gross proceeds from its IPO in a Cash Trust Account immediately upon receipt of all proceeds ("IPO Custodian Trust Proceeds"). The amount in the custodian account may only be released by the custodian upon termination of the Cash Trust Account;
- (ii) The proceeds in the Cash Trust Account may be invested in permitted investments. Any income generated by the funds held in the trust account, including profit/dividend income derived from the permitted investments, must accrue to the Cash Trust Account;
- (iii) The balance of the proceeds from the IPO, being a maximum of 10% of the proceeds, may be utilised to defray expenses related to the IPO and for working capital purposes including but not limited to financing day-to-day administrative and operating expenses which include office rental and expenses associated with the QA; and
- (iv) In the event the Company fails to complete a QA within the permitted timeframe, it must be liquidated. The amount then held in the Cash Trust Account (net of any tax payable and direct expenses related to the liquidation), must be distributed to the respective shareholders except for Raintree F&B Sdn. Bhd. on a pro-rata basis as soon as practicable, as permissible by the relevant laws and regulations. Raintree F&B Sdn. Bhd. shall not participate in the Liquidation Distribution, except for securities purchased by them after the date of listing of the Company on the Bursa Securities.

Consequently, the public issue share is a compound financial instrument with a financial liability and equity component in accordance with MFRS 132 Financial Instruments: Presentation and FRSIC Consensus 20 Classification of the IPO Investor Securities of a SPAC. The financial liability component being the fair value of the 92% of the gross proceeds represents the Company's obligation to refund the IPO Custodian Trust Proceeds held in the Cash Trust Account to the IPO investors in the event the Company fails to complete a QA within the Permitted Timeframe.

RED SENA BERHAD(Incorporated in Malaysia)
Company No: 1109132 - P**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018****B14 OTHER PAYABLES AND ACCRUALS**

	UNAUDITED 30.09.2018 RM	AUDITED 30.09.2017 RM
Other payables	15,040	117,750
Accruals	129,882	68,773
	<u>144,922</u>	<u>186,523</u>

B15 LOSS BEFORE TAXATION

	INDIVIDUAL 6 MONTHS		CUMULATIVE 12 MONTHS	
	UNAUDITED CURRENT 2ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
Loss before taxation is arrived at after charging/ (crediting):-				
Auditor's remuneration				
- audit fees:				
- current year	17,500	20,000	35,000	35,000
- underprovision in the previous financial year	-	-	-	10,000
- non-audit fees:				
- current year	13,500	11,000	19,000	11,000
- underprovision in the previous financial year	-	-	-	3,000
Depreciation of equipment	32,555	32,196	65,110	64,319
Directors' fee	114,000	114,000	228,000	228,000
Directors' non-fee emoluments:				
- salaries and allowances	496,193	496,291	992,386	992,602
- defined contribution plan	93,480	93,480	186,960	186,960
Staff costs (including key management personnel):				
- salaries and allowances	770,733	788,918	1,559,675	1,577,836
- defined contribution plan	142,260	144,420	286,680	288,840
Finance costs on financial liability components of Public Issue Shares	8,788,918	8,161,862	17,205,807	16,345,885
Office rental	20,490	20,946	40,980	41,984
Investment income:				
- short-term Islamic investments	(305,026)	(345,227)	(631,919)	(707,329)
- Islamic Murabahah deposit	(7,730,877)	(7,268,590)	(15,149,458)	(14,687,801)
Other interest income	(93)	-	(93)	(90)

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018**

B16 INCOME TAX EXPENSE

	INDIVIDUAL 6 MONTHS		CUMULATIVE 12 MONTHS	
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
Current tax:				
- For the financial year	1,443,291	1,349,248	2,824,252	2,728,578
- Underprovision in the previous financial year	2,408	-	2,408	17,237
	<u>1,445,699</u>	<u>1,349,248</u>	<u>2,826,660</u>	<u>2,745,815</u>

A reconciliation of income tax expense applicable to the loss before taxation at the statutory income tax rate to income tax expense at the effective tax rate of the Company is as follows:

	6 MONTHS ENDED		12 MONTHS ENDED	
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
Loss before taxation	(2,713,150)	(2,434,816)	(5,319,303)	(4,877,487)
Tax at the statutory rate of 24%	(651,156)	(584,356)	(1,276,633)	(1,170,597)
Tax effects of:-				
Non-taxable income	(73,206)	(82,855)	(151,660)	(169,759)
Non-deductible expenses	2,167,653	2,016,459	4,252,545	4,068,934
Underprovision in the previous financial year	2,408	-	2,408	17,237
Income tax expense for the financial year	<u>1,445,699</u>	<u>1,349,248</u>	<u>2,826,660</u>	<u>2,745,815</u>

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018**

B17 LOSS PER SHARE

	6 MONTHS ENDED		12 MONTHS ENDED	
	UNAUDITED CURRENT 2 ND HALF YEAR ENDED 30.09.2018 RM	UNAUDITED CORRESPONDING 2 ND HALF YEAR ENDED 30.09.2017 RM	UNAUDITED 12 MONTHS ENDED 30.09.2018 RM	AUDITED 12 MONTHS ENDED 30.09.2017 RM
Loss after tax attributable to the owners of the Company	(4,158,849)	(3,784,064)	(8,145,963)	(7,623,302)
Weighted average number of ordinary shares:- As at 30 September	1,000,000,200	1,000,000,200	1,000,000,200	1,000,000,200
Loss per share (sen)				
- Basic	(0.42)	(0.38)	(0.81)	(0.76)
- Diluted	(0.42)	(0.38)	(0.81)	(0.76)

The diluted loss per share of the Company in the current financial period / year is the same as the basic loss per share as the assumed conversion of the warrants would be anti-dilutive.

**BY ORDER OF THE BOARD
TAN ENG GUAN
EXECUTIVE DIRECTOR/CHIEF EXECUTIVE OFFICER**

26 November 2018