

ARK RESOURCES HOLDINGS BERHAD (201701027024)(1241190-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

For The Fifth Quarter Ended 31 March 2020

(The figures have not been audited)

| | (Unaudited) 31.03.20 RM'000 | (Audited) 31.12.18 RM'000 |
|--------------------------------------|-----------------------------------|---------------------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 125 | 55 |
| Inventories | 2,441 | 2,441 |
| | 2,566 | 2,496 |
| Current assets | | |
| Inventories | 11,795 | 10,339 |
| Trade receivables | 1,051 | 1,398 |
| Other receivables | 1,695 | 586 |
| Cash and cash equivalents | 1,489 | 1,691 |
| | 16,030 | 14,014 |
| TOTAL ASSETS | 18,596 | 16,510 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners | | |
| Share capital | 19,484 | 17,367 |
| Merger reserve | 31,307 | 31,307 |
| Accumulated losses | (36,155) | (33,966) |
| TOTAL EQUITY | 14,636 | 14,708 |
| Current liabilities | | |
| Trade payables | 1,223 | 1,225 |
| Other payables | 2,737 | 577 |
| | 3,960 | 1,802 |
| TOTAL LIABILITIES | 3,960 | 1,802 |
| TOTAL EQUITY AND LIABILITIES | 18,596 | 16,510 |
| Net assets per share (RM) | 0.23 | 0.30 |

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

ARK RESOURCES HOLDINGS BERHAD (201701027024)(1241190-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For The Fifth Quarter Ended 31 March 2020

(The figures have not been audited)

| | Individual Quarter | | Cumulative Quarter | |
|---|--|--|--|--|
| | Current year Jan - Mar'20 RM'000 | Preceding year Jan - Mar'19 RM'000 | Current year Jan'19 - Mar'20 RM'000 15 months | Preceding year Jan - Dec'18 RM'000 12 months (audited) |
| Revenue | 349 | 113 | 3,088 | 3,176 |
| Cost of sales | (318) | (106) | (3,101) | (3,565) |
| Gross loss | <u>31</u> | <u>7</u> | <u>(13)</u> | <u>(389)</u> |
| Other income | 7 | 12 | 73 | 483 |
| Administration and operating expenses | (414) | (339) | (2,237) | (2,753) |
| Loss from operations | <u>(376)</u> | <u>(320)</u> | <u>(2,177)</u> | <u>(2,659)</u> |
| Finance costs | - | - | - | - |
| Loss before tax | <u>(376)</u> | <u>(320)</u> | <u>(2,177)</u> | <u>(2,659)</u> |
| Taxation | (12) | - | (12) | - |
| Loss after tax | <u>(388)</u> | <u>(320)</u> | <u>(2,189)</u> | <u>(2,659)</u> |
| Non-controlling interests | - | - | - | - |
| Loss for the period | <u>(388)</u> | <u>(320)</u> | <u>(2,189)</u> | <u>(2,659)</u> |
| Other comprehensive income / (loss) for the period | - | - | - | - |
| Total comprehensive loss for the period | <u><u>(388)</u></u> | <u><u>(320)</u></u> | <u><u>(2,189)</u></u> | <u><u>(2,659)</u></u> |
| Loss for the period attributable to: | | | | |
| Owners of the parent | (388) | (320) | (2,189) | (2,659) |
| Non-controlling interests | - | - | - | - |
| | <u><u>(388)</u></u> | <u><u>(320)</u></u> | <u><u>(2,189)</u></u> | <u><u>(2,659)</u></u> |
| Total comprehensive loss for the period attributable to: | | | | |
| Owners of the parent | (388) | (320) | (2,189) | (2,659) |
| Non-controlling interests | - | - | - | - |
| | <u><u>(388)</u></u> | <u><u>(320)</u></u> | <u><u>(2,189)</u></u> | <u><u>(2,659)</u></u> |
| Loss per share attributable to Owners of the parent: | | | | |
| - Basic (sen) | (0.72) | (0.66) | (4.41) | (5.46) |
| - Diluted (sen) | N/A | N/A | N/A | N/A |

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

ARK RESOURCES HOLDINGS BERHAD (201701027024)(1241190-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Fifth Quarter Ended 31 March 2020

(The figures have not been audited)

| | Cumulative Quarter | |
|---|--|--|
| | Current year Jan'19 - Mar'20 RM'000 15 months | Preceding year Jan - Dec'18 RM'000 12 months (audited) |
| Cash flows from operating activities | | |
| Loss before tax | (2,177) | (2,659) |
| Adjustments for: | | |
| Depreciation charge | 40 | 25 |
| Interest income | (12) | (13) |
| Operating loss before working capital changes | <u>(2,149)</u> | <u>(2,647)</u> |
| Increase in inventories | (1,456) | (1,948) |
| Decrease in contract assets | - | 443 |
| Decrease / (Increase) in trade and other receivables | (762) | 8,556 |
| Increase / (Decrease) in trade and other payables | 2,158 | (3,199) |
| Cash generated from / (used in) operations | <u>(2,209)</u> | <u>1,205</u> |
| Interest received | 12 | 13 |
| Tax paid / (recovered) | (12) | 9 |
| Net cash generated from / (used in) operating activities | <u>(2,209)</u> | <u>1,227</u> |
| Cash flows from financing activity | | |
| Proceeds from private placement, representing net cash generated from financing activity | <u>2,117</u> | <u>-</u> |
| Cash flows from investing activity | | |
| Purchase of property, plant and equipment, representing net cash used in investing activity | <u>(110)</u> | <u>-</u> |
| Net increase / (decrease) in cash and cash equivalents | (202) | 1,227 |
| Cash and cash equivalents as at 1 January | <u>1,691</u> | <u>464</u> |
| Cash and cash equivalents as at 31 December | <u><u>1,489</u></u> | <u><u>1,691</u></u> |

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

ARK RESOURCES HOLDINGS BERHAD (201701027024)(1241190-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Fifth Quarter Ended 31 March 2020

(The figures have not been audited)

| | Share capital RM'000 | Merger reserve RM'000 | Reorganisation reserve RM'000 | Accumulated losses RM'000 | Total RM'000 |
|---|----------------------------|-----------------------------|-------------------------------------|---------------------------------|-----------------|
| Balance as of 1 January 2019 | 17,367 | 31,307 | - | (33,966) | 14,708 |
| Issue of shares pursuant to private placement | 2,117 | - | - | - | 2,117 |
| Total comprehensive loss for the period | - | - | - | (2,189) | (2,189) |
| Balance as of 31 March 2020 | 19,484 | 31,307 | - | (36,155) | 14,636 |
| Balance as of 1 January 2018 | ** | - | 48,674 | (31,307) | 17,367 |
| Issue of shares pursuant to internal reorganisation | 17,367 | 31,307 | (48,674) | - | - |
| Total comprehensive loss for the period | - | - | - | (2,659) | (2,659) |
| Balance as of 31 December 2018 | 17,367 | 31,307 | - | (33,966) | 14,708 |

** denotes RM2

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.