

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2018

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

		INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER 31.12.2018	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2017	CURRENT YEAR TO DATE (UNAUDITED) 31.12.2018	PRECEDING YEAR CORRESPONDING PERIOD (AUDITED) 31.12.2017
Revenue	A7	219,101	209,541	861,615	831,203
Cost of goods sold		(182,582)	(188,211)	(739,706)	(712,326)
Gross profit		36,519	21,330	121,909	118,877
Other income		6,884	138	8,641	1,961
Selling and distribution expenses		(9,008)	(9,683)	(35,417)	(33,190)
Administrative expenses		(9,074)	(10,275)	(34,200)	(32,995)
Other expenses		(4,003)	(2,221)	(6,908)	(4,878)
Results from operating activities	B5	21,318	(711)	54,025	49,775
Interest income		922	806	3,105	2,756
Finance costs		(1,137)	(637)	(3,484)	(1,849)
Profit before tax	A7	21,103	(542)	53,646	50,682
Tax expense	B6	(3,400)	597	(8,343)	(7,975)
Profit for the period		17,703	55	45,303	42,707
Other comprehensive income/(expense), net of tax					
Foreign currency translation differences for foreign operations		(62)	(2,136)	(2,939)	(3,875)
Total comprehensive income for the period		17,641	(2,081)	42,364	38,832
Profit attributable to:					
Owners of the Company		18,214	298	45,369	41,897
Non-controlling interests		(511)	(243)	(66)	810
		17,703	55	45,303	42,707
Total comprehensive income attributable to:					
Owners of the Company		18,152	(1,838)	42,430	38,022
Non-controlling interests		(511)	(243)	(66)	810
		17,641	(2,081)	42,364	38,832
Earnings per ordinary share (sen)					
- Basic	B14	13.37	0.23	33.29	32.92
- Diluted	B14	10.78	0.17	26.86	24.59

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial report.

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2018

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

		UNAUDITED AS AT 31.12.2018 RM'000	AUDITED AS AT 31.12.2017 RM'000
	Note		
ASSETS			
Property, plant and equipment	A8	202,398	178,630
Investment property		7,455	7,693
Prepaid lease payments		14,236	14,527
Intangible asset		-	213
Other investments		567	567
Deferred tax assets		-	3,217
Fixed deposit with a licensed bank		30	30
Total non-current assets		224,686	204,877
Inventories		174,900	147,298
Trade and other receivables		166,385	176,269
Current tax assets		1,918	1,243
Cash and cash equivalents		169,570	155,764
Total current assets		512,773	480,574
TOTAL ASSETS		737,459	685,451
EQUITY			
* Share capital		145,260	143,905
Reserves		351,196	322,348
Total equity attributable to owners of the Company		496,456	466,253
Non-controlling interests		9,784	9,850
Total equity		506,240	476,103
Long term borrowings		41,519	16,948
Deferred tax liabilities		4,337	4,928
Total non-current liabilities		45,856	21,876
Short term borrowings		85,406	58,745
Trade and other payables, including derivative		99,957	127,301
Current tax liabilities		-	1,426
Total current liabilities		185,363	187,472
Total LIABILITIES		231,219	209,348
TOTAL EQUITY AND LIABILITIES		737,459	685,451
Net Assets per share attributable to the owners of the Company (RM)		3.64	3.24

* Total number of shares as at 31 Decemeber 2018 is 136,432,653

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial report.

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2018


UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company							Distributable Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Non-distributable										
	Share capital RM'000	Share premium RM'000	Equity component of ICULS RM'000	Warrant reserve RM'000	Translation reserve RM'000	Statutory reserve RM'000	Treasury shares RM'000				
12 months year ended 31.12.2017											
At 1 January 2017	118,307	4,762	20,105	16,564	24,008	4,141	-	242,026	429,913	8,370	438,283
Total comprehensive income for the period	-	-	-	-	(3,875)	-	-	41,897	38,022	810	38,832
Exercise of warrants	7,263	-	-	(2,190)	-	-	-	-	5,073	-	5,073
Convertible of ICULS	13,573	-	(6,785)	-	-	-	-	(5,595)	1,193	-	1,193
Transfer in accordance with Section 618(2) of the Companies Act 2016 (Note a)	4,762	(4,762)	-	-	-	-	-	-	-	-	-
Issuance of shares to non-controlling interests	-	-	-	-	-	-	-	-	-	670	670
Dividends to owners of the Company	-	-	-	-	-	-	-	(7,948)	(7,948)	-	(7,948)
At 31 December 2017	<u>143,905</u>	<u>-</u>	<u>13,320</u>	<u>14,374</u>	<u>20,133</u>	<u>4,141</u>	<u>-</u>	<u>270,380</u>	<u>466,253</u>	<u>9,850</u>	<u>476,103</u>
12 months year ended 31.12.2018											
At 1 January 2018, as previously reported	143,905	-	13,320	14,374	20,133	4,141	-	270,380	466,253	9,850	476,103
Adjustment on initial application of MFRS 9, net of tax	-	-	-	-	-	-	-	(1,029)	(1,029)	-	(1,029)
At 1 January 2018, restated	143,905	-	13,320	14,374	20,133	4,141	-	269,351	465,224	9,850	475,074
Total comprehensive income for the period	-	-	-	-	(2,939)	-	-	45,369	42,430	(66)	42,364
Exercise of warrants	345	-	-	(104)	-	-	-	-	241	-	241
Convertible of ICULS	1,010	-	(505)	-	-	-	-	(468)	37	-	37
Purchase of treasury shares	-	-	-	-	-	-	(579)	-	(579)	-	(579)
Dividends to owners of the Company	-	-	-	-	-	-	-	(10,897)	(10,897)	-	(10,897)
At 31 December 2018	<u>145,260</u>	<u>-</u>	<u>12,815</u>	<u>14,270</u>	<u>17,194</u>	<u>4,141</u>	<u>(579)</u>	<u>303,355</u>	<u>496,456</u>	<u>9,784</u>	<u>506,240</u>

Note a
Pursuant to the Section 618 of Companies Act 2016 ("CA2016") which came into effect on 31 January 2017, the credit amounts in the share premium account has been transferred to the share capital account. The Group may exercise its right to use the credit amounts transferred from the share premium account within 24 months after the commencement of the CA2016.

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial report.

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2018

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	12 months ended	
	UNAUDITED	AUDITED
	31.12.2018	31.12.2017
	RM'000	RM'000
Profit before tax	53,646	50,682
Adjustments for:		
Depreciation of property, plant and equipment	18,749	17,826
Depreciation of investment property	238	238
Amortisation of prepaid lease payments	272	237
Amortisation of intangible assets	9	9
Gain on disposal of property, plant and equipment	(142)	(136)
Written off of property, plant and equipment	204	13
Impairment loss on property, plant and equipment	3,384	-
Interest income	(3,105)	(2,756)
Interest expense	3,484	1,849
Unrealised gain on foreign exchange for loans and borrowing	-	(8,491)
Operating profit before changes in working capital	76,739	59,471
Changes in working capital:		
Trade and other receivables	8,277	(21,048)
Inventories	(28,536)	8,811
Trade and other payables	(27,677)	10,497
Cash generated from operations	28,803	57,731
Income taxes paid	(7,826)	(12,078)
Net cash generated from operating activities	20,977	45,653
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(46,769)	(57,035)
Additions to investment properties	-	(7,931)
Additions to prepaid lease payments	(73)	(2,537)
Proceeds from disposal of property, plant and equipment	355	160
Interest received	3,105	2,756
Net cash used in investing activities	(43,382)	(64,587)
CASH FLOWS FROM FINANCING ACTIVITIES		
ICULS interest paid	(1,286)	(1,682)
Dividend paid	(10,897)	(7,948)
Interest paid	(3,430)	(1,657)
Repayment of finance lease liabilities, net	(499)	(778)
Term loans, net	28,484	12,708
Other bank borrowings, net	23,381	17,486
Proceeds from conversion of warrants	241	5,073
Acquisition of treasury shares	(579)	-
Proceeds from issuance of shares to non-controlling interest	-	670
Net cash from/ (used in) financing activities	35,415	23,872
NET INCREASE IN CASH AND CASH EQUIVALENTS	13,010	4,938
Effects of exchange rate fluctuations on cash held	(351)	(1,560)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	154,916	151,538
CASH AND CASH EQUIVALENTS AT END OF PERIOD	167,575	154,916
REPRESENTED BY:-		
Cash and bank balances	77,545	100,799
Short-term deposits	92,025	54,965
Bank overdrafts	(1,995)	(848)
	167,575	154,916

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial report.



PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

A1 Basis of preparation

This quarterly report is unaudited and is prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read together with the Group's audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes.

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2017, except for the adoption of the following:

Description	Effective date
IC Interpretation 22, Foreign Currency Transactions and Advance Consideration	1 January 18
Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards	1 January 18
Amendments to MFRS 2, Share-based Payment - Classification and Measurement of Share-based Payment Transactions	1 January 18
Amendments to MFRS 4, Insurance Contracts - Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 18
Amendments to MFRS 128, Investments in Associates and Joint Ventures	1 January 18
Amendments to MFRS 140, Investment Property - Transfers of Investment Property	1 January 18

The adoption of the above mentioned are not expected to have any material financial impact to the Group except as mentioned below:

MFRS 9, Financial Instruments

MFRS 9 replace the guidance in MFRS 139, Financial Instruments: Recognition and Measurement on the classification and measurement of financial assets and financial liabilities, and on hedge accounting. In respect of impairment of financial assets, MFRS 9 replaces the "incurred loss" model in MFRS 139 with an "expected credit loss (ECL)" model. MFRS 9 contain a new classification and measurement approach for financial assets that reflect the business model in which assets are managed and their cash flow characteristics. During the current financial quarter ended, the Group have assessed the estimated impact of the initial application of MFRS 9 on the financial statements. Based on the assessment, the adoption of MFRS 9 does not have any significant impact on the financial statements of the Group.

MFRS 15, Revenue from Contracts with Customers

Upon adoption of MFRS 15, the Group recognise the revenue from contracts with customers when or as the Group transfer goods or services to a customer, measured at the amount to which the Group expects to be entitled, according to the term and condition stipulated in the contracts with customers. Depending on whether certain criteria are met, revenue is recognised over time, in a manner that depicts the Group's performance; or at the point in time, when control of the goods or services is transferred to the customers. The adoption of MFRS 15 have not resulted in any material impact on the financial statements of the Group.

A2 Seasonal or cyclical factors

The cyclical nature of the manufacturing sector is generally correlated to the global economy while seasonal demand will normally peak during festive periods.

A3 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date as a consequence of their nature, size or incidence.

**A4 Changes in estimates**

There were no material changes in estimates of amount reported in either the prior interim period of the current financial year or prior financial years that have a material effect on the results during the current quarter and financial year-to-date.

A5 Debt and equity securities

There were no issuance or repayment of debt and equity securities, share cancellations and resale of treasury shares for the current quarter ended 31 December 2018.

A6 Dividends paid

There was no dividend paid in the quarter under review.

A7 Segment information

The Group's operations can be divided into two products based operating segments.

Segment information for the year ended 31 December 2018 are as follow:

	<u>Plastic and petroleum products</u> RM'000	<u>Food, beverages and other consumable products</u> RM'000	<u>Consolidated</u> RM'000
2018			
Revenue			
Revenue from external customers	804,994	56,621	861,615
Segment profit	59,166	(5,520)	53,646
Included in the measure of segment profit is:			
-Depreciation and amortisation	17,009	2,259	19,268
Segment assets	692,429	45,713	738,142
Included in the measure of segment assets is:			
-Capital expenditure	56,251	686	56,937

Segment information for the year ended 31 December 2017 are as follow:

	<u>Plastic and petroleum products</u> RM'000	<u>Food, beverages and other consumable products</u> RM'000	<u>Consolidated</u> RM'000
2017			
Revenue			
Revenue from external customers	775,417	55,786	831,203
Segment profit	52,908	(2,226)	50,682
Included in the measure of segment profit is:			
-Depreciation and amortisation	17,042	1,268	18,310
Segment assets	632,185	50,049	682,234
Included in the measure of segment assets is:			
-Capital expenditure	66,334	2,481	68,815

**A8 Revaluation of property, plant and equipment**

Land and buildings of the Group have not been revalued since certain properties were first revalued in 1995. The Directors have not adopted a policy of regular revaluation of such assets. As permitted under the transitional provisions of International Accounting Standard No. 16 (Revised): Property, Plant and Equipment adopted by the Malaysian Accounting Standard Board, these assets are stated at their respective valuation less accumulated depreciation.

A9 Material events subsequent to the end of the financial period

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements as the date of this report.

A10 Changes in the composition of the Group

On 29 November 2018, the Group has announced that its wholly owned subsidiary company, Syarikat Thong Guan Trading Sdn Bhd had entered into a share sales and purchase agreement to acquire a 49% stake in a company in Thailand for a cash consideration of RM620,000. The transaction has yet to be completed as of to date.

A11 Contingent liabilities

The Company has provided financial support to certain subsidiaries to enable them to continue operating as a going concern.

B1 Review of performance

	Individual quarter			
	31.12.2018 RM'000	31.12.2017 RM'000	Variance RM'000	Variance %
Revenue				
Plastic and petroleum products	206,397	195,060	11,337	5.8
Food, beverages and other consumable products	12,704	14,481	(1,777)	(12.3)
Group	219,101	209,541	9,560	4.6
Profit/(Loss) before tax				
Plastic and petroleum products	24,530	3,251	21,279	654.5
Food, beverages and other consumable products	(3,427)	(3,793)	366	9.6
Group	21,103	(542)	21,645	3,993.5
	Cumulative period			
	31.12.2018 RM'000	31.12.2017 RM'000	Variance RM'000	Variance %
Revenue				
Plastic and petroleum products	804,994	775,417	29,577	3.8
Food, beverages and other consumable products	56,621	55,786	835	1.5
Group	861,615	831,203	30,412	3.7
Profit/(Loss) before tax				
Plastic and petroleum products	59,166	52,908	6,258	11.8
Food, beverages and other consumable products	(5,520)	(2,226)	(3,294)	(148.0)
Group	53,646	50,682	2,964	5.8

*Current Quarter - Revenue*

For the current quarter ended 31 December 2018 (4Q18), the Group registered a revenue of RM219.10 million as compared to RM209.54 million recorded in 31 December 2017 (4Q17). The sales of the Group's Plastic and petroleum products increased by 5.8% in 4Q18 as compared to 4Q17. This was mainly contributed by the improvement of stretch film sales.

Current Quarter - Profit Before Tax (PBT)

For the current quarter ended 31 December 2018 (4Q18), the Group's plastic products division recorded a PBT of RM24.53 million while its food, beverages and other consumable products division recorded a loss of RM3.43 million as compared to profits of RM3.25 million and loss of RM3.79 million respectively recorded in 4Q17.

Higher profit before tax for the current quarter was mainly due to the better selling prices of its export due to the appreciation of the USD.

The food, beverages & other consumable products, division recorded a loss due mainly to the operating losses and impairment of assets from its restaurant operations.

Cumulative Period - Revenue

For the year 2018, the Group recorded a growth in revenue of 3.8% or RM29.58 million increase for its plastic products division. The Group also achieved a 1.5% or RM0.84 million growth in its food, beverages and other consumable products division. The total revenue for the year 2018 is RM861.62 million, a growth of 3.7% as compared to the preceding year's corresponding year of RM831.20 million. The increase in revenue was mainly contributed by the increase in export sales of its stretch film, industrial bags and PVC food wrap.

Cumulative Period - Profit before Tax (PBT)

The Group's profit before tax for the year ended 31 December 2018 is RM59.17 million (2017: RM52.91 million) for its plastic products division while its food, beverages and other consumable products division recorded a losses of RM5.52 million (2017: losses of RM2.23 million).

The higher profit before tax for year 2018 was mainly due to the increase of sale from stretch film, industrial bag and PVC food wrap. The food, beverages and other consumable products division recorded a loss before tax mainly due to the operating losses and impairment of assets from its restaurant operations and its organic noodle division.

B2 Comparison with immediate preceding quarter's results

	Individual quarter ended		Variance RM'000	Variance %
	31.12.2018 RM'000	30.09.2018 RM'000		
Revenue	219,101	221,590	(2,489)	(1.1)
Profit before tax	21,103	12,459	8,644	69.4

The lower revenue recorded as compared to the preceding quarter was mainly due to the decrease in its sales volume of food and beverage division and also Industrial bags division. The improvement in the Group's profit before tax as compared to the immediate preceding quarter was mainly due to the improvement on gross margin in plastic products due to the higher selling prices when translated to MYR as a result of the appreciation of the USD against MYR during the current quarter as compared to 3Q18.

B3 Prospect

For the year ended 31 December 2018, the Group recorded a modest 3.7% growth in revenue. The trade war between United State and China has continued to impact the global trade condition and thus the growth of the plastic packaging sector. This has jeopardised the sales growth of the Group to its existing customers and pace of market expansion. Despite this phenomenon, the Group is working hard to look for new customers and markets for its products.



The additional stretch film production line has completed commissioning in the first quarter of 2019. With the additional capacity coming on stream, the Group is optimistic to continue to grow its sales volume and revenue.

Barring any unforeseen circumstances, the Group expects to continue to grow its business in the next financial year and beyond.

B4 Variance of actual profit from forecast profit

Not applicable.

B5 Results from operating activities

Results from operating activities are arrived at:

	Individual quarter		Cumulative period	
	31.12.2018 RM'000	31.12.2017 RM'000	31.12.2018 RM'000	31.12.2017 RM'000
After charging:				
Bad debt written off	75	20	75	20
Depreciation of property, plant and equipment	4,783	4,990	18,749	17,826
Depreciation of investment property	60	238	238	238
Amortisation of prepaid lease payments	68	93	272	237
Amortisation of intangible assets	-	9	9	9
Property, plant and equipment written off	-	6	203	13
Impairment loss on trade receivable	234	532	234	532
Impairment loss on property, plant and equipment	2,384	-	3,384	-
Loss on foreign exchange				
- realised	(286)	533	2,527	3,318
- unrealised	-	1,409	-	640
and crediting:				
Gain on disposal of plant and equipment	64	10	143	136
Gain on foreign exchange				
- realised	-	-	-	-
- unrealised	(1,271)	-	468	-
Reversal of impairment loss on receivables	-	88	12	274

B6 Income tax expense

	Individual quarter		Cumulative period	
	31.12.2018 RM'000	31.12.2017 RM'000	31.12.2018 RM'000	31.12.2017 RM'000
Income tax in respect of				
- Current period	1,478	1,491	4,235	11,119
- Prior year	1,325	(302)	1,494	840
Deferred taxation	597	(1,786)	2,614	(3,984)
	<u>3,400</u>	<u>(597)</u>	<u>8,343</u>	<u>7,975</u>

The Group's effective tax rate was lower than the statutory corporate tax rate due to the availability of certain tax incentives to certain subsidiary companies within the group.

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2018



B7 Sale of unquoted investments and/or properties

There were no sale of unquoted investments for the current financial quarter and financial period-to-date.

B8 Quoted securities

There were no purchases or disposals of quoted securities for the current financial quarter and financial period-to-date.

B9 Status of corporate proposals announced

On 29 November 2018, the Group has announced that its wholly owned subsidiary company, Syarikat Thong Guan Trading Sdn Bhd had entered into a share sales and purchase agreement to acquired a 49% stake in a company in Thailand for a cash consideration of RM620,000. The transaction has yet to be completed as of to date.

B10 Group borrowings and debt securities

	31.12.2018
	RM'000
	<hr/>
Current	
<u>Secured</u>	
Term loans	5,651
Finance lease liability	634
	6,285
<u>Unsecured</u>	
Term loans	3,908
Overdrafts	1,995
Bankers' acceptances	6,358
Onshore foreign currency loans	61,279
Foreign currency trust receipt	4,343
Liability component of ICULS	1,239
	79,122
	<hr/>
	85,406
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Non-current	
<u>Secured</u>	
Term loans	34,232
Finance lease liability	1,107
<u>Unsecured</u>	
Term loans	6,180
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	41,519
	<hr/>

The above borrowings are denominated in Ringgit Malaysia except for onshore foreign currency loans and secured and unsecured term loans and foreign currency trust receipt which are denominated in US Dollar.

**B11 Disclosure of derivatives**

There were no derivatives in the quarter under review.

B12 Changes in material litigation

There was no material litigation pending as at the date of this quarterly report.

B13 Proposed Dividends

The Board of Directors proposes to recommend for shareholders' approval at the forthcoming Annual General Meeting a final single-tier dividend of 8 sen per ordinary share in respect of the financial year ended 31 December 2018, to be paid on a date to be determined.

B14 Earnings per ordinary share**(a) Basic earnings per ordinary share**

Basic earnings per ordinary share amounts are calculated by dividing profit attributable to the ordinary equity shareholders by the weighted average number of ordinary shares in issue during the financial period, excluding treasury shares held by the Company.

	Individual quarter		Cumulative period	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Profit attributable to ordinary equity owners of the Company (RM'000)	18,214	298	45,369	41,897
Weighted average number of ordinary share in issue (units'000)	136,276	127,252	136,276	127,252
Basic earnings per ordinary share (sen)	13.37	0.23	33.29	32.92

(b) Diluted earnings per ordinary share

	Individual quarter		Cumulative period	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Profit attributable to ordinary equity owners of the Company (RM'000)	18,214	298	45,369	41,897
Weighted average number of ordinary share in issue (units'000)	168,924	170,366	168,924	170,366
Diluted earnings per ordinary share (sen)	10.78	0.17	26.86	24.59

If there is any outstanding ICULS on the maturity date (10 October 2019), the ICULS shall be automatically converted into new TGIB shares at conversion price.

B15 Auditors' report on preceding annual financial statements

There were no qualification on the auditors' report of the Group's most recent annual audited financial statements.

By Order of the Board

Dato' Ang Poon Chuan
Managing Director

DATED THIS 27 FEBRUARY 2019