

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER ENDED FEBRUARY 2019**

( The figures have not been audited )

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (28-02-2019) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (28-02-2018) RM'000	CURRENT YEAR TODATE (28-02-2019) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (28-02-2018) RM'000
Revenue	110,728	14,930	171,360	62,421
Operating expenses	(104,697)	(13,997)	(161,627)	(55,322)
Other operating income	217	766	310	816
<b>Profit from operations</b>	<b>6,248</b>	<b>1,699</b>	<b>10,043</b>	<b>7,915</b>
Finance costs	(2,010)	(1,281)	(4,263)	(2,536)
<b>Profit after finance cost</b>	<b>4,238</b>	<b>418</b>	<b>5,780</b>	<b>5,379</b>
Share of results of an associate	(3)	-	(5)	(3)
Share of results of a joint venture	1	(11)	3	(15)
<b>Profit before taxation</b>	<b>4,237</b>	<b>407</b>	<b>5,779</b>	<b>5,361</b>
Taxation	(2,177)	(402)	(3,790)	(1,154)
<b>Profit for the period</b>	<b>2,060</b>	<b>5</b>	<b>1,990</b>	<b>4,207</b>
<b>Other comprehensive income (loss)/income, net of tax item that may be reclassified subsequently to profit or loss</b>				
Fair value adjustment on available-for- sale financial assets	(1)	-	(4)	2
<b>Total comprehensive income</b>	<b>2,059</b>	<b>5</b>	<b>1,986</b>	<b>4,209</b>
<b>(Loss)/Profit attributable to:</b>				
Owners of the Company	1,852	844	3,817	5,265
Non-controlling interests	208	(839)	(1,827)	(1,058)
	<b>2,060</b>	<b>5</b>	<b>1,990</b>	<b>4,207</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	1,851	844	3,813	5,267
Non-controlling interests	208	(839)	(1,827)	(1,058)
	<b>2,059</b>	<b>5</b>	<b>1,986</b>	<b>4,209</b>
<b>Earnings per share attributable to owners of the Company:-</b>				
Basic(sen)	1.65	0.88	3.40	5.46

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018 and the accompanying explanatory notes attached.)

**PLB ENGINEERING BERHAD**  
(Company Number : 418224 - X)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 28 FEBRUARY 2019**

( The figures have not been audited )

	<b>UNAUDITED</b> <b>AS AT END OF</b> <b>CURRENT</b> <b>QUARTER</b> <b>28-02-2019</b> <b>RM'000</b>	<b>RESTATED</b> <b>AUDITED</b> <b>AS AT PRECEDING</b> <b>FINANCIAL</b> <b>YEAR END</b> <b>31-08-2018</b> <b>RM'000</b>
<b>ASSETS</b>		
<b><u>Non-Current assets</u></b>		
Property, plant and equipment	151,402	141,542
Investment properties	23,724	23,724
Investment in an associate	4,463	4,467
Investment in a joint venture	700	696
Inventories	51,335	51,318
Other investments	4	8
Deferred tax assets	263	624
	<b>231,890</b>	<b>222,379</b>
<b><u>Current assets</u></b>		
Inventories	229,860	217,247
Contract assets	3,045	910
Trade receivables	47,320	22,936
Other receivables, deposits and prepayments	15,801	15,498
Tax recoverable	1,781	2,473
Fixed deposits with licensed banks	13,195	12,802
Cash and bank balances	13,094	2,858
	<b>324,096</b>	<b>274,724</b>
<b>TOTAL ASSETS</b>	<b>555,986</b>	<b>497,103</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owner of the Company</b>		
Share Capital	112,395	112,395
Reserves	41,657	37,844
Shareholders' fund	154,052	150,239
Non-controlling interests	(8,757)	(6,930)
<b>Total equity</b>	<b>145,295</b>	<b>143,309</b>
<b><u>Non-current liabilities</u></b>		
Bank borrowings	203,101	113,063
	<b>203,101</b>	<b>113,063</b>
<b><u>Current liabilities</u></b>		
Contract liabilities	7,598	5,396
Trade payables	35,361	37,544
Other payables and accruals	59,647	77,881
Bank borrowings	101,836	118,201
Provision for taxation	3,149	1,709
	<b>207,591</b>	<b>240,731</b>
<b>Total liabilities</b>	<b>410,692</b>	<b>353,794</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>555,986</b>	<b>497,103</b>
Net tangible assets per share (RM)	1.37	1.44

(The Condensed Consolidated of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018 and the accompanying explanatory notes attached.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 28 FEBRUARY 2019**

( The figures have not been audited )

	Attributable to owners of the Company						Non-controlling Interest	Total Equity
	Share Capital	Treasury Shares	Non-Distributable		Distributable			
			Treasury Shares Transaction Reserve	Fair Value Adjustment Reserve	Retained Profits/ (Accumulated Losses)	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>6 months period end 28 February 2019</b>								
Balance at 1 September 2018	112,395	-	-	-	37,844	150,239	(6,930)	143,309
Total comprehensive income/(loss) for the period	-	-	-	(4)	3,817	3,813	(1,827)	1,986
<b>Balance at 28 February 2019</b>	<b>112,395</b>	<b>-</b>	<b>-</b>	<b>(4)</b>	<b>41,661</b>	<b>154,052</b>	<b>(8,757)</b>	<b>145,295</b>
<b>6 months period end 28 February 2019</b>								
Balance at 1 September 2018	107,233	(10,508)	-	-	30,737	127,462	(4,716)	122,746
Total comprehensive income/(loss) for the period	-	-	-	2	5,265	5,267	(1,058)	4,209
Transactions with owners:								
Issuance of bonus issue *	5,162	-	-	-	(5,162)	-	-	-
Resale of treasury shares	-	5,945	4,172	-	-	10,117	-	10,117
Non-controlling interest on acquisition of equity interest of subsidiary	-	-	-	-	-	-	400	400
Total transactions with owners	5,162	5,945	4,172	-	(5,162)	10,117	400	10,517
Balance at 28 February 2018	112,395	(4,563)	4,172	2	30,840	142,846	(5,374)	137,472

\* The bonus issue was satisfy via capitalising the share premium account and retained profits of RM15,951,063 and RM5,162,288 respectively.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018 and the accompanying explanatory notes attached.)

**PLB ENGINEERING BERHAD**  
(Company Number : 418224 - X)

(Indirect method)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 28 FEBRUARY 2019**

( The figures have not been audited )

	<b>6 months ended 28-02-2019 RM'000</b>	<b>6 months ended 28-02-2018 RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit before taxation	5,779	5,361
Adjustment for :-		
Non-cash items - operating	2,786	2,013
Non-operating items - investing	(236)	(560)
Non-operating items - financing	4,263	2,536
Operating profit before working capital changes	<u>12,592</u>	<u>9,349</u>
Net Change in current assets	(39,351)	(24,478)
Net Change in current liabilities	(18,215)	12,117
Cash used in operations	<u>(44,974)</u>	<u>(3,012)</u>
Interest income	237	579
Interest paid	(4,263)	(2,536)
Income tax paid	(1,295)	(1,590)
Cash used in operating activities	<u>(50,296)</u>	<u>(6,559)</u>
<b>Cash Flows From Investing Activities</b>		
Land held for development	(17)	(3)
Placement of fixed deposits	(394)	(910)
Purchase of property, plant & equipment	(12,729)	(25,908)
Net cash used in investing activities	<u>(13,140)</u>	<u>(26,820)</u>
<b>Cash Flows From Financing Activities</b>		
Drawdown from bank borrowings	78,030	4,785
Proceeds from issue of shares to non-controlling interest	-	400.00
Proceeds from disposal of treasury shares	-	10,115
Net cash provided from financing activities	<u>78,030</u>	<u>15,300</u>
<b>Net increase in Cash</b>	<u>14,594</u>	<u>(18,079)</u>
<b>Cash And Cash Equivalents At Beginning</b>	<u>(17,336)</u>	<u>(3,292)</u>
<b>Cash And Cash Equivalents At End</b>	<u><u>(2,742)</u></u>	<u><u>(21,371)</u></u>

Notes :

Cash and cash equivalents consists of net cash and bank balances and overdraft utilised.

**(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018 and the accompanying explanatory notes attached.)**

## Quarterly report on consolidated results for the period ended 28 February 2019

### A NOTES TO THE INTERIM FINANCIAL STATEMENTS

#### A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for year ended 31 August 2018. These explanatory notes attached to the 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 Group since the financial year ended 31 August 2018.

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the financial statements for the year ended 31 August 2018 except for the adoption of the applicable new and revised FRSS and IC Interpretations which were mandatory for the financial periods beginning on or after 1 September 2018.

#### **Malaysian Financial Reporting Standards Framework**

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual period beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (“Transitioning Entities”).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group and the Company expect to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 August 2019.

#### **MFRS Standards, Amendments to Published Standards and Interpretations**

##### *MFRS 9 Financial Instruments*

*MFRS 9 Financial Instruments* replaces *MFRS 139 Financial Instruments: Recognition and Measurement* and all previous versions of MFRS 9. MFRS 9 brings together all three aspects of the accounting for financial instruments project: classification and measurement, impairment and hedge accounting. MFRS 9 is effective for annual periods beginning on or after 1 January

## Quarterly report on consolidated results for the period ended 28 February 2019

2018, with early application permitted. Except for hedge accounting, retrospective application is required but providing comparative information is not compulsory. For hedge accounting, the requirements are generally applied prospectively, with some limited exceptions. The Group plans to adopt the new standard on the required effective date and will not restate comparative information.

### (i) Classification and measurement of financial assets and financial liabilities

#### *Quoted investments currently classified as available-for-sale (“AFS”) financial assets*

Under MFRS 9, the Group will have to reclassify its AFS financial assets to fair value through profit or loss as it does not meet the contractual cash flow characteristics condition for measurement at AFS however the Group does not expect a significant impact to its financial statements due to immateriality of the AFS financial assets.

#### *Loans and receivables*

The Group will continue to measure its other financial assets and liabilities currently classified under loans and receivables and are held to collect contractual cash flows and are expected to give rise to cash flows representing solely payments of principal and interest will continue to be carried at amortised cost under MFRS 9.

### (i) Impairment

MFRS 9 requires the Group to record expected credit losses on all of its debt securities, loans and trade receivables, either on a 12-month or lifetime basis. MFRS 9 replaces the incurred loss model in MFRS 139 with a forward looking “expected credit loss model”. The Group has performed an assessment and expects to apply the simplified approach and record lifetime expected losses on all its trade receivables using a provision matrix based on historical observed default rates which are adjusted for forward-looking estimates established.

The Group is in the progress of tabulating the provision matrix and it is expected that additional provision for impairment loss will be recognised upon adoption of MFRS 9.

#### *MFRS 15 Revenue from Contracts with Customers*

The new revenue standard will supersede all current revenue recognition requirements under MFRS. MFRS 15 establishes a five-step model to account for revenue arising from contracts with customers. Under MFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled for transferring goods or services to a customer.

### (a) Accounting for separate performance obligation arising from sale of properties

The application of MFRS 15 resulted in the identification of various separate performance obligations which previously had been bundled as a sale of property. The performance obligation is separate if the performance obligation is capable of being distinct and if they are

## Quarterly report on consolidated results for the period ended 28 February 2019

distinct within the context of the contract. Among the performance obligations to be identified separately in a sale of property agreement are the property, white goods, common facilities, legal and stamp duties paid on behalf of house buyers etc. Revenue will have to be allocated to the respective identified performance obligations and recognised when controls in relation to the performance obligations have been transferred. The timing of revenue recognition could be affected going forward.

### (a) Timing of recognition for the sales of properties

Revenue from the property development is recognised as and when the control of the asset is transferred to the customer and it is probable that the Group will collect the consideration to which it will be entitled in exchange for the asset that will be transferred to the customer. Control of the asset may transfer over time or at a point in time. For properties sold in accordance with the Housing Development (Control and Licensing) Act 1966 (“HDA”), control of the asset is transferred over time as the Group’s performance does not create an asset with an alternative use and the Group has an enforceable right to payment for performance completed to date.

Revenue from sale of properties under HDA without a secured financing arrangement is recognised when it is probable that the Group will collect the consideration of the sale of the property to which it is entitled. For sale of properties not governed under HDA, the recognition of revenue is assessed on a contract by contract basis, to establish the Group’s enforceable right to payment for performance completed to date.

### (a) Classification of land held for property development and property development costs

Upon withdrawal of *FRS 201 Property Development Activities*, land held for property development and property development costs will be reclassified as inventories as these assets are in the process of production for sale. These inventories will be carried at the lower of cost or net realisable value.

### (b) Presentation of contract assets and contract liabilities in the statement of financial position

*MFRS 15* requires separate presentation of contract assets and contract liabilities in the statement of financial position which will result in some reclassification on certain balance sheet items as of 1 September 2018. In the case of construction contracts, contract assets is the excess of cumulative revenue earned over cumulative billings to-date and contract liabilities is the obligation to transfer goods or services to the customers for which the Group has received the consideration or has billed the customers.

## **Quarterly report on consolidated results for the period ended 28 February 2019**

### **A2. Audit qualification**

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

### **A3. Seasonal or cyclical factors**

The business operations of the Group were not significantly affected by any seasonal or cyclical factors during the financial period under review apart from unfavorable weather conditions, increase in cost of construction materials or festival seasons.

### **A4. Item of unusual nature**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual due to their nature, size or incidence for the financial period under review.

### **A5. Changes in estimates**

There were no significant changes in the estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

### **A6. Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the financial period under review.

### **A7. Dividends paid**

There was no dividend proposed during the quarter under review.



## Quarterly report on consolidated results for the period ended 28 February 2019

### A8. Segmental analysis

Current period ended 28 February 2019	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Others (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>										
External sales	-	3,542	290	115,747	39,648	7,914	3,721	498	-	171,360
Inter-segment sales	2,907	7,375	266	4,992	-	-	-	18	(15,558)	-
Total revenue	2,907	10,917	556	120,739	39,648	7,914	3,721	516	(15,558)	171,360
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	337	128	319	7,550	1,652	(1,688)	(55)	(67)	1,557	9,733
Unallocated income (Note 1)										310
Profit from operations										10,043
Finance costs										(4,263)
Share of result of an Associate										(5)
Share of result of a joint venture										3
Profit before taxation										5,779

Note:

1. Unallocated income mainly represents fixed deposit interest income, scrap sales, rental of building & machinery, land, factory and leasing of palm tree.
2. Other segment represents sales from brick making and advisory services.

## Quarterly report on consolidated results for the period ended 28 February 2019

	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
<b>Assets</b>										
Segment assets	1,490	4,870	16,955	81,829	258,131	55,993	102,783	438		522,489
Investment in an associate	607	-	-	-	3,856	-	-	-		4,463
Investment in a Joint venture	-	-	-	-	700	-	-	-		700
Tax recoverable	601	-	-	262	864	54	-	-		1,781
Fixed deposits with licensed banks	-	-	-	1,575	7,920	-	3,700	-		13,195
Cash and bank balances	53	-	14	5,732	4,432	1,189	1,674	1		13,095
Deferred tax assets	-	-	(10)	(652)	925	-	-	-		263
<b>Total assets</b>	<b>2,751</b>	<b>4,870</b>	<b>16,959</b>	<b>88,746</b>	<b>276,828</b>	<b>57,236</b>	<b>108,157</b>	<b>439</b>		<b>555,986</b>
<b>Liabilities</b>										
Segment liabilities	335	11,281	157	67,837	15,279	5,116	2,598	4	-	102,607
Borrowings	-	2,925	-	53,527	153,641	9,844	85,000	-	-	304,937
Provision for taxation	52	-	18	3,670	(1,102)	510	-	-	-	3,148
<b>Total liabilities</b>	<b>387</b>	<b>14,205</b>	<b>175</b>	<b>125,034</b>	<b>167,818</b>	<b>15,470</b>	<b>87,598</b>	<b>4</b>	<b>-</b>	<b>410,692</b>

## Quarterly report on consolidated results for the period ended 28 February 2019

Current period ended 28 February 2018	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Others (Note 4)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>										
External sales	-	1,800	268	33,223	10,734	16,304	-	92	-	62,421
Inter-segment sales	1,956	2,777	266	18,227	-	-	-	4	(23,230)	-
Total revenue	1,956	4,577	534	51,450	10,734	16,304	-	96	(23,230)	62,421
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	(199)	154	226	4,451	2,756	3,786	(1,862)	(39)	(2,174)	7,099
Unallocated income (Note 3)										816
Profit from operations										7,915
Finance costs										(2,536)
Share of result of an associate										(3)
Share of result of a joint venture										(15)
Profit before taxation										5,361

Note:

3. Unallocated income mainly represent fixed deposit interest income, scrap sales, rental of building, land, factory & leasing of palm tree.
4. Other segment represents sales from brick making and advisory services.

## Quarterly report on consolidated results for the period ended 28 February 2019

	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
<b>Assets</b>										
Segment assets	1,365	2,698	9,784	59,904	223,635	61,435	25,804	797		385,422
Investment in an associate	236	-	-	-	3,856	-	-	-		4,092
Investment in a Joint venture	-	-	-	-	717	-	-	-		717
Tax recoverable	524	-	15	559	547	1	-	-		1,646
Fixed deposits with licensed banks	-	-	-	1,566	5,794	-	2,850	-		10,210
Cash and bank balances	(27)	-	12	2,180	1,193	421	10	2		3,791
Deferred tax assets	-	-	-	(172)	475	-	-	-		303
<b>Total assets</b>	<b>2,098</b>	<b>2,698</b>	<b>9,811</b>	<b>64,037</b>	<b>236,217</b>	<b>61,857</b>	<b>28,664</b>	<b>799</b>		<b>406,181</b>
<b>Liabilities</b>										
Segment liabilities	452	3,536	150	44,707	18,594	3,849	8,958	10		80,256
Borrowings	-	3,301	-	55,545	101,482	14,369	13,600	-		188,297
Provision for taxation	-	-	32	118	3	3	-	-		156
<b>Total liabilities</b>	<b>452</b>	<b>6,837</b>	<b>182</b>	<b>100,370</b>	<b>120,079</b>	<b>18,221</b>	<b>22,558</b>	<b>10</b>		<b>268,709</b>

## Quarterly report on consolidated results for the period ended 28 February 2019

### A9. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

### A10. Subsequent material event

There were no material events subsequent to the reporting period up to 22 April 2019 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) that have been reflected in the financial statements for the quarter under review.

### A11. Change in composition of the Group

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

### A12. Contingent liabilities

	<b>Company</b>
	<b>As at 28/02/19 RM'000</b>
<b>Unsecured:</b>	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	304,468
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	10,613
Performance guarantees issued to third parties for performance by certain subsidiaries	4,686

### A13. Capital commitments

Capital expenditure not provided for in the financial statements is as follows:

	<b>As at 28/02/2019 RM'000</b>
Property, plant and equipment	
- Contracted	29,712
Development land	
- Contracted	<u>261</u>
	<u>29,973</u>

## Quarterly report on consolidated results for the period ended 28 February 2019

### A14. Related party transactions

The Group's related party transaction in the current financial year to date are as follows:-

	<b>As at 28/02/2019</b>
	<b>RM'000</b>
Purchase of construction materials from related party	
- Hoon Teik Enterprise Sdn. Bhd.	488
Progress billing from related party	
- KH Base Engineering Sdn Bhd	8,177
Sales of Construction materials to related party	
- KH Base Engineering Sdn Bhd	3,312
Brokerage fees paid to a related party	
- Northern Guide Properties Sdn Bhd	749
	<hr/>

Related party	Relationship
Hoon Teik Enterprise Sdn. Bhd.	: A company in which certain directors of the Company, have substantial financial interests.
KH-Base Engineering Sdn. Bhd.	: A company in which persons connected to certain directors of the Company, have substantial financial interests.
Northern Guide Properties Sdn. Bhd.	: A company in which a director of a subsidiary, has substantial financial interests

## Quarterly report on consolidated results for the period ended 28 February 2019

### **B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES**

#### **B1. Review of performance**

	<b>Current Year To date 28.02.2019 RM'000</b>	<b>Preceding Year Corresponding Period 28.02.2018 RM'000</b>
Revenue	171,360	62,421
Consolidated profit before taxation	5,779	5,361

For the period ended 28 February 2019, the Group recorded revenue of RM171.36 million and profit before tax of RM5.78 million compared to revenue of RM62.42 million and profit before tax of RM5.36 million respectively in the preceding year corresponding period.

The Group recorded higher revenue for the current year to date compared to preceding year corresponding period. This is mainly due to contribution from construction and property development sector.

#### **B2. Variation of results against immediate preceding quarter**

	<b>Current Quarter 28.02.2019 RM'000</b>	<b>Preceding Quarter 30.11.2018 RM'000</b>
Revenue	110,728	60,632
Consolidated profit before taxation	4,237	1,543

The Group recorded profit before taxation for the current quarter is due to contribution from construction and property development sector.

#### **B3. Prospects**

The Group shall focus on and develop its major business segments which are construction, property development and waste management.

## Quarterly report on consolidated results for the period ended 28 February 2019

For Construction segment, the Group shall continue with the construction projects located at Kapar-Selangor, Bukit Minyak-Prai and Penang Island which is expected to contribute to the Group turnover for year 2019.

For Property Development segment the group shall continue with the development of its 100% affordable houses development scheme at Paya Terubong on Penang Island which is currently recorded unbilled sales of RM144 million.

The progress for Phase 3 Pulau Burung Landfill site is in progress now whereas the operation of solar farm had commenced on 30 November 2018 and had since started generating electricity.

### B4. Comparison with profit forecast

Not applicable.

### B5. Notes to the statement of comprehensive income

	<b>Current Quarter 28/02/2019 RM'000</b>	<b>Cumulative Quarter 28/02/2019 RM'000</b>
Profit for the period is arrived at after (crediting)/charging:		
-Interest income	(163)	(237)
-Other income including investment income	-	-
-Interest expense	2,010	4,263
-Depreciation and amortization	2,035	2,868
-Provision of impairment loss on trade receivables	(53)	184
-Provision for and write off of inventories	-	-
-Provision for and write off of property, plant & equipment	1	2
-(Gain)/loss on disposal of quoted investment	-	-
-(Gain)/loss on disposal of unquoted investment	-	-
-(Gain)/loss on disposal of properties	-	-
-Impairment of assets	-	-
-(Gain)/loss on fair value adjustment	-	-
-Foreign exchange (gain)/loss	-	-
-(Gain) or loss on derivatives	-	-



## Quarterly report on consolidated results for the period ended 28 February 2019

### B6. Tax expense

	<b>Current Quarter 28/02/2019 RM'000</b>	<b>Cumulative Quarter 28/02/2019 RM'000</b>
Malaysian income tax: Based on results for the period		
- Current taxation	(1,766)	(3,429)
- Deferred taxation	(411)	1,871
	<u>(2,177)</u>	<u>(1,558)</u>
Over/(under) provision in prior years		
- Deferred taxation	-	(2,232)
	<u>(2,177)</u>	<u>(3,790)</u>

The effective tax rate of the Group for the cumulative quarter-to-date is higher than the statutory income tax rate. This is due to unabsorbed tax losses and tax allowances brought forward are not available to set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purpose.

### B7. Sale of unquoted investments and properties

There was no sale of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial year-to-date.

### B8. Quoted securities

(a) There were no purchases or disposals of quoted securities for the current financial quarter and year-to-date.

(b) Investments in quoted securities as at 28 February 2019 were as follows: -

	RM'000
Share quoted in Malaysia:-	
Balance at 01/09/2018	7
Fair value adjustment	(3)
Balance at 28/02/2019	<u>4</u>
At Market Value of quoted shares in Malaysia	<u>4</u>

## Quarterly report on consolidated results for the period ended 28 February 2019

### **B9. Status of corporate proposals**

There was no corporate proposal announced but not completed as at the date of this announcement save for the following: -

On 18 April 2018, Affin Hwang Investment Bank Berhad (“Affin Hwang IB”) on behalf of the Board of Directors (“Board”) announced that PLB Engineering Berhad (“PLB”) proposes to undertake a private placement of up to 11,239,500 new ordinary shares in PLB to independent third party investor(s) to be identified (“Proposed Private Placement”).

On 20 April 2018, Affin Hwang IB had, on behalf of the Board announced that PLB have submitted the additional listing application to Bursa Malaysia Securities Berhad (“Bursa Securities”) in relation to the Proposed Private Placement.

On 25 April 2018, Affin Hwang IB had, on behalf of the Board announced that Bursa Securities had, vide its letter dated 24 April 2018, approved the listing of and quotation for up to 11,239,500 Placement Shares to be issued pursuant to the Proposed Private Placement subject to the following conditions:

- (i) PLB and Affin Hwang IB must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposed Private Placement;
- (ii) PLB and Affin Hwang IB to inform Bursa Securities upon the completion of the Proposed Private Placement; and
- (iii) PLB to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities’ approval once the Proposed Private Placement is completed.

On 10 October 2018, Affin Hwang IB had, on behalf of the Board announced that an application for an extension of time of 6 months up to 23 April 2019 to complete the implementation of the Private Placement has been submitted to Bursa Securities.

On 16 October 2018, Affin Hwang IB had, on behalf of the Board announced that Bursa Securities had, approved the extension of time of 6 months up to 23 April 2019 to complete the implementation of the Private Placement.

On 23 April 2019, Affin Hwang IB had, on behalf of the Board announced that the deadline for the Company to complete the implementation of the Proposed Private Placement has been lapsed on 23 April 2019 and there were no new PLB Shares were issued/placed out pursuant to the Proposed Private Placement.

Quarterly report on consolidated results for the period ended 28 February 2019

**B10. Group borrowings and debt securities**

As at 28/02/2019	Foreign Currency '000	Group 28/02/19 RM'000	Secured 28/02/19 RM'000	Unsecured 28/02/19 RM'000	S/Term 28/02/19 RM'000	L/Term 28/02/19 RM'000
Banker's acceptance (RM)	N/A	48,325	48,325	-	48,325	-
Invoice financing (RM)	N/A	147	147	-	147	-
Bank overdraft (RM)	N/A	15,836	15,836	-	15,836	-
Hire purchases (RM)	N/A	469	469	-	187	282
Revolving credits (RM)	N/A	16,900	-	16,900	16,900	-
Term loans (RM)	N/A	156,365	156,365	-	20,441	135,924
Term loan (USD)*	16,300	66,895	66,895	-	-	66,895
<b>Total</b>	<b>16,300</b>	<b>304,937</b>	<b>288,037</b>	<b>16,900</b>	<b>100,836</b>	<b>204,101</b>

As at 28/02/2018	Foreign Currency '000	Group 28/02/18 RM'000	Secured 28/02/18 RM'000	Unsecured 28/02/18 RM'000	S/Term 28/02/18 RM'000	L/Term 28/02/18 RM'000
Banker's acceptance (RM)	N/A	41,993	41,993	-	41,993	-
Invoice financing (RM)	N/A	1,107	1,107	-	1,107	-
Bank overdraft (RM)	N/A	25,161	25,161	-	25,161	-
Hire purchases (RM)	N/A	551	551	-	149	402
Revolving credits (RM)	N/A	21,947	-	21,947	21,947	-
Term loans (RM)	N/A	97,537	97,537	-	16,990	80,547
<b>Total</b>	<b>N/A</b>	<b>188,296</b>	<b>166,349</b>	<b>21,947</b>	<b>107,347</b>	<b>80,949</b>

Note:

\* - Converted at exchange rate of 4.104 as at 28 February 2019.

## Quarterly report on consolidated results for the period ended 28 February 2019

### B11. Derivative financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at 28 February 2019.

### B12. Realised and unrealised profit/(loss) disclosure

The retained profits of the Group as at 28 February 2019 and 31 August 2018 are analyzed as follows:

	As at 28/02/2019 RM'000	As at 31/08/2018 (Audited) RM'000
Total retained profits of the Company and its subsidiaries:		
-Realised	67,594	60,674
-Unrealised	(1,615)	(1,611)
	65,979	59,063
Total share of retained profits from associates:		
-Realised	(8)	372
	65,971	59,435
Total share of retained profits from jointly controlled entities:		
-Realised	17,489	17,415
	83,460	76,850
Less: Consolidation adjustments	(41,799)	(45,209)
Total retained profits as per Consolidated Statement of Financial Position	41,661	31,641

### B13. Changes in material litigation

During the financial quarter ended 28 February 2019, there were no material litigation that have been announced by the Company

### B14. Dividend

No interim dividend has been declared by the Board for the financial quarter ended 28 February 2019.

## Quarterly report on consolidated results for the period ended 28 February 2019

### B15. Earnings per share

#### *Basic earnings per share*

The basic earnings per share of the Group is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the financial period.

	Individual quarter		Cumulative quarter	
	Current year quarter 28/02/19 RM'000	Preceding year corresponding 28/02/18 RM'000	Current year to date 28/02/19 RM'000	Preceding year corresponding 28/02/18 RM'000
Net profit attributable to owners of the parent	1,852	844	3,817	5,265
<b>Basic earnings per share</b>				
Weighted average number of ordinary shares	112,395	96,434*	112,395	96,434*
Basic profit per ordinary shares (sen)	1.65	0.88	3.40	5.46

#### *Diluted earnings per ordinary share*

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the current quarter and financial period-to-date.

Note \*In accordance with the Malaysian Financial Reporting Standard MFRS 133-Earning Per Share, the effect of bonus issues on the computation of basic and diluted earnings per share for all periods presented shall be adjusted retrospectively. Therefore, the number of ordinary shares has been adjusted for the bonus issue of one (1) bonus share for every four (4) existing shares in the Company which was completed on 23 November 2017.

### B16. Authorisation for issue

These financial statements were authorised for issue by the Board of Directors of the Group.

**Date : 30 April 2019**