

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30.6.2019 (UNAUDITED)

Table 1: Financial review for current quarter and financial year to date

	INDIVIDUAL QUARTER				CUMULATIVE QUARTERS				
	CURRENT YEAR		PRECEDING YEAR		CURRENT YEAR		PRECEDING PERIOD		
	1ST QUARTER 1.4.2019 to 30.6.2019		1ST QUARTER 1.4.2018 to 30.6.2018		TO-DATE 1.4.2019 to 30.6.2019		PERIOD 1.4.2018 to 30.6.2018		
	% increase against last period	RM'000		RM'000	% increase against last period	RM'000		RM'000	
Revenue	22%	993,213		816,175	22%	993,213		816,175	
Operating Profit	24%	117,068		94,494	24%	117,068		94,494	
Depreciation and amortisation	27%	(43,976)		(34,493)	27%	(43,976)		(34,493)	
Interest income	3%	1,940		1,886	3%	1,940		1,886	
Finance costs	22%	(15,932)		(13,055)	22%	(15,932)		(13,055)	
Share of profit of associates (net)		3,061		2,346		3,061		2,346	
Profit Before Taxation	21%	62,161		51,178	21.5%	62,161		51,178	
Less: Tax expense		(12,821)	(Effective tax rate) 20.6%	(7,522)	(Effective tax rate) 14.7%	(12,821)	(Effective tax rate) 20.6%	(7,522)	(Effective tax rate) 14.7%
Profit for the period	13%	49,340		43,656	13%	49,340		43,656	
Attributable to:									
Shareholders of the Company	15%	50,551		43,862	15%	50,551		43,862	
Minority interests		(1,211)	-1.95% (% against PBT)	(206)	-0.40% (% against PBT)	(1,211)	-1.95% (% against PBT)	(206)	-0.40% (% against PBT)
Profit for the period		49,340		43,656		49,340		43,656	
Number of shares in issue ('000)		1,622,438		1,622,438		1,622,438		1,622,438	
Earnings per share:									
Basic earnings per ordinary shares (sen)	15%	3.12		2.70	15%	3.12		2.70	
Diluted earnings per ordinary shares (sen)		NA		NA		NA		NA	

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30.6.2019 (UNAUDITED)

Table 2: Financial review for current quarter compared with immediate preceding quarter

		CURRENT QUARTER		PRECEDING QUARTER
	% increase against last period	1ST QUARTER 1.4.2019 to 30.6.2019 RM'000		4TH QUARTER 1.1.2019 to 31.3.2019 RM'000
Revenue	10%	993,213		903,765
Operating Profit	5%	117,068		111,485
Depreciation and amortisation	8%	(43,976)		(40,861)
Interest income	73%	1,940		1,122
Finance costs	4%	(15,932)		(15,333)
Share of profit of associates (net)		3,061		4,799
Profit Before Taxation	2%	62,161		61,212
Less: Tax expense		(12,821)	(Effective tax rate) 20.6%	(16,178) 26.4%
Profit for the period	10%	49,340		45,034
Attributable to:				
Shareholders of the Company	17%	50,551		43,263
Minority interests		(1,211)	-1.95% (% against PBT)	1,771 2.89% (% against PBT)
Profit for the period		49,340		45,034
Number of shares in issue ('000)		1,622,438		1,622,438
Earnings per share:				
Basic earnings per ordinary shares (sen)	17%	3.12		2.67
Diluted earnings per ordinary shares (sen)		NA		NA

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30.6.2019 (UNAUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING CORRESPONDING PERIOD
	1ST QUARTER 1.4.2019 to 30.6.2019 RM'000	1ST QUARTER 1.4.2018 to 30.6.2018 RM'000	TO-DATE 1.4.2019 to 30.6.2019 RM'000	1.4.2018 to 30.6.2018 RM'000
Profit for the period	49,340	43,656	49,340	43,656
Other comprehensive income/(loss), net of tax:				
Foreign currency translation differences for foreign operations	8,194	(1,581)	8,194	(1,581)
Share of gain/(loss) of equity-accounted associates	(329)	(1,130)	(329)	(1,130)
Cash flow hedge	(1,083)	17,503	(1,083)	17,503
Total comprehensive income for the period	56,122	58,448	56,122	58,448
Total comprehensive income attributable to:				
Shareholders of the Company	58,779	63,281	58,779	63,281
Minority interests	(2,657)	(4,833)	(2,657)	(4,833)
Total comprehensive income for the period	56,122	58,448	56,122	58,448

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.6.2019 RM'000 Unaudited		As at 31.3.2019 RM'000
ASSETS			
Property, plant and equipment	1,874,478		1,847,048
Investment properties	27,758		21,980
Long-term leasehold land	111,154		114,322
Prepaid lease payments	54,988		54,122
Right of use assets	38,606		-
Intangible assets	10,385		10,416
Investment in associates	141,566		138,856
Deferred tax assets	8,184		12,802
Other receivables	9,217		11,851
	<u>2,276,336</u>		<u>2,211,397</u>
Current Assets			
Biological assets	186,112		184,451
Inventories	65 days 576,025	71 days	572,845
Current tax assets	20,270		29,336
Trade receivables	31 days 340,737	31 days	308,928
Other receivables, assets and prepayment	140,149		106,493
Derivative financial assets	6		298
Cash and cash equivalents	255,256		261,368
Assets classified as held for sale	4,545		8,545
	<u>1,523,100</u>		<u>1,472,264</u>
Total Assets	<u>3,799,436</u>		<u>3,683,661</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	620,025		620,025
Reserves	1,372,295		1,315,017
Equity attributable to shareholders of the Company	<u>1,992,320</u>		<u>1,935,042</u>
Minority interests	76,647		79,304
Total Equity	<u>2,068,967</u>		<u>2,014,346</u>
Non-Current Liabilities			
Long term borrowings (LT Debts/Total Equity)	30% 615,404	29%	590,013
Payables	5		498
Lease liabilities	33,402		-
Employee benefits	11,369		7,357
Deferred tax liabilities	97,882		105,633
	<u>758,062</u>		<u>703,501</u>
Current Liabilities			
Short term-bankers acceptance	332,108		307,522
Other short term borrowings	277,097		289,116
Payables	340,521		330,087
Lease liabilities	6,018		-
Contract liabilities	3,065		25,704
Derivative financial liabilities	7,818		13,030
Taxation	5,780		355
	<u>972,407</u>		<u>965,814</u>
Total Liabilities	<u>1,730,469</u>		<u>1,669,315</u>
Total Equity and Liabilities	<u>3,799,436</u>		<u>3,683,661</u>
Net Assets per share (RM) Based on number of shares:('000)	<u>1.23</u> <u>1,622,438</u>		<u>1.19</u> <u>1,622,438</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.6.2019

	←-----Non-Distributable----->			Distributable			Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000	Non- controlling interests RM'000	
3 months ended 30.6.2018							
At 1.4.2018, as previously reported	620,025	(88,801)	558	1,260,818	1,792,600	98,331	1,890,931
Effect of transition to MFRS Framework and adoption of new MFRSs	-	(14,219)	-	24,881	10,662	(22,963)	(12,301)
At 1.4.2018, as restated	620,025	(103,020)	558	1,285,699	1,803,262	75,368	1,878,630
Foreign currency translation differences for foreign operations	-	3,046	-	-	3,046	(4,627)	(1,581)
Share on gain of equity-accounted associates	-	-	(1,130)	-	(1,130)	-	(1,130)
Cash flow hedge	-	-	17,503	-	17,503	-	17,503
Total other comprehensive income/(expenses) for the year	-	3,046	16,373	-	19,419	(4,627)	14,792
Profit for the year	-	-	-	43,862	43,862	(206)	43,656
Total comprehensive income/(expenses) for the period	-	3,046	16,373	43,862	63,281	(4,833)	58,448
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	-	-	-	-
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-
- Acquisition of non-controlling interests	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-	-
At 30.6.2018	620,025	(99,974)	16,931	1,329,561	1,866,543	70,535	1,937,078

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.6.2019 (continued)

	←-----Non-Distributable-----→			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
3 months ended 30.6.2019							
At 1.4.2019, as previously reported	620,025	(93,231)	(3,406)	1,411,654	1,935,042	79,304	2,014,346
Adoption of MFRS 16, net of tax	-	-	-	(1,501)	(1,501)	-	(1,501)
At 1.4.2019, as restated	620,025	(93,231)	(3,406)	1,410,153	1,933,541	79,304	2,012,845
Foreign currency translation differences for foreign operations	-	9,640	-	-	9,640	(1,446)	8,194
Share on gain of equity-accounted associates	-	-	(329)	-	(329)	-	(329)
Cash flow hedge	-	-	(1,083)	-	(1,083)	-	(1,083)
Total other comprehensive income/(expenses) for the year	-	9,640	(1,412)	-	8,228	(1,446)	6,782
Profit for the year	-	-	-	50,551	50,551	(1,211)	49,340
Total comprehensive income/(expenses) for the period	-	9,640	(1,412)	50,551	58,779	(2,657)	56,122
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	-	-	-	-
- Dividends paid to non-controlling interest	-	-	-	-	-	-	-
- Acquisition of non-controlling interest	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-	-
At 30.6.2019	620,025	(83,591)	(4,818)	1,460,704	1,992,320	76,647	2,068,967

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2019

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30.6.2019

	1st quarter ended 30.6.2019 RM'000	1st quarter ended 30.6.2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	62,161	51,178
Adjustments for:		
Depreciation & amortisation	43,976	34,493
(Increase)/Decrease in working capital	(24,155)	(71,930)
Income tax paid	(11,506)	(4,161)
Fair value loss/(gain) arising from biological assets	(3,316)	(5,441)
Other non-cash items	17,687	442
Net cash generated from/(used in) operating activities	84,847	4,581
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(69,695)	(47,609)
Others	-	604
Net cash generated from/(used in) investing activities	(69,695)	(47,005)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net borrowings	(25,693)	42,167
Payment of lease liabilities	4,644	-
Dividend paid to minority interest	-	-
Dividend paid to shareholders	-	-
Others	-	-
Net cash generated from/(used in) financing activities	(21,049)	42,167
Net increase in cash and cash equivalents	(5,897)	(257)
Cash and cash equivalents at 1.4.2019	242,096	282,285
Cash and cash equivalents at 30.6.2019	236,199	282,028

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for year ended 31 March 2019 and the accompanying explanatory notes attached to this interim financial statements.

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

This interim financial information of QL Resources Berhad ('The Group') is prepared in accordance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and complies with the requirements of the Malaysian Financial Reporting Standard ('MFRSs') No. 134 – Interim Financial Reporting. The Unaudited Condensed Consolidated Interim Financial Information should be read in conjunction with audited financial statements of the Group for the financial year ended 31 March 2019.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2019 except for the adoption of the followings:

- MFRS 16, *Leases*
- IC Interpretation 23, *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 9, *Financial Instruments – Prepayment Features with Negative Compensation*
- Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 119, *Employee Benefits – Plan Amendment, Curtailment or Settlement*
- Amendments to MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures – Long-term Interests in Associates and Joint Ventures*

The adoption of the above standards and interpretations did not have any material impact on the interim financial report of the Group except for the following:

MFRS 16, *Leases*

MFRS 16 replaces the guidance in MFRS 117, *Leases*, IC Interpretation 4, *Determining whether an Arrangement contains a Lease*, IC Interpretation 115, *Operating Leases – Incentives* and IC Interpretation 127, *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

MFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard which continues to be classified as finance or operating lease.

(i) Leases in which the Group and the Company is a lessee

The Group and the Company will recognise new assets and liabilities for its operating leases. The nature of expenses related to those leases will change because the Group and the Company will recognise a depreciation charge for right-of-use assets and interest expense on lease liabilities.

Presently, the Group and the Company recognised operating lease expense on a straight-line basis over the term of the lease, and recognised assets and liabilities only to the extent that there was a timing difference between actual lease payments and the expense recognised.

The Group and the Company apply MFRS 16 initially on 1 April 2019, using modified retrospective approach. The Group chooses to measure the right-of-use asset equals to the lease liability at 1 April 2019 with no restatement of comparative information.

The financial effects of the adoption of MFRS 16 are as below:

	Group 31.3.2019 RM'000
Consolidated statement of financial position	
Right of use assets	40,535
Lease liabilities	<u>(42,036)</u>
Adjustment to retained earnings	<u><u>(1,501)</u></u>

(ii) Leases in which the Group and the Company is a lessor

No significant impact is expected for leases in which the Group and the Company is a lessor.

A2. Seasonal or cyclical factors

Certain segment of the Group's business are affected by cyclical factors.

The management considers that on a quarter to quarter basis, the demand and/or production of the Group's products for each of the three core activities varies and the variation in each quarters were as follows:

- (1) marine products manufacturing activities are affected by monsoon in the 4th quarter.
- (2) crude palm oil milling activities are seasonally affected by monsoon resulting in low crops in the 2nd and 4th quarters.
- (3) integrated livestock farming activities are not significantly affected in any of the quarters.

On an overall basis therefore, the group's performance varies seasonally and maybe affected by unusual and unforeseen events affecting each of the core activities.

Based on past 5 years quarterly data, our average seasonal earnings index is as follows:

Q1	April to June	0.21
Q2	July to September	0.27
Q3	October to December	0.28
Q4	January to March	0.24
		<u>1.00</u>

A3. Unusual items

There are no unusual items that have material effect on the assets, liabilities, equity, net income or cash flow during the quarter under review.

A4. Nature and amount of changes in estimates

There were no material changes in estimates during the quarter under review.

A5. Debts and securities

There are no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

A6. Dividend paid

No dividend was paid during the period under review.

A7. Segmental information

Segment information in respect of the Group's business segments for the 1st quarter ended 30.6.2019

	RM'000	RM'000
	Sales	PBT
Marine products manufacturing	282,712	47,026
Palm Oil Activities	68,593	1,041
Integrated Livestock Farming	641,908	14,094
Total	<u>993,213</u>	<u>62,161</u>

A8. Property, plant and equipment

The valuations of land and building have been brought forward, without amendment from the previous annual report.

A9. Material subsequent event

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

A10. Changes in composition of the Group

During the quarter under review, there were no material changes to group composition.

A11. Changes in contingent liabilities

The Company provides unsecured financial guarantees to banks in respect of banking facilities granted to certain subsidiaries. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

There were no contingent liabilities at the end of the current financial period for the Group.

A12. Disclosure of audit report qualification

There was no qualification in the audit report of the preceding annual financial statements.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance for the current quarter and financial period to-date

	Current quarter	Last year corresponding quarter	% change	Cumulative quarters	Cumulative corresponding quarters last year	% change
	1.4.2019 to 30.6.2019	1.4.2018 to 30.6.2018		1.4.2019 to 30.6.2019	1.4.2018 to 30.6.2018	
	Sales	Sales		Sales	Sales	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	282,712	217,280	30%	282,712	217,280	30%
Palm Oil Activities (POA)	68,593	72,327	-5%	68,593	72,327	-5%
Integrated Livestock Farming (ILF)	641,908	526,568	22%	641,908	526,568	22%
Total	993,213	816,175	22%	993,213	816,175	22%
	1.4.2019 to 30.6.2019	1.4.2018 to 30.6.2018		1.4.2019 to 30.6.2019	1.4.2018 to 30.6.2018	
	Profit before tax	Profit before tax		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	47,026	30,866	52%	47,026	30,866	52%
Palm Oil Activities (POA)	1,041	2,826	-63%	1,041	2,826	-63%
Integrated Livestock Farming (ILF)	14,094	17,486	-19%	14,094	17,486	-19%
Total	62,161	51,178	21%	62,161	51,178	21%

- MPM's current quarter sales and earnings increased 30% and 52% respectively mainly due to higher contribution from fishmeal and surimi-based products.
- Despite CPO price dropping 17% (RM1,964 current qtr vs RM2,364 corresponding qtr) , POA's current quarter sales only decreased 5% against corresponding quarter mainly due selling of month end stocks.
POA's current quarter earnings also decreased significantly against corresponding quarter due lower CPO price.
- ILF's current quarter sales increased 22% against corresponding quarter mainly due to higher sales contribution from Indonesia, East Malaysia poultry units as well as FamilyMart business.
Earnings however decreased 19% due to lower margins from feed raw material trade as well as lower contribution from regional poultry operations.

B2 Review of current quarter performance with the preceding quarter

	Current quarter	Preceding quarter	% change	Current quarter	Preceding quarter	% change
	1.4.2019 to 30.6.2019	1.1.2019 to 31.3.2019		1.4.2019 to 30.6.2019	1.1.2019 to 31.3.2019	
	Sales	Sales		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Activities:						
Marine Product Manufacturing (MPM)	282,712	242,511	17%	47,026	34,487	36%
Palm Oil Activities (POA)	68,593	77,933	-12%	1,041	10,509	-90%
Integrated Livestock Farming (ILF)	641,908	583,321	10%	14,094	16,216	-13%
Total	993,213	903,765	10%	62,161	61,212	2%

- MPM's current quarter sales and earnings increased 17% and 36% respectively against preceding quarter due to seasonal effect.
- POA's current quarter sales decreased 12% against preceding quarter mainly due to lower CPO price and low crop season.
POA's current quarter earnings also decreased significantly against preceding quarter due to the same reason as well as lower contribution from Associate (Boilermech). CPO price. (RM1,964 current qtr vs RM1,976 preceding qtr)
- ILF's current quarter sales increased 10% against preceding quarter mainly due to higher volume and higher unit value of feed raw material, as well as higher sales contribution from FamilyMart business.
Earnings however decreased 13% against preceding quarter mainly due to lower contributions from Peninsular poultry farms.

B3 Prospects for the year ending 31st March 2020

Barring unforeseen events, the management are confident that FY2020 performance will be better than FY2019.

B4 Profit forecast

No profit forecast was published during the period under review.

B5 Tax expense

	Individual quarter 3 months ended 30.6.2019	Cumulative period To date 30.6.2019
	RM'000	RM'000
Current income tax expense	14,050	14,050
Deferred tax expense	(1,229)	(1,229)
	12,821	12,821

The annual effective tax rate is lower than the statutory rate is mainly due to availability of tax incentives.

B6 Unquoted investments and properties

There were no disposal of unquoted investments and/or properties during quarter under review.

B7 Quoted investments

There were no sales or purchase of quoted investment for the quarter under review except as disclosed.

B8 Corporate proposals

There were no corporate proposals for the quarter under review.

B9 Group borrowings

	As at 1st quarter ended 30.6.2019					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.135)	RM denomination	Foreign denomination (USD\$1 = RM4.135)	RM denomination	Foreign denomination (USD\$1 = RM4.135)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Unsecured						
Term loans (Conventional)	444,293	55,628	53,719	1,383	498,012	57,011
Term loans (Islamic)	71,213	44,184	36,485	76,266	107,698	120,450
Bank overdrafts	-	-	5,191	13,865	5,191	13,865
Bankers' acceptance (Conventional)	-	-	40,784	217,425	40,784	217,425
Bankers' acceptance (Islamic)	-	-	-	73,899	-	73,899
Revolving credit	-	-	-	90,025	-	90,025
Finance lease liabilities (HP creditors)	-	86	5	158	5	244
Total	515,506	99,898	136,184	473,021	651,690	572,919

	As at 4th quarter ended 31.3.2019					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.087)	RM denomination	Foreign denomination (USD\$1 = RM4.087)	RM denomination	Foreign denomination (USD\$1 = RM4.087)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Unsecured						
Term loans (Conventional)	387,922	49,127	45,319	9,000	433,241	58,127
Term loans (Islamic)	98,291	54,503	26,940	77,809	125,231	132,312
Bank overdrafts	-	-	4,100	15,172	4,100	15,172
Bankers' acceptance (Conventional)	-	-	32,642	211,624	32,642	211,624
Bankers' acceptance (Islamic)	-	-	-	63,256	-	63,256
Revolving credit	-	-	-	110,656	-	110,656
Finance lease liabilities (HP creditors)	-	170	9	111	9	281
Total	486,213	103,800	109,010	487,628	595,223	591,428

The borrowings denominated in foreign currencies are hedged to RM as well as interest rate.

B10 Financial instruments

As at 30.6.2019, the outstanding derivatives (including financial instruments designated as hedging instruments) are as follows:

Types of derivatives	Contract/Notional Value as at 30.6.2019	Fair Value as at 30.6.2019
	RM'000	RM'000
(i) Cross currency swap		
- Less than 1 year		
- More than 1 year	518,062	(6,267)
(ii) Interest rate swap		
- Less than 1 year		
- More than 1 year	124,207	(1,742)
(iii) Foreign exchange contracts (sell)		
- Less than 1 year	73,851	1,472
- More than 1 year		
(iv) Foreign exchange contracts (buy)		
- Less than 1 year	46,353	(398)
- More than 1 year		
	762,473	(6,935)

B11 Changes in material litigation

There were no material litigation at the date of this report.

B12 Dividend

The directors do not recommend any dividend for the period under review.

B13 Earnings per share

The calculations of basic earnings per share were as follows:

	Current quarter ended 30.6.2019	Cumulative to date 30.6.2019
(a) Net profit attributable to ordinary shareholders (RM'000)	50,551	50,551
(b) Number of ordinary shares in issue ('000)-weighted average	1,622,438	1,622,438
Basic Earnings per share (sen)	3.12	3.12