



LONDON BISCUITS BERHAD

(Company No. 72057-H)
(Incorporated in Malaysia)

(“LBB” or “the Company”)

Interim Financial Statements

Second Quarter Results

For The Financial Period Ended

31 March 2019

LONDON BISCUITS BERHAD

(Company No. : 72057-H)

(Incorporated in Malaysia)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2019

	Unaudited As at 31.3.2019 RM'000	Audited As at 30.09.2018 RM'000
Assets		
Property, plant and equipment	451,713	440,714
Intangible assets	8,144	8,247
Investment in associates	31,140	30,784
Other Investments	21	21
Total non-current assets	<u>491,018</u>	<u>479,766</u>
Trade and other receivables	322,476	286,387
Inventories	20,750	26,891
Tax recoverable	2,738	2,671
Cash and cash equivalents	8,843	19,710
Total current assets	<u>354,807</u>	<u>335,659</u>
Total assets	<u>845,825</u>	<u>815,425</u>
Equity		
Share capital	247,206	206,484
Reserves	134,157	160,808
Total equity attributable to owners of the Company	<u>381,363</u>	<u>367,292</u>
Liabilities		
Loans and borrowings	93,744	96,779
Redeemable convertible preference shares	15,000	-
Deferred tax liabilities	35,338	35,338
Total non-current liabilities	<u>144,082</u>	<u>132,117</u>
Payables and accruals	59,192	25,947
Loans and borrowings	261,188	290,069
Total current liabilities	<u>320,380</u>	<u>316,016</u>
Total liabilities	<u>464,462</u>	<u>448,133</u>
Total equity and liabilities	<u>845,825</u>	<u>815,425</u>
Net assets per share attributable to owners of the Company (RM)	<u>1.57</u>	<u>1.84</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2018 and the accompanying explanatory notes attached to the interim financial statements.

LONDON BISCUITS BERHAD

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(Incorporated in Malaysia)



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2019 (2ND QUARTER)

(The figures have not been audited)

	Note	Current/Preceding Qtr Ended		Cumulative Qtr YTD	
		31.3.2019 RM'000	31.3.2018 RM'000	31.3.2019 RM'000	31.3.2018 RM'000
Revenue	A9	121,609	69,457	230,623	137,074
Cost of Sales		(84,964)	(48,459)	(165,217)	(100,960)
Gross profit		36,645	20,998	65,406	36,114
Other operating income		189	1,702	170	2,578
Selling and distribution costs		(14,243)	(5,027)	(22,360)	(7,525)
Administrative expenses		(10,691)	(8,856)	(22,170)	(14,464)
Results from operating activities		11,900	8,817	21,046	16,703
Finance costs		(5,937)	(5,515)	(9,480)	(9,957)
Operating profit	B5	5,963	3,302	11,566	6,746
Share of profit of associates, net of tax		242	304	356	404
Profit before tax		6,205	3,606	11,922	7,150
Income tax expense	B6	(275)	(1,606)	(1,052)	(2,298)
Profit for the period		5,930	2,000	10,870	4,852
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		5,930	2,000	10,870	4,852
Profit attributable to :-					
Owners of the Company		5,930	2,000	10,870	4,852
Non-controlling interests		-	-	-	-
Profit for the period		5,930	2,000	10,870	4,852
Total comprehensive income attributable to :-					
Owners of the Company		5,930	2,000	10,870	4,852
Non-controlling interests		-	-	-	-
Total comprehensive income for the period		5,930	2,000	10,870	4,852
Earnings per ordinary share					
Basic (Sen)	B11	2.43	1.07	4.46	2.60
Diluted (Sen)	B11	N/A	N/A	N/A	N/A

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2018 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2019 (2ND QUARTER)

(The figures have not been audited)

Note	Non-Distributable				Distributable	Total attributable to owners of the Company RM'000
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Warrant Reserves RM'000	Retained Earnings RM'000	
6 months ended 31 March 2019						
As at 1 October 2018						
	206,484	-	37,406	37,281	87,736	368,907
	-	-	-	-	(1,615)	(1,615)
	206,484	-	37,406	37,281	86,121	367,292
	-	-	-	-	10,870	10,870
	-	-	-	-	10,870	10,870
Contribution by and distribution to the owners of the Company : -						
	3,201	-	-	-	-	3,201
	37,521	-	-	-	(37,521)	-
	247,206	-	37,406	37,281	59,470	381,363
6 months ended 31 March 2018						
As at 1 Oct 2017						
	186,534	13,775	28,131	37,281	137,333	403,054
	-	-	-	-	(1,615)	(1,615)
	186,534	13,775	28,131	37,281	135,718	401,439
	-	-	-	-	4,852	4,852
	13,775	(13,775)	-	-	-	-
	13,775	(13,775)	-	-	4,852	4,852
	200,309	-	28,131	37,281	140,570	406,291

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2018 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019 (2ND QUARTER)

(The figures have not been audited)

	(Unaudited) Period ended 31.3.2019 RM'000	(Unaudited) Period ended 31.3.2018 RM'000
Cash flows from operating activities		
Profit before tax	11,922	7,150
Adjustments for : -		
Amortisation of intangible assets	103	-
Depreciation of property, plant and equipment	9,661	7,828
Finance costs	9,480	9,957
Finance income	-	(133)
Net unrealised loss on foreign exchange	10	3,250
Share of profit of equity accounted associates	(356)	(404)
Operating profit before changes in working capital	30,820	27,648
Changes in working capital : -		
Inventories	6,141	(9,361)
Payables and accruals	33,245	(18,614)
Receivables, deposits and prepayments	(36,099)	26,532
Cash generated from operations	34,107	26,205
Interest received	-	133
Interest paid	(9,480)	(9,957)
Income tax paid	(1,119)	(431)
Net cash generated from operating activities	23,508	15,950
Cash flows from investing activity		
Acquisition of property, plant and equipment	(20,660)	(296)
Net cash generated used in investing activity	(20,660)	(296)
Cash flows from financing activities		
Proceeds from issuance of shares pursuant to private placement	3,201	-
Proceeds from redeemable convertible preference shares	15,000	-
Net repayment of revolving credit	-	(12,000)
Net changes in bankers' acceptance	1,300	(17,350)
Payment of finance lease liabilities	(1,101)	(762)
Net repayment of loans and borrowings	(30,129)	(2,615)
Net cash generated used in financing activities	(11,729)	(32,727)
Net decrease in cash and cash equivalents	(8,881)	(17,073)
Cash and cash equivalents at beginning of the period	(6,291)	67,824
Cash and cash equivalents at end of the period	(15,172)	50,751

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019 (2ND QUARTER) (CONT'D.)

Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts : -

	31.3.2019 RM'000	31.3.2018 RM'000
Fixed deposits placed with licensed banks	8,657	-
Cash and bank balances	186	50,751
Cash and cash equivalents per balance sheet	<u>8,843</u>	<u>50,751</u>
Bank overdrafts	<u>(24,015)</u>	-
	<u>(15,172)</u>	<u>50,751</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2018 and the accompanying explanatory notes attached to the interim financial statements.

**ANNOUNCEMENT OF THE UNAUDITED RESULTS OF THE GROUP
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2019 (2ND QUARTER)****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 applicable disclosure provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirements"), including compliance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting, issued by the Malaysian Accounting Standards Board ("MASB").

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the year ended 30 September 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 year ended 30 September 2018.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 September 2018 except for the adoption of the revised MFRSs that have been issued effective for financial period beginning on 1 January 2018 : -

Effective for financial period beginning on 1 January 2018

<u>MFRSs and IC Interpretations</u>	Effective Date
• Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards	1 January 2018
• Amendments to MFRS 2: Share-based Payment	1 January 2018
• Amendments to MFRS 4: Insurance Contracts	1 January 2018
• Amendments to MFRS 128: Investment in Associates and Joint Ventures	1 January 2018
• Amendments to MFRS 140: Investment Property	1 January 2018
• IC Interpretation 22: Foreign Currency Transactions and Advance Considerations	1 January 2018

The adoption of the above revised MFRSs did not have any material impact on the Group's financial statements upon their initial application.

The following revised MFRSs have been issued by the MASB but are not yet effective to the Group : -

Effective for financial period beginning on 1 January 2019

<u>MFRSs and IC Interpretations</u>	Effective Date
• MFRS 16 Leases	1 January 2019
• Amendments to MFRS 3: Business Combinations	1 January 2019
• Amendments to MFRS 11: Joint Arrangements	1 January 2019
• Amendments to MFRS 112: Income Taxes	1 January 2019
• Amendments to MFRS 119: Employee Benefits	1 January 2019
• Amendments to MFRS 123: Borrowings Costs	1 January 2019
• Amendments to MFRS 128: Investment in Associates and Joint Ventures	1 January 2019
• IC Interpretation 23: Uncertainty over Income Tax Treatments	1 January 2019

**A. NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D.)****A2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)****Effective for financial period beginning on 1 January 2020**MFRSs and IC Interpretations

	Effective Date
• Amendments to MFRS 3: Business Combinations	1 January 2020
• Amendments to MFRS 101: Presentation of Financial Statements	1 January 2020
• Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2020

Effective for financial period beginning on 1 January 2021MFRSs and IC Interpretations

	Effective Date
• Amendments to MFRS 17: Insurance Contracts	1 January 2021

Effective for financial period beginning on 1 January 2021MFRSs and IC Interpretations

	Effective Date
• Amendments to MFRS 10: Consolidated Financial Statement	Deferred
• Amendments to MFRS 128: Investments in Associates and Joint Ventures Estimates and Errors	Deferred

The initial application of the abovementioned standards, amendments or interpretations are not expected to have any material impacts to the financial statements of the Group.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the preceding Audited Financial Statements of the Company and its subsidiaries for the financial year ended 30 September 2018 contain qualification.

The Independent Auditors have expressed a qualified opinion in respect of the inventory quantities, opening balances, inter-company transactions, the impairment of trade receivables, opening balances for plant and machinery and acquisition of plant and machinery.

A4. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of the Group were not significantly affected by any seasonal or cyclical factor.

A5. EXCEPTION /UNUSUAL ITEMS

There were no exceptional or unusual items affecting financial statements of the Group for the current quarter under review.

A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates of amounts that have material effect in the current quarter under review.



A. NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D.)

A7. DEBT AND EQUITY SECURITIES

The Company has issued 51,296,652 bonus shares pursuant to a Bonus Issue and 9,320,326 additional warrants issued arising from the adjustments pursuant to the Bonus Issue on 23 January 2019. The new LBB Shares were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on 24 January 2019.

Further to the approval obtained from the shareholders of the Company on 12 December 2018 pertaining to the Proposed Subscription by Cope Opportunities IV Sdn Bhd (“COPE”) of 15,000,000 of new redeemable convertible preference shares (“RCPS”) at the subscription price of RM1.00 per share in Kinoss Food Industries (M) Sdn Bhd (“KINOS”), a wholly-owned subsidiary of the Company, KINOS has on 27 December 2018 issued the RCPS to COPE.

Other than as disclosed above, there were no issuances, cancellation, repurchases, resale and repayments of debts and equity securities for the current quarter under review

A8. DIVIDENDS PAID

There were no dividends paid during the financial quarter under review.

A9. SEGMENT REVENUE

The financial information by business segment is not presented as the Group's activities are primarily in the manufacturing and trading of confectionery, sweets and candies, snacks, potato.

	Current Quarter ended 31.3.2019		
	Inside	Outside	
	Malaysia	Malaysia	Consolidated
	RM'000	RM'000	RM'000
GEOGRAPHICAL SEGMENTS			
Revenue	107,407	14,202	121,609
Results from operating activities			11,900
Finance costs			(5,937)
Share of profit of associates, net of tax			137
Profit before tax			6,100

	Cumulative Qtr To-date ended 31.3.2019		
	Inside	Outside	
	Malaysia	Malaysia	Consolidated
	RM'000	RM'000	RM'000
GEOGRAPHICAL SEGMENTS			
Revenue	189,759	40,864	230,623
Results from operating activities			21,046
Finance costs			(9,480)
Share of profit of associates, net of tax			251
Profit before tax			11,817

Segment assets, segment liabilities and capital additions were not disclosed as they were not regularly provided to the chief operating decision maker for their day-to-day operation decision making.

**A. NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D.)****A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There were no changes to the valuation of property, plant & equipment brought forward from the previous annual financial statements.

A11. MATERIAL SUBSEQUENT EVENT

There were no material subsequent event from the end of the quarter to the date of this report, which is likely to substantially affect the results of the operations of the Company.

A12. CHANGES IN THE GROUP'S COMPOSITION

There were no changes in the Group's composition in the current quarter under review.

A13. CONTINGENT LIABILITIES

The contingent liabilities as at 31 March 2019 are as follows :-

	RM'000
Corporate guarantees given to financial institutions for banking facilities granted to subsidiaries	34,202
Material litigation	1,823
Total	<u><u>36,025</u></u>

A14. CAPITAL COMMITMENTS

There were no material capital commitments as at 31 March 2019 and up to date of this report.

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A. NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D.)

A15. PRIOR YEAR ADJUSTMENTS

During the financial period, the Group made prior year adjustments in relation to the understatement of share-based payment expenses in financial year ended 30 June 2015 and 30 June 2016.

	As previously stated RM'000	Prior year adjustments RM'000	As restated RM'000
Consolidated statement of financial position as at 30 September 2017			
Trade and other payables	21,735	1,615	23,350
Reserves	216,520	(1,615)	214,905
Consolidated statement of changes in equity for the period ended 30 September 2017			
Retained earnings	137,333	(1,615)	135,718
Consolidated statement of financial position as at 30 September 2018			
Trade and other payables	24,332	1,615	25,947
Reserves	162,423	(1,615)	160,808
Consolidated statement of changes in equity for the period ended 30 September 2018			
Retained earnings	87,736	(1,615)	86,121

**B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS****B1. REVIEW OF THE GROUP PERFORMANCE****Current Quarter against Previous Year Corresponding Quarter (Individual Quarter)**

The Group operates only in one business segment. Accordingly, detailed analysis of the performance of each business segment is not presented.

For the current quarter ended 31 March 2019, the Group recorded revenue of RM121.6 million with profit before tax of RM6.1 million as compared to revenue of RM69.4 million with profit before tax of RM3.6 million in the previous corresponding quarter ended 31 March 2018. The increase in profit before tax for the Group was mainly due to increase in sales.

B2. COMPARISON WITH PRECEDING QUARTER RESULT (2019 Q2 vs 2019 Q1)

The Group recorded a revenue of RM121.6 million with profit before tax of RM6.1 million for the current quarter as compared to the revenue of RM109.0 million with profit before tax of RM5.7 million in the preceding quarter. The profit before tax has increased from RM5.7 million to RM6.1 million.

B3. GROUP'S CURRENT YEAR PROSPECT

The financial year ended 30 September 2018 was another challenging year. The Management will strive to ensure that the Group continues to perform positively for the year ended 30 September 2019.

The prospects of the confectionery, potato, snacks and candies segment remains good with stable order book and additional capacity in its potato chip production line which will facilitate new business opportunities to be secured. The potato chip segment is expected to continue to be a strong performer for the Group as evidenced by its global appeal during our recent trade exhibitions and a new premium cake product will also be introduced end 2018. The Management expects that challenges remain with business and consumer sentiment expected to fluctuate due to a myriad of news on both the domestic and international front.

In respect of the manufacturing operations, cost of raw materials remains a volatile factor with various commodities prices experiencing fluctuations due to their cost factors as well as due to prevailing foreign currency conditions.

The Management will continue to closely monitor raw materials pricing to mitigate the impact of any unfavorable fluctuations on our earnings. In addition, the Management will continue to monitor the effect of the implementation of Service Tax (SST) to ensure that any impacts will be minimal.

B4. PROFIT FORECAST

The Group has not issued any profit forecast to the relevant authorities and is not subject to any profit guarantee.

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B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd.)

B5. OPERATING PROFIT

	Current Quarter 31.3.2019 RM'000	Cumulative Qtr To-date 31.3.2019 RM'000
Operating profit is arrived at after (crediting) /charging the following :-		
Depreciation and amortization	4,859	9,764
Foreign exchange loss - unrealised	202	202
Foreign exchange loss - realised	-	1,213
Finance costs	5,937	9,480
Foreign exchange gain - unrealised	(189)	(192)
Foreign exchange gain - realised	(3,802)	-
Other Income	(189)	(170)

B6. TAXATION

	Current Quarter 31.3.2019 RM'000	Cumulative Qtr To-date 31.3.2019 RM'000
Current tax expense		
Current year	275	1,052
Under provision of tax in prior year	-	-
	275	1,052
Deferred taxation expense		
Current year	-	-
Total tax expense	275	1,052

**B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd.)****B7. CORPORATE PROPOSALS**

Save for the following proposal, there was no other proposal announced but pending implementation as at the date of this report : -

- a) On 15 February 2019, the Company announced that proposes to undertake the following : -
- (i) proposed private placement of up to 45,462,700 new ordinary shares in LBB ("LBB Shares" or "Shares") ("Placement Shares"), representing approximately 15% of the enlarged number of issued LBB Shares (excluding treasury shares, if any) ("Proposed Private Placement");
 - (ii) proposed amendments to the by-laws governing the existing employees' share option scheme of LBB ("ESOS") ("By-Laws") ("Proposed By-Laws Amendments"); and
 - (iii) proposed granting of options to subscribe for LBB Shares under the ESOS ("ESOS Options") to the Group Chief Executive Officer of LBB ("Proposed Grant"),

On 18 February 2019, the Company announced that the application in relation to the proposals have submitted to Bursa Securities on 18 February 2019 for its approval.

On 30 March 2019, the shareholders of the Company has approved the following proposals :-

- (i) private placement of up to 45,462,700 new ordinary shares in LBB ("LBB Shares" or "Shares") ("Placement Shares"), representing approximately 15% of the enlarged number of issued LBB Shares (excluding treasury shares, if any) ("Proposed Private Placement"); and
- (ii) amendments to the by-laws governing the existing employees' share option scheme of LBB ("ESOS") ("By-Laws") ("Proposed By-Laws Amendments").

However, the resolution for the proposed granting of the options to subscribe for LBB Shares under the ESOS ("ESOS Options") to the Group Chief Executive Officer of LBB ("Proposed Grant") was retracted at the Extraordinary General Meeting held on 30 March 2019.

The Company has announced on 10 April 2019 ("Price-fixing Date") that the Board has fixed the issue price for the 1st tranche of the placement of 10,000,000 Placement Shares at RM0.345 per Placement Share ("Issue Price") which represented a discount of approximately RM0.0374 or 9.78% to the 5-day volume weighted average market price of the LBB Shares up to and including 9 April 2019, being the last market day immediately preceding the Price-fixing Date of RM0.3824 per LBB Share

The Company has announced on 22 April 2019 ("Price-fixing Date") that the Board has fixed the issue price for the 2nd tranche of the placement of 11,300,000 Placement Shares at RM0.321 per Placement Share ("Issue Price") which represented a discount of approximately RM0.0352 or 9.88% to the 5-day volume weighted average market price of the LBB Shares up to and including 19 April 2019, being the last market day immediately preceding the Price-fixing Date of RM0.3562 per LBB Share.

The Company has announced on 22 April 2019 ("Price-fixing Date") that the Board has fixed the issue price for the second tranche of 11,300,000 Placement Shares at RM0.321 each. In view that only the payment for 8,800,000 Placement Shares has been received as at 25 April 2019, the Board would re-fix the issue price for the remaining 2,500,000 Placement Shares in due course

**B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd.)****B7. CORPORATE PROPOSALS (CONT'D.)**

Save for the following proposal, there was no other proposal announced but pending implementation as at the date of this report : - (Cont'd.)

- a) The Company has announced on 3 May 2019 ("Price-fixing Date") that the Board has re-fixed the issue price for the remaining 2,500,000 Placement Shares to be issued pursuant to the 2nd tranche of the Private Placement at RM0.30 per Placement Share ("Issue Price"). The Board has also on the Price-fixing Date fixed the Issue Price for the 3rd tranche of the placement of 8,000,000 Placement Shares represented a discount of approximately RM0.0304 or 9.2% to the 5-day volume weighted average market price of the LBB Shares up to and including 2 May 2019, being the last market day immediately preceding the Price-fixing Date of RM0.3304 per LBB Share.
- b) On 27 February 2019, the Company announced that Bursa Securities has, vide its letter dated 26 February 2019, resolved to approve the listing of and quotation for up to 45,462,700 new LBB shares to be issued pursuant to the Proposed Private Placement on the Main Market of Bursa Securities.
- c) On 22 February 2019, the Company announced that Messrs Nexia SSY, the Company's External Auditors, have expressed a qualified opinion in their report. A copy of the relevant part of the Extract of Auditors' Report was annexed to the said announcement.

In relation to the above, the Board has resolved to do an interim limited re-audit /assessment on the key audit matters raised in the Auditors' Report before the end of the current financial year ending 30 September 2019.

On 27 March 2019, the Company has further announced as follows:

1. Messrs. PKF (AF 0911) has been appointed to conduct an independent assessment of the key audit matters raised by the External Auditors on the financial statements of the Company for the financial year ended 30 September 2018; and
 2. The assessment was planned to be completed on or by middle of July 2019 from the date of mobilisation.
- d) On 16 April 2019, the Company announced that the Board had carried out a private placement exercise issuance of 10,000,000 at RM0.3450 per share. The said private placement was listed on 17 April 2019.
 - e) On 26 April 2019, the Company announced that the Board had carried out a private placement exercise issuance of 8,800,000 at RM0.3210 per share. The said private placement was listed on 29 April 2019.
 - f) On 9 May 2019, the Company announced that had the Board carried out a private placement exercise issuance of 10,500,000 at RM0.3000 per share. The said private placement was listed on 10 May 2019.

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B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd.)

B8. GROUP BORROWINGS AND DEBT SECURITIES

	RM'000
a) Short term borrowings	
Bankers' Acceptance	173,723
Hire-purchase payables	4,219
Revolving credits	48,000
Bank Overdraft	24,015
Unrated Medium term notes	10,000
Term loans	1,231
Total short term borrowings	261,188
b) Long term borrowings	
Hire-purchase payables	3,744
Unrated Medium term notes	90,000
Total long term borrowings	93,744
Total borrowings	354,932

B9. CHANGES IN MATERIAL LITIGATION

On 13 November 2017, the Federal Court had granted the Leave Application for the Company to appeal against the decision to award Wah Keng Sen the sum of RM1,823,000.00 as well as a stay against the execution of the award pending the full hearing of the appeal by the Federal Court. The appeal is fixed for e-review on 3 July 2019 for LBB's solicitors to update the Federal Court on the status of the issuance of the grounds of judgement for the decision of the Court of Appeal.

B10. PROPOSED DIVIDENDS

There were no dividends proposed by the Company during the current quarter under review.

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B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd.)

B11. EARNINGS PER ORDINARY SHARE ("EPS")

a) Basic EPS

Basic EPS is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	Current Quarter 31.3.2019	Cumulative Qtr To-date 31.3.2019
Profit attributable to owners of the Company (RM'000)	5,930	10,870
Weighted average number of ordinary shares in issue ('000)	243,944	243,944
Basic EPS (Sen)	2.43	4.46

b) Diluted EPS

Not applicable for the Group.

B12. COMPARATIVE FIGURES

Comparative figures, where applicable, have been modified to conform with the current quarter presentation.

**BY ORDER OF THE BOARD OF DIRECTORS
LONDON BISCUITS BERHAD**

**MR LESLIE LOOI MENG
AUDIT COMMITTEE CHAIRMAN**

Dated: 31 May 2019