

Interim Report
UMS Holdings Berhad
(Company No. 74125-V)
(Incorporated in Malaysia)
and its subsidiaries

Condensed Consolidated Statement of Comprehensive Income for the 3 month period ended 31 December 2018
(unaudited)

Note	3 month period ended 31 December			3 month period ended 31 December	
	2018	2018	2017	2018	2017
	RM'000	RM'000	RM'000	RM'000	RM'000
	Current quarter	Previous Quarter ended 30.9.2018	Current quarter	3 months cumulative to date	3 months cumulative to date
Revenue	17,954	20,215	24,195	17,954	24,195
Cost of sales	(12,147)	(13,669)	(16,431)	(12,147)	(16,431)
Gross profit	5,807	6,646	7,764	5,807	7,764
Operating expenses	(6,241)	(5,772)	(6,953)	(6,241)	(6,953)
Other operating income	736	828	834	736	834
Operating profit	302	1,702	1,645	302	1,645
Financing costs	-	-	-	-	-
Interest income	35	47	23	35	23
Share of profit of associates	78	19	(2)	78	(2)
Profit before taxation	415	1,768	1,666	415	1,666
Tax expense	B5 (192)	(259)	(462)	(192)	(462)
Profit for the period	223	1,509	1,204	223	1,204
Other comprehensive income for the period	(74)	2,363	(430)	(74)	(430)
Total comprehensive income for the year	149	3,862	774	149	774
Profits attributable to:					
Owners of the Parent	224	1,486	1,202	224	1,202
Non-controlling interest	(1)	23	2	(1)	2
	223	1,509	1,204	223	1,204
Total comprehensive income attributable to:					
Owners of the Parent	150	3,839	772	150	772
Non-controlling interest	(1)	23	2	(1)	2
	149	3,862	774	149	774
Basic earnings per ordinary share (sen)	B14 0.55	3.65	2.95	0.55	2.95
Diluted earnings per ordinary share (sen)	B14 0.55	3.65	2.95	0.55	2.95

The 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.

Interim Report
UMS Holdings Berhad
 (Company No. 74125-V)
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Condensed Consolidated Statement of Financial Position as at 31 December 2018
 (unaudited)

	Note	As at 31 December 2018	As at 30 September 2018
		RM'000	RM'000
Non-current assets			
Property, plant and equipment		35,697	35,242
Prepaid lease payments		4,993	5,009
Investment Property		28,644	28,644
Investments in associates		12,276	12,198
Other investments		13,193	13,055
Goodwill on consolidation		1,046	1,046
		95,849	95,194
Current assets			
Inventories		33,954	34,012
Trade and other receivables		20,931	23,787
Fixed deposits with licensed bank		2,403	2,398
Cash & cash equivalents		19,505	17,604
		76,793	77,801
Total assets		172,642	172,995
Equity			
Share capital		42,654	42,654
Reserves		120,887	120,737
Total equity attributable to the owners of the Parent		163,541	163,391
Non-controlling interest		814	815
Total equity		164,355	164,206
Non-current liabilities			
Borrowings	B9	-	-
Deferred tax liabilities		1,463	1,500
		1,463	1,500
Current liabilities			
Trade and other payables		8,722	8,459
Borrowings	B9	-	-
Taxation		(1,898)	(1,170)
		6,824	7,289
Total equity and liabilities		172,642	172,995
Net assets per share attributable to ordinary owners of the Parent		4.02	4.02

The 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.

Interim Report
UMS Holdings Berhad
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Condensed Consolidated Statement of Changes in Equity for the 3 month ended 31 December 2018
(unaudited)

	Attributable to owners of the Parent						Total RM'000	Non-controlling interest RM'000	Total RM'000
	Share capital RM'000	Share premium-non distributable RM'000	Revaluation reserve-non distributable RM'000	Exchange translation reserve-non distributable RM'000	Fair value adjustment reserve-non distributable RM'000	Retained profits- distributable RM'000			
At 1 October 2017	42,654	-	2,052	1,394	861	113,501	160,462	809	161,271
Profit for the year	-	-	-	-	-	5,837	5,837	56	5,893
Other comprehensive income									
Fair value change in available -for-sale financial assets	-	-	-	-	(33)	-	(33)	-	(33)
Exchange translation difference	-	-	-	(282)	-	-	(282)	-	(282)
Surplus on revaluation	-	-	1,476	-	-	-	1,476	-	1,476
Total other comprehensive income	-	-	1,476	(282)	(33)	-	1,161	-	1,161
Total comprehensive income	-	-	1,476	(282)	(33)	5,837	6,998	56	7,054
Transactions with owners									
Dividend for year ended 30 September 2017	-	-	-	-	-	(4,069)	(4,069)	(50)	(4,119)
Total transactions with owners	-	-	-	-	-	(4,069)	(4,069)	(50)	(4,119)
At 30 September 2018	42,654	-	3,528	1,112	828	115,269	163,391	815	164,206
At 1 October 2018	42,654	-	3,528	1,112	828	115,269	163,391	815	164,206
Profit for the period	-	-	-	-	-	224	224	(1)	223
Other comprehensive income									
Fair value change in available -for-sale financial assets	-	-	-	-	(385)	-	(385)	-	(385)
Exchange translation difference	-	-	-	311	-	-	311	-	311
Total other comprehensive income	-	-	-	311	(385)	-	(74)	-	(74)
Total comprehensive income	-	-	-	311	(385)	224	150	(1)	149
Transactions with owners									
Dividend for year ended 30 September 2018	-	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-	-
At 31 December 2018	42,654	-	3,528	1,423	443	115,493	163,541	814	164,355

The 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.

Interim Report
UMS Holdings Berhad
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Condensed Consolidated Statement of Cashflows for the 3 month period ended 31 December 2018
(unaudited)

	For the period ended 31 December 2018 RM'000	For the period ended 31 December 2017 RM'000
Cash flows from operating activities		
Profit before taxation	415	1,668
Adjustment for non-cash items:		
- Non-cash items and non-operating items	(144)	(139)
Operating profit before changes in working capital	271	1,529
Changes in working capital:		
- Inventories	58	930
- Trade and other receivables	2,856	(3,786)
- Trade and other payables	263	83
Cash inflows/(outflows) from operations	3,448	(1,244)
- Income taxes paid	(958)	(871)
- Interest paid	-	(27)
Net cash inflows/(outflows) from operating activities	2,490	(2,142)
Cash flows from investing activities		
Purchase of property, plant and equipment	(808)	(1,459)
Proceeds from disposal of property, plant and equipment	-	266
Purchase of other investment	(523)	(501)
Dividend received	523	501
Interest received	35	23
Net cash outflows from investing activities	(773)	(1,170)
Cash flows from financing activity		
Repayment of hire purchase liabilities	-	-
Net cash flow outflows from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	1,717	(3,312)
Cash and cash equivalents at beginning of year	20,002	19,616
Effects of changes in exchange rate	189	(10)
Cash and cash equivalents at 31 December	21,908	16,294

Cash and cash equivalents comprise the following balance sheet amounts:

Cash and bank balances	19,505	14,421
Bank overdraft	-	-
Fixed deposit	2,403	1,873
	21,908	16,294

The condensed consolidated statement cash flows 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.

A Notes to Interim Financial Report on Consolidated Results For the Period Ended 31 December 2018

A1 Basis of preparation

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting and with IAS 34, Interim Financial Reporting and should be read in conjunction with the Group's audited financial statements for the year ended 30 September 2018.

The Group adopted the following new Malaysian Financial Reporting Standards ("MFRSs"), and Amendments to published standards mandatory for annual financial periods beginning on or after 1 October 2018:

Standards/Amendments

MFRS 9 – Financial Instruments (IFRS 9 as issued by IASB in July 2014)

MFRS 15 – Revenue from Contracts with Customers

Clarifications to MFRS 15 – Revenue from Contracts with Customers

Annual improvements to MFRS 2014-2016 Cycle as follows:

- Amendments to MFRS 128- Investment in Associates and Joint Ventures.

Amendments to MFRS 140 – Transfers of Investment Property.

IC Interpretation 22 – Foreign Currency Transactions and Advance Consideration.

A2 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 September 2018 was not subject to any qualifications.

A3 Seasonal or cyclical factors

The principal activities of the company is that of an investment holding company with its subsidiaries mainly dealing with the distribution of mechanical power transmission and material handling products and systems and industrial spare parts. As such the trading nature or operations of these companies does not linked directly to seasonality or cyclicity.

A4 Unusual nature and amount of items affecting assets, liabilities, equity, net income and cash flows

There were no unusual nature and amount of items, which affected the assets, liabilities, equity, net income and cash flows of the Group during the quarter under review.

A5 Material changes in estimates of amounts reported in prior periods in current financial year or prior financial years which have material effect in the current interim period

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

A6 Debts and equity securities

There were no new debts and equity securities issued during the quarter.

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A Notes to Interim Financial Report on Consolidated Results For the Period Ended 31 December 2018

A9 Material events subsequent to the end of the interim period

On 7 January 2019, the Board of Directors announced that the Company intends to seek the approval of its Shareholders in the coming Annual General Meeting to be held on 4 March 2019, to undertake the proposed purchase and/or hold its own shares of up to 10% of its issued and paid-up share capital of the Company in accordance with the Companies Act, 2016.

A10 Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter concerned including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

B1. Financial review for current quarter and financial year to date

The financial review of the group for current quarter and financial year to date is tabled below:-

	Individual Period (1st quarter)(RM'000)		Changes (Amount(RM,000)/%)	Cumulative Period(RM'000)		Changes (RM'000/%)
	Current Year Quarter	Preceding Corresponding Quarter		Current Year To- date	Preceding Year Corresponding Period	
	31/12/2018	31/12/2017		31/12/2018	31/12/2017	
Revenue	17,954	24,195	(6,241)/(25.79)	17,954	24,195	(6,241)/(25.79)
Operating Profit	302	1,645	(1,343)/(81.64)	302	1,645	(1,343)/(81.64)
Profit Before Interest and Tax	380	1,645	(1,265)/(76.90)	380	1,645	(1,265)/(76.90)
Profit Before Tax	415	1,666	(1,251)/(75.09)	415	1,666	(1,251)/(75.09)
Profit After Tax	223	1,204	(981)/(81.48)	223	1,204	(981)/(81.48)
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	224	1,202	(978)/(81.36)	224	1,202	(978)/(81.36)

a) The group's performance for the period-to-date against the corresponding period-to-date is as follows:

The revenue for the group has decrease by RM6,241,000 or 25.79% to RM17,954,000 from RM24,195,000 mainly due to a special project undertaken by the Central Region amounting to RM8,451,245 of which RM1,604,025 was accounted for in the quarter ended 31.12.2017 and RM211,281 was accounted for in the period ended 31.12.2018 and from the Singapore Region due to Sales to Vacono Oil Tanks which decrease from RM1,266,000 for the quarter ended 31.12.2017 to RM0.00 for the quarter ended 31.12.2018 and overall weak market conditions.

The profit before tax has decrease by RM1,251,000 or 75.09% to RM415,000 from RM1,666,000 mainly due to decrease in revenue as mentioned above.

The group's revenue by segment is as follows:-

Revenue by segment	For the cumulative 3 months ended 31.12.2018	For the cumulative 3 months ended 31.12.2017	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
West Malaysia-Region				
Northern	0	757	(757)	(100.00)
Southern	1,671	2,030	(359)	(17.68)
Eastern	1,619	1,574	45	2.86
Central	12,002	15,225	(3,223)	(21.17)

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

East Malaysia

Sarawak	1,710	2,240	(530)	(23.66)
Overseas				
Singapore	952	2,369	(1,417)	(59.81)
	<u>17,954</u>	<u>24,195</u>	<u>(6,241)</u>	<u>(25.79)</u>

The main decrease in revenue by segment is from the Central and Singapore Region with reasons as mentioned above.

b)The group’s performance for the quarter under review against the corresponding quarter of the preceding year is as mentioned in (a) above since this is the first quarter report of the company.

B2. Financial review for current quarter compared with immediate preceding quarter

The financial review for the current quarter compared with immediate preceding quarter is tabled as below:-

	Current Quarter 31/12/2018	Immediate Preceding Quarter 30/9/2018	Changes (RM'000 / %)
Revenue	17,954	20,215	(2,261)/(11.18)
Operating Profit	302	1,702	(1,400)/(82.26)
Profit Before Interest and Tax	380	1,721	(1,341)/(77.92)
Profit Before Tax	415	1,768	(1,353)/(76.53)
Profit After Tax	223	1,509	(1,286)/(85.22)
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent holders of the parent	224	1,486	(1,262)/(84.93)

c)The group’s performance for the quarter under review against the preceding quarter of the year is as follows:-

The revenue for the group has decrease by RM2,261,000 or 11.18% to RM17,954,000 from RM20,215,000 mainly due to a project undertaken by the Central Region amounting to RM8,451,245 of which RM845,000 was accounted for in the quarter ended 30.9.2018 and RM211,281 was accounted for in the quarter ended 31.12.2018 and overall weak market conditions.

The profit before tax has decrease by RM1,353,000 or 76.53% to RM415,000 from RM1,768,000 mainly due to decrease in revenue as mentioned above.

The group’s revenue by segment is as follows:-

	3 months ended 31.12.2018	3 months ended 30.9.2018	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue by segment				
West Malaysia-Region				
Northern	0	0	0	0
Southern	1,671	1,302	369	28.34
Eastern	1,619	1,631	(12)	(0.74)
Central	12,002	13,699	(1,697)	(12.39)
East Malaysia				
Sarawak	1,710	2,091	(381)	(18.22)

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

Oversea					
	Singapore	952	1,492	(540)	(36.19)
		<u>19,954</u>	<u>20,215</u>	<u>(2,261)</u>	<u>(11.18)</u>

The main decrease in revenue by segment is from the Central Region, mainly due to a project undertaken as mentioned above.

B3. Current financial year's prospects

For the 4th quarter of 2018(4Q2018),that is from 1st Oct 2018 -31st Dec2018, the global economy maintained its momentum albeit at a more moderate pace.

In the advanced economies, the US maintained its trajectory of 3.1% whereas the Eurozone and the Emerging market economies recorded a more moderate growth. GDP rates for the Eurozone countries and the UK are 1.2% and 1.3% respectively. The Emerging Market economies spearheaded by PR China achieved a GDP growth rate of 6.4% whereas the ASEAN nations grew at the following rates: Philippines 6.1%, Indonesia 5.2%, Malaysia 4.7%, and Singapore 2.2% respectively.

Private consumption remained the driver of growth in the advanced economies, underpinned by steady unemployment rates and manageable wage growth. The boost resulted from fiscal impetus of 2017 tax reforms in the US diminished in the fourth quarter of 2018.

During this period, the Asian regional economy slowed down moderately. In particular, PR China achieved slower growth as its economy faced external and domestic challenges, although towards the end 2018, government infrastructure spending in PR China improved marginally.

As a result of lower investments and external demand, the domestic consumption of other Asian economies waned. The main driver of this lower domestic growth is private consumption.

Most regional economies of PR China, ASEAN, Japan and South Korea, encountered weak external demand and uncertainties arising from the ongoing trade disputes between US and PR China. Consequentially, export growth for the 4th quarter 2018 was lower, as a result of reduced shipments to US, Eurozone and PR China. By products grouping, electrical and electronic manufactured items as well as lower commodities prices and demand contributed to this moderated performance.

Globally, this quarter also experienced higher volatility in the global financial markets in October 2018 with huge equity selloffs in Wall Street and emerging market bourses partially due to a tightening of monetary policy and weaker corporate profits. Simultaneously, there was a tightening of financial conditions in the emerging economies and sustained capital outflows in Asian and Latin American nations. Furthermore the current trade disputes between US and PR China, with retaliatory measures on both sides, triggered further anxieties in global financial markets, although this tailed off towards December 2018.

Crude oil prices was also lower at around USD69 per barrel during this quarter of 2018 due to an increase in production of shale oil from the US and also from expectation of lower demand resulting from lower global GDP growth going forward.

During the 4th quarter of 2018 under review, the Malaysian economy grew by 4.7 % (3Q2018:4.4%) underpinned by growth of domestic demand and increase in net exports. The main contributor to domestic demand was private sector spending as well as a rebound in real export of goods and services.

On an annualised basis for 2018, the GDP growth for Malaysia was 4.7% (2017:5.9%). Compared to 3Q2018 rate of 6.9%, domestic demand of 4Q2018 was less robust at 5.6%.

Private sector consumption remained a major contributing factor to this demand at 8.5% as compared to 9.0% for 3Q2018. Owing to an anticipation of a slower economic performance, private investment growth weaken to 4.4% as compared to 3Q2018 rate of 6.9%.

Owing to cost cutting measures by the government to address our debt obligations, public consumption and investment were curtailed and these measures undertaken by the government resulted in cost cutting ,cancellation or scaling down of major infrastructural projects.

On the supply side, during this quarter(4Q2018) there was continued growth in all major sectors of the economy like services, manufacturing and construction albeit at a lower rate as compared with 3Q2018.

The resource based sectors like agriculture and the mining industries however contracted in this 4Q2018.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

Growth in the manufacturing sector was mainly driven by the exports of E&E goods which enjoyed an upsurge before the higher tariffs imposed by the US kicks in. The transport related industry also contributed to the growth of the manufacturing sector as a result of increased sales of automobiles due to discounting and inventory buildup of vehicles stocks. However there was weaker performance of resource based manufactured goods like chemicals, refined palm oil, and metal products.

Buoyed by increased activity in production of oil and natural gas production this sector rebounded in 4Q2018. However due to subdued activity in palm oil harvests and rubber tapping, the agricultural sector suffered a slight decline.

In the construction sector, there was slower activity in the civil engineering sub sector attributed to completion of large scale petrochemical projects coupled with cancellation or postponement of major infrastructural projects. Residential housing projects remain weak and the housing industry is saddled with a large amount of unsold properties during this quarter and going forward.

For the year 2018, headline inflation averaged at 1.0% compared to 3.7% for 2017. This decline was attributable to a negative rate for transport inflation as compared to that for 2017 (4Q2018: -1.2%; 3Q2018: 3.0%) due to downward adjustment of RON95 fuel prices.

The other factor to this reduction of headline inflation was the cumulative effect of the recent zerorisation of GST and the subsequent implementation of the sales and service tax thereby exerting a downward impact to the inflation rate during this quarter.

The forecast for global economic growth in 2019 going forward is anticipated to be at a moderate rate spanning across the advanced economies of USA, Eurozone, UK, Japan and the emerging market economies of PR China, South Korea, India and developing economies of the ASEAN member countries.

In the advanced economies, private consumption underpinned by a strong labour market and investment environment will continue to drive growth in the respective member countries. The US economy in particular will experience a waning effect of its fiscal stimulus in the previous quarters and the negative impact of interest rate hike.

For the emerging market economies of Asia, growth similarly will remain moderate. PR China is anticipated to grow at a lower rate factoring in expectations like structural reforms, as well as the negative impact of a worsening trade war with the US. This in turn will trigger a contagion effect on member countries of its supply chain like ASEAN countries. Nevertheless growth in PR China is expected to be buoyed by its domestic market.

In a nutshell according to IMF forecasts global growth for 2019 is expected to be 3.5% (2018: 3.7%) with the advanced economies at 2.0% (2018: 2.3%) and the emerging economies at 4.5% (2018: 4.6%)

The downside risks to the 2019 growth are identified as follows:

1. The worsening and widening of the current trade war between USA and China impacting negatively on global trade and economy. The outcome of any trade agreement or disagreement between US and PR China will rebalance and reconfigure the dynamics of global supply systems away from China and possibly generating new opportunities for the ASEAN nations like Malaysia, Indonesia, Thailand, Vietnam and the Philippines.
2. Any major deviation of crude oil price from the budgeted USD60-70 trigger a revision of the revenue income of the 2018 Malaysian budget.
3. Any major debt financial crisis and market volatility across major financial markets potentially generating global contagion effects.
3. The geopolitical disruptions on various flashpoint across the globe like Venezuela, Middle East and Korea peninsula, Eastern Europe and the South China Sea will be unsettling to global and regional prosperity.
4. The ability of the new government to implement new economic and other policy measures to stimulate growth and employment, curb inflation, and manage our one trillion ringgit debt.
5. Any natural disasters and climate change affecting food and crop production.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

The Board is cautiously confident of maintaining a profitable level of performance for the coming quarters with measures and strategies to mitigate and overcome any risks encountered by the Group going forward.

B4. Variance of actual profit from profit forecast

This note is not applicable as there is no profit forecast made.

B5. Taxation

Taxation consists of the following :

	Individual quarter		Accumulated quarter	
	2018	2017	2018	2017
	RM'000	RM'000	RM'000	RM'000
Current Malaysian Tax (Under)/overprovision in prior years	(230)	(467)	(230)	(467)
	0	0	0	0
	<u>(230)</u>	<u>(467)</u>	<u>(230)</u>	<u>(467)</u>
Deferred taxation	38	5	38	5
	<u>(192)</u>	<u>(462)</u>	<u>(192)</u>	<u>(462)</u>
	=====	=====	=====	=====

The current tax rates for the current period ended 31 December 2018 and 2017 were 24% and 24%.

B6. Notes to the Statement of Comprehensive Income

Profit for the period is arrived at after charging/(crediting):

	3 months ended		Cumulative months ended	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Interest income	(35)	(23)	(35)	(23)
Other income including investment Income	(736)	(721)	(736)	(721)
Gain on disposal of property, plant and equipment	0	(113)	0	(113)
Interest expense	0	0	0	0
Depreciation and amortization	491	470	491	470
Foreign exchange (gain)/loss	62	(223)	62	(223)

Other than the above, there were no provision for and write off of receivables and inventories, no gain or loss on disposal of quoted or unquoted investments and derivatives, impairment of assets and exceptional items included in the results for the current period ended 31 December 2018.

B7. Purchase and sale of quoted securities

There were no purchase or sale of quoted securities for the financial period concerned.
Details of other investments to date are as follows:

	31.12.2018	30.9.2018
	RM'000	RM'000

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

Available-for-sale financial assets:

Unquoted shares at cost	50	50
Wholesale Funds	13,143	13,005
	<u>13,193</u>	<u>13,055</u>
	=====	=====

B8. Status of corporate proposals

To date, there are no corporate proposals announcement.

B9. Group borrowings and debt securities

The Group’s borrowings as at 31 December 2018 are as follows:

	31.12.2018		30.9.2018	
	Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
Long term loan	0	0	0	0
Hire purchase creditors	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	=====	=====	=====	=====
Short term loan:-				
Term loan	0	0	0	0
Trust receipt	0	0	0	0
Banker acceptance	0	0	0	0
Letter of credit	0	0	0	0
Bills payable	0	0	0	0
Hire purchase payables	0	0	0	0
Bank overdraft	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	=====	=====	=====	=====

There is no material changes to the Group’s borrowings as at the current year-to-date at 31.12.2018 as compared with the corresponding period in the immediate preceding year as at 31 December 2017 as tabled below:-

	As at 1st quarter ended 2019					
	Long Term		Short Term		Total borrowings	
	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination
Secured	0	0	0	0	0	0
Unsecured	0	0	0	0	0	0
	As at 1st quarter ended 2018					

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

	Long Term		Short Term		Total borrowings	
	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination	S\$'000 denomination	RM'000 denomination
Secured	0	0	0	0	0	0
Unsecured	0	0	0	0	0	0

B10. Financial instruments with off balance sheet risks

There were no financial instruments with off balance sheet risks during the current quarter.

B11. Material litigation

Neither UMS nor its subsidiary companies are engaged in any material litigation either as plaintiff or defendant and the Directors of UMS are not aware of any proceedings pending or threatened against UMS or its subsidiary companies or any facts likely to give rise to any proceedings which might materially affect the position and business of the UMS Group.

B12. Dividend

	31.12.2018 RM'000	31.12.2017 RM'000
Proposed:		
Single tier Final dividend of 6% & Single tier Special dividend of 4%	0	0

At the forthcoming Annual General Meeting, a single tier final dividend of 6sen amounting to RM2,441,000 and a special dividend of 4sen amounting to RM1,627,000 for the financial year ended 30.9.2018 will be proposed for shareholders approval.

B13 Trade and other receivables

	31.12.2018 RM'000	30.9.2018 RM'000
Trade receivables	20,375	23,106
Other receivables, deposit & prepayment	556	681
	<u>20,931</u>	<u>23,787</u>

Trade receivables are non-interest bearing and generally are on 30 to 120 days for current period and previous year.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

	Trade receivables Group	
	31.12.2018	30.9.2018
	RM'000	RM'000
Neither past due nor impaired	12,483	13,269
1 to 30 days past due not impaired	3,673	3,671
31 to 60 days past due not impaired	1,624	2,552
61 to 90 days past due not impaired	828	1,046
More than 90 days past due not impaired	1,766	2,568
	<u>20,375</u>	<u>23,106</u>
Impaired	510	510
	<u>20,885</u>	<u>23,616</u>

Included in the above trade receivables are the following ageing analysis for related parties:

	31.12.2018	30.9.2018
	RM'000	RM'000
Neither past due nor impaired	2	360
1 to 30 days past due not impaired	4	0
31 to 60 days past due not impaired	0	0
61 to 90 days past due not impaired	0	0
More than 90 days past due not impaired	0	0
	<u>6</u>	<u>360</u>
Impaired	0	0
	<u>6</u>	<u>360</u>

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the group and losses have occurred infrequently.

The Group's trade receivables that are impaired at the reporting date and the movement of allowance account used to record the impairment is as follows:

	Group	
	31.12.2018	30.9.2018
	RM'000	RM'000
Trade receivables – nominal amounts	510	510
Allowance for impairment	(510)	(510)
	<u>-</u>	<u>-</u>

Movement in allowance for impairment:

	Group	
	31.12.2018	30.9.2018
	RM'000	RM'000
At 1 October	510	204
Charge for the period/year	0	370
Reversal of impairment	-	(64)
	<u>510</u>	<u>510</u>

Trade receivables that are individually impaired at the reporting date relates to those that are in significant financial difficulties and have defaulted on payments.

Additional Information Required by Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirement

B14. Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the quarter and for the cumulative quarter is based on the following:

	3 months ended		Cumulative months ended	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Net profit attributable to Ordinary shareholders	224	1,202	224	1,202
Weighted average Number of shares In issued.	40,690	40,690	40,690	40,690
Basic earnings per Ordinary share(sen)	0.55	2.95	0.55	2.95
Diluted earnings per share (sen)	0.55	2.95	0.55	2.95

UMS Holdings Berhad

Company No. 74125 – V
(Incorporated in Malaysia)

Interim Financial Report
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