

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

Condensed Consolidated Statement of Comprehensive Income for the 12 month period ended 30 September 2019
 (unaudited)

Note	3 month period ended 30 September			12 month period ended 30 September	
	2019 RM'000	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
	Current quarter	Previous Quarter ended 30.6.2019	Current quarter	12 months cumulative to date	12 months cumulative to date
Revenue	16,531	15,690	20,215	68,078	86,181
Cost of sales	(9,884)	(9,185)	(13,569)	(42,216)	(55,763)
Gross profit	6,647	6,505	6,646	25,862	30,418
Operating expenses	(6,967)	(5,583)	(5,626)	(25,065)	(24,764)
Other operating income	1,647	246	682	2,993	2,119
Operating profit	1,327	1,168	1,702	3,790	7,773
Financing costs	-	-	-	-	-
Interest income	13	28	47	118	146
Share of profit of associates	428	91	19	729	295
Profit before taxation	1,768	1,287	1,768	4,637	8,214
Tax expense	(18)	(556)	(259)	(1,273)	(2,321)
Profit for the period	1,750	731	1,509	3,364	5,893
Other comprehensive income net of tax	192	(513)	2,353	(311)	1,161
Total comprehensive income for the year	1,942	218	3,862	3,053	7,054
Profit attributable to:					
Owners of the Parent	1,767	725	1,486	3,348	5,837
Non-controlling interest	(17)	6	23	16	56
	1,750	731	1,509	3,364	5,893
Total comprehensive income attributable to:					
Owners of the Parent	1,959	212	3,839	3,037	6,998
Non-controlling interest	(17)	6	23	16	56
	1,942	218	3,862	3,053	7,054
Basic earnings per ordinary share (sen)	4.34	1.78	3.65	8.23	14.35
Diluted earnings per ordinary share (sen)	4.34	1.78	3.65	8.23	14.35

The condensed consolidated income 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.

Interim Report
UMS Holdings Berhad
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Condensed Consolidated Statement of Financial Position as at 30 September 2019
(unaudited)

	As at 30 September 2019	As at 30 September 2018
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	35,705	35,242
Prepaid lease payments	4,989	5,009
Investment Property	29,584	28,644
Investments in associates	12,710	12,198
Other investments	14,089	13,055
Goodwill on consolidation	1,046	1,046
	<u>98,123</u>	<u>95,194</u>
Current assets		
Inventories	32,843	34,012
Trade and other receivables	20,053	23,787
Tax recoverable	-	-
Fixed deposits with licensed bank	1,825	2,398
Cash & cash equivalents	14,846	17,604
	<u>69,567</u>	<u>77,801</u>
Total assets	<u>167,690</u>	<u>172,995</u>
Equity		
Share capital	42,654	42,654
Reserves	119,513	120,737
	<u>162,167</u>	<u>163,391</u>
Total equity attributable to the shareholders of the Company	162,167	163,391
Minority interest	781	815
Total equity	<u>162,948</u>	<u>164,206</u>
Non-current liabilities		
Borrowings	-	-
Deferred tax liabilities	1,439	1,500
	<u>1,439</u>	<u>1,500</u>
Current liabilities		
Trade and other payables	6,941	8,459
Dividend payable	-	-
Borrowings	-	-
Taxation	(3,638)	(1,170)
	<u>3,303</u>	<u>7,289</u>
Total equity and liabilities	<u>167,690</u>	<u>172,995</u>
Net assets per share (RM)	3.99	4.02

The condensed consolidated balance sheet 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 12 month ended 30 September 2019
(unaudited)

	Share capital	Share premium-non distributable	Revaluation reserve-non distributable	Exchange translation reserve-non distributable	Fair value adjustment reserve-non distributable	Retained profits-distributable	Total	Non-controlling interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2017	42,654	-	2,052	1,394	861	113,501	160,462	809	161,271
Profit for the period	-	-	-	-	-	5,837	5,837	56	5,893
Other comprehensive income									
Fair value change in available -for-sale financial assets	-	-	-	-	(33)	-	(33)	-	(33)
Exchange translation differences	-	-	-	(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
Adjustment on initial application of MFRS 9, net of tax	-	-	-	-	-	(191)	(191)	-	(191)
Balance at 1 October 2018, restated	42,654	-	3,528	1,112	828	115,078	163,200	815	164,015
Profit for the year	-	-	-	-	-	3,348	3,348	16	3,364
Other comprehensive income									
Fair value change in available -for-sale financial assets	-	-	-	-	511	-	511	-	511
Exchange translation differences	-	-	-	(823)	-	-	(823)	-	(823)
Surplus on revaluation	-	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	(823)	511	-	(312)	-	(312)
Total comprehensive income	-	-	-	(823)	511	3,348	3,036	16	3,052
Transactions with owners									
Dividend for year ended 30 September 2018	-	-	-	-	-	(4,069)	(4,069)	(50)	(4,119)
Total transactions with owners	-	-	-	-	-	(4,069)	(4,069)	(50)	(4,119)
At 30 September 2019	42,654	-	3,528	289	1,339	114,357	162,167	781	162,948

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 12 month period ended 30 September 2019
(unaudited)

	For the 12 month period ended 30 September 2019 RM'000	For the 12 month period ended 30 September 2018 RM'000
Cash flows from operating activities		
Profit before taxation	4,637	8,214
Adjustment for non-cash items:		
- Non-cash items and non-operating items	89	1,415
Operating profit before changes in working capital	<u>4,726</u>	<u>9,629</u>
Changes in working capital:		
- Inventories	1,169	714
- Trade and other receivables	3,734	1,740
- Trade and other payables	(1,518)	849
Cash generated from operations	<u>8,111</u>	<u>12,932</u>
- Income taxes paid	(3,802)	(2,283)
- Income taxes refund	-	133
- Interest paid	-	-
- Interest received	118	146
Net cash flow generated from operating activities	<u>4,427</u>	<u>10,928</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,053)	(7,160)
Proceeds from disposal of property, plant and equipment	208	293
Proceeds from disposal of other investment	-	-
Purchase of other investment	(522)	(501)
Purchase of prepaid land lease	-	-
Dividend received	522	935
Net decrease in cash flow used in investing activities	<u>(2,845)</u>	<u>(6,433)</u>
Cash flows from financing activity		
Repayment of hire purchase liabilities	-	-
Bills payable & banker acceptance	-	-
Dividend paid	(4,069)	(4,069)
Dividend paid non controlling interest	(50)	(50)
Repayment of term loan	-	-
Net cash flow used in financing activities	<u>(4,119)</u>	<u>(4,119)</u>
Net increase/(decrease) in cash and cash equivalents	<u>(2,537)</u>	<u>376</u>
Cash and cash equivalents at beginning of year	<u>20,002</u>	<u>19,616</u>
Effects of changes in exchange rate	<u>(794)</u>	<u>10</u>
Cash and cash equivalents at 30 September	<u>16,671</u>	<u>20,002</u>

Cash and cash equivalents comprise the following balance sheet amounts:

Cash and bank balances	14,846	17,604
Fixed deposit	1,825	2,398
	<u>16,671</u>	<u>20,002</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.

A Notes to Interim Financial Report on Consolidated Results For the Year Ended 30 September 2019

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.

On 1 October 2018, the Company adopted the following 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

Amendments to MFRS 140 – Transfers of Investment Property

IC Interpretation 22 – Foreign Currency Transactions and Advance Consideration

The adoption of the above new MFRSs, IC Interpretation and Amendment to MFRSs do not have any material effect on the financial statements of the Group.

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.

A7 Dividends

There were no dividends paid during the quarter under review other than those disclosed in note B12

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A Notes to Interim Financial Report on Consolidated Results For the Year Ended 30 September 2019

A8 Segmental reporting

The segmental analysis for the Group for the financial year ended September 30, 2019 are as follows:

	WEST MALAYSIA		EAST MALAYSIA		SINGAPORE	TOTAL
	Northern RM'000	Southern RM'000	Eastern RM'000	Central RM'000	Sarawak RM'000	RM'000
Segment Revenue	0	6,157	6,529	62,225	6,688	3,854
Elimination						
Consolidated Revenue						
Profit/(Loss) before Taxation and Minority Interest	(21)	373	456	8,165	256	(444)
Elimination						
Share of profit Of associated Companies						
Total assets	1,530	8,161	7,914	175,455	7,912	10,498
Elimination						
Total Liabilities	2	570	1,299	35,411	110	513
Elimination						

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 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. This proposal was approved by its shareholders in its Annual General Meeting held on 4 March 2019.

A Notes to Interim Financial Report on Consolidated Results For the Year Ended 30 September 2019

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.

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 (3rd 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	
	30/9/2019	30/9/2018		30/9/2019	30/9/2018	
Revenue	16,531	20,215	(3,684)/(18.22)	68,078	86,181	(18,103)/(21.01)
Operating Profit	1,327	1,702	(375)/(22.03)	3,790	7,773	(3,983)/(51.24)
Profit Before Interest and Tax	1,755	1,721	34/1.98	4,519	8,068	(3,549)/(43.55)
Profit Before Tax	1,768	1,768	0/0	4,637	8,214	(3,577)/(43.55)
Profit After Tax	1,750	1,509	241/15.97	3,364	5,893	(2,529)/(42.92)
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	1,767	1,486	281/18.91	3,348	5,837	(2,489)/(42.64)

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 decreased by RM18,103,000 or 21.01% to RM68,078,000 from RM86,181,000 mainly due to a special project undertaken by the Central Region amounting to RM8,451,245 of which RM211,281 was accounted for in the year ended 30.9.2019 and RM5,746,847 was accounted for in the year ended 30.9.2018, sales to Proton Parts Centre Sdn Bhd of which RM3,342,55 was accounted for in year ended 30.9.2019 and RM7,849,305 was accounted for in the year ended 30.9.2018 and sales to Valcono Oil Tanks by Singapore Region amounting to RM766,000 for the year ended 30/9/2019 as compared to RM2,674,000 for the year ended 30/9/2018 and overall weak market conditions.

The profit before tax has decreased by RM3,577,000 or 43.55% to RM4,637,000 from RM8,214,000 mainly due to decrease in revenue as mentioned above.

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

	For the cumulative 12 months ended 30.9.2019 RM'000	For the cumulative 12 months ended 30.9.2018 RM'000	Increase/(Decrease) RM'000	%
Revenue by segment				
West Malaysia-Region				
Northern	0	858	(858)	(100)
Southern	6,156	6,348	(192)	(3.02)
Eastern	6,525	6,834	(309)	(4.52)
Central	44,925	56,719	(11,794)	(20.79)

East Malaysia

Sarawak	6,688	8,344	(1,656)	(19.85)
Singapore	3,784	7,078	(3,294)	(46.54)
	<u>68,078</u>	<u>86,181</u>	<u>(18,103)</u>	<u>(20.01)</u>

The main decreased in revenue by segment is from the Central and Singapore Region.

b)The group's performance for the quarter under review against the corresponding quarter of the previous financial period is tabled below:-

	For the quarter Ended 30.9.2019 RM'000	For the quarter Ended 30.9.2018 RM'000	Increase/(Decrease) RM'000	%
Revenue by segment				
West Malaysia-Region				
Northern	0	0	(0)	(100.00)
Southern	1,684	1,302	382	29.34
Eastern	1,975	1,631	344	21.09
Central East Malaysia	9,918	13,699	(3,781)	(27.60)
Sarawak	1,507	2,091	(584)	(27.93)
Singapore	1,447	1,492	(45)	(3.02)
	<u>16,531</u>	<u>20,215</u>	<u>(3,684)</u>	<u>(18.22)</u>

The revenue for the group has decreased by RM3,684,000 or 18.22% to RM16,531,000 from RM20,215,000 mainly due to a special project undertaken by the Central Region amounting to RM8,451,245 of which RM845,125 was accounted for in the period ended 30.9.2018 and RM0 was accounted for in the period ended 30.9.2019 and sales to Proton Parts Centre Sdn Bhd of RM1,435,000 for the period ended 30/9/2018 as compares to RM295,000 for the quarter ended 30/9/2019 and overall weak market conditions.

However, despite the decrease in turnover, the profit before tax remain the same at RM1,768,000 mainly due to increase in other income arising from gain in fair value changes in investment properties of RM940,000 for quarter ended 30.9.2019 compared to RM225,000 for corresponding quarter ended 30.9.2018 and share of profit from associated companies.

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 30/9/2019	Immediate Preceding Quarter 30/6/2019	Changes (RM'000 / %)
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Revenue	16,531	15,690	841/5.36
Operating Profit	1,327	1,168	159/13.61
Profit Before Interest and Tax	1,755	1,259	496/39.40
Profit Before Tax	1,768	1,287	481/37.37
Profit After Tax	1,750	731	1,019/139.40
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent holders of the parent	1,767	725	1,042/143.72

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 increased by RM841,000 or 5.36% to RM16,531,000 from RM15,690,000(As per table below) mainly due to sales to Valcono Oil Tanks by Singapore Region amounting to RM776,000 for quarter ended 30.9.2019 as compared to RM0.00 for preceding quarter ended 30.6.2019.

The profit before tax has increase by RM481,000 or 37.37% to RM1,768,000 from RM1,287,000 mainly due to increase in other income arising from gain in fair value changes in investment properties of RM940,000 for quarter ended 30.9.2019 compared to RM0 for preceding quarter ended 30.6.2019.

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

	3 months ended 30.9.2019	3 months ended 30.6.2019	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue by segment				
West Malaysia-Region				
Northern	0	0	0	0
Southern	1,684	1,436	248	17.27
Eastern	1,975	1,393	582	41.78
Central	9,918	10,497	(579)	(5.40)
East Malaysia				
Sarawak	1,507	1,750	(243)	(13.89)
Oversea				
Singapore	1,447	614	833	135.67
	<u>16,531</u>	<u>15,690</u>	<u>841</u>	<u>5.36</u>

B3. Current financial year's prospects

According to the IMF review in Oct2019, the global economy is encountering a synchronized slowdown to 3% growth projected for the year 2019. This subdued growth was achieved on the back of weak business confidence and the continuing trade and technology war between the US and PR China, which destabilized the entire spectrum of the global supply chains and disrupted the momentum of the economic growth of affected countries.

Globally across the board, industrial production slowed down significantly in the advanced economies of USA, Eurozone and the other advanced economies of Japan, Canada and Korea. This slowdown is even more pronounced across emerging and developing economies of PR China, Brazil, India, Mexico and Russia.

The sluggish growth for 2019 was predominantly triggered by a steep geographically broad-based slowdown in manufacturing and global trade resulting from higher tariffs and uncertainties from the unresolved trade war between USA and PR China. This has dented decisions on investment and expenditure on capital goods.

However, in contrast to the weak data from the global manufacturing and trade sectors, the services economies of much of the countries performed satisfactorily, buoyed by domestic and private consumption primarily in the USA. However there are some indicators this performance may weaken and demand for services are softening in the major advanced economies of USA, Germany and Japan. Meanwhile, the services sector and domestic demand in PR China remain robust.

Going forward to 2020, global economic growth is projected to grow to 3.4%, but not as broad-based, with varying growth rates between the advanced and emerging and developing economies.

The advanced economies group comprising USA, Eurozone, Japan and UK is forecasted to slow to 1.7 % for both 2019 and 2020.

In particular the US economy is expected to grow at 2.4% for 2019 and 2.1% for 2020 as compared to 2.9% for 2018.

Meanwhile, the emerging and developing economies of PR China, India and ASEAN-5 is projected to grow at 3.9% in 2019 and 4.6 % in 2020 (2018:4.5%).

The GDP growth for PR China is anticipated to drop from 6.6% in 2018 to 6.1% in 2019 and 5.8% in 2020 due to Beijing's measures to re-orientate their economy to be more domestic and services driven.

Regionally, the ASEAN-5 group economies of Indonesia, Malaysia, Thailand, Vietnam and Philippines is estimated to achieve a growth of 4.8% for 2019 and 4.9% for 2020 as against 5.2% for 2018.

According to Bank Negara/IMF estimates, the Malaysian economy registered a growth of 4.4 % for 3Q2019 (July –September 2019) .For the year 2019, growth is anticipated to be 4.7% (4.7% in 2018).

The uncertainty caused by the US-China trade war created disruptions across the entire spectrum of the global economy. Malaysia being an open trading economy, inevitably is affected by these external headwinds. As a result of the reorientation of global supply chain due to the ongoing trade war, Malaysia became a beneficiary of this rebalancing through increased foreign investments and trade diversion.

There are initiatives and reforms embracing principles of competency, accountability and transparency being implemented by the government to enhance the country's competitiveness through an excellent infrastructure, a skilled labor force and strong institutions in order to attract foreign direct investments from China, Japan, Singapore and USA.

These strategic measures are formulated to enhance Malaysia's competitiveness and to mitigate global challenges in order to achieve a growth rate of 4.7 % in the first half of 2019.

Going forward the forecast growth for 2020 is expected to be 4.8%.

During this current year 2019, the Malaysian economy is expected to be driven by domestic demand and exports of our manufactured goods and agricultural commodities and products.

Services, manufacturing and agriculture are the mainstay components to the growth the economy. These sectors (services, manufacturing and agriculture) are expected to contribute RM819,326 million, RM317,027 million, and RM103,786 million respectively to the total Malaysian economy of RM1,424,879 million for 2019.

On the supply side, the services sector are driven by private consumption in wholesale and retail trade, information and communication, and consumer household spending.

For the current year, the manufacturing sector is expected to grow at a slower rate due to seasonal down cycle for electrical and electronic demand but is anticipated to pick up in 2020 by a better outlook for the semiconductor industry in second half of 2020.

The agriculture sectors of crude palm oil and natural rubber production will continue to expand their production and inventory. For the 2019-2020 period crude palm oil prices are expected to hover between RM2,100-RM2,400 per tonne.

The mining sector will be underpinned by higher production of natural gas whilst the construction sector will be activated by revival of some of priority government infrastructure and civil engineering projects.

For 2019, exports are anticipated to grow moderately in tandem to the slowdown of the global economy. Nonetheless, the outlook for 2020 indicate a gradual pick up of economic recovery in global trade.

According to official estimates, the Malaysian economy for 2019 and 2020 is 4.7% and 4.8% respectively.

This outlook are subjected to the following downside risks:

1. There is no impending resolution of the US-China trade war in 2020 due to the US presidential election. Prolongation of this situation and a further widening of this war into a financial, technology and ideology conflicts between the two economic giants will not augur well for the global economy
2. Crude oil prices below USD60-70 per barrel price band will affect the government's financial resources and its ability to implement development initiatives and reform agenda.
3. Any new flare up or aggravation of geopolitical tensions disrupting global peace and stability.
4. Adverse climate change leading to natural disasters affecting global food production and impacting economies of emerging and under developed economies.
5. The successful implementation of the government initiatives and reform agenda in all facets of our institutions and in adopting policy measures and strategies to prepare the country to embrace the new digital economy IR4 era. One such example is the incorporation of the National Fiberisation and Connectivity Plan (NFCP) to improve internet connectivity and bridge the digital divide between the rural and urban areas in Malaysia.

Going forward the Board is cautiously confident in achieving a profitable outcome for the financial year.

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	
	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000
Current Malaysian Tax	189	(235)	(1,178)	(2,312)
(Under)/overprovision in prior years	(157)	(158)	(157)	(158)
	<u>32</u>	<u>(393)</u>	<u>(1,335)</u>	<u>(2,470)</u>
Deferred taxation	(50)	134	62	149
	<u>(18)</u>	<u>(259)</u>	<u>(1,273)</u>	<u>(2,321)</u>
	=====	=====	=====	=====

The current tax rates for the current period ended 30 September 2019 and 2018 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	
	30.9.2019	30.9.2018	30.9.2019	30.9.2018
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Interest income	(13)	(47)	(118)	(146)
Other income including investment				
Income	(1,597)	(796)	(2,905)	(2,011)
Gain on disposal of property, plant				
and equipment	(50)	(32)	(88)	(254)
Interest expense	0	0	0	0
Depreciation and amortization	371	286	2,215	2,027
Foreign exchange (gain)/loss	(15)	(380)	58	117

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 year ended 30 September 2019.

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:

	30.9.2019 RM'000	30.9.2018 RM'000
Available-for-sale financial assets:		
Unquoted shares at cost	50	50
Wholesale Funds	14,039	13,005
	<u>14,089</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 30 September 2019 are as follows:

	30.9.2019		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 30.9.2019 as compared with the corresponding period in the immediate preceding year as at 30.6. 2019 as tabled below:-

	As at 4th 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 3rd 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-Hire Purchase Payables	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

	30.9.2019 RM'000	30.9.2018 RM'000
Proposed:		
Single tier Final dividend of 6sen & Single tier Special dividend of 4sen	0	4,069

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 was paid on 29.3.2019.

At the forthcoming Annual General Meeting, a single tier final dividend of 6 sen amounting to RM2,441,000 and a special dividend of 4 sen amounting to RM1,627,000 for the financial year ended 30.9.2019 will be proposed for shareholders approval.

B13 Trade and other receivables

	30.9.2019 RM'000	30.9.2018 RM'000
Trade receivables	18,342	23,106
Other receivables, deposit & prepayment	1,711	681
	<u>20,053</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.

	Trade receivables Group	
	30.9.2019 RM'000	30.9.2018 RM'000
Neither past due nor impaired	10,483	13,269
1 to 30 days past due not impaired	3,444	3,671
31 to 60 days past due not impaired	967	2,552
61 to 90 days past due not impaired	1,231	1,046
More than 90 days past due not impaired	2,217	2,568
	<u>18,342</u>	<u>23,106</u>
Impaired	524	510
	<u>18,866</u>	<u>23,616</u>

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

	30.9.2019 RM'000	30.9.2018 RM'000
Neither past due nor impaired	1	318
1 to 30 days past due not impaired	4	355
31 to 60 days past due not impaired	5	15
61 to 90 days past due not impaired	0	0
More than 90 days past due not impaired	0	0
	<u>10</u>	<u>688</u>
Impaired	0	0
	<u>10</u>	<u>688</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	
	30.9.2019 RM'000	30.9.2018 RM'000
Trade receivables – nominal amounts	524	510
Loss allowance for impairment	(524)	(510)
	<u>–</u>	<u>–</u>

Movement in allowance for impairment/expected credit loss:

	Group	
	30.9.2019 RM'000	30.9.2018 RM'000
At 1 October-Loss allowance for impairment	510	204
-Adjustment on initial application of MRFS 9	191	0
	<u>701</u>	<u>204</u>
Charge for the year-Loss allowance for impairment	204	370
Reversal for the year-Loss allowance for impairment	(381)	(64)

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

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	
	30.9.2019	30.9.2018	30.9.2019	30.9.2018
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Net profit attributable to Ordinary shareholders	1,767	1,486	3,348	5,837
Weighted average Number of shares In issued.	40,690	40,690	40,690	40,690
Basic earnings per Ordinary share(sen)	4.34	3.65	8.23	14.35
Diluted earnings per share (sen)	4.34	3.65	8.23	14.35

UMS Holdings Berhad

Company No. 74125 – V
(Incorporated in Malaysia)

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