

## STONE MASTER CORPORATION BERHAD

(Company No. 498639-X)

(Incorporated in Malaysia)

### INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER ENDED 30TH JUNE 2018

(The figures have not been audited)

#### CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 30 June 2018

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter (3 months to 30.6.2018)	Preceding Year Corresponding (3 months to 30.6.2017)	Current Year To Date (9 months to 30.6.2018)	Preceding Year Corresponding (9 months to 30.6.2017)
	RM'000	RM'000	RM'000	RM'000
Revenue	9,624	12,531	32,610	44,231
Operating expenses	(11,002)	(13,235)	(35,857)	(45,725)
Other operating income	70	223	199	575
Profit / (Loss) from Operations	(1,308)	(481)	(3,048)	(919)
Finance Costs	(189)	(693)	(642)	(2,008)
Profit / (Loss) before taxation	(1,497)	(1,174)	(3,690)	(2,927)
Taxation	-	-	(28)	(310)
Profit / (Loss) for the period	(1,497)	(1,174)	(3,718)	(3,237)
Other comprehensive income	-	-	-	-
Total Comprehensive Loss	(1,497)	(1,174)	(3,718)	(3,237)
Profit / (Loss) attributable to :				
Equity holders of the parent	(1,497)	(1,174)	(3,718)	(3,237)
Non-Controlling Interests	-	-	-	-
Net Profit / (Loss) for the period	(1,497)	(1,174)	(3,718)	(3,237)
Total Comprehensive Income attributable to :				
Equity holders of the parent	(1,497)	(1,174)	(3,718)	(3,237)
Non-Controlling Interests	-	-	-	-
Total Comprehensive Loss	(1,497)	(1,174)	(3,718)	(3,237)
Earnings per share (sen) :				
- Basic	(1.67)	(1.31)	(4.14)	(3.60)
- Diluted	N/A	N/A	N/A	N/A

**Note :**

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 30 September 2017.

**STONE MASTER CORPORATION BERHAD***(Company No. 498639-X)**(Incorporated in Malaysia)***INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER ENDED 30TH JUNE 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30TH JUNE 2018**

	UNAUDITED AS AT 30.06.2018  RM'000	AUDITED AS AT 30.9.2017  RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant & Equipment	16,027	17,519
Investment Properties	8,594	7,975
Other Investments	28	28
	24,649	25,522
<b>Current Assets</b>		
Inventories	4,555	4,729
Trade Receivables	13,274	13,135
Other Receivables	499	152
Deposits	182	710
Tax Recoverable	462	294
Cash and bank balances	2,484	5,093
	21,456	24,113
<b>TOTAL ASSETS</b>	46,105	49,635
<b>EQUITY AND LIABILITIES</b>		
Share Capital	24,524	24,524
Reserves	(25,072)	(21,354)
<b>Equity attributable to equity holders of the parent</b>	(548)	3,170
Non-Controlling Interest	19	-
<b>Total Equity</b>	(529)	3,170
<b>Non-Current Liabilities</b>		
Long term borrowings	2,618	3,004
Deferred Taxation	2,044	2,044
	4,662	5,048
<b>Current Liabilities</b>		
Short term borrowings	10,341	9,720
Trade Payables	8,348	8,557
Loan Creditors	18,000	18,000
Advances from director	1,583	1,062
Other payables and accruals	3,696	4,074
Taxation	4	4
	41,972	41,417
<b>Total Liabilities</b>	46,634	46,465
<b>TOTAL EQUITY AND LIABILITIES</b>	46,105	49,635
<b>Net assets per share (sen)</b>	(0.61)	3.53

**Note :**

- 1) *The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 September 2017.*
- 2) Loan creditor comprising RM18 million from Starfield Capital Sdn Bhd has remained unpaid.
- 3) In the previous reportings, included in deposits was non-refundable deposits of RM11.59 million paid by the Company pursuant to the Exclusive Agency Agreements ("EAA"). During the financial year ended 30 September 2017, the deposits have been set-off against the purchase consideration received from Quantum March Sdn Bhd pursuant to the Sale and Purchase Agreement in respect of the Company's right to complete procurement of exclusive agencies from the EAA mentioned above.

**STONE MASTER CORPORATION BERHAD**

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**INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER ENDED 30TH JUNE 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the period ended 30TH JUNE 2018

	Attributable to Owners of the Company						Distributable Non-Controlling Interest	Total Equity
	Non-Distributable			Fair Value Reserve				
	Share Capital	Share Premium	Revaluation Reserve	Warrant Reserve	Fair Value Reserve	Accumulated Losses		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>9 months period ended 30th June 2018</b>								
Balance as at 1/10/2017	24,524	-	4,140	2,404	13	(27,911)	-	3,170
Total comprehensive loss for the period	-	-	-	-	-	(1,497)	-	(1,497)
Transfer within reserves	-	-	-	-	-	-	-	-
Currency translation difference	-	-	-	-	-	-	-	-
Realisation of revaluation reserve	-	-	-	-	-	-	-	-
Issuance of share by subsidiary to non-controlling interest	-	-	-	-	-	-	19	19
Balance as at 30/06/2018	<u>24,524</u>	<u>-</u>	<u>4,140</u>	<u>2,404</u>	<u>13</u>	<u>(29,408)</u>	<u>19</u>	<u>1,692</u>
<b>9 months period ended 30th June 2017</b>								
Balance as at 01/10/2016	22,476	2,048	4,149	2,622	13	(23,604)	-	7,704
Total comprehensive loss for the period	-	-	-	-	-	(3,237)	-	(3,237)
Transfer within reserves	-	-	-	-	-	-	-	-
Currency translation difference	-	-	-	-	-	-	-	-
Realisation of revaluation reserve	-	-	-	-	-	-	-	-
Balance as at 30/06/2017	<u>22,476</u>	<u>2,048</u>	<u>4,149</u>	<u>2,622</u>	<u>13</u>	<u>(26,841)</u>	<u>-</u>	<u>4,467</u>

**Note:**

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 30 September 2017

**STONE MASTER CORPORATION BERHAD***(Company No. 498639-X)**(Incorporated in Malaysia)***INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER ENDED 30TH JUNE 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****For the period ended 30th June 2018**

	<b>CURRENT YEAR TO DATE ENDED 30.06.2018 RM'000</b>	<b>PRECEDING YEAR TO DATE ENDED 30.06.2017 RM'000</b>
<b>Operating activities</b>		
Profit/(Loss) before taxation	(3,690)	(2,939)
Adjustments for non-cash flow :-		
Non-cash items	856	915
Non-operating items	571	1,829
Operating profit / (loss) before changes in working capital	(2,263)	(195)
Changes in working capital :		
Net change in current assets	89	(344)
Net change in current liabilities	1,255	349
Net Cash Flow from operating activities	(919)	(190)
Interest paid	(304)	(928)
Tax paid	(287)	-
Interest received	18	-
	(1,492)	(1,118)
<b>Investing Activities</b>		
Purchases of Property, Plant & Equipment	(200)	(201)
Dividend Income	1	-
Proceeds from disposal of motor vehicle	149	20
Rental received	69	151
Net Cash Flow from investing activities	19	(30)
<b>Financing Activities</b>		
Loan Creditors	-	-
Proceeds from issuance of shares to non-controlling interest in subsidiaries	19	-
Fund received for the sale of procurement	-	11,590
Advance from a director	742	-
Advances to subsidiaries	(820)	(1,360)
Interest paid	(340)	8
Repayment of hire purchase payables	(87)	-
Repayment of loan creditor	-	(2,000)
Term loan obtained	32	252
Bank & other borrowings	(684)	(2,332)
Net Cash Flow from financing activities	(1,138)	6,158
<b>Net Change in Cash &amp; Cash Equivalents</b>	(2,611)	5,010
<b>Cash and cash equivalents at beginning of period</b>	3,692	2,042
<b>Cash and cash equivalents at end of period</b>	1,081	7,052
Cash and cash equivalents comprise :		
Cash and bank balances	318	2,619
Fixed deposit with licensed banks	2,165	6,150
Bank Overdrafts	(1,402)	(1,717)
	1,081	7,052

**Note :**

1) The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 30 September 2017.