

QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		(Unaudited) Current Year Quarter 30.09.2018	(Audited) Preceding Year Corresponding Quarter 30.09.2017	(Unaudited) Current Year To Date 30.09.2018	(Audited) Preceding Year To Date 30.09.2017
		RM'000	RM'000	RM'000	RM'000
Revenue	9	7,256	29,207	7,256	N/A
Cost of sales		(3,617)	(25,374)	(3,617)	N/A
Gross profit		3,639	3,833	3,639	N/A
Other operating income		731	260	731	N/A
Operating expenses		(2,752)	(1,726)	(2,752)	N/A
Finance costs		(703)	(532)	(703)	N/A
Profit before taxation	9, 20	915	1,835	915	N/A
Taxation	21	(250)	(607)	(250)	N/A
Net profit for the period		665	1,228	665	N/A
Other comprehensive income:-					
Items that will be reclassified subsequently to profit or loss:					
Foreign currency translation		1,793	46	1,793	N/A
Total comprehensive income		2,458	1,274	2,458	N/A
Net profit attributable to:-					
Equity holders of the Company		105	1,219	105	N/A
Non-controlling interests		560	9	560	N/A
		665	1,228	665	N/A
Total comprehensive income attributable to:-					
Equity holders of the Company		1,790	1,259	1,790	N/A
Non-controlling interests		668	15	668	N/A
		2,458	1,274	2,458	N/A
Earnings per share attributable to equity holders of the Company:-					
Basic earnings per share (sen)	25(a)	0.03	0.35	0.03	N/A
Diluted earnings per share (sen)	25(b)	0.03	0.31	0.03	N/A

There are no comparative figures disclosed for the preceding year-to-date results following the change in the financial year ended from 31 December to 30 June.

The Unaudited Condensed Consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2018.

The notes set out on pages 5 to 16 form an integral part of the interim financial report.

QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	(Unaudited) At End Of Current Period To Date 30.09.2018	(Audited) At End Of Preceding Financial Period 30.06.2018
Note	RM'000	RM'000
NON CURRENT ASSETS		
Property, plant and equipment	3,109	3,158
Land and property development costs	72,060	71,428
Intangible assets	8,261	8,261
Trade receivables - retention sum	4,471	6,607
	87,901	89,454
CURRENT ASSETS		
Inventories	842	802
Land and property development costs	52,439	73,827
Amount owing by customers on contracts	96,759	92,649
Trade receivables	56,816	62,423
Other receivables	12,912	19,974
Tax recoverable	925	925
Fixed deposits with license bank	5,881	5,837
Cash held under Housing Development Account	3,098	293
Cash and bank balances	2,579	1,673
	232,251	258,403
CURRENT LIABILITIES		
Amount owing to customers on contracts	572	300
Trade payables	34,405	46,705
Other payables	12,180	24,890
Hire purchase payables	270	263
Short term borrowings	35,466	39,144
Short term loans	3,802	3,782
Tax payables	575	772
	87,270	115,856
NET CURRENT ASSETS	144,981	142,547
	232,882	232,001
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share Capital	44,885	44,885
Reserves	151,559	149,769
	196,444	194,654
NON-CONTROLLING INTERESTS	2,215	1,547
TOTAL EQUITY	198,659	196,201
NON CURRENT LIABILITIES		
Trade payables	3,783	6,573
Hire purchase payables	173	239
Long term loans	30,126	28,847
Deferred taxation	141	141
	34,223	35,800
	232,882	232,001
NET ASSETS PER SHARE (RM)	0.56	0.56

The Unaudited Condensed Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2018.

The notes set out on pages 5 to 16 form an integral part of the interim financial report.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company					Non- Controlling Interests	Total Equity	
	Non - Distributable				Distributable			
	Share Capital	Exchange Reserve	Capital Reserve	Warrants Reserve	Retained Profits			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
<u>At End Of Current Period To Date</u> <u>30.09.2018 (Unaudited)</u>								
At 1 July 2018	44,885	7,970	58,030	24,089	59,680	194,654	1,547	196,201
Net profit for the period	-	-	-	-	105	105	560	665
Other comprehensive income/(expense) for the period	-	1,685	-	-	-	1,685	108	1,793
Total comprehensive income/(expense) for the period	-	1,685	-	-	105	1,790	668	2,458
At 30 September 2018	44,885	9,655	58,030	24,089	59,785	196,444	2,215	198,659

There are no comparative figures disclosed for the preceding year corresponding period results following the change in the financial year ended from 31 December to 30 June.

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2018.

The notes set out on pages 5 to 16 form an integral part of the interim financial report.



QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	(Unaudited) Current Year To Date 30.09.2018	(Audited) Preceding Year To Date 30.09.2017
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	915	N/A
Adjustments for:-		
Non-cash items	53	N/A
Non-operating items	(27)	N/A
Operating profit before working capital changes	941	N/A
Net change in current assets	34,426	N/A
Net change in current liabilities	(26,838)	N/A
Cash generated from operations	8,529	N/A
Interest received	115	N/A
Interest paid	(1,396)	N/A
Tax paid	(447)	N/A
Net cash from operating activities	6,801	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition in land and property development costs	(632)	N/A
Net cash used in investing activities	(632)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase payables	(60)	N/A
Drawdown of bank borrowings	1,320	N/A
Repayment of bank borrowings	(23)	N/A
Increase in fixed deposits pledged	(43)	N/A
Net cash from financing activities	1,194	N/A
NET CHANGE IN CASH AND CASH EQUIVALENTS	7,363	N/A
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	25	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(37,177)	N/A
CASH AND CASH EQUIVALENTS AT END OF PERIOD	(29,789)	N/A
Cash and cash equivalents at the end of period comprise:-		
Cash and bank balances	5,677	N/A
Fixed deposits with licensed banks	5,881	N/A
Less: short term borrowings	(35,466)	N/A
	(23,908)	N/A
Less: fixed deposits pledged with licensed banks	(5,881)	N/A
	(29,789)	N/A

There are no comparative figures disclosed for the preceding year-to-date results following the change in the financial year ended from 31 December to 30 June.

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2018.

The notes set out on pages 5 to 16 form an integral part of the interim financial report.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**

PART A: EXPLANATORY INFORMATION IN COMPLIANCE WITH FINANCIAL REPORTING STANDARD ("FRS") 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 "Interim Financial Reporting" and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the annual audited financial statements of the Prinsiptek Corporation Berhad Group ("the Group") for the financial period ended 30 June 2018.

These explanatory information attached to the interim financial report 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 financial period ended 30 June 2018.

2. CHANGES IN ACCOUNTING STANDARDS

The financial statements of the Group for the three months period ended 30 September 2018 are the first set of interim financial statements prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") Framework, hence MFRS 1 First-time Adoption of Malaysian Financial Standards has been applied. The MFRS Framework is effective for the Group from 1 July 2018 and the date of transition to the MFRS Framework for the purpose of preparation of the MFRS compliant interim financial report is 1 January 2017.

The significant accounting policies adopted for this interim financial report are consistent with those adopted for the audited financial statements for the financial period ended 30 June 2018 except for the adoption of the MFRS Framework and the adoption of the following amendments to MFRS effective for the financial periods as stated below:-

		Effective date for financial periods beginning on or after
MFRS 9	Financial Instruments	1 January 2018
MFRS 15	Revenue from Contracts with Customers	1 January 2018
Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual improvements 2014-2016 cycle)	1 January 2018
Amendments to MFRS 2	Classification and Measurement of Share-Based Payment Transactions	1 January 2018
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018

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2. CHANGES IN ACCOUNTING STANDARDS (CONT'D)

Accounting standards, amendments to accounting standards and interpretations that are applicable for the Group in the following periods but are not yet effective:

		<u>Effective date for financial periods beginning on or after</u>
Amendments to MFRS 128	Investments in Associates and Joint Ventures (Annual improvements 2014-2016 cycle)	1 January 2018
Amendments to MFRS 140	Transfers of Investment Property	1 January 2018
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2018
MFRS 16	Leases	1 January 2019
Amendments to MFRS 3	Business Combination (Annual improvements to 2015-2017 Cycle)	1 January 2019
Amendments to MFRS 11	Joint Arrangement (Annual improvements to 2015-2017 Cycle)	1 January 2019
Amendments to MFRS 112	Income taxes (Annual improvements to 2015-2017 Cycle)	1 January 2019
Amendments to MFRS 119	Employee Benefits (Plan amendment, curtailment or settlement)	1 January 2019
Amendments to MFRS 123	Borrowing Costs (Annual improvements to 2015-2017 Cycle)	1 January 2019
Amendments to MFRS 9	Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures	1 January 2019
IC Interpretation 23	Uncertainty over Income Tax Treatments	1 January 2019
Amendments to MFRS 2	Share Based Payments	1 January 2020
Amendments to MFRS 3	Business Combinations	1 January 2020
Amendments to MFRS 6	Exploration for and Evaluation of Mineral Resources	1 January 2020
Amendments to MFRS 14	Regulatory Deferral Accounts	1 January 2020

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		Effective date for financial periods <u>beginning on or after</u>
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
Amendments to MFRS 134	Interim Financial Reporting	1 January 2020
Amendments to MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2020
Amendments to MFRS 138	Intangible Assets	1 January 2020
Amendments to IC Interpretation 12	Service Concession Arrangements	1 January 2020
Amendments to IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 January 2020
Amendments to IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2020
Amendments to IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2020
Amendments to IC interpretation 132	Intangible Assets – Web Site Costs	1 January 2020
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date yet to be determined by the Malaysian Accounting Standards Board

The Group will adopt the above pronouncement when they become effective in the respective financial periods. The impact of the above accounting standards, amendments to accounting standards and interpretations effective during the financial period does not have any significant impact to the financial results and position of the Group except for the adoption of MFRS 9. The Group has assessed the estimated impact and it has been reflected in the financial results under review.

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the preceding audited financial statements of the Group was not subjected to any audit qualifications.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**

4. SEASONAL OR CYCLICAL FACTORS

The Group's performance during the current year quarter under review and year to date was not affected by unusual seasonal or cyclical fluctuations.

5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the current year quarter under review and year to date.

6. CHANGES IN ESTIMATES

There were no material changes in estimates of the amounts reported by the Group in prior financial years which have a material effect in the current year quarter.

7. DEBT AND EQUITY SECURITIES

There were no cancellation, repurchases, resale and repayments of debt and equity securities by the Company during the current year quarter under review and year to date.

In addition, none of the outstanding Warrants 2014/2019 were exercised during the current year quarter under review and year to date.

8. DIVIDEND

There was no dividend paid during the current year quarter under review and year to date.

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9. SEGMENTAL INFORMATION

Segmental information for the current year to date is presented in respect of the Group's business segments as follows:-

	<u>Construction</u> RM'000	<u>Property Development</u> RM'000	<u>Trading and Others</u> RM'000	<u>Elimination</u> RM'000	<u>Total</u> RM'000
<u>Revenue</u>					
External sales	2,648	3,837	771	-	7,256
Inter-segment sales	542	753	-	(1,295)	-
Total revenue	<u>3,190</u>	<u>4,590</u>	<u>771</u>	<u>(1,295)</u>	<u>7,256</u>
<u>Results</u>					
Segment results	640	340	(92)	-	888
Interest expense					(703)
Interest income					730
Total results					<u>915</u>
<u>Assets</u>					
Segment assets	168,034	135,139	10,173	-	313,346
Unallocated corporate assets					6,806
Total Assets					<u>320,152</u>

10. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The Group states its property, plant and equipment at cost less accumulated depreciation and accumulated impairment losses. The Group does not adopt a policy to revalue its property, plant and equipment.

11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

There were no material subsequent events from the end of the current interim financial period to the date of this report that have not been reflected in this report.

12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in composition of the Group during the current year quarter under review and year to date.

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13. DISCONTINUED OPERATIONS

There was no discontinued operations event during the current year quarter under review / year to date.

14. CAPITAL COMMITMENT

Non-cancellable operating lease commitments are as follows:-

	Current Year To Date <u>30.09.2018</u> RM'000	Preceding Year To Date <u>30.06.2018</u> RM'000
Future minimum rentals payables:		
Within one year	71	71
Between one and two years	76	94
	<u>147</u>	<u>165</u>

15. CHANGES IN CONTINGENT ASSETS AND CONTINGENT LIABILITIES

	Current Year To Date <u>30.09.2018</u> RM'000
Secured bank guarantees given by the Group in the ordinary course of business to:-	
- trade suppliers	1,100
- authorities	200
- clients	22,350
	<u>23,650</u>

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**PART B: ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES")**

16. REVIEW OF PERFORMANCE

For the current year quarter, the Group achieved a total revenue of RM7.26 million, representing a decrease of RM21.95 million or 75.15% as compared to RM29.21 million in the preceding year corresponding quarter. This was largely attributed to the completion of major ongoing construction and property development project.

Despite the significant decline in revenue, the gross profit for the Group only recorded a slight decrease from RM3.83 million to RM3.64 million due to an upward revision of profit margin from the re-measurement of completed project during the current year quarter. However, the Group recorded the profit after taxation of RM0.67 million, representing a decrease of RM0.56 million or 45.53% as compared to RM1.23 million in the preceding year corresponding quarter as a result of impairment loss of RM1.11 million recognized from receivables accounts as required under MFRS 9.

17. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group registered a lower revenue of RM7.26 million for the current year quarter as compared to RM14.65 million in the preceding quarter. There was a decrease of revenue of RM7.39 million or 50.44% due to the lower progress billings recognised pursuant to the completion of property development project in Klang Valley.

However, the profit before taxation was increased to RM0.92 million in the current year quarter as compared to RM0.74 million in the preceding quarter. The increase in profit before taxation of RM0.18 million or 24.32% was due to the upward revision of the profit margin, lower operating expenses and finance costs incurred during the current year quarter.

18. PROSPECTS

With the existing balance order book in the Construction Division, the progressive recognition of sales from the Property Development Division and the potential new construction projects, the Board of Directors is cautious of the sustaining performance of the Group for the coming financial quarter.

The Group will continue to adopt a prudent approach in its investments and focus on its core activities to enhance and strengthen the synergy among its group of companies.

**19. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT AND SHORTFALL IN PROFIT
GUARANTEE**

The Group did not publish any profit forecast in respect of the current year quarter.

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20. PROFIT BEFORE TAXATION IS DERIVED AFTER CHARGING/(CREDITING)

	Current Year Quarter <u>30.09.2018</u> RM'000	Current Year To Date <u>30.09.2018</u> RM'000
Interest income	(730)	(730)
Other income	(1)	(1)
Interest expense	703	703
Depreciation and amortisation	51	51
Impairment on trade receivables	1,108	1,108

21. TAXATION

	Current Year Quarter <u>30.09.2018</u> RM'000	Current Year To Date <u>30.09.2018</u> RM'000
Malaysia tax in respect of:-		
- current results	250	250

The effective tax rate for the Group for the current year quarter and year to date was higher than the statutory tax rate due to certain expenses are not allowable as deduction for tax purpose and no group relief is available with respect to losses incurred by certain companies within the Group.

22. CORPORATE PROPOSALS - STATUS OF THE CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this report.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
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23. GROUP BORROWINGS

	Current Year To Date <u>30.09.2018</u> RM'000	Preceding Year To Date <u>30.06.2018</u> RM'000
<u>Secured</u>		
Bank overdrafts	35,466	39,144
Fixed loan	3,915	3,937
Term loan	30,013	28,692
Total bank borrowings	<u>69,394</u>	<u>71,773</u>
Analysed as:		
<u>Secured</u>		
Short term borrowings and loans	39,268	42,926
Long term loans	30,126	28,847
	<u>69,394</u>	<u>71,773</u>

24. MATERIAL LITIGATIONS

Since the last quarter report ended 30 June 2018, the following are the changes:-

In respect of an arbitration filed by Prinsiptek (M) Sdn Bhd ("PST") on 22 May 2014, PST is claimed against Teamforce Builders Sdn Bhd ("Teamforce") for a sum of RM648,526.57 being the advance payment for the construction and completion of structural and architectural works and the supply of labour and materials for the installation of cornice works rendered by Teamforce to PST.

Teamforce has filed the Statement of Defence and Counterclaim for a sum of RM2,547,603.02 for workdone on 25 July 2014.

Teamforce served on PST the Statement Of Re-Amended Defence and Re-Amended Counterclaim where the sum claimed by Teamforce has been revised to RM3,292,792.60. PST's claim against Teamforce has now revised to RM1,412,763.39.

During the hearing on 22 February 2016, the Arbitrator directed both parties that an expert witness will be appointed to measure certain disputed items and the cost of such appointment to be shared equally by parties.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
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24. MATERIAL LITIGATIONS (CONT'D)

There was a site inspection held on 2 August 2016, for which the Arbitrator and the expert witness have been accompanied by both parties to having a visual inspection on the disputed items. On 12 January 2017, the expert witness was unable to complete his expert report within the time granted thus, the Arbitrator has directed all the parties that there will be a period of 3 months given to the expert witness upon agreeable by both parties. On 15 March 2017, the expert has again failed to deliver the expert report by the extended period and he has requested to withdraw from the appointment of the expert witness. To avoid further prolongation to the conclusion of this Arbitration, the Tribunal has decided to appoint a new expert witness.

On 31 July 2018, the new expert witness has come out with a report and the parties now have been directed by the Tribunal to review the expert report and advise the Tribunal, whether the party(ies) require(s) an examination session with the new expert witness with regard to the content of the report by 16 August 2018.

Subsequently, both parties requested a complete set of the taking off working papers in relation to the expert report in order to determine whether the parties require the new expert witness to be examined. The Tribunal has directed both parties that there will be no working papers provided however, a demonstration will be done for clarity at both parties' available date and time. The Arbitration is now in the midst of fixing the suitable time from all the parties involved in executing the said demonstration.

25. EARNINGS PER SHARE

a) Basic earnings per share

The basic earnings per share has been calculated by dividing the Group's net profit attributable to the equity holders of the Company for the current year quarter / year to date by the weighted average number of ordinary shares in issue during the current year quarter / year to date under review as follows:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter <u>30.09.2018</u>	Preceding Year Corresponding Quarter <u>30.09.2017</u>	Current Year To Date <u>30.09.2018</u>	Preceding Year To Date <u>30.09.2017</u>
Net profit attributable to the equity holders of the Company (RM'000)	105	1,219	105	N/A
Weighted average number of ordinary shares in issue ('000)	348,652	348,652	348,652	N/A
Basic earnings per share (sen)	0.03	0.35	0.03	N/A

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25. EARNINGS PER SHARE (CONT'D)

b) Diluted earnings per share

The diluted earnings per share has been calculated by dividing the Group's net profit attributable to the equity holders of the Company for the current year quarter / year to date by the weighted average number of ordinary shares, after adjusted for the effects of dilutive potential ordinary shares from the assumed full exercise of warrants at the beginning of the financial period of the Company as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter <u>30.09.2018</u>	Preceding Year Corresponding Quarter <u>30.09.2017</u>	Current Year To Date <u>30.09.2018</u>	Preceding Year To Date <u>30.09.2017</u>
Net profit attributable to the equity holders of the Company (RM'000)	105	1,219	105	N/A
Weighted average number of Ordinary shares in issue ('000)	348,652	348,652	348,652	N/A
Adjustment for the assumed full exercise of warrants ('000)	36,224	42,261	126,783	N/A
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	384,876	390,913	384,876	N/A
Diluted earnings per share (sen)	0.03	0.31	0.03	N/A



PRINSIPTEK CORPORATION BERHAD
(Company No. 595000-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
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**PART C : INFORMATION ON PROVISION OF FINANCIAL ASSISTANCE PURSUANT TO
PARAGRAPH 8.23 AND PRACTICE NOTE 11 / 2001 UNDER LISTING
REQUIREMENTS OF BURSA SECURITIES**

26. FINANCIAL ASSISTANCE

There is no financial assistance rendered by the Company and the Group for the current year quarter / year to date.

By order of the Board

Dato' Foo Chu Jong
Managing Director

Subang Jaya
Date: 27 November 2018