

TOYO INK GROUP BERHAD
(Company No. 590521 D)
(Incorporated in Malaysia)

QUARTERLY REPORT

CONTENTS	PAGES
Condensed Consolidated Income Statements	1
Condensed Statements of Comprehensive Income	2
Condensed Consolidated Statements of Financial Position	3
Condensed Consolidated Statements of Changes in Equity	4
Condensed Consolidated Cash Flow Statements	5
Notes to the Financial Report	6 - 14

TOYO INK GROUP BERHAD
 (Company No. 590521 D)
 (Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2019
 (The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current quarter ended	Corresponding quarter ended	Current year ended	Corresponding year ended
		31/03/2019 RM'000	31/03/2018 RM'000	31/03/2019 RM'000	31/03/2018 RM'000
Continuing operations					
Revenue		22,499	22,464	91,123	86,374
Cost of sales		(18,220)	(18,318)	(72,784)	(69,532)
Gross profit		<u>4,279</u>	<u>4,146</u>	<u>18,339</u>	<u>16,842</u>
Operating expenses		(10,422)	(5,420)	(21,283)	(15,485)
Other operating income		7,913	950	10,008	1,596
Finance cost		(276)	(282)	(919)	(1,132)
Share of results in associate		(4)	7	(4)	6
Profit before taxation	B14	1,490	(599)	6,141	1,827
Taxation	B 6	<u>(606)</u>	<u>(323)</u>	<u>(1,338)</u>	<u>(937)</u>
Profit from continuing operations		884	(922)	4,803	890
Discontinued operations					
Gain/(Loss) from discontinued operation, net of tax		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit for the period		<u>884</u>	<u>(922)</u>	<u>4,803</u>	<u>890</u>
Profit Attributable to:					
Owners of the parent		884	(922)	4,803	890
Non-controlling interest		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>884</u>	<u>(922)</u>	<u>4,803</u>	<u>890</u>
Basic earnings/(loss) per ordinary share (sen)					
From continuing operations	B16	0.83	(0.86)	4.49	0.83
From discontinued operation		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>0.83</u>	<u>(0.86)</u>	<u>4.49</u>	<u>0.83</u>
- Fully diluted (sen)		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

TOYO INK GROUP BERHAD
 (Company No. 590521 D)
 (Incorporated in Malaysia)

**CONDENSED STATEMENTS OF COMPREHENSIVE INCOME
 FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2019**
 (The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended	Corresponding quarter ended	Current year ended	Corresponding year ended
	31/03/2019 RM'000	31/03/2018 RM'000	31/03/2019 RM'000	31/03/2018 RM'000
Continuing operations				
Profit for the period	884	(922)	4,803	890
Translation reserve			-	-
	<u>884</u>	<u>(922)</u>	<u>4,803</u>	<u>890</u>
Discontinued operation				
Profit/(Loss) for the period	-	-	-	-
Translation reserve	-	-	-	-
Total comprehensive income for the period	<u>884</u>	<u>(922)</u>	<u>4,803</u>	<u>890</u>
Total comprehensive income attributable to:				
Owners of the parent	884	(922)	4,803	890
Non-controlling interest	-	-	-	-
	<u>884</u>	<u>(922)</u>	<u>4,803</u>	<u>890</u>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

TOYO INK GROUP BERHAD
 (Company No. 590521 D)
 (Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2019

		As At 31/03/2019 RM'000	As At 31/03/2018 RM'000 (Audited)
	Note		
ASSETS			
Non Current Assets			
Property, plant and equipment	A 9	20,620	31,273
Investment in associate		648	655
Goodwill on consolidation		2,322	7,783
Investment in R&D asset		123	-
Deferred expenditure		358,865	341,412
		382,578	381,123
Current Assets			
Inventories		13,424	12,727
Trade and other receivables		22,353	22,134
Tax recoverable		521	484
Fixed deposits with licensed banks		21	21
Cash and bank balances		14,081	4,152
		50,400	39,518
Non-current assets classified as held for sale		-	1,619
TOTAL ASSETS		432,978	422,260
EQUITY AND LIABILITIES			
Share capital		107,000	98,868
Reserves		14,415	18,814
Total equity attributable to owners of the parent		121,415	117,682
Non-controlling interest		-	-
TOTAL EQUITY		121,415	117,682
Non Current Liabilities			
Other payables		285,045	268,740
Hire purchase creditors		160	314
Long term borrowings	B8	1,660	7,427
Deferred tax liabilities		1,068	1,077
		287,933	277,558
Current Liabilities			
Trade and other payables		17,883	15,277
Amount owing to directors		80	80
Hire purchase creditors		185	192
Short term borrowings	B8	5,447	11,172
Tax liabilities		35	299
		23,630	27,020
Liabilities included in disposal group classified as held for sale		-	-
TOTAL LIABILITIES		311,563	304,578
TOTAL EQUITY AND LIABILITIES		432,978	422,260
Net Assets Per Share Attributable to Owners of the Parent (RM)			
		1.13	1.10

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

TOYO INK GROUP BERHAD
 (Company No. 590521 D)
 (Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
 FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2019
 (The figures have not been audited)

	<-Attributable to Shareholders of the Company-->						
	<-Non-Distributable Reserves->				Distributable Reserve		
	Share Capital RM '000	Warrant reserve RM '000	Translation Reserve RM '000	Reserve of Disposal Group Classified as Held for Sale RM '000	Retained Earnings RM '000	Non-Controlling Interest RM'000	Total Equity RM '000
Balance as at 1 April 2017	98,868	8,132	176	268	9,366	3,029	119,839
Total comprehensive income/(expense) for the period	-	-	-	-	890	-	890
Arising for acquisition of additional interest from non-controlling interests	-	-	-	-	426	(1,426)	(1,000)
Disposal of subsidiary companies	-	-	(176)	(268)	-	(1,603)	(2,047)
Exchange translation difference	-	-	-	-	-	-	-
Balance as at 31 March 2018	98,868	8,132	-	-	10,682	-	117,682
Balance as at 1 April 2018	98,868	8,132	-	-	10,682	-	117,682
Total comprehensive income/(expense) for the period	-	-	-	-	4,803	-	4,803
Reversal of allocation to warrant reserve	8,132	(8,132)	-	-	-	-	-
Dividend to owners	-	-	-	-	(1,070)	-	(1,070)
Exchange translation difference	-	-	-	-	-	-	-
Balance as at 31 March 2019	107,000	-	-	-	14,415	-	121,415

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

TOYO INK GROUP BERHAD
(Company No. 590521 D)
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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2019
(The figures have not been audited)

	Current period to date ended 31/03/2019 RM'000	Corresponding period to date ended 31/03/2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation		
- Continuing operations	6,141	1,827
Adjustments for:		
Non-cash items	(2,940)	1,697
Interest expense	919	1,132
Operating profit before working capital changes	4,120	4,656
Changes in working capital:		
Net changes in current assets	(4,298)	(3,402)
Net changes in current liabilities	5,934	(57)
Cash generated from/(in) operations	5,756	1,197
Tax refunded	160	174
Tax paid	(1,830)	(1,334)
Interest paid	(919)	(1,132)
Translation reserve	-	17
Net cash from/(used in) operating activities	3,167	(1,078)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of additional interests of non-controlling interests	-	(1,000)
Net cash inflows from disposal of subsidiary companies	-	426
Proceeds from disposal of property, plant and equipment	8	739
Proceeds from disposal of investment properties	21,686	-
Acquisition of property, plant and equipment	(940)	(1,241)
Investment in R&D asset	(123)	-
Development expenditure	(17,452)	(34,055)
Net cash used from/(in) investing activities	3,179	(35,131)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(1,473)	(3,293)
Advances from other payables	16,305	38,974
Proceeds/(Repayment) of term loans	(6,097)	(538)
Dividend to owners	(1,070)	-
Increased in pledged deposits	-	(1)
Repayment to Directors	-	(150)
Addition/(Payment) from/(to) hire purchase creditors	(161)	(110)
Net cash (used in)/from financing activities	7,504	34,882
Net increase in cash and cash equivalents	13,850	(1,327)
Cash and cash equivalents at beginning of financial year	(777)	551
Cash and cash equivalents at end of financial quarter	13,073	(776)
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	14,081	4,153
Fixed deposits with licensed banks	21	21
Bank overdraft	(1,008)	(4,930)
	13,094	(756)
Less: Fixed deposit pledged with a licensed bank	(21)	(20)
	13,073	(776)
* Acquisition of property, plant and equipment during the financial quarter are financed by:		
	31/03/2019 RM'000	31/03/2018 RM'000
Mode of payments:		
Cash	940	1,221
Hire Purchase	-	495
	940	1,716

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 March 2018

Company No. 590521 D

TOYO INK GROUP BERHAD

(Company No. 590521 D)
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**QUARTERLY REPORT
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2019**

NOTES TO THE FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 (INTERIM FINANCIAL REPORTING)

A1. Basic of Preparation

The unaudited interim financial statements, for the period ended 31 March 2019, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2018. For the periods up to and including the year ended 31 March 2018, the Group prepared its financial statement in accordance with the Malaysian Financial Reporting Standards (“MFRS”).

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2018.

A2. Changes in Accounting Policies

The financial statements of the Company have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The Group plans to apply the following accounting standards, amendments and interpretations of the MFRS that have been issued by the Malaysian Accounting Standards Board (“MASB”).

- MFRS 9 Financial Instruments
- MFRS 15 Revenue from Contracts with Customers
- Amendments to MFRS 140 Transfer of Investment Property
- Annual Improvements to MFRSs 2014-2016 Cycle
 - Amendments to MFRS 1 Deletion of Short-term Exemptions for First-Time Adopters
 - Amendment to MFRS 128 Measuring Associate or Joint Venture at Fair Value
- IC Interpretation 22 Foreign Currency Transactions and Advance Consideration
- Amendments to MFST 15 Clarifications to MFRS 15 Revenue from Contracts with Customers

The adoption of the above amendments to published standards and interpretations does not give rise to any material effects to the Group.

A2. Changes in Accounting Policies (Cont'd)

MFRS 15 Revenue from Contracts with Customers

MFRS 15 replace MFRS 118 Revenue and related interpretations and this Standard establishes a new 5 steps model that will apply to the recognition of revenue arising from contracts with customers, and provide a more structured approach in measuring and recognising revenue. Under MFRS 15, revenue will be recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Based on initial assessment undertaken, the Group expects the adoption of this Standard will not have material impact other than disclosures in the financial statements.

MFRS 9 Financial Instruments

MFRS 9 replaces the guidance in MFRS 139, Financial Instruments: Recognition and Measurement on the classification and measurement of financial assets and financial liabilities, impairment of financial assets and on hedge accounting.

Based on initial assessment undertaken, the Group expects the adoption of this Standard will not have material impact other than disclosures in the financial statements.

A3. Auditors' Report

The auditors' report of the preceding annual financial statements was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group's operations were not significantly affected by any seasonal or cyclical factors.

A5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

A6. Changes in Estimates

There were no changes in estimates of amounts reported in prior interim period which have a material effect on the current interim period.

A7. Issuance or Repayment of Debts and Equity Securities

There is no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the current quarter under review.

A8. Dividend Paid

A first interim single tier dividend of 1 sen per ordinary share amounting to RM1,070,000 in respect of the financial year ending 31 March 2019 was paid on 10 October 2018.

A9. Valuation of Property, Plant and Equipment

The values of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

The Group did not carry out any valuation on its property, plant and equipment during the current interim period.

A10. Segmental Reporting

Current Year To Date 31 March 2019

	Manufacturing RM'000	Trading and investment holding RM'000	Discontinued Operation RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External	52,719	38,404	-	-	91,123
Inter-segment	9,932	4,021	-	(13,953)	-
Total revenue	<u>62,651</u>	<u>42,425</u>	-	<u>(13,953)</u>	<u>91,123</u>
Results					
Segment results	1,049	6,015	-	-	7,064
Finance costs	(754)	(165)	-	-	(919)
Share of results in associate					(4)
Taxation					<u>(1,338)</u>
Net profit for the financial period					<u>4,803</u>
Other Information					
Segment assets	413,543	15,944	-	-	429,487
Associate					648
Unallocated corporate assets					<u>2,843</u>
Consolidated total assets					<u>432,978</u>
Segment liabilities	301,171	1,991	-	-	303,162
Unallocated corporate liabilities					8,400
Consolidated total liabilities					<u>311,562</u>
Capital expenditure	919	21	-	-	940
Depreciation/ amortization	1,268	143	-	-	1,411

A10. Segmental Reporting (continued)

Corresponding Year To Date 31 March 2018

	Manufacturing RM'000	Trading and investment holding RM'000	Discontinued Operation RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External	68,414	20,748	-	-	89,162
Inter-segment	9,648	2,205	-	(14,641)	(2,788)
Total revenue	78,062	22,953	-	(14,641)	86,374
Results					
Segment results	5,346	2,078	-	(3,057)	4,366
Finance costs	(945)	(187)	-	-	(1,132)
Share of results in associate					6
Other non-cash items					(1,413)
Taxation					(937)
Non-controlling interest					-
Net profit for the financial period					890
Other Information					
Segment assets	392,780	15,297	-		413,470
Associate					655
Unallocated corporate assets					8,123
Consolidated total assets					422,248
Segment liabilities	282,329	1,965	-		284,294
Unallocated corporate liabilities					20,189
Consolidated total liabilities					304,483
Capital expenditure	1,597	120	-	-	1,717
Depreciation/ amortization	1,352	136	-	(67)	1,421

A10. Segmental Reporting (continued)

Geographical Segments

The Group's continuing operations are mainly production and sale of products in two principal geographical areas, Malaysia and Vietnam.

	Revenue from external customers by location of customers		Segment assets by location of assets		Capital expenditure by location of assets	
	YTD	YTD	YTD	YTD	YTD	YTD
	31 Mar 2019	31 Mar 2018	31 Mar 2019	31 Mar 2018	31 Mar 2019	31 Mar 2018
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Continuing operations						
Malaysia	91,123	86,374	74,113	80,836	940	1,717
Vietnam	-	-	358,865	341,412	-	-
	<u>91,123</u>	<u>86,374</u>	<u>432,978</u>	<u>422,248</u>	<u>940</u>	<u>1,717</u>

A11. Subsequent Material Events

Save as disclosed below, there is no material events have arisen between the end of the reporting period and the date of issuance of this quarterly report, which will substantially affect the results of the Group.

PROPOSED ACQUISITION

On 22 February 2019, EDM-Tools (M) Sdn. Bhd, a wholly-owned subsidiary of Toyo Ink Sdn. Bhd., which in turn is a wholly-owned subsidiary of TIGB had entered into an Agreement with First Choice Development Sdn. Bhd., Ooi You Chai and Perniagaan Long Sin Sdn. Bhd. and Pemaju Sungai Lokan Sdn. Bhd. for the proposed acquisition of one unit of 1 ½ storey semi-detached light industrial building known as No. 6, Lorong Industri Sungai Lokan 3, Taman Industri Sungai Lokan, 13800 Butterworth, Pulau Pinang held under Geran No. 169419, Lot No. 10146, Mukim 16, Daerah Seberang Perai Utara, Pulau Pinang for a total cash consideration of RM2,980,000.

A12. Changes in the Composition of the Group

There were no material changes in the composition of the Group in the current financial quarter under review.

A13. Contingent Liabilities or Contingent Assets

Save as disclosed below, there were no changes in contingent liabilities since the last annual reporting date and there were no contingent assets as at the end of the current quarter.

The contingent liabilities pertaining to the corporate guarantees given by the Company to financial institutions for banking facilities granted to subsidiaries were RM49,047,000 as at 31 March 2019 (31 March 2018 : RM49,047,000).

Company No. 590521 D

A14. Capital Commitments

	12 months ended 31 Mar 2019 RM'000	12 months ended 31 Mar 2018 RM'000
Approved and contracted but not provided for:		
Investment Property	2,980	
Property, Plant & Machinery	-	-
Total	2,980	-

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of Performance

For the fourth financial quarter ended 31 March 2019 ("4Q 2019"), the Group registered a slightly higher revenue of RM22.50 million as compared to RM 22.46 million in the previous corresponding quarter ended 31 March 2018 ("4Q 2018"), an increase of 0.2% (RM 0.03 million).

Profit before tax was RM 1.50 million for 4Q 2019 compared to loss of RM 0.60 million for 4Q 2018. The higher profit before tax for the current year quarter ended mainly due to one off gain arising from disposal of investment properties amounting to RM9.97 million and partly being offset with the loss from impairment of goodwill amounting to RM5.46 million (4Q 2018: 0.96 million).

Excluding the gain on disposal on investment properties and loss from provision for impairment of goodwill, the current quarter's loss before tax would have been -RM 0.25 million which is -168.6% lower than the previous corresponding quarter ended 4Q 2018 profit before tax of RM0.36 million

B2 Review of Performance by segment

	Individual 31/03/2019 RM'000	Quarter 31/03/2018 RM'000	Cumulative 31/03/2019 RM'000	Quarter 31/03/2018 RM'000
External Revenue				
By Segment :				
Manufacturing	9,918	14,621	53,899	57,628
Trading	12,581	7,843	37,224	28,746
	22,499	22,464	91,123	86,374

The manufacturing segment contributed revenue of RM 9.92 million for 4Q 2019 compared to RM14.62 million in 4Q 2018. The lower revenue in the current quarter compared to the previous year corresponding quarter were mainly due to lower demand from ink division and EDM cut wires division.

The trading segment contributed revenue of RM 12.58 million for 4Q 2019 compared to RM 7.84 million in the previous year corresponding quarter. Higher revenue for the current quarter compared to the previous year corresponding quarter was due to higher sales achieved in the trading of component automotive refinish system and sales and distribution of electrical discharge machining tools (EDM), machinery and machine parts division.

B3. Prospects

In view of the on-going market penetration strategy and continuous cost control management, the Board of Directors is confident of achieving encouraging performance for the financial year ending 31 March 2020.

B4. Statement of the Board of Directors' Opinion

Not applicable as the Group did not announce or publish any revenue or profit estimate, forecast, projection or internal target for the financial year.

B5. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in a public document.

B6. Taxation

INDIVIDUAL	QUARTER	CUMULATIVE	QUARTER
Current	Corresponding	Current	Corresponding
quarter	quarter	year to date	year to date
ended	ended	ended	ended
31/03/2019	31/03/2018	31/03/2019	31/03/2018
RM'000	RM'000	RM'000	RM'000

Malaysia Income Tax

-Provision for the period	(615)	(387)	(1,347)	(1,001)
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Deferred Taxation

-Provision for the period	9	64	9	64
	(606)	(323)	(1,338)	(937)

The effective rate of tax applicable to the Group for the current year to date is lower than Malaysia statutory tax rate mainly from the gain arising from the disposal of investment properties as the gain is subject to lower Real Property Gain Tax rate.

B7. Status of Corporate Proposals

There are no other corporate proposals announced or not completed as at the date of this report save for the followings:

PROPOSED NEW ISSUANCE OF WARRANTS

On 2 August 2018, the Company proposed to undertake an issuance of 53,500,000 free warrants in the Company on the basis of one (1) warrant for every two (2) existing ordinary shares in the Company held on an entitlement date to be determined later. The warrants will have tenure of five (5) years commencing from and including the date of the issue of warrants.

On 13 September 2018, Bursa Malaysia approved the admission of the official list and listing up to 53,500,000 free warrants to be issued arising from the proposed free warrants exercise.

On 18 October 2018, the shareholders of the Company at an Extraordinary General Meeting (EGM) held on that date approved the proposal of the free warrants exercise.

B7. Status of Corporate Proposals (Cont'd)

On 19 October 2018, the Company announced that the book closure date for the entitlement of the free warrants fixed on 2 November 2018.

On 9 November 2018, the Company announced that the free warrants exercise was completed following the admission of 53,499,995 warrants to the official list of Bursa Securities and the listing of the said warrants on the Main Market of Bursa Securities.

Up to 31 May 2019, being the last practicable date from the date of this report, no warrants has yet been converted to ordinary shares.

B8. Borrowings

The Group's borrowings as at the end of the reporting quarter are as follows:

	31/03/2019 RM'000	31/03/2018 RM'000
Short term borrowings		
Secured		
Bankers' acceptances	4,439	5,786
Bank overdrafts	1,008	4,930
Term loan	-	503
	5,447	11,219
Long term borrowings		
Secured		
Term Loan	1,660	7,380
Total	7,107	18,599

B9. Material Litigations

There were no material litigations as at the date of this quarterly report.

B10. Dividend

The Board has recommended a final single tier dividend of 2.0 sen per ordinary share in respect of the financial year ended 31 March 2019. The proposed dividend shall be subject to approval of the shareholders at the forthcoming Annual General Meeting to be held on a date, which shall be announced later.

B11. Realized/unrealized profit/(losses)

	31/03/2019 RM'000	31/03/2018 RM'000
Total retained earnings of the Group:		
Realized	56,697	42,901
Unrealized	(1,068)	(1,077)
	55,629	41,824
Add: Consolidation adjustment	(41,214)	(31,142)
Total group retained profits as per consolidated financial statements	14,415	10,682

B12. Disclosures of derivatives

There were no outstanding derivatives as at 31 March 2019.

B13. Gain/Losses Arising from Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of the financial liabilities for the current quarter ended 31 March 2019.

B14. Notes to the condensed consolidated Income Statement

Profit before taxation is arrived at after (charging)/crediting the following items:

	Individual quarter ended 31/03/2019 RM'000	Cumulative quarter ended 31/03/2019 RM'000
Other income	7,913	10,008
Interest expense	276	919
Depreciation of property, plant and equipment	368	1,411
Foreign exchange (loss)/ gain	350	(1)

B15. Earnings Per Share

- i. Basic earnings per share is calculated by dividing the profit/ (loss) attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period.

	INDIVIDUAL Current quarter ended 31/03/2019 RM'000	QUARTER Corresponding quarter ended 31/03/2018 RM'000	CUMULATIVE Current year to date ended 31/03/2019 RM'000	QUARTER Corresponding year to date ended 31/03/2018 RM'000
Profit / (Loss) attributable to shareholders	884	(922)	4,803	890
Weighted average number of ordinary shares in issue	107,000	107,000	107,000	107,000
Basic earnings per share (sen)	0.83	(0.86)	4.49	0.83

- ii. The Company does not have any dilutive potential ordinary shares as the fair value of the ordinary shares during the period less than the exercise price. Accordingly, the diluted earnings per share are not presented.

Save as disclosed above, the other items as required under Appendix 9B, Part A Note 16 of the Bursa Listing Requirements are not applicable.

By Order of the Board,

Andrea Huong Jia Mei
Company Secretary

Dated 31 May 2019