



ARB BERHAD (FORMERLY KNOWN AS ATURMAJU RESOURCES BERHAD) (448934-M)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2019**

	(UNAUDITED) 30.06.2019 RM'000	(AUDITED) 31.12.2018 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	19,911	11,725
Goodwill on consolidation	5,548	45
	<u>25,459</u>	<u>11,769</u>
Current Assets		
Inventories	10	10
Trade receivables	16,518	6,719
Other receivables and deposits	8,046	3,364
Tax recoverable	108	375
Fixed deposits with licenced banks	2,020	20
Cash & bank balances	10,738	2,531
	<u>37,440</u>	<u>13,019</u>
TOTAL ASSETS	<u>62,899</u>	<u>24,788</u>
EQUITY AND LIABILITIES		
Share capital	28,633	15,748
Preference shares	9,437	-
Retained profits	21,368	7,679
Total Equity	<u>59,438</u>	<u>23,427</u>
Non - Current Liability		
Deferred tax liabilities	4	4
	<u>4</u>	<u>4</u>
Current Liabilities		
Trade payables	1,662	546
Other payables & accrual	1,667	626
Amount due to directors	96	67
Hire purchase payables	15	59
Tax payable	17	59
	<u>3,457</u>	<u>1,357</u>
Total Liabilities	<u>3,461</u>	<u>1,361</u>
TOTAL EQUITY AND LIABILITIES	<u>62,899</u>	<u>24,788</u>
Net assets per share attributable to equity holders of parent (sen)	<u>45</u>	<u>35</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2019

	(UNAUDITED)		(UNAUDITED)	
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30.06.2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.06.2018 RM'000	CURRENT YEAR TO DATE 30.06.2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.06.2018 RM'000
Revenue	11,280	4,454	23,707	4,533
Cost of sales	(5,110)	(4,003)	(11,594)	(4,297)
Gross profit/(loss)	6,170	451	12,113	236
Other operating income	3,639	1	3,644	2
Selling expenses	-	(252)	-	(252)
Administrative expenses	(1,190)	(457)	(2,057)	(881)
Profit/(Loss) from operations	8,619	(257)	13,700	(895)
Finance costs	(7)	(14)	(12)	(25)
Profit/(Loss) before taxation	8,612	(271)	13,688	(920)
Taxation	-	-	-	-
Net profit/(loss) for the financial period, representing total comprehensive profit/(loss) for the financial period	8,612	(271)	13,688	(920)
Net profit/(loss) for the financial period attributable to:				
Equity holders of the parent	8,612	(271)	13,688	(920)
Earning /(Loss) per share attributable to equity holder of the parent:				
Basic EPS (sen)	6.54	(0.44)	10.40	(1.51)

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

	Attributable To Equity Holders Of The Parent Distributable			
	Share Capital RM'000	Preference Shares RM'000	(Accumulated Losses)/ Retained profits RM'000	Total Equity RM'000
At 1 January 2018	68,861	-	(50,931)	17,930
Capital Reduction by Court Order 5 June 2018	(54,379)		54,379	-
Net loss for the financial period	-	-	(920)	(920)
At 30 June 2018	14,482	-	2,528	17,010
At 1 January 2019	15,748	-	7,679	23,427
New ordinary shares issued during the period	12,885	-	-	12,885
Irredeemable Convertible Preference Shares	-	9,438	-	9,438
	28,633	9,438	7,679	45,750
Net Profit for the financial period	-	-	13,688	13,688
At 30 June 2019	28,633	9,438	21,367	59,438

The amount of share capital of the Company as at 30 June 2019 is RM59,437,959 comprising RM12,885,180 ordinary shares subsequent to the ICPS Conversion 64,425,900 new ordinary shares at a price of RM0.20 per Share.

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial quarterly report year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

	(UNAUDITED) Current Year To Date 30.06.2019 RM'000	(UNAUDITED) Preceding Year Corresponding Period 30.06.2018 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	13,688	(920)
Adjustments:-		
Amortisation of leasehold land	18	18
Depreciation of property, plant and equipment	394	258
Interest income	(23)	-
Interest expense	7	25
Operating profit/(loss) before working capital changes	14,084	(619)
Changes in working capital:		
Inventories	-	(2,188)
Receivables	(14,480)	2,998
Payables	2,157	1,364
Tax recoverable	(42)	-
Cash generated from operations	1,719	1,555
Interest received	23	-
Interest paid	(7)	(25)
Tax paid	(9)	(57)
Tax refund	276	10
Net cash generated from operating activities	2,002	1,483
CASH FLOW FROM INVESTING ACTIVITY		
Purchase of property, plant and equipment	(8,599)	(1)
Acquisition of investment on subsidiaries net of cash acquired	(5,504)	-
Net cash used in investing activity	(14,103)	(1)
CASH FLOW FROM FINANCING ACTIVITIES		
Advance from/ (Repayment to) directors	29	(486)
Increase in fixed deposits ledge with the licensed bank	(2,000)	-
Proceed from corporate exercise of ICPS	10,082	-
Issuance of share capital via conversion of ICPS	12,241	-
Repayments of hire purchase payables	(44)	(42)
Net cash generated from /(used in) financing activities	20,308	(528)
Net increase in cash & cash equivalents	8,207	954
Cash & cash equivalents at beginning of the financial period	2,531	1,062
Cash & cash equivalents at end of the financial period	10,738	2,016
<u>Cash & cash equivalents at end of the financial period comprise the followings:</u>		
Fixed deposits with licenced banks	2,020	20
Cash and bank balances	10,738	2,016
	12,758	2,036
Less: Fixed deposit pledged with licensed bank	(2,020)	(20)
	10,738	2,016

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.

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INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30 JUNE 2019

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of the Preparation

The interim financial report is unaudited and has been prepared in compliance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2018. These 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 December 2018.

A2. Significant Accounting Policies

The financial statements of the Group have been prepared on the historical cost convention except as disclosed in the notes to the financial statements and in compliance with Malaysian Financial Reporting Standards and the Companies Act, 2016 in Malaysia.

2.1 MFRSs, Amendments to MFRSs and Interpretations adopted

For the preparation of the financial statements, the following accounting standards, amendments and interpretations of the MFRS framework issued by the MASB are mandatory for the first time for the financial year beginning on or after 1 January 2019:

- MFRS 16 *Leases*
- IC Interpretation 23 *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 9 *Financial Instruments (2014) – Prepayment Features with Negative Compensation*
- Amendments to MFRS 128 *Investments in Associates and Joint Ventures – Long-term Interest in Associates and Joint Ventures*
- Amendments to MFRS 3 *Business Combinations – Previously Held Interest in a Joint Operation (Annual Improvements 2015-2017 Cycle)*
- Amendments to MFRS 11 *Joint Arrangements – Previously Held Interest in a Joint Operation (Annual Improvements 2015-2017 Cycle)*
- Amendments to MFRS 112 *Income Taxes – Income Tax Consequences of Payments on Financial Instruments Classified as Equity (Annual Improvements 2015-2017 Cycle)*
- Amendments to MFRS 123 *Borrowing Costs – Borrowing Costs Eligible for Capitalisation (Annual Improvements 2015-2017 Cycle)*

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- Amendments to MFRS 119 *Employee Benefits – Plan Amendment, Curtailment or Settlement*

The adoption of the above mentioned accounting standards, amendments and interpretations are not expected to have any significant impact on the financial statements of the Group and the Company.

2.2 New/ Revised MFRSs, Amendments to MFRSs and Interpretations not adopted

MFRSs, Amendments to MFRSs and Interpretations effective for annual periods beginning on or after 1 January 2020

- Amendments to References to the Conceptual Framework in MFRS Standards
- Amendments to MFRS 3 *Business Combinations – Definition of a Business*
- Amendments to MFRS 101 *Presentation of Financial Statements* and MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*

MFRSs, Amendments to MFRSs and Interpretations effective a date yet to be confirmed

- Amendments to MFRS 10 *Consolidated Financial Statements* and MFRS 128 *Investment in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The directors anticipate that the above mentioned accounting standards, interpretations and amendments will be adopted by the Group and the Company when they become effective.

Amendments to MFRS 4 *Insurance Contracts – Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts* and MFRS 17 *Insurance Contracts* have not been taken into consideration because they are not applicable to the Group and the Company.

A3. Auditors' Report on Preceding Annual Financial Statements

There was no audit qualification in the audited report of the Company and its subsidiary companies preceding annual financial statements for the financial year ended 31 December 2018.

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A4. Seasonal or Cyclical Factors

The principal business operations of the Group are not materially affected by seasonal or cyclical factors during the financial year-to-date under review.

A5. Exceptional Items

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the quarter ended 30 June 2019.

A6. Changes in Estimates

There were no material changes in estimates of the amounts reported during the current quarter and financial year-to-date under review.

A7. Changes in Debts and Equity Securities

There were no issuances, share cancellations, share buy-back, share held as treasury share, resale of treasury share and repayments of debts and equity securities.

A8. Dividends Paid

No dividends has been paid during the current quarter and financial year-to-date under review.

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A9. Segmental Information

(i) Segment analysis for the financial year-to-date ended 30 June 2019

	Investment Holding RM'000	Manufacturing in Wood Products RM'000	Barging Services RM'000	Information Technology(IT) RM'000	Others RM'000	Total RM'000
Revenue						
- External	-	-	65	23,642	-	23,707
- Inter-segmental sales	-	-	-	-	-	-
Total Revenue	-	-	65	23,642	-	23,707
Results						
Segment profit/(loss)	3,314	(648)	(149)	11,187	(4)	13,700
Interest expense	-	(12)	-	-	-	(12)
Profit/(Loss) before taxation	3,314	(660)	(149)	11,187	(4)	13,688
Taxation	-	-	-	-	-	-
Net profit/(loss) for the financial period	3,314	(660)	(149)	11,187	(4)	13,688
Additional to non-current assets	-	-	-	8,599	-	8,599
Segment assets	1,731	19,704	201	41,263	-	62,899
Non-cash expense /(Income)						
Amortisation of leasehold land	-	18	-	-	-	18
Depreciation of property, plant and equipment	-	213	-	181	-	394

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A9. Segmental Information (Cont'd)

(ii) Segment analysis for the preceding year corresponding period ended 30 June 2018 :-

	Investment Holding RM'000	Manufacturing in Wood Products RM'000	Barging Services RM'000	Information Technology(IT) RM'000	Others RM'000	Total RM'000
Revenue						
- External	-	4,205	307	21	-	4,533
- Inter-segmental sales	-	-	-	-	-	-
Total Revenue	-	4,205	307	21	-	4,533
Results						
Segment loss	(149)	(603)	(141)	4	(6)	(895)
Interest expense	-	(25)	-	-	-	(25)
Loss before taxation	(149)	(628)	(141)	4	(6)	(920)
Taxation	-	-	-	-	-	-
Net loss for the financial period	(149)	(628)	(141)	4	(6)	(920)
Additional to non-current assets	-	-	-	-	-	-
Segment assets	4	18,915	396	23	222	19,560
Non-cash expense						
Amortisation of leasehold land	-	18	-	-	-	18
Depreciation of property,plant and equipment	-	240	18	-	-	258

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A10. Revaluation of Property, Plant and Equipment

No valuations of property, plant and equipment were carried out during the current quarter and financial year -to-date under review.

A11. Significant Events

(a) On 26 February 2019, the Company announced that it is proposing to change its name from “Aturmaju Resources Berhad” to “ARB Berhad”. (“Proposed Change of Name”). The use of the proposed name “ARB Berhad” was approved and reserved by the Companies Commission of Malaysia (“CCM”) on 15 February 2019 (“Validity Period”). Subsequently, the validity period was extended by the CCM to 16 May 2019.

The Proposed Change of Name has obtained approval from shareholders of the Company at the Annual General Meeting on 15 April 2019 and to be convened at a date to be announced later.

Subsequently, the Company had received the Certificate of Incorporation on Change of Name from Aturmaju Resources Berhad to ARB Berhad. Accordingly, the name of the Company has been changed to ARB Berhad with effect from 22 April 2019.

(b) On 29 May 2019, the Group announced that its indirect wholly-owned subsidiary ARBIOT Sdn. Bhd. had entered a business contract with IJ Ventures Sdn. Bhd. to carry out the Internet of Things System, Engineering, Procurement, Commissioning and Management (“IoT SEPCM”) for a proposed residential development. The contract value of the IoT SEPCM Project is RM18 million for one (1) year period of the Development Project.

(c) On 30 May 2019, the Group announced that ARBIOT Sdn. Bhd., an indirect wholly-owned subsidiary had received and accepted a Letter of Award (“LOA”) from Prinsiptek (M) Sdn. Bhd. (“PMSB”), a wholly-owned subsidiary of Prinsiptek Corporation Berhad to carry out Internet of Things System, Engineering, Procurement, Commissioning and Management (“IoT SEPCM”) in accordance to LOA for a proposed residential development at Shah Alam, Selangor. The contract value of IoT SEPCM Project is RM60.43 million for the duration of 18 months period from the date of LOA.

(d) On 17 June 2019, the Group announced that its wholly-owned subsidiary ARB Development Sdn. Bhd. (“ARBD”) had entered into a memorandum of understanding (“MOU”) with East Insurance PLC (“East Insurance”) to explore the potential collaboration in deploying enterprise resource planning (“ERP”) system and information technology (“IT”) related hardware and software for East Insurance. The project value is not less than USD20 million (approximately RM83.5 million based on USD1.00 : RM4.17 extracted from Bank Negara Malaysia on 17 June 2019).

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(e) On 10 July 2019, the Group announced that ARB Development Sdn. Bhd. (“ARBD”), a wholly-owned subsidiary of the Group had entered into a memorandum of understanding (“MOU”) with HK Yue Tai Life Insurance PLC (“HKYT Life Insurance”) to explore the potential collaboration in deploying enterprise resource planning system and information technology related hardware and software for HKYT Life Insurance. The project value is not less than USD 20 million (approximately RM82.85 million based on USD1.00 : RM4.14 extracted from Bank Negara Malaysia on 9 July 2019).

(f) On 10 July 2019, the Group announced that ARBIOT Sdn. Bhd., an indirect wholly-owned subsidiary of the Group had entered into a memorandum of understanding (“MOU”) with Chean Chhoeng Thai Group Co. Ltd. (“CCTG”) to explore the potential of collaboration in deploying internet of things and information technology related hardware and software for CCTG. The project value is not less than USD100 million (approximately RM414.25 million based on USD1.00 : RM4.14 extracted from Bank Negara Malaysia on 9 July 2019).

(g) On 23 July 2019, the Group announced that ARBIOT Sdn. Bhd., an indirect wholly-owned subsidiary of the Group had entered into a memorandum of agreement (“MOA”) with Hangzhou Mayam IoT Tech. Co., Ltd (“HMIT”) to form a strategic partnership in deployment of smart water meters that can be deployed by water authorities in Malaysia to measure, collect and analyse real-time water consumption information and data, including water leakages, water pressure, date and time of water consumed by household (“Smart Water Metering Project”). The project value of the Smart Water Metering Project is RM200 million over an initial period of two (2) years from the commencement date with an extension of another eight (8) years to complete, if deemed necessary.

(h) On 23 July 2019, the Group announced that ARBIOT Sdn. Bhd., an indirect wholly-owned subsidiary of the Group had entered into a memorandum of agreement (“MOA”) with Shuifa IoT Tech. Co., Ltd. (“SITC”) to form a strategic partnership to carry out the project in relation smart household water filtration system that can be supply to the public and individuals for the household members to enjoy a safer and healthier water source for daily use (“Smart Household Water Filtration Project”). The project value is approximately RM600 million for the duration of ten (10) years, SITC shall provide the necessary funding to ARBIOT for the implementation and completion of Smart Household Water Filtration Project.

A12. Subsequent Events

There were no material events subsequent to the end of the current period under review.

A13. Changes in the Composition of the Group

Saves as disclosed below, there were no material changes in the composition of the Group for the current financial quarter under review.

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(a) On 29 April 2019, the Group announced that it had entered into the Sale Shares Agreements (“SSA”) with AY Brothers Sdn. Bhd. (“AY Brothers”) to dispose 100% equity interest of two indirect wholly-owned subsidiaries of the Group for a total cash consideration of RM2.00, i.e.

(i) to dispose 2 ordinary shares in Ampermai Sdn. Bhd. at a cash consideration of RM1.00;
and

(ii) to dispose 100,000 ordinary shares in Alamjad Sdn. Bhd. (“AJSB”) at a cash consideration of RM1.00.

Subsequently, on 3 June 2019, the Group announced that the Proposed Disposal, Ampermai and Alamjad had been completed. Hence, these two companies ceased to be the indirect wholly-owned subsidiaries of the Group.

(b) On 30 April 2019, the Group announced that it had entered into a conditional share sale agreement (“SSA”) with AY Brothers Sdn. Bhd. (“AY Brothers”) for the proposed disposal of its 49% equity interest in Aturmaju (Sabah) Holding Sdn. Bhd. (“AHSB”), comprising 16,660,000 ordinary shares in AHSB for a disposal consideration of RM5,600,000 to be satisfied entirely via cash.

(c) On 6 May 2019, the Group announced that a wholly-owned subsidiary of the Company, ARB Development Sdn. Bhd. had entered into a sale and purchase agreement (“SPA”) with Mr. Lee Ping Wei (“Mr. Lee”) for the proposed acquisition of 255,000 ordinary share in C&M Renewable Energy Technology Sdn. Bhd. (“CMSB”), for a purchase consideration of RM5.50 million.

Subsequently, on 20 June 2019, the Group announced that the Proposed CMSB Acquisition had been completed. Hence, CMSB became an indirect subsidiary of the Group.

A14. Changes in Contingent Liabilities and Assets

There were no material contingent liabilities or assets during the current quarter under review.

A15. Capital Commitments

There were no material capital commitments during the current quarter under review.

A16. Significant Related Party Transactions

The significant related party transactions as at year -to- date were summarised as below:-

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	Current Quarter 30.06.2019 RM'000	Year To Date 30.06.2019 RM'000
Office rental paid/payable to:- Golden Bond Sdn Bhd	21	42
Office rental paid/payable to:- VNH One Sdn Bhd	30	60

Golden Bond Sdn Bhd and VNH One Sdn Bhd are the companies in which the Directors of the Company have financial interests. These transactions have been entered into in the normal course of business and have been established on commercial terms.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Review of Performance

The comparison of the quarterly results is tabulated below:

Table 1: Financial review for current quarter and financial year to date

	Individual Period (2 nd quarter)		Changes (RM'000/ %)	Cumulative Period		Changes (RM'000/ %)
	Current Year Quarter	Preceding year Corresponding Quarter		Current Year to- date	Preceding Year Corresponding Period	
	30/06/2019 (RM'000)	30/06/2018 (RM'000)		30/06/2019 (RM'000)	30/06/2018 (RM'000)	
Revenue	11,280	4,454	6,826/153	23,707	4,533	19,174/423
Gross profit/(Loss)	6,170	451	5,719/1,268	12,113	236	11,877/5,033
Profit/(Loss) Before Interest and Tax	8,619	(257)	8,876/3,454	13,700	(895)	14,595/1,631
Profit/(Loss) Before Tax	8,612	(271)	8,883/3,278	13,688	(920)	14,608/1,588
Profit/(Loss) After Tax	8,612	(271)	8,883/3,278	13,688	(920)	14,608/1,588

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Earning/(Loss) per share Attributable to Equity Holders of the Parent (Sen)	6.54	(0.44)	6.98/1,586	10.40	(1.51)	11.91/789
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For the current quarter under review, the Group's revenue increase by 153% compare to preceding year corresponding quarter, this was mainly due to the Information Technology (IT) segment has contributed RM11.280 million or 99.5% of the total revenue and consequently contributes profit for the Group.

Table 2 : Financial review for current quarter compared with immediate preceding quarter

	Current Quarter 30/06/2019 (RM'000)	Immediate Preceding Quarter 31/03/2019 (RM'000)	Changes (RM'000 / %)
Revenue	11,280	12,427	(1,147)/(9)
Gross profit	6,170	5,944	226/4
Profit before interest and tax	8,619	5,081	3,538/70
Profit before tax	8,612	5,076	3,536/70
Profit after tax	8,612	5,076	3,536/70
Profit per share attributable to equity holders of the parent (sen)	6.54	4.56	1.98/43

The quarterly major revenue of the Group is contributed by ARB Development Sdn. Bhd., the wholly-owned subsidiary of the Company and ARBIOT Sdn. Bhd., an indirect wholly-owned subsidiary which is of the Company. These two subsidiary companies are principally involved in carrying on the business of reselling customized Enterprise Resource Planning (ERP) software system, and Internet of Things, Internet and Multimedia development and consultancy services.

The IT segment is expected to continue in contributing the major portion of the Sales and Profits to the results of the Group.

B2. Group's Prospect

The main contribution of revenue from timber segment is temporarily cease operating during the quarter under reviewed and is expecting to be resumed in September 2019.

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For IT segment , the wholly-owned subsidiary and indirect wholly-owned subsidiary, ARB Development Sdn Bhd and ARBIOT Sdn. Bhd. had entered into numerous memorandum of understanding (“MOU”), memorandum of agreement (“MOA”), business contracts which brings the estimated total contract value of approximately RM1.46 billion in Second Quarter of 2019 with local and overseas clients. The Group believes that there would be more potential and interested clients are to be engaged in future.

B3 Taxation

Taxation comprises the following:-

	Current Quarter 30.06.2019 RM'000	Year To Date 30.06.2019 RM'000
Current year provision	-	-
Under provision in prior year	-	-
	-	-
Deferred taxation	-	-
	-	-

Taxation is computed after taking into consideration the available capital allowances and the adjusted business losses carried forward from previous years to set off against taxable profit. Hence, there is no provision of taxation for the current quarter.

B4. Unquoted Investments and Properties

There was no sale of unquoted investments and / or properties for the current quarter and financial period -to- date under review.

B5. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter and financial period -to- date under review.

B6. Corporate Proposals

There were no corporate proposals during the period under reviewed.

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B7. Trade Receivables

	(Unaudited) As at 30.06.2019 RM'000	(Audited) As at 31.12.2018 RM'000
Trade receivables		
- Third parties	16,518	6,719
- Related parties	-	-
	16,518	6,719

The Group's normal trade credit terms range from 90 to 120 days, with extended grace period of 90 days. Amount due from related parties are unsecured, interest free, repayable upon demand and to be settled in cash.

B8. Group Borrowings and Debts Securities

	As at 2nd quarter ended 2019					
	Long Term		Short Term		Total borrowings	
	Foreign denomination	RM denomination (RM'000)	Foreign denomination	RM denomination (RM'000)	Foreign denomination	RM denomination (RM'000)
Secured						
Hire purchase payables	-	-	-	15	-	15
	As at 2nd quarter ended 2018					
	Long Term		Short Term		Total borrowings	
	Foreign denomination	RM denomination (RM'000)	Foreign denomination	RM denomination (RM'000)	Foreign denomination	RM denomination (RM'000)
Secured						
Hire purchase payables	-	52	-	50	-	102

All the above borrowings are denominated in Ringgit Malaysia.

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B9. Retained profits

	(Unaudited) As at 30.06.2019 RM'000	(Audited) As at 31.12.2018 RM'000
Total retained profit of the Group		
- Realized	52,511	40,724
- Unrealized	-	-
	52,511	40,724
Less: Consolidated adjustments	(31,143)	(33,045)
Total retained profit as per Statements of Financial Position	21,368	7,679

B10. Off Balance Sheet Financial Instruments

The Group does not have any off balance sheet financial instruments as at the date of this report.

B11. Material Litigations

The Group does not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group which might materially and adversely affect the financial position or business of the Group.

B12. Dividends

No dividends has been recommended by the Board of Directors for the current quarter under review.

B13. Earnings per Share

The basic earning per share amounts are calculated by dividing the net profit/(loss) for the period attributable to the ordinary equity holders of the parent by the weighted average number of ordinary share in issue during the financial period.

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	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2019 RM'000	Preceding year Corresponding Quarter 30.06.2018 RM'000	Current Year Quarter 30.06.2019 RM'000	Preceding year Corresponding Quarter 30.06.2018 RM'000
Net profit/(loss) attributable to equity holder of the parent	8,612	(271)	13,688	(920)
Weighted average number of ordinary shares in issue	131,636	61,100	131,636	61,100
Earning/(Loss) per share (sen)	6.54	(0.44)	10.40	(1.51)

B14. Notes to the Statement of Comprehensive Income

	Current Quarter 30.06.2019 RM'000	Year To Date 30.06.2019 RM'000
Amortisation of leasehold land	9	18
Depreciation of property, plant and equipment	285	394
Interest expense	7	12

**By Order of the Board,
Datuk Yeo Wang Seng
Managing Director**

31 JULY 2019