



**GOODWAY INTEGRATED INDUSTRIES BERHAD**  
**(Company No: 618972-T)**  
**(Incorporated in Malaysia)**

**Interim Financial Statements for the Period**  
**Ended 30 September 2018**  
**(Quarter 1)**

**CONSOLIDATED INCOME STATEMENT  
FOR THE PERIOD ENDED 30 SEPTEMBER 2018**  
*(The figures have not been audited)*

	INDIVIDUAL		Changes (Amount/%)	CUMULATIVE		Changes (Amount/%)
	3 months ended 30.09.2018	3 months ended 30.09.2017*		3 months ended 30.09.2018	3 months ended 30.09.2017*	
	(Unaudited) RM'000	(Unaudited) RM'000		(Unaudited) RM'000	(Unaudited) RM'000	
Revenue	20,704	31,513	- -	20,704	31,513	- -
Cost of sales	(17,649)	(23,083)	- -	(17,649)	(23,083)	- -
<b>Gross profit</b>	3,055	8,430	- -	3,055	8,430	- -
Other operating income	-	-	- -	-	-	- -
Operating expenses	(2,239)	(4,157)	- -	(2,239)	(4,157)	- -
<b>Operating profit</b>	816	4,273	- -	816	4,273	- -
Finance cost	(923)	(1,154)	- -	(923)	(1,154)	- -
Interest income	-	-	- -	-	-	- -
Finance cost – Net	(923)	(1,154)	- -	(923)	(1,154)	- -
<b>(Loss)/Profit before tax</b>	(107)	3,119	- -	(107)	3,119	- -
Taxation	-	-	- -	-	-	- -
<b>(Loss)/Profit for the period</b>	(107)	3,119	- -	(107)	3,119	- -
<b>(Loss)/Profit attributable to:</b>						
Equity holders of the Company	(96)	3,120	- -	(96)	3,120	- -
Non-controlling interest	(11)	(1)	- -	(11)	(1)	- -
	(107)	3,119	- -	(107)	3,119	- -
<b>(Loss)/Profit per share attributable to equity holders of the Company (sen)</b>						
- Basic (loss)/earnings per share	(0.09)	2.82	- -	(0.09)	2.82	- -
- Diluted (loss)/earnings per share	NA	NA	- -	NA	NA	- -

The above Consolidated Income Statements should be read in conjunction with the accompanying explanatory notes to the interim financial statements and the audited financial statements for the financial period ended 30 June 2018.

The Company has changed its accounting year end from 31st December to 30th June. The announcement on the change of financial year end as required under Paragraph 9.19(11) of the Main Market Listing Requirements of Bursa Malaysia was made on 30th November 2017.

\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year corresponding period's (July 2017 to September 2017) Consolidated Income Statement representing Quarter 3-2018 has been shown above for reference purposes only. The previous year corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018**  
*(The figures have not been audited)*

	INDIVIDUAL		Changes (Amount/%)	CUMULATIVE		Changes (Amount/%)
	3 months ended	3 months ended		3 months ended	3 months ended	
	30.09.2018	30.09.2017*		30.09.2018	30.09.2017*	
	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	
	RM'000	RM'000		RM'000	RM'000	
<b>(Loss)/Profit for the period</b>	(107)	3,119	- -	(107)	3,119	- -
<b>Other comprehensive income:</b>						
Revaluation surplus, net of deferred tax	-	-	- -	-	-	- -
Foreign currency translation	21	83	- -	21	83	- -
	21	83	- -	21	83	- -
<b>Total comprehensive (Loss)/Profit for the period</b>	(86)	3,202	- -	(86)	3,202	- -
<b>Total comprehensive (Loss)/Profit attributable to:</b>						
Equity holders of the Company	(75)	3,203	- -	(75)	3,203	- -
Non-controlling interest	(11)	(1)	- -	(11)	(1)	- -
	(86)	3,202	- -	(86)	3,202	- -

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial period ended 30 June 2018.

The Company has changed its accounting year end from 31st December to 30th June. The announcement on the change of financial year end as required under Paragraph 9.19(11) of the Main Market Listing Requirements of Bursa Malaysia was made on 30th November 2017.

\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year corresponding period's (July 2017 to September 2017) Consolidated Statement of Comprehensive Income representing Quarter 3-2018 has been shown above for reference purposes only. The previous year corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018**

	<b>As at 30.09.2018 (Unaudited) RM'000</b>	<b>As at 30.06.2018 (Audited) RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	69,186	70,716
Land held for development	7,412	7,412
<b>Total non current assets</b>	<b>76,598</b>	<b>78,128</b>
Inventories	18,830	15,097
Receivables, deposit & prepayments	53,453	52,977
Tax recoverable	651	323
Assets held for sales	6,800	6,800
Cash and cash equivalents	3,771	5,118
<b>Total current assets</b>	<b>83,505</b>	<b>80,315</b>
<b>TOTAL ASSETS:</b>	<b>160,103</b>	<b>158,443</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	55,470	55,259
Reserves	20,587	20,777
Accumulated losses	(31,569)	(31,473)
<b>Owners of the Company</b>	<b>44,488</b>	<b>44,563</b>
<b>Non-controlling interest</b>	<b>22</b>	<b>33</b>
<b>Total equity</b>	<b>44,510</b>	<b>44,596</b>
Loans and borrowings	23,432	24,943
Deferred tax liabilities	8,748	8,748
<b>Total non current liabilities</b>	<b>32,180</b>	<b>33,691</b>
Payables and accruals	33,510	27,814
Loans and borrowings	49,903	52,342
<b>Total current liabilities</b>	<b>83,413</b>	<b>80,156</b>
<b>Total liabilities</b>	<b>115,593</b>	<b>113,847</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>160,103</b>	<b>158,443</b>
<b>Net assets per share (RM)</b>	<b>0.40</b>	<b>0.40</b>

*The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial period ended 30 June 2018.*

*The Company has changed its accounting year end from 31st December to 30th June. The announcement on the change of financial year end as required under Paragraph 9.19(11) of the Main Market Listing Requirements of Bursa Malaysia was made on 30th November 2017.*

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2018**

Amounts in RM'000	Attributable to equity holders of the Company					Total	Non-controlling Interests	Total
	Share capital	Share premium*	Translation reserves	Revaluation reserves	(Accumulated losses) / Retained earnings			
<b>(Audited)</b>								
At 1 January 2017	55,259	211	1,619	23,558	(36,075)	44,572	115	44,687
Realisation of revaluation reserve	-	-	-	(2,468)	2,468			
Total comprehensive income / (loss) for the period	-	-	(170)	(1,973)	2,134	(9)	(82)	(91)
Transactions with owners:								
- Share issued	-	-	-	-	-	-	-	-
- Interim dividend to shareholders	-	-	-	-	-	-	-	-
<b>At 30 June 2018</b>	<b>55,259</b>	<b>211</b>	<b>1,449</b>	<b>19,117</b>	<b>(31,473)</b>	<b>44,563</b>	<b>33</b>	<b>44,596</b>
<b>(Unaudited)</b>								
At 1 July 2018	55,259	211	1,449	19,117	(31,473)	44,563	33	44,596
Transfer	211	(211)	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	-	21	-	(96)	(75)	(11)	(86)
At 30 September 2018	55,470	-	1,470	19,117	(31,569)	44,488	22	44,510

\* The new Companies Act 2016 ("CA 2016"), which became effective on 31<sup>st</sup> January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, the amounts standing to the credit of the share premium account became part of the Company's share capital pursuant to the transitional provisions set out in Section 618(2) of the CA 2016.

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial period ended 30 June 2018.

The Company has changed its accounting year end from 31st December to 30th June. The announcement on the change of financial year end as required under Paragraph 9.19(11) of the Main Market Listing Requirements of Bursa Malaysia was made on 30th November 2017.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018**  
*(The figures have not been audited)*

	<b>As at 30.09.2018 (Unaudited)</b>	<b>As at 30.06.2018 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation	(107)	(1,249)
Adjustments for non-cash items:	2,720	25,682
Operating profit before working capital changes	2,613	24,433
Changes in working capital:		
Decrease in contract assets	-	3,075
(Increase)/decrease in inventories	(3,733)	40,434
Increase in receivables, deposits and prepayments	(477)	(6,008)
Increase/(decrease) in payables and accruals	5,696	(23,559)
Cash generated from operations	4,099	38,375
Interest paid	(924)	(7,131)
(Tax paid)/ refund	(328)	104
<b>Net cash flow generated from operating activities:</b>	<b>2,847</b>	<b>31,348</b>
<b>Cash flows (used in)/from investing activities</b>		
Interest received	-	8
Purchase of property, plant and equipment	(266)	(847)
Proceeds from disposal of subsidiary company	-	1
Proceeds from disposal of property, plant and equipment	-	9,505
<b>Net cash flow (used in)/from investing activities</b>	<b>(266)</b>	<b>8,667</b>
<b>Cash flows from finance activities:</b>		
Net repayment of term loan and islamic financing	(1,212)	(12,427)
Net repayment from bill payables	(1,410)	(22,070)
Net repayment of hire purchase creditors	(55)	(2,417)
<b>Net cash flow used in from financing activities</b>	<b>(2,677)</b>	<b>(36,914)</b>
<b>Net changes in cash and cash equivalents</b>	<b>(96)</b>	<b>3,101</b>
Exchange differences on translation of foreign subsidiary	21	96
<b>Cash and cash equivalents at beginning of period</b>	<b>250</b>	<b>(2,947)</b>
<b>Cash and cash equivalents at end of period</b>	<b>175</b>	<b>250</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2018 (CONT'D)**  
*(The figures have not been audited)*

	<b>As at 30.09.2018 (Unaudited)</b>	<b>As at 30.06.2018 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash and cash equivalents comprises of:</b>		
Cash and bank balances	3,771	5,118
Bank Overdraft	(3,596)	(4,868)
	<b>175</b>	<b>250</b>

*The above Condensed Consolidated Cash Flow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial period ended 30 June 2018.*

*The Company has changed its accounting year end from 31st December to 30th June. The announcement on the change of financial year end as required under Paragraph 9.19(11) of the Main Market Listing Requirements of Bursa Malaysia was made on 30th November 2017.*

**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**A1. Basis of Preparation**

This interim financial statements are unaudited and have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” and Rule 9.22 of Bursa Malaysia Securities Berhad Main Market Listing Requirements (“Bursa Securities Listing Requirements”) and should be read in conjunction with the audited financial statements of the Company and of the Group for the financial period ended 30 June 2018 and the accompanying explanatory notes attached to the audited financial statements.

**A2. Summary of Significant Accounting Policies**

The significant accounting policies and method of computation applied in the unaudited interim financial statements are consistent with those adopted and disclosed in the audited financial statements of the Group and of the Company for the financial period ended 30 June 2018.

**A3. Audit Report of Preceding Year’s Annual Financial Statements**

There were no audit qualifications in the audited financial statements of the Group and of the Company for the financial period ended 30 June 2018.

**A4. Seasonal or Cyclical Factors**

The Group’s performance during the financial period under review was not materially affected by seasonal or cyclical factors.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

**A6. Changes in Estimates**

There were no material changes in estimates that have been used in the preparation of the interim financial statements or changes in estimates of amounts reported in the audited financial statements of the Group and of the Company for the financial period ended 30 June 2018.

**A7. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the financial period under review.

**A8. Dividend Paid**

There was no dividend paid by the Company during the financial period under review.



**GOODWAY INTEGRATED INDUSTRIES BERHAD (Company No: 618972-T)**  
**(Incorporated in Malaysia)**

**A9. Segment Reporting**

Segmental information for the financial period under review is as follows:-

Amounts in RM'000	Compounding	Retreading	Property and Consolidation		3 months ended	3 months ended
			Others	Adjustments	30.09.2018	30.09.2017*
					(Unaudited)	(Unaudited)
External Revenue	14,665	3,139	2,900	-	20,704	31,513
Inter-Segment Revenue	3,770	-	179	(3,949)	-	-
<b>Total Revenue</b>	<b>18,435</b>	<b>3,139</b>	<b>3,079</b>	<b>(3,949)</b>	<b>20,704</b>	<b>31,513</b>
Overseas Revenue	8,928	-	-	(695)	8,233	11,736
Local Revenue	9,508	3,139	3,079	(3,255)	12,471	19,777
<b>Total Revenue</b>	<b>18,436</b>	<b>3,139</b>	<b>3,079</b>	<b>(3,950)</b>	<b>20,704</b>	<b>31,513</b>
Segment Results	2,013	(227)	(939)	1,661	2,508	6,146
Interest Income	-	-	-	-	-	-
Depreciation and Amortisation	(1,020)	(611)	(61)	-	(1,692)	(1,873)
Finance Cost	(734)	(189)	-	-	(923)	(1,154)
Profit/(Loss) Before Taxation	<b>259</b>	<b>(1,027)</b>	<b>(1,000)</b>	<b>1,661</b>	<b>(107)</b>	<b>3,119</b>
Taxation	-	-	-	-	-	-
<b>Non-controlling Interests</b>	-	-	-	11	11	1
<b>Profit/(Loss) for The Period</b>						
<b>Attributable to the equity holders of the Company</b>	<b>259</b>	<b>(1,027)</b>	<b>(1,000)</b>	<b>1,672</b>	<b>(96)</b>	<b>3,120</b>

\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year corresponding period's (July 2017 to September 2017) Segmental Information Note representing Quarter 3-2018 has been shown above for reference purposes only. The previous year corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.

**A10. Valuation of Property, Plant and Equipment**

The freehold and leasehold land and buildings of the Group are stated at fair value based on valuation performed by independent professional valuer on the open market value basis conducted in year 2018.

**A11. Subsequent Events**

There were no material events subsequent to the end of the period that has not been reflected in the financial report for the financial period under review.

**A12. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the financial period under review.

**A13. Contingent Liabilities and Contingent Assets**

	Company	
	As at 30.09.2018 (Unaudited) RM'000	As at 30.06.2018 (Audited) RM'000
<b>Contingent liabilities</b>		
Corporate guarantees for credit facilities granted to subsidiaries	44,299	46,657

**A14. Capital Commitments**

There are no outstanding capital commitments as at the end of the financial period under review.

**A15. Recurrent Related Party Transactions**

The Group's recurrent related party transactions are as follows:-

	INDIVIDUAL		CUMULATIVE	
	3 months ended 30.09.2018 (Unaudited) RM'000	3 months ended 30.09.2017* (Unaudited) RM'000	3 months ended 30.09.2018 (Unaudited) RM'000	3 months ended 30.09.2017* (Unaudited) RM'000
Transactions with a company connected to a Director				
- Supplying rubber compound and accessories	643	417	643	417

Related Party Transactions have been entered into in the ordinary course of business based on normal commercial terms and at arm's length. The total amount transacted for the period under review is within the Shareholders' mandate obtained on 23 May 2017.

*\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year's corresponding period's (July 2017 to September 2017) Recurrent Related Party Transactions Note representing Quarter 3-2018 has been shown above for reference purposes only. The previous year's corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.*

**B. BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

**B1. Review of Performance**

	INDIVIDUAL		CUMULATIVE	
	3 months ended 30.09.2018 (Unaudited) RM'000	3 months ended 30.09.2017* (Unaudited) RM'000	3 months ended 30.09.2018 (Unaudited) RM'000	3 months ended 30.09.2017* (Unaudited) RM'000
Revenue	20,704	31,513	20,704	31,513
(Loss)/Profit before tax	(107)	3,119	(107)	3,119

*\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year's corresponding period (July 2017 to September 2017) Review of Performance Note representing Quarter 3-2018 has been shown above for reference purposes only. The previous year's corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.*

The Group's total revenue decreased by RM10.8 million from RM31.5 million in the previous year's corresponding quarter to RM20.7 million in the current quarter mainly due to a significant drop in revenue from the Property Division by RM9.9 million from RM12.8 million in the previous year's corresponding quarter to RM2.9 million in the current quarter. Revenue from property development is recognised progressively based on billings made and revenue in the previous year's corresponding quarter was significantly higher as more billings were made, as the project was still in progress. Development of Phase I of the project was completed during the preceding quarter and the Certificate of Occupancy is expected to be obtained before the end of 2018. Billings for the current quarter relates to the invoiced amount for a unit sold during the period.

**B1. Review of Performance (Continued)**

The drop in revenue explained above has resulted in the Group incurring losses before taxation of RM0.11 million in the current quarter compared to profit before taxation of RM3.1 million in the previous year's corresponding quarter. Losses before taxation incurred by the Retreading Division in the current year's quarter of RM1.0 million compared to profit before taxation of RM0.1 million in the previous year's corresponding quarter has also caused the decrease.

The reduction in profit from the previous year's corresponding quarter compared to the current quarter was nonetheless significantly offset by an improvement in profit from the Rubber Compound Division that recorded profit before taxation amounting to RM0.26 million in the current quarter compared to losses before taxation of RM0.98 million, in the previous year's corresponding quarter. The improvement is mainly a result of a reduction in Administration and Marketing expenses from RM2.37 million in the previous year's corresponding quarter to RM0.74 million in the current quarter. The main expenses causing the reduction are interest and professional fees expenses amounting to RM0.23 million and RM0.89 million, respectively and depreciation and amortisation totalling RM0.18 million.

**B2. Comparison with Preceding Quarter's Results**

	<b>Current Period ended 30.09.2018 (Unaudited) RM'000</b>	<b>Preceding Period Ended 30.06.2018 (Unaudited) RM'000</b>
Revenue	20,704	45,830
(Loss)/Profit before tax	(107)	274

The Group's revenue decreased by RM25.1 million from RM45.8 million in the preceding quarter to RM20.7 million in the current quarter mainly due to a decrease in revenue from property development by RM20 million, i.e., from RM22.9 million in the preceding quarter to RM2.9 million in the current quarter. As explained earlier, revenue from property development is recognised progressively, based on billings made and revenue earned in the preceding quarter was significantly higher as more billings were made before it was completed during the quarter.

Despite the above significant reduction in revenue, the Group's profit before taxation has decreased by only RM0.38 million from profit before taxation of RM0.27 million in the preceding quarter to losses before taxation of RM0.11 million in the current quarter, as profit before taxation in the preceding quarter was considerably reduced by provisions made for impairment of receivables, inventories and plant and machinery totalling RM5.6 million.

**B3. Prospects for the Current Financial Year**

The Group will continue to focus on the rubber compound business segment which has always been its main contributor towards revenue. The principal end products of rubber compound can be divided into 2 major categories, namely, tyre compound and technical compound. For tyre compound, the Group's strategy is to intensify efforts to further expand the market for its premium product, namely, Supercool retread liner. For technical compound, the emphasis would be to expand the range of products offered by developing new products for the market through usage of new polymers and materials. The Group believes that these strategies will assist the Group obtain sustainable growth.

For the retread business segment, the Group foresees a challenging year as stiff competition from new tyres will continue. The "trade war" between the United States of America and China may aggravate matters as the manufacturers from China may "dump" their tyres in other countries including Malaysia. To counter this, the Group will stringently control costs of production as well as improve efficiency and continuously improve the quality of services provided to its customers.

**B3. Prospects for the Current Financial Year (Continued)**

In the property development business segment, as Phase 1 has been completed, the plan is to develop Phase 2. However, the Group does not foresee any contribution from this project for the financial year ending 30 June 2019 as it is still assessing the feasibility of the various types of development and these include residential, commercial and mixed development. Moreover, the relevant procedures that need to be complied with before commencement such as obtaining approval from the relevant authorities, will take time.

In view of the above, the Group expects the remaining period to be challenging with possibility of a positive outcome if its strategies in the rubber compounding segment succeeds in bringing in the sales projected.

**B4. Loss/(Profit) before Taxation**

The Loss/(Profit) before taxation is arrived at after charging the following items:-

	INDIVIDUAL		CUMULATIVE	
	3 months ended 30.09.2018	3 months ended 30.09.2017*	3 months ended 30.09.2018	3 months ended 30.09.2017*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Interest expenses	(923)	(1,154)	(923)	(1,154)
Depreciation and amortisation	(1,692)	(1,873)	(1,692)	(1,873)
Loss on foreign exchange	(265)	(43)	(265)	(43)

\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year corresponding period's (July 2017 to September 2017) Loss / (Profit) Before Taxation Note representing Quarter 3-2018 has been shown above for reference purposes only. The previous year corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.

**B5. Profit forecast or profit guarantee**

This is not applicable to the Group.

**B6. Taxation**

Taxation comprises the following:-

	INDIVIDUAL		CUMULATIVE	
	3 months ended 30.09.2018	3 months ended 30.09.2017*	3 months ended 30.09.2018	3 months ended 30.09.2017*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Current tax expense	-	-	-	-
Deferred taxation	-	-	-	-
<b>Total taxation expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**B6. Taxation (Continued)**

Domestic current income tax is calculated based on the statutory tax rate of 24% on the taxable profit for the period whereas taxation for overseas subsidiary is calculated based on the rate prevailing in that specific country.

*\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year corresponding period's (July 2017 to September 2017) Taxation Note representing Quarter 3-2018 has been shown above for reference purposes only. The previous year corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.*

**B7. Corporate Proposals**

The Group did not enter into any corporate proposals or arrangement during the financial period under review.

**B8. Group Loans and Borrowings**

The Group loans and borrowings as at 30 September 2018 are as follows:-

	As at period ended 30 September 2018 (Unaudited)										Amounts in RM'000/AUD'000			
	Long Term				Short Term				Total Borrowings					
	Foreign		Local		Foreign		Local		Foreign		Local			
	AUD Borrowing	RM Equivalent	RM Borrowing	RM Total	AUD Borrowing	RM Equivalent	RM Borrowing	RM Total	AUD Borrowing	RM Equivalent	RM Borrowing	RM Total		
<b>Secured</b>														
Trade Facilities /Overdraft	-	-	-	-	-	-	40,952	40,952	-	-	40,952	40,952		
Finance lease	-	-	298	298	-	-	372	372	-	-	670	670		
Term loans/Islamic financing	-	-	23,134	23,134	-	-	8,579	8,579	-	-	31,713	31,713		
<b>Total</b>	-	-	<b>23,432</b>	<b>23,432</b>	-	-	<b>49,903</b>	<b>49,903</b>	-	-	<b>73,335</b>	<b>73,335</b>		
	As at period ended 30 September 2017 (Unaudited)										Amounts in RM'000/AUD'000			
	Long Term				Short Term				Total Borrowings					
	Foreign		Local		Foreign		Local		Foreign		Local			
	AUD Borrowing	RM Equivalent	RM Borrowing	RM Total	AUD Borrowing	RM Equivalent	RM Borrowing	RM Total	AUD Borrowing	RM Equivalent	RM Borrowing	RM Total		
<b>Secured</b>														
Trade Facilities /Overdraft	-	-	-	-	-	-	41,981	41,981	-	-	41,981	41,981		
Finance lease	139	461	525	986	28	94	1,132	1,226	167	555	1,657	2,212		
Term loans/Islamic financing	572	1,897	31,135	33,032	-	-	9,002	9,002	572	1,897	40,137	42,034		
<b>Total</b>	<b>711</b>	<b>2,358</b>	<b>31,660</b>	<b>34,018</b>	<b>28</b>	<b>94</b>	<b>52,115</b>	<b>52,209</b>	<b>739</b>	<b>2,452</b>	<b>83,775</b>	<b>86,227</b>		

AUD – Australian Dollar;

2017-Exchange rate 1 AUD = RM 3.3184

**B9. Financial Instruments**

Forward foreign exchange contracts are entered into by the Group in currencies other than the functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions.

Forward foreign exchange contracts are recognised on the contract dates and are measured at fair values at the end of the financial period under review with changes in fair values being recognised as profit or loss.

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's business whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk.

**B10. Material Litigation**

The Group does not have any material litigation as at the date of this report.

**B11. Proposed Dividend**

There was no dividend declared for the current financial period under review.

**B12. Accumulated Losses**

The realised and unrealised profits/(losses) of the Group are as follows:-

	As at 30.09.2018 (Unaudited)	As at 30.06.2018 (Audited)	As at 31.12.2016 (Audited)	As at 31.12.2015 (Audited)
	RM'000	RM'000	RM'000	RM'000
Retained Earnings/(Accumulated losses)				
-Realised	26,631	26,727	20,044	52,894
-Unrealised	(8,748)	(8,748)	(12,530)	(5,504)
	17,883	17,979	7,514	47,390
Less: Consolidation adjustments	(49,452)	(49,452)	(43,589)	(37,952)
	(31,569)	(31,473)	(36,075)	9,438

**B13. (Loss)/earnings per ordinary share [LPS/EPS]**

	INDIVIDUAL		CUMULATIVE	
	30.09.2018 (Unaudited) RM'000	30.09.2017* (Unaudited) RM'000	30.09.2018 (Unaudited) RM'000	30.09.2017* (Unaudited) RM'000
<b><u>Basic (LPS)/EPS</u></b>				
Net (loss)/Profit attributable to the owner of the Company	(96)	3,120	(96)	3,120
Weighted average number of ordinary shares	110,518	110,518	110,518	110,518
<b>Basic (Loss)/Earnings per share (sen)</b>	<b>(0.09)</b>	<b>2.82</b>	<b>(0.09)</b>	<b>2.82</b>

**Diluted (LPS)/EPS**

Not applicable as the Company does not have dilutive ordinary shares in issue.

*\* There are no comparatives available for this current quarterly report and no changes are shown. The previous year corresponding period's (July 2017 to September 2017) (Loss) / Earnings Per Ordinary Share Note representing Quarter 3-2018 has been shown above for reference purposes only. The previous year corresponding period from July 2017 to September 2017 (Quarter 3, 2018) quarterly report is attached for reference.*

By order of the Board  
**GOODWAY INTEGRATED INDUSTRIES BERHAD**  
 FOO SIEW LOON  
 Company Secretary (MAICSA 7006874)  
 Selangor Darul Ehsan

Date: 30 November 2018