

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 MARCH 2020
(The figures have not been audited)

	Individual Quarter		Changes Increase/ (decrease) RM'000	Cumulative Quarter		Changes Increase/ (decrease) RM'000
	Unaudited Current Year Quarter 31.03.2020 RM'000	Audited Preceding Year Corresponding Quarter 31.03.2019 RM'000		Unaudited Current Year To Date 31.03.2020 RM'000	Audited Preceding Year 31.03.2019 RM'000	
Revenue	14,222	9,815	4,407	45,240	30,274	14,966
Cost of sales	(10,908)	(5,690)	(5,218)	(37,881)	(25,430)	(12,451)
Gross profit	3,314	4,125	(811)	7,359	4,844	2,515
Operating expenses	(2,767)	(2,212)	(555)	(9,584)	(8,561)	(1,023)
Other operating income	62	110	(48)	13,451	2,048	11,403
Profit/(loss) from operations	609	2,023	(1,414)	11,226	(1,669)	12,895
Finance cost	(524)	(170)	(354)	(735)	(444)	(291)
Profit/(loss) before tax	85	1,853	(1,768)	10,491	(2,113)	12,604
Taxation	56	(55)	111	56	(8)	64
Profit/(loss) from continued operations	141	1,798	(1,657)	10,547	(2,121)	12,668
Profit from discontinued operations, net of tax	-	-	-	-	-	-
Net profit/(loss) for the period	141	1,798	(1,657)	10,547	(2,121)	12,668
Other comprehensive income, Net of Tax	-	-	-	-	-	-
Total comprehensive profit/(loss) for the period	141	1,798	(1,657)	10,547	(2,121)	12,668
Weighted average number of shares ('000s)	587,770	587,770		587,770	587,770	
Profit/(loss) per share (sen)						
- Basic	0.02	0.31		1.79	(0.36)	
- Diluted [#]	N/A	N/A		N/A	N/A	

Note :

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

[#] The fully dilutive loss per share of the Group for the current financial period is not presented as the warrants would be anti-dilutive as the exercise price of the warrants is higher than the fair value of the Company's shares.

DPS RESOURCES BERHAD
(Company No. 630878-X)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2020
(The figures have not been audited)

	Unaudited As at End Of Current Quarter 31.03.2020 RM'000	Audited As at Preceding Financial Year End 31.03.2019 RM'000
Non-current assets		
Property, plant and equipment	85,424	89,018
Prepaid land lease payments	16,027	16,238
Land held for development	-	2,256
	<u>101,451</u>	<u>107,512</u>
Current assets		
Property development expenditure	14,794	12,466
Inventories	1,189	4,584
Trade and other receivables	25,712	12,964
Deposit, bank and cash balance	5,688	2,085
	<u>47,383</u>	<u>32,099</u>
Total Assets	<u>148,834</u>	<u>139,611</u>
EQUITY		
Share capital	58,962	58,962
Revaluation reserve	13,996	13,996
Warrant reserve	8,742	8,742
Discount on share	(8,742)	(8,742)
Retained earnings	53,727	43,180
Total equity	<u>126,685</u>	<u>116,138</u>
LIABILITIES		
Non-current liabilities		
Borrowings	9,478	10,045
Deferred tax liability	4,290	4,373
	<u>13,768</u>	<u>14,418</u>
Current liabilities		
Trade and other payables	7,691	7,361
Borrowings	588	1,619
Provision for taxation	102	75
	<u>8,381</u>	<u>9,055</u>
Total Liabilities	<u>22,149</u>	<u>23,473</u>
Total Equity And Liabilities	<u>148,834</u>	<u>139,611</u>
Number of ordinary shares of RM0.10 per share ('000)	587,770	587,770
Net Tangible Assets per share attributable to Owner of the Company (RM)	<u>0.21</u>	<u>0.20</u>

Note :

The unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

Net assets per share is derived based on DPS Resources Berhad consolidated net assets of RM126,685,000 (FYE 31.03.2019: RM116,138,000) over the issued number of ordinary shares of 587,769,580 (FYE 31.03.2019: 587,769,580) of RM0.10 each.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 MARCH 2020
(The figures have not been audited)

	Non-Distributable				Distributable		Total RM'000
	Share Capital RM'000	Warrant Reserve RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Discount on share RM'000	Retained Earnings RM'000	
Balance as at 1 April 2018	58,962	8,742	-	6,133	(8,742)	45,301	115,479
Fair value adjustment of warrants	-	-	-	-	-	-	-
Total comprehensive profit/(loss) for the year	-	-	-	7,863	-	(2,121)	(3,103)
Balance as at 31 March 2019	58,962	8,742	-	13,996	(8,742)	43,180	116,138
Revaluation increase	-	-	-	-	-	10,547	-
Total comprehensive profit for the year	-	-	-	-	-	10,547	10,547
Balance as at 31 March 2020	58,962	8,742	-	13,996	(8,742)	53,727	126,685

Note :

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2019.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ←
FOR THE FOURTH QUARTER ENDED 31 MARCH 2020
(The figures have not been audited)

	Current Year To Date 31.03.2020 RM'000	Cumulative Preceding Year End 31.03.2019 RM'000
Net cash inflow/(outflow) from operating activities	9,274	(5,919)
Net cash (outflow) from investing activities	(731)	(2,053)
Net cash (outflow)/inflow from financing activities	(3,168)	5,687
Net increase/(decrease) in cash and cash equivalents	5,375	(2,285)
Cash and bank balances as at 1 April	313	2,598
	5,688	313
Effect of exchange translation differences on cash and cash equivalents	-	-
Cash and cash equivalents as at 31 March	5,688	313
<u>Reconciliation :</u>		
Cash and bank balances	7,988	2,085
Fixed deposit pledged with licensed banks	(2,300)	(677)
Bank overdrafts	-	(1,095)
Cash and cash equivalents as at 31 March	5,688	313

The unaudited Condensed Consolidated Statement Of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

A1. Changes in accounting policies

The interim financial statements are unaudited and have been prepared in accordance with the requirements outlined in the Financial Reporting Standards ("FRSs") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and should be read in conjunction with the audited financial statements of the Company and its subsidiaries ("Group") for the financial year ended 31 March 2019. 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 financial year ended 31 March 2018.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the financial year ended 31 March 2019.

The financial statements of the Group and the Company have been prepared with the re-adoption of Financial Reporting Standards ("FRSs") as further explained below and in accordance with the requirements of the Companies Act, 1965 in Malaysia.

The financial statements of the Group and of the Company have been prepared under the historical cost convention, unless otherwise indicated in the significant accounting policies below.

Reversion from Malaysian Financial Reporting Standards ("MFRSs") to FRSs

The Group and the Company fall within the scope of Transitioning Entities and have opted to defer adoption of the new FRS Framework. Accordingly, the Group and the Company will be required to prepare financial statements using the FRS Framework in its first FRS financial statements for the financial year ending 31 March 2019. In presenting its first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

A2. Auditors' Report on Preceding Annual Financial Statements

The audit report for the audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2019 were not subject to any qualification.

A3. Comments about Seasonality or Cyclicity

The Group's business operational results were not materially affected by any major seasonal or cyclical factors.

A4. Unusual Items Due to Their Nature, Size or Incidence

During the current quarter under review, there were no unusual items or events that affecting the assets, liabilities, equity, net income or cash flows, to the effect that is unusual nature, size or incidence.

A5. Material Estimates and Changes in Estimates

There were no changes in estimates that have a material effect in the current quarter and financial period-to-date results under review.

A6. Issuance or Repayment of Debt and Equity Securities

There were no issuances, repurchases and repayment of debt securities during the period under the review and up to the date of this report.

A7. Dividend Declared

No dividend has been declared or paid by the Company during the current quarter under review.

The Directors do not recommend the payment of any dividend in respect of the current financial period under review.

A8. Segmental Information

Segment information is provided based on three (3) major business segments, i.e. investment holding, manufacturing and property development.

Business segments in revenue and results of the Group for the current quarter to date for 31 March 2020 are as follows:

3 months ended 31 March 2020

Business Segments	Investment Holding	Rental of Building with Comprehensive Services	Furniture	Property Development	Adjustments/ Eliminations	Consolidated Financial Statements
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External Sales	-	2,660	1,795	9,767	-	14,222
Inter-segment	576	-	-	-	(576)	-
Total Revenue	576	-	1,795	9,767	(576)	14,222
Results :						
Segment results	(287)	200	(394)	1,090	-	609
Finance cost						(524)
Profit before tax						85
Taxation						56
Net profit for the period						141

3 months ended 31 March 2019

Business Segments	Investment Holding	Furniture	Property Development	Adjustments/ Eliminations	Consolidated Financial Statements
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External Sales	-	5,023	4,792	-	9,815
Inter-segment	480	-	-	(480)	-
Total Revenue	480	5,023	4,792	(480)	9,815
Results :					
Segment results	(295)	(752)	3,070	-	2,023
Finance cost					(170)
Profit before tax					1,853
Taxation					(55)
Net profit for the period					1,798

A9. Subsequent Events

There were no other material events during the current quarter of 31 March 2020 and up to the date of this report, which is likely to substantially affect the results of the operations of the Company.

A10. Valuations of Property, Plant and Equipment

There were valuation surplus of property, plant and equipment since the latest audited financial statements for the financial year ended 31 March 2019.

A11. Changes in Composition of the Group

There are no changes in the composition of the Group during the quarter under review.

A12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities or contingent assets, since the last financial year ended 31 March 2019.

A13. Capital Commitments

There are no capital expenditure commitments contracted and not provided for in the interim financial statements as at 31 March 2020.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS**B1 Review of Performance for Comparison with Current Quarter to Corresponding Quarter of Last Year**

Our Group's revenue was increased as follows:

	Current Year Quarter 31.03.2020 RM'000	Preceding Year Corresponding Quarter after prior period adjustment 31.03.2019 RM'000	Increased/ (Decreased) RM'000
<u>REVENUE</u>			
Furniture	1,795	5,023	(3,228)
Property development	9,767	4,792	4,975
Rental of Building with Comprehensive Services	2,660	-	2,660
Total	<u>14,222</u>	<u>9,815</u>	<u>4,407</u>

B2 Review of Performance for Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter 31.03.2020 RM'000	Immediate Preceding Quarter 31.12.2019 RM'000	Increased/ (Decreased) RM'000
<u>REVENUE</u>			
Furniture	1,795	4,523	(2,728)
Property development	9,767	8,871	896
Rental of Building with Comprehensive Services	2,660	1,701	959
Total	<u>14,222</u>	<u>15,095</u>	<u>(873)</u>
Cost of Sales	<u>(10,908)</u>	<u>(13,234)</u>	<u>2,326</u>
Gross profit	<u>3,314</u>	<u>1,861</u>	<u>1,453</u>
 <u>PROFIT BEFORE TAX ("PBT")</u>			
Furniture	(561)	8,400	(8,961)
Property development	733	2,670	(1,937)
Rental of Building with Comprehensive Services	200	45	155
Investment holdings	(287)	(201)	(86)
Total	<u>85</u>	<u>10,914</u>	<u>(10,829)</u>

For the current quarter, the revenue of the Group is RM14.222m (31.12.19 : RM15.095m), the revenue decreased by 5.78% as compared to the preceding quarter due to decrease in volume of development sales . The Group registered a profit of RM0.085m (31.12.19 : RM10.914m profit).

B3 Commentary on Prospects

The Board is of the view that the future prospects of our furniture products are encouraging and the Group will potentially benefit from the outlook of the global furniture industry which is expected to improve our financial performance.

Meanwhile, the Group will also focus on developing affordable housing projects to drive its growth and the Group's profitability. Barring any unforeseen circumstances, our Board is confident that the Group will continue to be resilient and remain profitable in the financial year ended 31 March 2019.

B4 Profit Forecast or Profit Guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

B5 Notes to Consolidated Statement of Comprehensive Income

	Current Year To Date 31.03.2020 RM'000	Cumulative Preceding Year To Date 31.03.2019 RM'000
Profit/(loss) for the period is arrived at		
after crediting:		
Unrealised gain on foreign exchange	(1)	(19)
Gain on disposal of property, plant and equipment	(110)	(14)
Interest income	(103)	(44)
Rental income	-	(1,186)
and after charging :		
Auditors' remuneration	80	75
Amortisation and depreciation	4,646	4,711
Impairment loss on stock	172	93
Impairment of property, plant and equipment	508	122
Interest expense	671	426
Rental expense	-	18

B6 Taxation

	Current Year Quarter 31.03.2020 RM'000	Preceding Year Corresponding Quarter 31.03.2019 RM'000
Malaysian income tax:		
- current year provision	70	60
- (over)/under provision in prior years	(43)	27
	27	87
Deferred tax:		
- relating to crystallisation of deferred tax liability on revaluation reserve	(83)	(79)
Tax for the financial period	(56)	8

B7 Status of Corporate Proposals

There are no corporate proposals announced but not completed as at the reporting date.

B8 Group Borrowings and Debt Securities

Total Group borrowings as at 31 March 2020 were as follows :-

	As at 31.03.2020 Total RM'000	As at 31.03.2019 Total RM'000
Short term borrowings		
Bank Overdrafts	-	1,095
Term Loans- secured	588	524
	588	1,619
Long term borrowings		
Term Loans- secured	9,478	10,045
Total borrowings	10,066	11,664

The Group does not have any foreign borrowings as at the date of this report.

B9 Material Litigation

Save for the following, the Group is not engaged in any material litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary companies as at the date of this report:-

Shantawood Sdn Bhd (“SSB”) vs HSBC Amanah Takaful (Malaysia) Berhad (“HSBC”)

The Board refer to the announcement made on 21st July 2017, 26th February 2018 and 28th February 2019 in relation to the Material Litigation (“Announcement”).

The Board had on 21 July 2017 announced that SSB, its wholly-owned subsidiary had initiated legal proceedings against HSBC on 6 July 2017.

The Court had allowed the claim for the building amounting to RM1,716,362.63 together with 5% interests from the date of filling the suit till the date of full settlement but the Court dismissed the claim for the plant & machineries and stock. Hence, SSB had filed an appeal for the plant & machineries and stock to the Court of Appeal and the matter is now going through the case management stage at the Court of Appeal. We shall update Bursa the development of the case in due course.

B10 Proposed Dividend

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

B11 Earnings per Share

a) Basic

Basic earnings per ordinary share is calculated by dividing the net profit for the financial period attributable to owner of the company by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To Date	Corresponding
	31.03.2020	Quarter	31.03.2020	Quarter
	RM'000	31.03.2019	RM'000	31.03.2019
		RM'000		RM'000
Profit/(loss) attributable to ordinary equity holders of the parent (RM'000)	141	1,798	10,547	(2,121)
Weighted average number of ordinary shares of RM0.10 each in issue ('000)	587,770	587,770	587,770	587,770
Basic profit/(loss) per share (sen)	0.02	0.31	1.79	(0.36)

b) Diluted

The fully diluted earnings per ordinary share for the Group for the current financial period is not presented as the warrants would be anti-dilutive as the exercise price is higher than the fair value of the Company's shares.

B12 Authority For Issue

The interim financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.