KEIN HING INTERNATIONAL BERHAD
(Company No. 616056-T)

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the 3rd quarter and financial period ended 31 January 2019 - unaudited

		3 Months Ended		**Financial Period Ended**	
		31 Jan 2019	**31 Jan 2018**	**31 Jan 2019**	**31 Jan 2018**
In thousands of RM	Note				
Revenue		**56,946**	**59,845**	**178,780**	**182,015**
Operating profit		2,649	1,457	9,170	7,284
Finance income		77	101	232	281
Finance costs		(960)	(926)	(3,028)	(2,935)
Profit before tax		**1,766**	**632**	**6,374**	**4,630**
Income tax expense	B6	(801)	(529)	(2,085)	(1,478)
Profit for the period	B5	**965**	**103**	**4,289**	**3,152**
Other comprehensive income, net of tax					
Items that will not be reclassified subsequently to profit or loss					
Share of capital reserve by a non-controlling interest of a subsidiary		-	-	81	97
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		(245)	(2,986)	1,200	(4,482)
Total comprehensive income for the period		720	(2,883)	5,570	(1,233)
Profit/(loss) attributable to:					
Owners of the Company		**609**	**(656)**	**2,702**	**1,436**
Non-controlling interests		356	759	1,587	1,716
Profit for the period		965	103	4,289	3,152
Total comprehensive income attributable to:					
Owners of the Company		**410**	**(2,560)**	**3,428**	**(1,411)**
Non-controlling interests		310	(323)	2,142	178
Total comprehensive income for the period		720	(2,883)	5,570	(1,233)
Earnings/(loss) per ordinary share attributable to owners of the Company (sen):					
Basic/ Diluted	B11	0.56	(0.60)	2.48	1.32

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.

KEIN HING INTERNATIONAL BERHAD
(Company No. 616056-T)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at 31 January 2019 – unaudited

In thousands of RM	Note	As at 31 Jan 2019	As at 30 Apr 2018
ASSETS			
Non-current assets			
Property, plant and equipment		97,238	100,959
Prepaid lease payments		8,453	6,124
Investment property		9,988	10,119
Other investments		195	195
		115,874	117,397
Current assets			
Trade and other receivables		35,448	42,206
Inventories		18,339	21,167
Contract assets		1,566	-
Cash and bank balances		34,892	35,969
Current tax assets		27	224
		90,272	99,566
TOTAL ASSETS		**206,146**	**216,963**
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		54,450	54,450
Reserves		56,169	51,009
		110,619	105,459
Non-controlling interests		6,887	12,963
Total equity		117,506	118,422
Non-current liabilities			
Loans and borrowings	B8	24,002	26,302
Trade and other payables		1,218	1,135
Deferred tax liabilities		3,659	3,884
		28,879	31,321
Current liabilities			
Loans and borrowings	B8	28,847	33,271
Trade and other payables		30,589	33,928
Current tax liabilities		325	21
		59,761	67,220
Total liabilities		88,640	98,541
TOTAL EQUITY AND LIABILITIES		**206,146**	**216,963**
Net assets per share attributable to owners of the Company (RM)		**1.02**	**0.97**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.

KEIN HING INTERNATIONAL BERHAD
(Company No. 616056-T)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the financial period ended 31 January 2019 – unaudited

	Attributable to Owners of the Company					
	Non-distributable		Distributable			
In thousands of RM	Share capital	Translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
At 1 May 2018	54,450	2,153	48,856	105,459	12,963	118,422
Profit for the period	-	-	2,702	2,702	1,587	4,289
Other comprehensive income for the period, net of tax	-	726	-	726	555	1,281
Total comprehensive income for the period, net of tax	-	726	2,702	3,428	2,142	5,570
Dividend paid	-	-	(1,089)	(1,089)	(830)	(1,919)
Acquisition of non-controlling interests	-	-	2,821	2,821	(7,388)	(4,567)
At 31 January 2019	54,450	2,879	53,290	110,619	6,887	117,506
At 1 May 2017	52,169	5,020	50,869	108,058	15,292	123,350
Profit for the period	-	-	1,436	1,436	1,716	3,152
Other comprehensive income for the period, net of tax	-	(2,847)	-	(2,847)	(1,538)	(4,385)
Total comprehensive income for the period, net of tax	-	(2,847)	1,436	(1,411)	178	(1,233)
Bonus issue	2,281	-	(2,281)	-	-	-
Dividend paid	-	-	(1,485)	(1,485)	(1,647)	(3,132)
At 31 January 2018	54,450	2,173	48,539	105,162	13,823	118,985

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.

KEIN HING INTERNATIONAL BERHAD
(Company No. 616056-T)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the financial period ended 31 January 2019 – unaudited

In thousands of RM	Financial Period Ended 31 Jan 2019	31 Jan 2018
Cash flows from operating activities		
Profit before tax	6,374	4,630
Adjustments for:		
Non-cash items	10,030	10,235
Non-operating items	2,796	2,654
Operating profit before changes in working capital	19,200	17,519
Changes in working capital:		
Inventories	454	1,881
Trade and other receivables	6,758	1,540
Contract assets	808	-
Trade and other payables	(3,240)	2,024
Cash generated from operations	23,980	22,964
Income tax paid	(1,809)	(2,278)
Net cash from operating activities	**22,171**	**20,686**
Cash flows from investing activities		
Acquisition of non-controlling interests	(4,567)	-
Acquisition of property, plant and equipment	(2,977)	(9,081)
Acquisition of prepaid lease payments	(2,299)	-
Proceeds from disposal of property, plant and equipment	96	112
Interest received	232	281
Net cash used in investing activities	**(9,515)**	**(8,688)**
Cash flows from financing activities		
Proceeds from term loans	2,018	5,978
Repayment of term loans	(5,426)	(4,335)
(Repayment of)/Proceeds from other borrowings	(2,800)	(1,584)
Repayment of finance lease liabilities	(2,543)	(3,179)
Dividend paid to non-controlling interests	(1,919)	(3,131)
Interest paid	(2,963)	(2,869)
Net cash used in financing activities	**(13,633)**	**(9,120)**
Net (decrease)/increase in cash and cash equivalents	**(977)**	**2,878**
Exchange differences on translation of the financial statements of foreign operations	365	(1,346)
Cash and cash equivalents at beginning of financial year	27,915	26,628
Cash and cash equivalents at end of financial period	**27,303**	**28,160**
Cash and cash equivalents at end of financial period comprise:		
Cash and bank balances	25,767	28,068
Deposits with licensed banks	8,609	8,333
Bank overdraft	(7,073)	(8,241)
	27,303	**28,160**

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.

PART A: NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The condensed consolidated interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of *MFRS 134: Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities' Listing Requirements").

The condensed consolidated interim financial statements should also be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 30 April 2018. These explanatory notes attached to the condensed consolidated 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 last financial year ended 30 April 2018.

A2. Changes in accounting policies

The Group has adopted the MFRSs, Amendments to MFRSs and IC Interpretation (if applicable) which become effective during the current financial year. The adoption of these pronouncements did not have any material impact on the financial statements of the Group:

At the date of authorization of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

- MFRS 16, *Leases*
- IC Interpretation 23, *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 9, *Financial Instruments - Prepayment Features with Negative Compensation*
- Amendments to MFRS 11, *Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 119, *Employee Benefits – Plan Amendment, Curtailment or Settlement*
- Amendments to MFRS 123, *Borrowings Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MRFS 128, *Investments in Associates and Joint Ventures – Long-term interests in Associates and Joint Ventures*

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

- Amendments to MFRS 2, *Share-Based Payment*
- Amendment to MFRS 3, *Business Combinations*

- Amendments to MFRS 6, *Exploration for and Evaluation of Mineral Resources*
- Amendment to MFRS 14, *Regulatory Deferred Accounts*
- Amendments to MFRS 101, *Presentation of Financial Statements*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*
- Amendments to MFRS 134, *Interim Financial Reporting*
- Amendment to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets*
- Amendment to MFRS 138, *Intangible Assets*
- Amendment to IC Interpretation 12, *Service Concession Agreements*
- Amendment to IC Interpretation 19, *Extinguishing Financial Liabilities with Equity Instruments*
- Amendment to IC Interpretation 20, *Stripping Costs in the Production Phase of a Surface Mine*
- Amendment to IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*
- Amendment to IC Interpretation 132, *Intangible Assets – Web Site Costs*
- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements - Definition of Material*
- Amendments to MFRS 108*, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- MFRS 17, *Insurance Contracts*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 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 initial applications of these MFRSs, Amendments and Interpretations, if applicable, are not expected to have material financial impacts to the current and prior periods' consolidated financial statements of the Group upon their first adoption. A brief discussion on the significant MFRSs namely MFRS 16 is summarised below:

MFRS 16, *Leases*

MFRS 16 replaces the guidance in MFRS 117, *Leases,* IC Interpretation 4, *Determining whether an Arrangement contains a Lease,* IC Interpretation 115, *Operating Leases – Incentives* and IC Interpretation 127, *Evaluating the Substance of Transactions Involving the Legal Form of a Lease.*

MFRS 16 introduces a single, on-balance sheet lease accounting model for leases. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard which continues to be classified as finance or operating lease. The Group is currently assessing the financial impact that may arise from the adoption of MFRS 16.

The MFRSs, Amendments and Interpretations which were issued but not yet effective have not been early adopted by the Group.

A3. Seasonal and cyclical factors

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

A4. Unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows

There were no unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period ended 31 January 2019.

A5. Material changes in estimates

There were no changes in estimates that have had material effect for the current quarter and financial period ended 31 January 2019.

A6. Issuances and repayment of debt and equity securities

There were no issuance, repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares during the current quarter and financial period under review.

A7. Dividend Paid

No interim dividend was paid during the current quarter and financial period ended 31 January 2019 (2018: Nil).

A8. Segmental information

Segmental information is presented in respect of the Group's business segments as follows:-

Results for the financial period ended 31 January 2019

	Manufacturing	Trading	Investment Holding	Adjustment	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	172,546	6,234	-	-	178,780
Inter-segment	8,252	187	-	(8,439)	-
Total revenue	180,798	6,421	-	(8,439)	**178,780**
Segment results	10,839	50	(625)	(1,094)	9,170
Finance income					232
Finance costs					(3,028)
Profit before tax					**6,374**
Income tax expense					(2,085)
Profit for the period					4,289

A9. Material events subsequent to the end of the interim period

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

A10. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter and financial period ended 31 January 2019 save as disclosed below.

The Company had completed the Proposed Acquisition on 9 October 2018, thus the Company's equity interest in Kein Hing Muramoto (Vietnam) Co., Ltd has increased from 51% to 75%.

A11. Changes in contingent liabilities

There were no changes in contingent liabilities or contingent assets of a material nature since the last annual reporting period.

A12. Capital commitments

Capital commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at end of the reporting period were as follows:-

	As at 31.1.2019 RM'000
Total approved and contracted for	**446**

A13. Fair Value Information

The Group uses the following hierarchy for determining the fair value of financial instruments carried at fair value and amortised cost, the different levels have been identified as follows:

Level 1 – Fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

Level 2 – Fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

Level 3 – Fair value is estimated using unobservable inputs for the financial assets and liabilities.

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the Statement of Financial Position as at 31 January 2019.

	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying amount
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000	RM'000	RM'000
Financial liabilities										
Amount due to a non-controlling interest of a subsidiary	-	-	-	-	-	-	2,161	2,161	2,161	2,161
Secured term loans	-	-	-	-	-	-	29,354	29,354	29,354	29,354
Finance lease liabilities	-	-	-	-	-	-	3,064	3,064	3,064	3,064
	-	-	-	-	-	-	34,579	34,579	34,579	34,579

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of performance

Financial Review for the Current 3rd Quarter and financial year-to-date:

(In thousands of RM)	3rd Quarter Ended 31 Jan 2019	3rd Quarter Ended 31 Jan 2018	*Changes*	
Revenue	**56,946**	**59,845**	***(2,899)***	***-4.8%***
Operating Profit	2,649	1,457	*1,192*	*82%*
Profit Before Tax ("PBT")	**1,766**	**632**	***1,134***	***179%***
Profit After Tax	965	103	*862*	*837%*
Profit/(Loss) Attributable to Owners of the Company	**609**	**(656)**	***1,265***	***-193%***

(In thousands of RM)	9 Months Period Ended 31 Jan 2019	9 Months Period Ended 31 Jan 2018	*Changes*	
Revenue	**178,780**	**182,015**	***(3,235)***	***-1.8%***
Operating Profit	9,170	7,284	*1,886*	*26%*
Profit Before Tax ("PBT")	**6,374**	**4,630**	***1,744***	***38%***
Profit After Tax	4,289	3,152	*1,137*	*36%*
Profit Attributable to Owners of the Company	**2,702**	**1,436**	***1,266***	***88.16%***

The changes in revenue contributed by Malaysia operation and Vietnam operation respectively for the current 3rd quarter and financial year-to-date are as follows:

(In thousands of RM)	3rd Quarter Ended 31 Jan 2019	3rd Quarter Ended 31 Jan 2018	*Changes*	
Malaysia Operation	32,096	36,631	*(4,535)*	*-12%*
Vietnam Operation	24,850	23,214	*1,636*	*7%*
Total Revenue	**56,946**	**59,845**	***(2,899)***	***-4.8%***

(In thousands of RM)	9 Months Period Ended		Changes	
	31 Jan 2019	**31 Jan 2018**		
Malaysia Operation	105,648	115,194	*(9,546)*	*-8%*
Vietnam Operation	73,132	66,821	*6,311*	*9%*
Total Revenue	**178,780**	**182,015**	***(3,235)***	***-1.8%***

For the current 3rd quarter and financial period ended 31 January 2019, Malaysia Operation registered lower revenue mainly due to the decrease in demand for parts used in TV and automotive industry, and the tooling sales also dropped. Whereas Vietnam Operation reported growth in revenue following stronger customer demand for parts used in the assembly of printers.

The Group PBT was mainly affected by foreign exchange gain/(loss) as analysed below:

(In thousands of RM)	3rd Quarter Ended		Variance	
	31 Jan 2019	**31 Jan 2018**		
Net foreign exchange gain/(loss)	187	(1,518)	*1,705*	*112%*

(In thousands of RM)	9 Months Period Ended		Variance	
	31 Jan 2019	**31 Jan 2018**		
Net foreign exchange gain/(loss)	1,093	(2,168)	*3,261*	*150%*

Despite favourable variances arising from the net foreign exchange gain, the Group PBT for the current 3rd quarter and financial period ended 31 January 2019 were impacted by lower sales and the initial costs incurred by the new factory located at Thai Nguyen namely KHTV Factory Phase 1 which has just commenced operation in May 2018.

In view of net profit and following the completion of the Proposed Acquisition, the equity attributable to Owners of the Group increased to RM110.6 million as at 31 January 2019 which translated into a Net Assets per share of RM1.02.

The Group's cash and bank balances decreased slightly only from approximately RM36 million as at 30 April 2018 to RM35 million as at 31 January 2019 mainly due to the cash consideration of USD1,100,000 (or equivalent to approximately RM 4.6 million) paid for the Proposed Acquisition and dividend paid during the current quarter under review. The Group prudent management always maintains sufficient cash and available funds through an adequate amount of committed credit facilities and cash reserves.

B2. Variation of results against preceding quarter

Financial Review for Current 3rd Quarter (compared with immediate preceding 2nd quarter of the current financial year):

	Quarter Ended		Changes	
(In thousands of RM)	**31 Jan 2019**	**31 Oct 2018**		
Revenue	**56,946**	**61,939**	***(4,993)***	***-8%***
Operating Profit	2,649	2,694	*(45)*	*-2%*
Profit Before Tax ("PBT")	**1,766**	**1,742**	***24***	***1%***
Profit After Tax	965	1,122	*(157)*	*-14%*
Profit Attributable to Owners of the Company	**609**	**811**	***(202)***	***-25%***

The revenue contributed by Malaysia operation and Vietnam operation respectively were as follows:

	Quarter Ended		Changes	
(In thousands of RM)	**31 Jan 2019**	**31 Oct 2018**		
Malaysia Operation	32,096	37,437	*(5,341)*	*-14%*
Vietnam Operation	24,850	24,502	*348*	*1%*
Total Revenue	**56,946**	**61,939**	***(4,993)***	***-8%***

The decrease was mainly due to slow down in demand for parts used in assembly of TV and home appliances in Malaysia operation. However, the Group was able to maintain PBT mainly attributed to cost savings resulting from efficiency and profit contribution from Vietnam operation.

B3. Prospects

According to the January 2019 World Economic Outlook (“WEO”) Update issued by the International Monetary Fund, the global growth is estimated at 3.7% for 2018 and the global economy is projected to grow at 3.5% in 2019 and 3.6% in 2020 respectively. Risks to global growth tilt to the downside. An escalation of trade tensions beyond those already incorporated in the forecast and a greater-than-envisaged slowdown in China remain key risks to the world economic outlook.

In Malaysia, the constraint in labour supply and rising labour costs will continue to be the critical issues to the Group as they directly affect the manpower planning and production costs which in turn will affect the overall profitability of the Group business operation in Malaysia. Whereas in Vietnam, the Group expects the growth in revenue should continue for the current financial year which should strengthen the profitability and cash flow position of the Group.

Against the above operating environment, the Group performance is expected to encounter some fluctuation as a result of the less predictable customers’ demand and rising costs in manufacturing. Nevertheless, the Board of Directors expects that the Group will achieve a satisfactory result relative to those companies in the same industry for the financial year ending 30 April 2019.

B4. Variance of actual and forecast profit

The Group did not provide any financial estimate, forecast or projection, or profit guarantee for the financial year ending 30 April 2019.

B5. Profit for the period

Profit for the period is arrived at after charging/(crediting):-	**3 Months Ended 31.1.2019 RM'000**	**Period Ended 31.1.2019 RM'000**
Depreciation and amortisation	3,233	10,023
Finance costs	960	3,028
Property, plant and equipment written off	1	9
Loss/(Gain) on disposal of property, plant and equipment	-	(2)
Net foreign exchange (gain)/loss	(187)	(1,093)
Finance income	(77)	(232)

B.6 Income tax expense

	3 Months Ended 31.1.2019 RM'000	**Period Ended 31.1.2019 RM'000**
Current tax expense		
- Malaysian income tax	338	1,082
- Foreign income tax	504	1,218
- Under provision in prior year	32	11
	874	2,311
Deferred tax expense	(73)	(226)
Total	801	2,085

The effective tax rate of the Group for the financial year was higher than the statutory income tax rate of 24% mainly due to non-deductible expenses and losses incurred by certain subsidiaries.

B7. Status of corporate proposal announced

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

B8. Group loans and borrowings (secured)

The Group loans and borrowings as at 31 January 2019 (compared with that of the last financial year) were as follows:

	As at 31 Jan 2019					
	Long Term (Secured)		Short Term (Secured)		Total Borrowings (Secured)	
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Term loans	15,004	7,583	4,819	1,948	19,823	9,531
Finance lease liabilities	-	1,415	-	1,649	-	3,064
Bankers' acceptance	-	-	-	5,359	-	5,359
Bills payable	-	-	7,999	-	7,999	-
Bank overdrafts	-	-	-	7,073	-	7,073
Total	15,004	8,998	12,818	16,029	27,822	25,027
Grand Total		**24,002**		**28,847**		**52,849**

	As at 30 April 2018					
	Long Term (Secured)		Short Term (Secured)		Total Borrowings (Secured)	
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Term loans	16,352	8,763	4,736	2,113	21,088	10,876
Finance lease liabilities	-	1,187	-	2,725	-	3,912
Bankers' acceptance	-	-	-	8,811	-	8,811
Bills payable	-	-	7,348	-	7,348	-
Bank overdrafts	-	-	-	7,538	-	7,538
Total	16,352	9,950	12,084	21,187	28,436	31,137
Grand Total		**26,302**		**33,271**		**59,573**

The Group loans and borrowings are denominated in Ringgit Malaysia except for certain term loans and bills payable amounting to approximately RM12.5 million (as at 30 April 2018: RM12.8 million) and RM15.3 million (as at 30 April 2018: RM15.6 million) which are denominated in US Dollar and Vietnam Dong respectively. The repayment of these foreign denomination loans and borrowings will be funded by the net cash generated from operating activities in their own foreign denomination respectively.

The decrease in the Group loans and borrowings was mainly due to repayment of borrowings and changes in utilisation of trade facilities and bank overdrafts.

B9. Changes in material litigation

Neither the Company nor any of its subsidiaries is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or any of its subsidiaries and the Board is not aware 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 any of its subsidiaries.

B10. Dividend payable

No interim dividend was declared during the current quarter and financial period ended 31 January 2019 (2018: NIL).

The Company had on 21 November 2018 paid the first and final single tier dividend of 1.0 sen per share totalling RM1,089,000 in respect of the last financial year ended 30 April 2018.

B11. Basic earnings/(loss) per ordinary share

The basic earnings/(loss) per ordinary share are calculated by dividing profit/(loss) attributable to owners of the Company for the period by the weighted average number of ordinary shares in issue during the current 3rd quarter under review as follows:-

	3 Months Ended 31.1.2019 RM'000	**3 Months Ended 31.1.2018 RM'000**
Earnings/(loss)		
Profit/(loss) attributable to Owners of the Company	609	(656)
Weighted average number of ordinary shares in issue ('000)	108,900	108,900
Basic earnings/(loss) per ordinary share (sen)	0.56	(0.60)

B12. Auditors' report on preceding annual financial statements

The independent auditors' report on the audited annual financial statements of the Group and of the Company for the last financial year ended 30 April 2018 was unmodified.

B13. Authorisation for issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 28 March 2019.

By Order of the Board,

Yap Toon Choy
Group Managing Director
28 March 2019