

D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	(UNAUDITED) AS AT 30 JUNE 2019 RM'000	(AUDITED) AS AT 31 DECEMBER 2018 RM'000
NON-CURRENT ASSETS		
PROPERTY, PLANT & EQUIPMENT	207,413	190,455
RIGHT-OF-USE ASSETS	1,135	-
INVESTMENTS IN UNQUOTED SHARES	5,123	5,123
INVESTMENT IN QUOTED SHARES	22,333	19,376
INTANGIBLE ASSETS	10,086	10,008
GOODWILL	24,207	24,207
	<u>270,297</u>	<u>249,169</u>
CURRENT ASSETS		
INVENTORIES	143,500	150,091
TRADE RECEIVABLES	89,209	102,408
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	8,041	8,056
CURRENT TAX ASSETS	1,232	52
DEPOSITS WITH FINANCIAL INSTITUTIONS		
- NOT PLEDGED (MATURITY PERIOD < 3 MONTHS)	5,980	1,202
- NOT PLEDGED (MATURITY PERIOD > 3 MONTHS)	-	1,684
- PLEDGED	466	459
CASH AND BANK BALANCES	38,123	47,417
	<u>286,551</u>	<u>311,369</u>
TOTAL ASSETS	<u>556,848</u>	<u>560,538</u>
EQUITY AND LIABILITIES		
EQUITY		
SHARE CAPITAL	167,554	164,916
IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES	228,671	228,671
RESERVES	(61,385)	(70,451)
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	<u>334,840</u>	<u>323,136</u>
NON-CONTROLLING INTERESTS	29,763	29,190
TOTAL EQUITY	<u>364,603</u>	<u>352,326</u>
NON-CURRENT LIABILITIES		
LONG-TERM BORROWINGS	33,875	11,761
LEASE LIABILITIES	368	-
DEFERRED TAXATION	12,645	12,438
	<u>46,888</u>	<u>24,199</u>
CURRENT LIABILITIES		
TRADE PAYABLES	86,938	125,156
OTHER PAYABLES AND ACCRUALS	8,640	22,325
CURRENT TAX LIABILITIES	48	708
SHORT-TERM BORROWINGS	48,953	35,824
LEASE LIABILITIES	778	-
	<u>145,357</u>	<u>184,013</u>
TOTAL LIABILITIES	192,245	208,212
TOTAL EQUITY AND LIABILITIES	<u>556,848</u>	<u>560,538</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)	30.20	29.31

Note: This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2019

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE PERIOD 6 MONTHS ENDED	
	(UNAUDITED) CURRENT YEAR QUARTER 30 JUNE 2019 RM'000	(UNAUDITED) CORRESPONDING QUARTER 30 JUNE 2018 RM'000	(UNAUDITED) CURRENT PERIOD ENDED 30 JUNE 2019 RM'000	(UNAUDITED) CORRESPONDING PERIOD ENDED 30 JUNE 2018 RM'000
CONTINUING OPERATIONS				
REVENUE	115,036	113,264	228,091	226,345
COST OF SALES	(83,780)	(82,090)	(166,287)	(164,331)
GROSS PROFIT	31,256	31,174	61,804	62,014
NET OTHER (EXPENSE)/INCOME	(3,236)	2,331	(5,220)	(1,741)
DISTRIBUTION EXPENSES	(1,435)	(1,605)	(3,158)	(3,080)
ADMINISTRATIVE EXPENSES	(11,609)	(10,795)	(23,527)	(21,398)
RESEARCH AND DEVELOPMENT EXPENSES	(6,060)	(8,855)	(12,005)	(13,213)
RESULTS FROM OPERATING ACTIVITIES	8,916	12,250	17,894	22,582
FINANCE COSTS	(765)	(452)	(1,491)	(915)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	8,151	11,798	16,403	21,667
INCOME TAX EXPENSE	(1,438)	(2,669)	(2,908)	(4,889)
PROFIT AFTER TAX FROM CONTINUING OPERATIONS	6,713	9,129	13,495	16,778
OTHER COMPREHENSIVE INCOME/(EXPENSES), NET OF TAX	1,939	970	2,549	(1,501)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	8,652	10,099	16,044	15,277
PROFIT ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	5,966	8,130	12,005	13,263
NON-CONTROLLING INTERESTS	747	999	1,490	3,515
PROFIT FOR THE PERIOD	6,713	9,129	13,495	16,778
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	7,883	9,143	14,596	12,117
NON-CONTROLLING INTERESTS	769	956	1,448	3,160
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	8,652	10,099	16,044	15,277
EARNINGS PER SHARE(SEN)*				
Basic(Sen)	0.37	0.58	0.91	1.09
Diluted(Sen)	0.39	0.54	0.79	0.98

* Earnings per share is calculated based on the Profit Attributable to Owners of the Company divided by the weighted average number of ordinary shares in issue during the respective period.

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D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 30 JUNE 2019

	(UNAUDITED) CURRENT YEAR 6 MONTHS ENDED 30 JUNE 2019 RM'000	(UNAUDITED) PRECEDING YEAR 6 MONTHS ENDED 30 JUNE 2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	16,403	21,667
Adjustments for:-		
Amortisation of government grant	-	(143)
Amortisation of intangible assets	108	424
Depreciation of property, plant and equipment	17,172	14,351
Depreciation of right-of-use assets	353	-
Property, plant and equipment written off	127	85
Dividend income	-	(10)
Employees' share option scheme	2,971	1,528
Loss on disposal of property, plant & equipment	1	503
Gain on disposal of unquoted investment	-	(16)
Gain on disposal of marketable securities	-	(33)
Interest expense	1,230	704
Interest income	(119)	(67)
Net fair value loss on marketable securities	-	61
Inventories written down	3,374	3,703
Unrealised foreign exchange loss/(gain)	62	(763)
Operating profit before working capital changes	41,682	41,994
Decrease/(Increase) in inventories	3,217	(14,721)
Decrease in trade and other receivables	13,514	18,852
Decrease in trade and other payables	(51,937)	(15,183)
CASHFLOWS FROM OPERATIONS	6,476	30,942
Income tax paid	(4,540)	(3,597)
Interest paid	(1,205)	(704)
NET CASHFLOWS FROM OPERATING ACTIVITIES	731	26,641
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	119	67
Dividend received	-	10
Acquisition of intangible assets	(186)	-
Net withdrawal/(placement) of fixed deposits with maturity period more than three months	1,733	(242)
Placement of fixed deposit pledged with licensed banks	(7)	(6)
Proceeds from disposal of unquoted shares	-	96
Proceeds from disposal of marketable securities	-	480
Proceeds from disposal of property, plant & equipment	-	47
Purchase of property, plant and equipment	(34,298)	(16,335)
NET CASH FOR INVESTING ACTIVITIES	(32,639)	(15,883)
CASH FLOWS FROM FINANCING ACTIVITIES		
ICPS issuance expenses	-	(1,568)
Dividend paid to:		
-shareholders of the Company	(7,425)	(7,300)
-non-controlling interest of the Company	(875)	(875)
Net drawdown/(repayment) of bankers' acceptances	17,283	(1,333)
Net repayment of hire purchase	(110)	(52)
Net drawdown/(repayment) of term loans	25,343	(3,331)
Exercise of employees share option scheme	1,562	1,091
Net (repayment)/drawdown of revolving credits	(7,500)	2,500
Payment of lease liabilities	(367)	-
NET CASH FROM FINANCING ACTIVITIES	27,911	(10,868)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,997)	(110)
CURRENCY TRANSLATION DIFFERENCES	(519)	420
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	48,619	42,179
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	44,103	42,489

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D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2019

	←	←	←	←	←	←	←	←	←	←
	Share Capital RM'000	Irredeemable Convertible Preference Shares ("ICPS") RM'000	Foreign Exchange Translation Reserve RM'000	Non-distributable Employees' Share Option Scheme ("ESOS") Reserve RM'000	Capital Reserve RM'000	Fair Value Reserve RM'000	Distributable Retained Profit/ (Accumulated Losses) RM'000	Equity Attributable To Owners of the Company RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance at 1 January 2018	110,350	-	(2,305)	12,449	29,918	11,386	56,652	218,450	98,780	317,230
Changes in accounting policies	-	-	-	-	-	-	(68)	(68)	-	(68)
Balance at 1 January 2018 (restated)	110,350	-	(2,305)	12,449	29,918	11,386	56,584	218,382	98,780	317,162
Total comprehensive income for the year	-	-	(1,119)	-	-	(27)	13,263	12,117	3,160	15,277
Contribution by and distribution to Owners of the Company:										
-ESOS vested	-	-	-	1,528	-	-	-	1,528	-	1,528
-Issuance of ICPS	-	275,213	-	-	-	-	-	275,213	-	275,213
-Issuance of shares:										
-Conversion of ICPS	18,348	(18,348)	-	-	-	-	-	-	-	-
-Exercise of ESOS	1,091	-	-	-	-	-	-	1,091	-	1,091
-Transfer to share capital for ESOS options exercised	819	-	-	(819)	-	-	-	-	-	-
-Dividend paid										
-by the Company	-	-	-	-	-	-	(7,300)	(7,300)	-	(7,300)
-by the subsidiary to non-controlling interests	-	-	-	-	-	-	-	-	(875)	(875)
-Changes in a subsidiary's ownership interests that do not result in a loss of control	-	-	-	-	-	-	(201,352)	(201,352)	(73,861)	(275,213)
Total transactions with owners	20,258	256,865	-	709	-	-	(208,652)	69,180	(74,736)	(5,556)
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	(219)	-	-	219	-	-	-
ICPS issuance expenses	-	(1,568)	-	-	-	-	-	(1,568)	-	(1,568)
Balance at 30 June 2018	<u>130,608</u>	<u>255,297</u>	<u>(3,424)</u>	<u>12,939</u>	<u>29,918</u>	<u>11,359</u>	<u>(138,586)</u>	<u>298,111</u>	<u>27,204</u>	<u>325,315</u>
Balance at 1 January 2019	164,916	228,671	(2,226)	13,581	29,918	11,559	(123,283)	323,136	29,190	352,326
Total comprehensive (expense)/income for the year	-	-	(364)	-	-	2,955	12,005	14,596	1,448	16,044
Contribution by and distribution to Owners of the Company:										
-ESOS vested	-	-	-	2,971	-	-	-	2,971	-	2,971
-Issuance of shares										
-Exercise of ESOS	1,562	-	-	-	-	-	-	1,562	-	1,562
-Transfer to share capital for ESOS options exercised	1,076	-	-	(1,076)	-	-	-	-	-	-
-Dividends:										
-by the Company	-	-	-	-	-	-	(7,425)	(7,425)	-	(7,425)
-by the subsidiary to non-controlling interests	-	-	-	-	-	-	-	-	(875)	(875)
Total transactions with owners	2,638	-	-	1,895	-	-	(7,425)	(2,892)	(875)	(3,767)
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	(38)	-	-	38	-	-	-
Balance at 30 June 2019	<u>167,554</u>	<u>228,671</u>	<u>(2,590)</u>	<u>15,438</u>	<u>29,918</u>	<u>14,514</u>	<u>(118,665)</u>	<u>334,840</u>	<u>29,763</u>	<u>364,603</u>

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