



DESTINI BERHAD (Company No : 633265 K)

SUMMARY OF KEY FINANCIAL INFORMATION

FOR THE SECOND QUARTER ENDED 30 JUN 2019

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-19 RM ' 000	30-Jun-18 RM ' 000	30-Jun-19 RM ' 000	30-Jun-18 RM ' 000
1. Revenue	45,070	149,067	129,561	286,640
2. Profit/(Loss) before tax	871	7,587	2,423	17,287
3. Net Profit/(Loss) for the financial period	1,095	6,066	1,536	13,355
4. Profit/(Loss) after tax and non-controlling interest	491	5,630	1,127	13,378
5. Basic earnings per share (sen)	0.04	0.49	0.10	1.16
6. Net dividend per share (sen)	-	-	-	-

	AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7. Net assets per share (sen)	43.96	43.89



DESTINI BERHAD (Company No : 633265 K)

ADDITIONAL INFORMATION

FOR THE SECOND QUARTER ENDED 30 JUN 2019

INDIVIDUAL PERIOD

CUMULATIVE PERIOD

	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-19 RM ' 000	30-Jun-18 RM ' 000	30-Jun-19 RM ' 000	30-Jun-18 RM ' 000
1. Profit/(Loss) from operations	1,338	9,848	3,226	20,776
2. Gross interest income	-	137	-	137
3. Gross interest expense	(467)	(2,261)	(803)	(3,316)



QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30 JUN 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Jun-19 (Unaudited) RM'000	As at 31-Dec-18 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	105,642	108,088
Land use rights	1,699	1,634
Intangible Assets	204,390	204,723
Investment in quoted share	76	1,137
Investment in jointly control entity	185	185
Other Receivable	12,321	12,910
Other investments	320	320
	<u>324,633</u>	<u>328,997</u>
CURRENT ASSETS		
Inventories	14,518	11,663
Contract assets	70,846	49,775
Trade receivables	270,979	264,077
Other receivables and deposits	88,317	77,057
Amount due from joint venture	6,966	694
Tax recoverable	5,393	1,141
Deposit with licensed bank	35,490	32,130
Cash and bank balances	4,493	28,018
	<u>497,002</u>	<u>464,555</u>
TOTAL ASSETS	<u>821,635</u>	<u>793,552</u>
EQUITY AND LIABILITIES		
SHARE CAPITAL	382,807	382,807
TRANSLATION RESERVE	12,076	12,358
RETAINED PROFITS	112,986	111,859
<i>Equity attributable to owners of the parent</i>	<u>507,869</u>	<u>507,024</u>
NON-CONTROLLING INTEREST	(44)	(453)
<i>Total Equity</i>	<u>507,825</u>	<u>506,571</u>
LONG TERM LIABILITIES		
Preferences shares	-	1,347
Deferred taxation	5,540	5,480
Hire purchase payables	1,864	1,527
Bank borrowings	117,749	115,611
Retirement benefits	-	-
	<u>125,153</u>	<u>123,965</u>
CURRENT LIABILITIES		
Contract liabilities	1,156	6,478
Trade payables	84,753	70,315
Other payables and accruals	59,306	40,439
Hire purchase payables	2,320	920
Bank borrowings	12,720	20,490
Tax Payable	28,402	24,374
	<u>188,657</u>	<u>163,016</u>
TOTAL EQUITY AND LIABILITIES	<u>821,635</u>	<u>793,552</u>
Net assets per share attributable to owners of the parent (sen)	43.96	43.89
Number of ordinary shares ('000 units)	1,155,230	1,155,230

1) The Condensed Consolidated Statement 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.



DESTINI BERHAD (Company No : 633265 K)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30 JUN 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER	INDIVIDUAL QUARTER	CUMULATIVE QUARTER	CUMULATIVE QUARTER
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-19 RM'000	30-Jun-18 RM'000	30-Jun-19 RM'000	30-Jun-18 RM'000
Revenue	45,070	149,067	129,561	286,640
Cost of sale	(24,714)	(120,467)	(84,081)	(224,087)
Gross profit	20,356	28,600	45,480	62,553
Other income	303	436	529	1,210
Administrative expenses	(15,686)	(16,277)	(37,327)	(37,075)
Depreciation	(3,635)	(2,912)	(5,456)	(5,912)
Profit from operations	1,338	9,848	3,226	20,776
Finance cost	(467)	(2,261)	(803)	(3,316)
Share of result of associates/JV	-	-	-	(173)
Profit/(Loss) before tax	871	7,587	2,423	17,287
Taxation	224	(1,520)	(887)	(3,932)
Net profit/(Loss) for the financial period	1,095	6,066	1,536	13,355
Other comprehensive income				
- Exchange Translation differences	(87)	(92)	(282)	(416)
Other comprehensive income for the financial period	(87)	(92)	(282)	(416)
Total comprehensive income for the financial period	1,008	5,974	1,254	12,939
Net Profit/(Loss) for the financial period attributable to:				
Owners of the parent	491	5,630	1,127	13,378
Non-controlling interests	604	436	409	(23)
	1,095	6,066	1,536	13,355
Total comprehensive income/(loss) for the financial period attributable to:				
Owners of the parent	554	5,538	845	12,962
Non-controlling interests	454	436	409	(23)
	1,008	5,974	1,254	12,939
Earnings per share attributable to owners of the parent:				
- basic (sen)	0.04	0.49	0.10	1.16
Number of ordinary shares ('000 units)	1,155,230	1,155,230	1,155,230	1,155,230

1) The Condensed Consolidated Statement 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.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30 JUN 2019**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	AS AT END OF CURRENT PERIOD (Unaudited) 30-Jun-19 RM' 000	AS AT END OF PRECEDING YEAR (Audited) 31-Dec-18 RM' 000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	2,423	9,735
Adjustments for:-		
Amortization of intangible	536	2,150
Amortization of land use right	-	39
Bad debts written off	-	109
Depreciation of property, plant and equipment	5,456	12,738
Fair value adjustment on investment in securities (quoted share)	532	657
Gain on disposal of a subsidiary	-	-
Gain on disposal of property, plant and equipment	-	(166)
Impairment loss on receivable	-	1,328
Impairment loss on other receivable	-	338
Interest expense	802	3,331
Interest Income	-	(1,589)
Property plant and equip written off	-	31
Reversal of impairment of trade and other receivable	-	(19)
Share of (profit)/loss in investment in a associate company	-	612
Unrealized Foreign Exchange (Gain)/ Loss	-	(86)
	-	-
Operating profit before working capital changes	9,749	29,208
Inventories	(2,855)	1,350
Receivables	(31,726)	108,258
Payable	27,320	(17,314)
Contract assets/liabilities	(26,392)	(50,723)
Cash used in operations	(23,904)	70,779
Tax paid	3,142	(4,866)
Tax refund	-	2,403
Interest paid	(802)	(3,331)
Interest received	-	1,589
Net cash used in operating activities	(21,564)	66,574
CASH FLOWS FROM INVESTING ACTIVITIES		
Advances to associate and joint venture	-	451
Investment to associate and joint venture	-	(797)
Purchase of property, plant and equipment	(3,010)	(12,646)
Proceeds from disposal of property, plants and equipment	-	277
Purchase of quoted Shares	-	130
Additional of intangible assets	-	(1,099)
Net cash used in investing activities	(3,010)	(13,684)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loan	-	716
Repayment of term loan	-	(27,002)
Repayment of finance lease liabilities	1,736	(760)
Changes in LC or credit of TR	-	(15,623)
Decreased/(Increased) in Fixed Deposit pledge to licensed banks	-	11,226
Net cash generated from financing activities	1,736	(31,443)
CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	(22,838)	21,447
EFFECT OF EXCHANGE RATE FLUCTUATIONS	(282)	(2,767)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	29,582	10,902
CASH AND CASH EQUIVALENTS END OF PERIOD	6,462	29,582
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER COMPRISE OF:		
Deposit with licensed bank	35,490	28,018
Cash and bank balances	4,493	32,130
Bank overdraft	-	(933)
	<u>39,983</u>	<u>59,215</u>
Deposit with licensed bank (pledge)	(29,633)	(29,633)
Cash at bank pledged with license bank	(3,888)	-
	<u>6,462</u>	<u>29,582</u>

1) The Condensed Consolidated Statement 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.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
 FOR THE SECOND QUARTER ENDED 30 JUN 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM '000	Share Premium RM '000	ESOS Reserve RM '000	Foreign Currency Translation Reserves RM '000	Retained Profits RM '000	Total RM '000	Non-controlling Interest RM '000	Total Equity RM '000
At 1 January 2018	382,807	-	-	12,156	113,186	508,149	(2,851)	505,298
Effect of adopting MFRS 9	-	-	-	-	(1,272)	(1,272)	-	(1,272)
At 1 January 2018 as restated	382,807	-	-	12,156	111,914	506,877	(2,851)	504,026
Net profit for the financial year	-	-	-	-	1,775	1,775	551	2,326
Exchanges translation differences for foreign operations	-	-	-	202	-	202	17	219
Total comprehensive income for the financial year	-	-	-	202	1,775	1,977	568	2,545
Transactions with owner:								
Acquisition of additional Interest from non-controlling interest	-	-	-	-	(1,830)	(1,830)	1,830	-
Total transaction with owners	-	-	-	-	(1,830.00)	(1,830)	1,830	-
At 31 December 2018 (Audited)	382,807	-	-	12,358	111,859	507,024	(453)	506,571

	Share Capital RM '000	Share Premium RM '000	ESOS Reserve RM '000	Foreign Currency Translation Reserves RM '000	Retained Profits RM '000	Total RM '000	Non-controlling Interest RM '000	Total Equity RM '000
At 1 January 2019	382,807	-	-	12,358	111,859	507,024	(453)	506,571
Net profit for the financial year	-	-	-	-	1,127	1,127	409	1,536
Exchanges translation differences for foreign operations	-	-	-	(282)	-	(282)	-	(282)
Total comprehensive income for the financial year	-	-	-	(282)	1,127	845	409	1,254
Transactions with owner:								
Acquisition of additional Interest from non-controlling interest	-	-	-	-	-	-	-	-
Total transaction with owners	-	-	-	-	-	-	-	-
At 30 June 2018 (Unaudited)	382,807	-	-	12,076	112,986	507,869	(44)	507,825

A1. Significant Accounting Policies

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, which were prepared in compliance with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”). 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.

The financial statements of the Group has been prepared on the historical cost convention except as disclosed in the notes to the financial statements and in compliance with MFRS, IFRS and the Companies Act, 2016 in Malaysia.

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2018 except for the adoption of the following with effect from 1 January 2019:

MFRS 16	Leases
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement
Amendments to MFRS 128	Long-term interests in Associates and Joint Ventures
Annual Improvements to MFRSs 2015 – 2017 Cycle:	
• Amendments to MFRS 3	
• Amendments to MFRS 11	
• Amendments to MFRS 112	
• Amendments to MFRS 123	
Amendments to References to the Conceptual Framework in MFRS Standards	
Amendments to MFRS 3	Definition of a Business
Amendments to MFRS 101	Definition of Material

Adoption of above amendments to MFRSs did not have any significant impacts on the financial statements of the Group and of the Company.

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

A2. Audit Report

The annual financial statement of the Company for the year ended 31 December 2018 was reported on without qualification.

A3. Seasonal or cyclical factors

The principal business operations of the Group are not materially affected by seasonal or cyclical factors during the financial quarter.

A4. Items of unusual nature and amount

There is no item affecting the assets, liabilities, equity, net income or cash flows of the Group that is unusual because of its nature, size or incidence.

A5. Material changes in estimates

There is no material change in estimates of amounts reported that will have a material effect in the financial quarter.

A6. Issuance or Repayment of Debt or Equity Securities

There is no issuance or repayment of debt or equity securities, share buybacks, share cancellations, shares held as treasury shares or resale of treasury shares in the financial quarter.

The detail movement of the issued and paid up capital and share premium reserved for the company are as follows:

	No. of shares Issued and fully paid up ordinary shares of RM0.10 each	Share Capital	Total
	'000	RM'000	RM'000
As at 1 Jan 2019	1,155,230	382,807	382,807
As at 31 Jun 2019	1,155,230	382,807	382,807

A7. Dividend Paid

No interim dividend has been paid or declared during the current quarter.

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

A8. Segmental Analysis

a) Analysis of Segmental Revenue and Result

	Current Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30.06.19	30.06.18	30.06.19	30.06.18
	RM'000	RM'000	RM'000	RM'000
Segment revenue				
- Services and trading	45,070	149,067	129,561	286,640
- Construction				
Elimination of inter-segment	-	-	-	-
Total	45,070	149,067	129,561	286,640
Segment result				
- Services and trading	491	5,630	1,127	13,378
- Construction	-	-	-	-
Profit after tax and NCI	491	5,630	1,127	13,378

b) Analysis by Geographical Area

	Current Quarter			
	3 months ended 30 Jun 2019			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	14,316	30,754	-	45,070
Inter segment	-	-	-	-
Total	14,316	30,754	-	45,070

	Preceding Quarter			
	3 months ended 30 Jun 2018			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	133,521	15,546	-	149,067
Inter segment	-	-	-	-
Total	133,521	15,546	-	149,067

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

	Cumulative Quarter			
	6 months ended 30 Jun 2019			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	76,984	52,577	-	129,561
Inter segment	-	-	-	-
Total	76,984	52,577	-	129,561

	Preceding Cumulative Quarter			
	6 months ended 30 Jun 2018			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	255,988	30,652	-	286,640
Inter segment	-	-	-	-
Total	255,988	30,652	-	286,640

	30 Jun 2019			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Segment Assets	672,565	149,070	-	821,635
Segment liabilities	287,338	44,403	-	313,810
Depreciation	4,649	807	-	5,456
	30 Jun 2018			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Segment Assets	906,214	118,743	-	1,024,957
Segment liabilities	458,960	45,808	-	504,768
Depreciation	5,508	404	-	5,912

A9. Valuation of property, plant and equipment

There was no valuation of property plant and equipment for the financial quarter.

A10. Significant Events During The Financial Quarter

During the financial period, the following significant events took place for the Company and its subsidiaries:

1. Destini Prima Sdn Bhd, a wholly-owned subsidiary of Destini, had on 4 January 2019, received a letter of extension dated 28 December 2018 from the Ministry of Home Affairs to provide maintenance, repair and overhaul services, technical assistance and supply of spares related to safety and survival equipment, ground support and mechanical equipment, electronic equipment, airborne multisensor system and flight operations equipment for the

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

Pasukan Gerakan Udara, Royal Malaysia Police for a further period of three (3) years from 30 November 2018 and expiring on 29 November 2021. The contract ceiling remains at RM10.0 million.

2. Destini Oil Services Sdn Bhd, a wholly-owned subsidiary of Destini, had on 14 January 2019 received a letter of award for the provision of tubular running services for exploration & appraisal and infill drilling campaign for Block B-17 & C-19 and Block B-17-01 located at the lower part of Gulf of Thailand near the South China Sea for Carigali-PTTEPI Operating Company Sdn Bhd.
3. On 13 Mar 2019 Destini Berhad announced that, Destini Oil Services Sdn Bhd, a wholly-owned subsidiary of Destini, had on 4 December 2018 received a letter of award for the provision for tubular handling, conductor installation and slot recovery equipment and services for PAC Operators' Drilling Program for Sarawak Shell Berhad.
4. Destini Rail Sdn Bhd, a wholly-owned subsidiary of the Company, had on 19 April 2019 incorporated a new wholly-owned subsidiary, DLP Rail Sdn Bhd. As a result, DLP Rail has become an indirect wholly-owned subsidiary of Destini.

Destini Rail Sdn. Bhd. had on 2 May 2019 entered into a Joint Venture and Shareholders Agreement with Lion Pacific Sdn. Bhd., and SVPR Consulting Services Sdn. Bhd. in respect of DLP Rail Sdn. Bhd.

The purpose of the Proposed Joint Venture is to formalise a collaboration between the Shareholders and to draw upon the skills, expertise, experience and capabilities of each other for the benefit of the JV Company, in undertaking the business of rail related projects in Malaysia and the region which, among others, include engineering solutions and services, civil works, rolling stock, system and track works, asset management and maintenance services for rail projects.

5. Destini Avia Technique Sdn Bhd, a 50:50 joint venture company between Destini and Avia Technique Ltd from the United Kingdom, had on 23 April 2019, entered into an aircraft safety equipment maintenance support agreement with Malindo Airways Sdn Bhd and Thai Lion Mentari Co Ltd, to supply, test, repair and/or carry out overhaul activities on the Vendor's aircraft safety equipment.

A11. Changes in Composition of the Group

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

A12. Significant Events Subsequent To the Financial Quarter

Subsequent to the financial period, the following significant events took place for the Company and its subsidiaries:

1. Destini Oil Services Sdn Bhd, a wholly-owned subsidiary of Destini, had on 26 June 2019 received a letter of award from Petrofac (Malaysia-PM304) Limited for the provision of tubular handling equipment and running services.

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

A13. Contingent Liabilities or Assets

Except as disclosed below, there were no material contingent liabilities or assets during the financial quarter.

	Year to Date 30-Jun-19 RM '000	Year to Date 31-Dec-18 RM '000
Banker's guarantees in favour of the local authorities for the purpose of development projects		
- Secured	29,493	29,493

A14. Capital Commitments

	Year to Date 30-Jun-19 RM '000	Year to Date 31-Dec-18 RM '000
Approved and contracted for :		
	-	-

A15. Significant related party transactions

There were no significant related party transactions occurred during the financial quarter ended 30 June 2019.

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

Part B: Explanatory Notes Pursuant to Appendix 9B of The Listing Requirements Of The Bursa Malaysia Securities Berhad.**B1. Review of Performance**

For the financial period ended 30 Jun 2019, the Group's revenue decreased to RM129.56 million or 54% as compared to RM286.64 million in the preceding year corresponding period. The main contributor to the decreased in revenue were due to the less order for aviation services and completion of several marine manufacturing services.

Profit after tax and non-controlling interests of RM1.13 million decreased more than 100% as compared to RM13.38 million reported in the preceding year's corresponding period. The main contributor variance were due to the less order for aviation services and completion of several marine manufacturing services.

B2. Review of Current Quarter against Preceding Quarter

The Group registered a revenue of RM45.07 million for the current quarter under review or more than 39% decrease compared to RM84.49 million in the preceding quarter. The Group registered Profit after tax and non-controlling interests of RM0.49 million for the current quarter under review as compared to profit after tax and non-controlling interests at RM0.64 million in the preceding quarter. Profit in current quarter decrease due to lower contribution from manufacturing services and MRO services.

B3. Commentary on Prospects for the Next Financial Quarter

The directors expect the Group's operating environment to remain challenging and competitive. Barring unforeseen circumstances, the Board foresees the Group's operational results for the financial year 2019 will be satisfactory.

B4. Profit Forecast and Profit Guarantee

The Group did not announce any profit forecast nor profit guarantee for the current financial period.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Jun-19 RM '000	30-Jun-18 RM '000	30-Jun-19 RM '000	30-Jun-18 RM '000
Current taxation	224	(1,520)	(887)	(3,932)

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

B6. Corporate Proposals

There was no other corporate proposals announce but not yet completed as at the date of this quarterly report.

B7. Group Borrowings and Debt Securities

Group borrowings were as follows:

B7.1 Short Term Borrowings

<u>Secured</u>	30-Jun-19 RM '000	31-Dec-18 RM '000
<i>Denominated in Ringgit Malaysia:</i>		
Hire Purchase Payables	416	1,459
Bank Borrowing	4,629	4,117
<i>Denominated in Singapore Dollar (SGD):</i>		
Hire Purchase Payables	1,904	309
Overdraft	-	326
Bank Borrowing	5,933	10,023
<i>Denominated in Chinese Renminbi (CNY):</i>		
Term Loans	2,158	2,107
Total	15,040	18,341

B7.2 Long Term Borrowings

<u>Secured</u>	30-Jun-19 RM '000	31-Dec-18 RM '000
<i>Denominated in Ringgit Malaysia:</i>		
Hire Purchase Payables	685	767
Term Loan	113,391	125,886
<i>Denominated in Singapore Dollar (SGD):</i>		
Hire Purchase Payables	1,179	905
Bank Borrowing	4,358	4,690
Total	119,613	132,248

B8. Material Litigation

As at the date of this announcement, the Group is not engaged in any outstanding material litigation, which has a material effect on the financial position or the business of the Group and the Board.

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

B9. Dividends

The Board has not recommended any dividend for the financial quarter.

B10. Notes to the Statement of Comprehensive Income

	Year to date 30-Jun-19 RM '000	Year to date 30-Jun-18 RM '000
Profit for the period is arrived at after charging/(crediting):-		
Depreciation of property, plant and equipment	5,456	5,912
Interest expense	803	3,316
Fair value adjustment on investment in securities	532	2,808

B11. Earnings Per Share

The basic earnings per share for the quarter and year to date are computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Quarter
	30-Jun-19	30-Jun-18	30-Jun-19	30-Jun-18
Attributable to owners of parent (RM'000)	491	5,630	1,127	13,378
Weighted average number of ordinary shares ('000) in issue	1,155,230	1,155,230	1,155,230	1,155,230
Basic earnings per share (sen)	0.04	0.49	0.10	1.16

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2019

B12. Disclosure of realised and unrealised profit

	Year to Date 30-Jun-19 RM'000	Year to Date 31-Dec-18 RM'000
Total accumulated losses of the Company and its subsidiaries		
- Realised	66,923	64,539
Less : consolidation adjustments	46,063	47,320
Total retained profits	<u>112,986</u>	<u>111,859</u>

BY ORDER OF THE BOARD

DATO' ROZABIL ABDUL RAHMAN
President and Group Chief Executive Officer