

**EONMETALL GROUP BERHAD**

(Company No. 631617 D)

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2019**

	Three Months Ended		Period Ended	
	31-Mar-19 RM'000	31-Mar-18 RM'000	31-Mar-19 RM'000	31-Mar-18 RM'000
<b>Continuing Operations</b>				
<b>Revenue</b>	<u>18,982</u>	<u>27,736</u>	<u>18,982</u>	<u>27,736</u>
Operating profit/(loss)	2,118	4,412	2,118	4,412
Interest expense	(1,743)	(1,093)	(1,743)	(1,093)
Interest income	3	6	3	6
Share of loss in joint venture	-	-	-	-
<b>Profit/(Loss) before tax</b>	<u>378</u>	<u>3,325</u>	<u>378</u>	<u>3,325</u>
Tax expense	(126)	(389)	(126)	(389)
<b>Profit/(Loss) after tax from continuing operations</b>	<u>252</u>	<u>2,936</u>	<u>252</u>	<u>2,936</u>
Other comprehensive income/(loss)	19	67	19	67
<b>Total comprehensive income/(loss)</b>	<u>271</u>	<u>3,003</u>	<u>271</u>	<u>3,003</u>
<b>Profit/(Loss) after tax attributable to:</b>				
Owners of parent	255	2,930	255	2,930
Non-controlling interests	<u>(3)</u>	<u>6</u>	<u>(3)</u>	<u>6</u>
	<u>252</u>	<u>2,936</u>	<u>252</u>	<u>2,936</u>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of parent	307	3,023	307	3,023
Non-controlling interests	<u>(36)</u>	<u>(20)</u>	<u>(36)</u>	<u>(20)</u>
	<u>271</u>	<u>3,003</u>	<u>271</u>	<u>3,003</u>
<b>Earnings/(Loss) per share attributable to owners of the Company</b>				
Basic earnings/(loss) per share (sen)	<u>0.14</u>	<u>1.56</u>	<u>0.14</u>	<u>1.56</u>
Diluted earnings/(loss) per share (sen)	<u>0.14</u>	<u>1.56</u>	<u>0.14</u>	<u>1.56</u>

The condensed 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 year ended 31 December 2018.

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## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019

(The figures have not been audited)

### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019

	Unaudited 31-Mar-19 RM'000	Audited 31-Dec-18 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	140,540	137,929
Investment in associates / joint venture	408	414
Deferred tax assets	1,625	1,625
Trade and other receivables	-	-
	<u>142,573</u>	<u>139,968</u>
<b>Current assets</b>		
Trade and other receivables	72,877	70,532
Inventories	93,170	95,072
Current tax assets	409	443
Cash and cash equivalents	22,818	16,695
	<u>189,274</u>	<u>182,742</u>
<b>TOTAL ASSETS</b>	<u>331,847</u>	<u>322,710</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	99,801	99,801
Treasury share, at cost	(1,680)	(1,601)
Translation reserve	(1,664)	(1,716)
Retained earnings	75,765	75,510
	<u>172,222</u>	<u>171,994</u>
Non-controlling interests	615	651
<b>TOTAL EQUITY</b>	<u>172,837</u>	<u>172,645</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Loans and borrowings	37,184	29,494
Deferred tax liabilities	631	631
	<u>37,815</u>	<u>30,125</u>
<b>Current liabilities</b>		
Trade and other payables	26,048	18,468
Loans and borrowings	95,097	101,422
Current tax liabilities	50	50
	<u>121,195</u>	<u>119,940</u>
<b>TOTAL LIABILITIES</b>	<u>159,010</u>	<u>150,065</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>331,847</u>	<u>322,710</u>
<b>Net assets per share (RM)</b>	<u>0.93</u>	<u>0.95</u>

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and audited financial statements for the year ended 31 December 2018.

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## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019

(The figures have not been audited)

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2019

	← Non-distributable →			Distributable	Total	Non-	Total equity
	Share capital	Treasury shares	Exchange translation reserve	Retained earnings	attributable to owner of the parent	controlling interest	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 31 December 2017, as per previously reported</b>	99,801	(7)	(1,426)	87,176	185,544	234	185,778
Adjustment from adoption of MFRS 9	-	-	-	(1,864)	(1,864)	-	(1,864)
Restated balance as at 1 January 2018	99,801	(7)	(1,426)	85,312	183,680	234	183,914
Profit for the year	-	-	-	2,930	2,930	6	2,936
Foreign currency translations	-	-	93	-	93	(26)	67
Total comprehensive loss for the period	-	-	93	2,930	3,023	(20)	3,003
Purchase of treasury shares	-	(1,142)	-	-	(1,142)	-	(1,142)
<b>Balance as at 31 March 2018</b>	99,801	(1,149)	(1,333)	88,242	185,561	214	185,775
<b>Balance as at 1 January 2019</b>	99,801	(1,601)	(1,716)	75,510	171,994	651	172,645
Profit for the year	-	-	-	255	255	(3)	252
Foreign currency translations	-	-	52	-	52	(33)	19
Total comprehensive income for the year	-	-	52	255	307	(36)	271
Purchase of treasury shares	-	(79)	-	-	(79)	-	(79)
<b>Balance as at 31 March 2019</b>	99,801	(1,680)	(1,664)	75,765	172,222	615	172,837

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and audited financial statements for the year ended 31 December 2018.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2019**

	Year ended	
	31-Mar-19 RM'000	31-Mar-18 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax from continuing operations	378	3,325
Adjustments for:		
Depreciation of property, plant and equipment	1,594	964
Depreciation of investment property	-	108
Interest expense	1,743	1,093
Interest income	(3)	(6)
Impairment loss on trade receivables	-	66
Reversal of impairment loss on trade receivable	(416)	-
Loss/(Gain) on disposal of plant and equipment	2	-
Unrealised (gain)/loss on foreign exchange	171	135
Operating profit before changes in working capital	3,469	5,685
Changes in working capital:		
Inventories	1,902	(9,627)
Trade and other receivables	(1,997)	(6,590)
Trade and other payables	7,477	4,765
Cash (used in)/generated from operations	10,851	(5,767)
Tax paid	(276)	(389)
Tax refunded	184	37
<b>Net cash (used in)/generated from operating activities</b>	10,759	(6,119)
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(4,208)	(1,827)
Purchase of investment property	-	(71)
Interest received	3	6
Proceeds from disposal of plant and equipment	1	-
<b>Net cash used in investing activities</b>	(4,204)	(1,892)
<b>Cash flows from financing activities</b>		
Drawdown of short term borrowings	37,276	30,758
Proceeds from term loans	10,296	29,998
Repayment of short term borrowings	(44,688)	(40,130)
Repayment of term loans	(512)	(1,706)
Repayment of hire purchase creditors	(7)	(11)
Purchase of treasury shares	(79)	(1,142)
Dividend paid to shareholders of the Company	-	(4,707)
Interest paid	(1,743)	(1,093)
<b>Net cash (used in)/generated from financing activities</b>	543	11,967
Net (decrease)/increase in cash and cash equivalents	7,098	3,956
Effect of exchange rate changes	25	67
Cash and cash equivalents at beginning of year	5,125	4,437
<b>Cash and cash equivalents at end of financial year</b>	12,248	8,460

**Notes:**

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise :

Cash & bank balances	22,818	15,225
Bank overdrafts	(10,570)	(6,765)
	12,248	8,460

# EONMETALL GROUP BERHAD

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## SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2019

### A. DISCLOSURE REQUIREMENTS PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING

#### 1. Basis of preparation

The condensed consolidated interim financial report is unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2018. These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2018.

#### 2. Significant Accounting Policies

The significant accounting policies and methods of computation applied in the unaudited condensed financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31 December 2018 except for the adoption of the following MFRSs and Amendment to MFRSs and Interpretation:-

#### **MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 JANUARY 2019**

MFRS 16	Lease
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 3	Annual Improvement to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 11	Annual Improvement to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 112	Annual Improvement to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 123	Annual Improvement to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement

The Group had adopted the above Amendments to Standards, with a date of initial application of 1 January 2019. The adoption of the above pronouncements did not have any impact on the financial statements of the Group.

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### SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2019

#### 2. Significant Accounting Policies (cont'd)

##### **New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 JANUARY 2020**

The following are accounting standards, amendments and interpretations of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board ('MASB') but have not been early adopted by the Group and the Company.

<b>Description</b>		<b>Effective for financial periods beginning on or after</b>
Amendments to References	Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 101 and MFRS 108	Definition of Material Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 3	Definition of a Business	1 January 2020
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associates or Joint Venture	Deferred

#### 3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2018 was not qualified.

#### 4. Seasonality of operations

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

#### 5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial year-to-date.

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**SELECTED EXPLANATORY NOTES  
TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2019**

**6. Material changes in estimates**

There were no changes in estimates that have a material effect in the current financial year-to-date.

**7. Issuances and repayment of debt and equity securities**

There were no issuance, resale, repayment of debt and equity securities and share cancellations for the current financial period ended 31 March 2019 and period up to the date of this announcement save for the following:

On 01 March 2019, the Company announced the repurchase of 63,000 treasury shares for RM0.382 per treasury shares.

On 04 March 2019, the Company announced the repurchase of 25,000 ordinary shares for RM0.380 per shares.

On 05 March 2019, the Company announced the repurchase of 6,000 ordinary shares for RM0.385 per shares.

On 06 March 2019, the Company announced the repurchase of 70,000 ordinary shares for RM0.385 per shares.

On 08 March 2019, the Company announced the repurchase of 40,000 ordinary shares for RM0.384 per shares.

**8. Dividends paid**

No dividend was paid by the Company during the current quarter under review.

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**SELECTED EXPLANATORY NOTES  
TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2019****9. Segment revenue and results**

Segmental reporting for the financial period-to-date is as below:-

<b>Period-to-date ended 31-March 2019</b>	<b>Machinery and equipment RM'000</b>	<b>Steel product and trading activity RM'000</b>	<b>Property investment holding and others RM'000</b>	<b>Total RM'000</b>
Total revenue	3,444	27,932	503	31,879
Inter-segment revenue	(3,120)	(9,407)	(370)	(12,897)
External revenue	324	18,525	133	18,982
Interest income	1	2	-	3
Interest expense	940	803	-	1,743
Depreciation and amortisation	157	983	454	1,594
Share of results of associates	-	-	-	-
Segment profit/(loss)	(1,963)	3,433	(1,092)	378
<b>Period-to-date ended 31-March 2018</b>				
Total revenue	27,829	24,037	984	52,850
Inter-segment revenue	(14,998)	(9,758)	(358)	(25,114)
External revenue	12,831	14,279	626	27,736
Interest income	1	5	-	6
Interest expense	453	640	-	1,093
Depreciation and amortisation	199	1,003	191	1,393
Share of results of associates	-	-	-	-
Segment (loss)/profit	2,187	2,331	(1,193)	3,325

**10. Material events subsequent to the end of the reporting period**

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



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### **SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2019**

#### **11. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter under review and financial year to date except for the followings:

On 03 January 2019, the Group announced the incorporation of a subsidiary known as Shaanxi Longxing Steel Co., Ltd. (“Shaanxi Longxing”) in the People’s Republic of China. The Company’s investment in Shaanxi Longxing is held through its 51% owned subsidiary, Eonmetall China Sdn. Bhd. (“ECA”). Shaanxi Longxing was incorporated with registered/authorized capital of USD20,000,000 with principal business activities of production, sales, import and export of steel products, machinery and equipment.

On 11 March 2019, the Group announced the incorporation of a subsidiary known as Constructor ANZ Limited (“CAL”) in the New Zealand. The Company’s investment in CAL is held through its 100% owned subsidiary, Constructor Asia Sdn. Bhd. (“CSA”). The paid-up capital of CAL is one (1) New Zealand Dollar (“NZD”) represented by 1 share of NZD1. CAL’S intended nature of business is sales and distribution of steel storage racking systems.

On 15 May 2019, the Group announced the disposal of entire 93.33% stake in Eonmetall Investments Zambia Limited (“EIZL”) for a cash consideration of Ringgit Malaysia Two (RM2.00) only as stipulated in the share sale agreement (“SSA”) entered into by its wholly owned subsidiary, Eonmetall International Limited (“EIL”) with Grand East Metal (Kulim) Sdn. Bhd. Following completion of the disposal on 15 May 2019, EIZL ceased to be subsidiary of the Group.

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**SELECTED EXPLANATORY NOTES  
TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2019**

**12. Changes in contingent liabilities or contingent assets**

	As at 31.03.2019 RM'000	As at 31.12.2018 RM'000
Corporate guarantees given to licensed banks for credit facilities granted to subsidiaries	<u>243,990</u>	<u>243,990</u>

**13. Capital commitments**

As at the date of this announcement, the Group has no material capital commitments.

**14. Related Party Transactions**

Below are transactions with companies in which a Director/his spouse and persons connected to them having controlling interests during the financial period ended 31 March 2019.

	Period ended 31.03.2019 RM'000
Rental of premises	75
Purchase of goods	<u>804</u>

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### **SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2019**

#### **B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

##### **15. Review of performance**

The Group's revenue for the first quarter ended 31 March 2019 decreased by RM8.7 million from RM27.7 million to RM19.0 million as compared to the preceding year corresponding quarter. The decrease was mainly attributed to the decrease of revenue from machinery and equipment segment during the current quarter.

The Group's profit before tax ("PBT") was RM0.4 million, as compared to PBT of RM3.3 million recorded in preceding year corresponding quarter. The performance of each business segment for the first quarter as compared to the preceding year corresponding quarter is presented as follows:-

##### **(a) Machinery and equipment segment**

This segment recorded revenue of RM0.3 million for the current quarter as compared to RM12.8 million achieved in the previous year corresponding quarter, representing a decrease of RM12.5 million equivalent to 0.98 times. Loss before tax ("LBT") was RM2.0 million, a drop of RM4.2 million equivalents to 1.91 times as compared to PBT of RM2.2 million achieved during the corresponding quarter in preceding year. The decrease is in-line with the lower revenue generated.

##### **(b) Steel product and trading activity segment**

The revenue for the current quarter was RM18.5 million, representing an increase of RM4.2 million from RM14.3 million reported in the preceding year corresponding quarter. PBT was registered at RM3.4 million, a 30% increase compared to PBT of RM2.3 million recorded in the previous year corresponding quarter. The higher PBT is contributed by higher revenue generated and lower production cost.

##### **(c) Property, investment holding and other segment**

This segment represents trading of non-steel products, other manufacturing and services income derived from the Group's properties offset against operating expenses from all other segments. This segment recorded LBT of RM1.1 million, a decrease of RM0.1 million or 8.3% as compared to LBT of RM1.2 million in the corresponding quarter in preceding year. The LBT is mainly attributed by high depreciation incurred for the newly setup bio-coal project.

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**SELECTED EXPLANATORY NOTES  
TO THE INTERIM FINANCIAL REPORT  
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**16. Variation of results against preceding quarter**

	Current quarter ended 31.03.2019 RM'000	Immediate preceding quarter ended 31.12.2018 RM'000
Revenue	18,982	25,681
Profit/(Loss) before tax	<u>378</u>	<u>(7,450)</u>

The Group recorded a current quarter PBT of RM0.4 million, representing an improvement of RM7.9 million from LBT of RM7.5 million in the preceding quarter. The improved performance are mainly attributed by non-significant impact from the adoption of MFRS 9 and impairment losses on inventory, besides lower production cost incurred by the steel product and trading activity segment.

**17. Commentary of prospects**

Notwithstanding the current global business environment, the Board of Directors of Eonmetall anticipates the performance of the Group for the current financial year to be encouraging given the increase in demand for racking and machinery.

**18. Profit forecast**

The Group did not publish any profit forecast in a public documents in the current financial quarter.

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**SELECTED EXPLANATORY NOTES  
TO THE INTERIM FINANCIAL REPORT  
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Save as disclosed below and included in the consolidated income statements, there were no other items applicable to be disclosed pursuant to item 16 of Appendix 9B of the Main Market Listing Requirements of Bursa Securities:

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2019 RM'000	Corresponding preceding quarter ended 31.03.2018 RM'000	Cumulative period ended 31.03.2019 RM'000	Corresponding preceding period ended 31.03.2018 RM'000
Impairment loss on other receivables	-	66	-	66
Interest expenses	1,743	1,093	1,743	1,093
Depreciation of property, plant and equipment	1,594	1,072	1,594	1,072
(Gain)/Loss on disposal of property, plant and equipment	2	-	2	-
Realised (gain)/loss on foreign exchange	390	73	390	73
Rental income	(75)	(75)	(75)	(75)
Reversal of impairment loss on trade receivables	(416)	-	(416)	-
Other income	(1)	(8)	(1)	(8)
Interest Income	(3)	(6)	(3)	(6)
Unrealised (gain)/loss on foreign exchange	171	135	171	135

**20. Taxation**

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2019 RM'000	Corresponding preceding quarter ended 31.03.2018 RM'000	Cumulative period ended 31.03.2019 RM'000	Corresponding preceding period ended 31.03.2018 RM'000
Current tax expense	(126)	(389)	(126)	(389)
Over/(under) provision in prior years	-	-	-	-
	(126)	(389)	(126)	(389)

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**SELECTED EXPLANATORY NOTES  
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There was no corporate proposal announced and not completed as at the date of this announcement.

**22. Group borrowings**

The Group's borrowings for the financial period ended 31 March 2019 are as follows:-

	Payable within 12 months RM'000	Payable after 12 months RM'000
<b>RM denominated borrowings</b>		
<b><u>Secured</u></b>		
Term loans	7,726	37,156
Hire purchases	31	28
	7,757	37,184
<b><u>Unsecured</u></b>		
Bank overdrafts	10,570	-
Bankers' acceptances	61,520	-
Revolving credit	15,250	-
	87,340	-
<b>Total borrowings</b>	95,097	37,184

The Group's borrowings for the financial period ended 31 March 2018 are as follows:-

	Payable within 12 months RM'000	Payable after 12 months RM'000
<b>RM denominated borrowings</b>		
<b><u>Secured</u></b>		
Term loans	4,303	34,239
Hire purchases	32	59
	4,335	34,298
<b><u>Unsecured</u></b>		
Bank overdrafts	6,765	-
Bankers' acceptances	42,902	-
Revolving credit	10,250	-
	59,917	-
<b>Total borrowings</b>	64,252	34,298

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**SELECTED EXPLANATORY NOTES  
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**23. Changes in material litigation**

There was no material litigation as at the date of the interim financial statements.

**24. Dividend**

The Board of Directors does not recommend any dividend for the current financial period.

**25. Property, plant and equipment (“PPE”)**

*Acquisitions*

During the financial period ended 31 March 2019, the Group acquired assets with a cost of RM4.2 million (Financial period ended 31 March 2018: RM1.9 million).

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## SELECTED EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2019

### 26. Earnings per share

The earnings per share was computed based on the net profit divided by the weighted average number of shares in issue net of treasury shares:

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2019	Corresponding preceding quarter ended 31.03.2018	Cumulative period ended 31.03.2019	Corresponding preceding period ended 31.03.2018
(Loss)/profit after tax attributable to owners of the Company (RM'000)	255	2,930	255	2,930
<b>Basic:</b> Weighted average number of shares in issue ('000)	185,561	187,718	185,561	187,718
Basic earnings per share (sen)	<u>0.14</u>	<u>1.56</u>	<u>0.14</u>	<u>1.56</u>
<b>Diluted:</b> Diluted earnings per share (sen)	<u>0.14</u>	<u>1.56</u>	<u>0.14</u>	<u>1.56</u>

The Group does not have any dilutive potential ordinary shares as the market price of the shares was lower than the exercise price. As a result, these share options are anti-dilutive in nature and have not been considered in the computation of diluted earnings per share.

By order of the Board

Yeoh Cheng Chye  
Managing Director & Chief Executive Officer  
31<sup>st</sup> May 2019