

Company No.: 662315-U

T7 GLOBAL BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 MARCH 2019
(the figures have not been audited)

	2019 Current Quarter 31-Mar (RM'000)	2018 Preceding Quarter 31-Mar (RM'000)	2019 Current Year Cumulative to Date 31-Mar (RM'000)	2018 Preceding Year Cumulative to Date 31-Mar (RM'000)
Continuing Operations				
Revenue	56,266	55,498	56,266	55,498
Cost of Sale	(47,753)	(48,914)	(47,753)	(48,914)
Gross (Loss)/Profit	8,513	6,584	8,513	6,584
Other Income	1,092	9,950	1,092	9,950
Operating Expenses	(7,553)	(14,306)	(7,553)	(14,306)
Finance Cost	(303)	(343)	(303)	(343)
Share of Profit/Loss From Joint Venture	138	(13)	138	(13)
(Loss)/Profit Before Taxation From Continuing Operations	1,887	1,872	1,887	1,872
Taxation: Company and Subsidiary Companies	(758)	-	(758)	-
(Loss)/Profit For The Year From Continuing Operations	1,129	1,872	1,129	1,872
Discontinued Operations				
Profit/(Loss) For The Year After Tax	-	-	-	-
Net (Loss)/Profit For the Year	1,129	1,872	1,129	1,872
Attributable to:				
Equity Holders of the Company	219	1,932	219	1,932
Non-Controlling Interest	910	(60)	910	(60)
	1,129	1,872	1,129	1,872
(Losses)/Earnings Per Share				
Basic				
- Continuing Operations	0.27	0.45	0.27	0.45
- Discontinued Operations	-	-	-	-
	0.27	0.45	0.27	0.45
Diluted				
- Continuing Operations	0.27	0.45	0.27	0.45
- Discontinued Operations	-	-	-	-
	0.27	0.45	0.27	0.45

T7 GLOBAL BERHAD
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2019
(the figures have not been audited)

	2019 Current Quarter 31-Mar (RM'000)	2018 Preceding Quarter 31-Mar (RM'000)	2019 Current Year Cumulative to Date 31-Mar (RM'000)	2018 Preceding Year Cumulative to Date 31-Mar (RM'000)
Net (Loss)/Profit For the Year	1,129	1,872	1,129	1,872
Other Comprehensive Income/(Loss): <i>Items that will be Reclassified Subsequently to Profit or Loss</i>				
Exchange Differences on Translating Foreign Operations	3,161	1,143	3,161	1,143
Fair Value Changes in Short Term Investment	(1,299)	(1,157)	(1,299)	(1,157)
	1,862	(14)	1,862	(14)
Total Comprehensive (Loss)/Income For The Year	2,991	1,858	2,991	1,858
Attributable to:				
Equity Holders of the Company	2,081	1,918	2,081	1,918
Minority Interest	910	(60)	910	(60)
	2,991	1,858	2,991	1,858

Company No.: 662315-U

T7 GLOBAL BERHAD (Incorporated in Malaysia)		
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019 (the figures have not been audited)	As at 31-Mar-19 Unaudited (RM'000)	As at 31-Dec-18 Audited (RM'000)
NON-CURRENT ASSETS		
Investment in Joint Venture	1,377	1,239
Other Investment	9,330	7,306
Investment Properties	1,250	1,250
Property, Plant and Equipment	57,206	53,071
Intangible Assets	2,091	2,137
Deferred tax asset	7,056	7,056
Total Non-Current Assets	78,310	72,059
CURRENT ASSETS		
Inventories	4,204	28,130
Trade Receivables	54,845	51,478
Other Receivables	11,707	10,839
Contracts assets	43,618	41,502
Amount due from Joint Venture	12,753	13,181
Cash and Bank Equivalents	30,143	36,349
Tax Recoverable	-	663
Total Current Assets	157,270	182,142
Assets classified as held for sale	-	1,285
Total Assets	235,580	255,486
NON-CURRENT LIABILITIES		
Borrowings	7,187	15,748
Deferred Tax	860	860
Minority Interest	17,627	16,717
Total Non-Current Liabilities	25,674	33,325
CURRENT LIABILITIES		
Trade Payables	27,030	41,908
Other Payables and Accruals	8,827	6,027
Contract Liabilities	553	4,843
Hire Purchase and Lease Payables	4,074	1,168
Short term borrowing	24,245	24,679
Tax payables	1,203	1,644
Total Current Liabilities	65,932	80,269
Total Liabilities	91,606	113,594
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share Capital	120,505	120,505
Reserves	29,795	27,713
Treasury Shares	(6,326)	(6,326)
Total Equity	143,973	141,892
Total Liabilities and Equity	235,580	255,486

Company No.: 662315-U

T7 GLOBAL BERHAD
(Incorporated in Malaysia)

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE YEAR ENDED 31 MARCH 2019**
(the figures have not been audited)

	2019 Current Quarter 31-Mar (RM'000)	2018 Preceding Year 31-Mar (RM'000)	2019 Current Year Cumulative to Date 31-Mar (RM'000)	2018 Preceding Year Cumulative to Date 31-Mar (RM'000)
Continuing Operations				
Gross interest income	133	486	133	486
Gross interest expenses	303	343	303	343
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
Net assets per shares attributable to ordinary equity holders of the parent	0.35		0.34	

Company No: 602315-U

T7 GLOBAL BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2019**
(The figures have not been audited)

	Equity Attributable to Equity Holders of the Company											
	Distributable					Non-Distributable					Total Equity RM'000	
	Share Capital RM'000	Accumulated Losses RM'000	Share Premium RM'000	Capital Reserves RM'000	Available for sale Reserves RM'000	Foreign Currency Translation Reserve RM'000	Investment Revaluation Reserve RM'000	Share Issuance Scheme Reserve RM'000	Treasury Shares RM'000	Total RM'000		Non-Controlling Interest RM'000
Balance as at 01.01.2019	120,505	(11,096)	-	37,489	-	0	1,320	-	(6,326)	141,892	16,717	158,609
Total comprehensive income/(loss) for the year	-	219	-	-	-	3,161	(1,269)	-	-	2,081	910	2,991
Issuance of shares pursuant to private placement	-	-	-	-	-	-	-	-	-	-	-	-
Reduction of Par Value (from RM 0.50 to RM 0.10)	-	-	-	-	-	-	-	-	-	-	-	-
Acquisition/Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
Transition to no-par regime	-	-	-	-	-	-	-	-	-	-	-	-
Reversed of Employee Benefits Reserve	-	-	-	-	-	-	-	-	-	-	-	-
Effects Of Impairment of Treasury Share	-	-	-	-	-	-	-	-	-	-	-	-
Exercise of Warrant	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31.3.2019	120,505	(10,877)	-	37,489	-	3,161	21	-	(6,326)	143,973	17,627	161,600

TANJUNG OFFSHORE BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018**
(The figures have been audited)

	Equity Attributable to Equity Holders of the Company											
	Distributable					Non-Distributable					Total Equity RM'000	
	Share Capital RM'000	Accumulated Losses RM'000	Share Premium RM'000	Capital Reserves RM'000	Available for sale Reserves RM'000	Foreign Currency Translation Reserve RM'000	Investment Revaluation Reserve RM'000	Share Issuance Scheme Reserve RM'000	Treasury Shares RM'000	Total RM'000		Non-Controlling Interest RM'000
Balance as at 01.01.2018	120,505	(15,345)	-	37,489	2,252	(1,579)	21	-	(4,397)	138,945	12,896	151,842
Total comprehensive income/(loss) for the year	-	1,932	-	-	(1,157)	1,143	0	-	-	1,918	(60)	1,858
Reduction of Par Value (from RM 0.50 to RM 0.10)	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to reserve classified as held for sale	-	-	-	-	-	-	-	-	-	-	-	-
Acquisition/Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
Reversed of Employee Benefits Reserve	-	-	-	-	-	-	-	-	-	-	49	49
Exercise of Warrant	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31.3.2018	120,505	(13,414)	-	37,489	1,095	(436)	21	-	(4,397)	140,863	12,886	153,749

Company No. 662315-U

T7 GLOBAL BERHAD (Incorporated in Malaysia)		
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2019 (The figures have not been audited)		
	As at 31-Mar-19	As at 31-Mar-18
	(RM'000)	(RM'000)
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation from continuing operations	1,887	1,872
(Loss)/Profit before taxation from discontinued operations	-	-
Total (loss)/profit before taxation	1,887	1,872
Adjustments:		
Non-cash items	250	2,833
Non-operating items	(433)	(143)
Operating (loss)/profit before changes in working capital	1,704	4,562
Changes in working capital		
Net change in current assets	17,546	(38,966)
Net change in current liabilities	(24,137)	49,129
Cash (used in)/generated from operating activities	(4,886)	14,725
Tax paid	(504)	307
Net cash (used in)/generated operating activities	(5,391)	15,032
CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	133	486
Proceed from disposal of property, plant and equipment	1,816	-
Purchase of property, plant and equipment	(4,567)	(3,708)
Net cash generated from/(used in) investing activities	(2,619)	(3,222)
CASH FLOW FROM FINANCING ACTIVITIES		
Issuance of shares pursuant to private placement	-	-
Finance/(Repayment) of Hire-purchase	1,680	(6,521)
Advance from/(Repayment to) joint venture	427	-
Interest paid	(303)	(343)
Net cash generated/(used in) from financing activities	1,803	(6,864)
Net change in cash and cash equivalents	(6,206)	4,946
Opening cash and cash equivalents	36,349	84,062
Closing cash and cash equivalents	30,143	89,008

NOTES TO THE QUARTERLY REPORT FOR THE PERIOD ENDED 31 MARCH 2019

A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with IAS 34 Interim Financial Reporting, MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (MASB) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements as at and for the year ended 31 December 2018.

The financial information presented herein has been prepared in accordance with the accounting policies used in preparing the audited financial statements as at and for the year ended 31 December 2018 under the Malaysian Financial Reporting Standards (MFRS) framework.

A2 Seasonal or Cyclical Factors

The business operations of the Group were not affected by any seasonal or cyclical factors in the oil and gas industry.

A3 Unusual Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income or cash flows in the interim financial report for the period ended 31 March 2019.

A4 Change in Estimates of Amounts Reported Previously

There were no changes in estimates of amounts reported in prior interim periods or prior financial year that have a material effect on the current interim financial period.

A5 Issues of Debt & Equity Securities

There were no issuance of debt and equity securities for the current financial period under review.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

A6 Dividends Declared or Paid

No dividend was declared or paid during the current financial quarter under review.

A7 Segmental Information

Segmental analysis for the current quarter is set out below:

Cumulative as at 31 March 2019	Products and Services RM'000	Engineered Packages RM'000	Total RM'000
Revenue	34,921	21,345	56,266
Segment results	1,250	801	2,051
Share of profit from joint venture			138
Finance cost			(303)
Profit before taxation			1,886
Taxation			(757)
Net profit from continuing operations			1,129
Net profit/(loss) from discontinued operations			-
Net profit for the year			1,129

Cumulative as at 31 March 2018	Products and Services RM'000	Engineered Packages RM'000	Total RM'000
Revenue	38,034	17,464	55,498
Segment results	3,229	(1,000)	2,229
Share of profit from joint venture			(14)
Finance cost			(343)
Profit before taxation			1,872
Taxation			-
Net profit from continuing operations			1,872
Net profit/(loss) from discontinued operations			-
Net profit for the year			1,872

A8 Events after the Interim Period

No material event was registered after the interim period which will materially affect the earnings or income of the Group.

A9 Changes in the Composition of the Group

Save as disclosed above, there were no significant changes in the composition of the Group in the interim financial report, including business combinations, obtaining and losing control of subsidiaries and long term investments, restructurings and discontinuing operations.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

A10 Capital Commitment

No capital commitments were recorded in the current quarter under review.

A11 Related Party Transactions

The followings table provides the total amount of transactions which have been entered into with related parties during the year ended 31 March 2019 and 31 March 2018 as well as balances with related parties as of 31 March 2019 and 31 March 2018.

	Sales to related parties	Purchases from related parties	Amount owing by related parties	Amount owing to related parties
	RM'000	RM'000	RM'000	RM'000
2019	4,878	268	-	67
2018	2,668	1,178	296	982

A12 Contingent Liabilities

There were no significant changes in contingent liabilities since the last annual statement of financial position date and there were no additional contingent liabilities reported in the current financial quarter ended 31 March 2019.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B ADDITIONAL INFORMATION REQUIRED UNDER LISTING REQUIREMENTS

B1 Variance of Results Against Preceding Quarter

For the current year quarter ended 31 March 2019, the Group recorded consolidated revenue of approximately RM56.27 million as compared to RM44.87 million recorded in the preceding quarter ended 31 December 2018. In the current quarter under review, the Group recorded a net profit after tax of RM1.13 million as compared to a net profit after tax of RM4.78 million recorded in the preceding quarter ended 31 December 2018.

Engineered Packages

The Group registered revenue of RM21.35 million in the current quarter as compared to RM12.90 million registered in the preceding quarter ended 31 December 2018 increase in revenue by approximately 65.50%.

Products & Services

The products and services division registered revenue of RM34.92 million in the current quarter as compared to RM31.97 million registered in the preceding quarter ended 31 December 2018 increase by approximately 9.23%.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B2 Variance of Results Against Preceding Period

For the current period ended 31 March 2019, the Group recorded consolidated revenue of approximately RM56.27 million. This represents an increase of approximately 1.39% as compared to RM55.50 million recorded in the corresponding period ended 31 March 2018.

The increase in revenue by 1.39% was mainly due to contributions from the Petronas RAPID Project.

The Group registered an overall profit after tax of RM1.13 million for current period ended March 2019 as compared to net profit after tax of RM1.87 million in the preceding period ended 31 March 2018.

Engineered Packages

Revenue for the current period derived from the engineered packages division which consists of mainly gas generation packages and offshore equipment packages registered higher revenue of approximately RM21.35 million as compared to RM17.46 million registered in the preceding year. This represents an increase of approximately 22.28%.

Products & Services

The products and services division registered revenue of approximately RM34.92 million in the current period as compared to RM38.03 million registered in the preceding year decrease of approximately 8.18%.

B3 Current Year Prospects

Despite the challenges in the oil and gas industry, the Company will continue to focus in the oil and gas sector. At the same time, the Company will also look into new ventures for potential business growth.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B4 Variance of Actual and Profit Estimates

The Group has not provided any profit forecasts and therefore no comparison is available.

B5 Taxation

	Individual Quarter		Cumulative Year	
	31/03/2019 RM'000	31/03/2018 RM'000	31/03/2019 RM'000	31/03/2018 RM'000
a. Income Tax Expenses	757	-	757	-
b. (Over)/under provision in previous year	-	-	-	-
c. Deferred Tax Liabilities/(Assets)	-	405	-	405
d. Total	757	405	757	405

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B6 Status of Corporate Proposal

On 28/03/2019, T7 Global Bhd ("T7") had announce that:

T7 Marine Sdn Bhd, a wholly-owned subsidiary of the Company, C2C-DB Systems Pvt. Ltd. and Marine Crest Technology Sdn Bhd had entered into a Shareholders' agreement to collaborate marine services and naval technology business in Malaysia via a newly incorporated company, namely TCM Innovations Sdn Bhd (formerly known as TCM Intelligent System Sdn Bhd).

T7 Aero Sdn Bhd, a wholly-owned subsidiary of the Company had entered into a Collaboration Agreement with Beijing Aerospace Yilian Science & Technology Development Co. Ltd. to form strategic partnership to collaborate in various activities pertaining to security integration project.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B7 Bank Borrowings

	31/03/2019	31/03/2018
	RM'000	RM'000
a) <u>Secured short term borrowings</u>		
i) Hire purchase and lease payables	20,585	979
Sub Total	20,585	979
a) <u>Secured long term borrowings</u>		
i) Hire purchase and lease payables	14,921	8,627
Sub Total	14,921	8,627
TOTAL BORROWINGS	35,506	9,606

B8 Material Litigation/ Special Notice

The Group is not engaged in any litigation, which has a material effect on the financial position of the Group, and the Directors are not aware of any proceedings pending or threatened or of any likely to give any proceedings which might materially and/or adversely affected the position or business of the Group.

B9 Dividend Declared or Paid

No dividend was declared or paid during the current quarter under review.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK

B10 (Losses)/Earnings per share

	Quarter Ended		Period Ended	
	31/03/2019	31/03/2018	31/03/2019	31/03/2018
Net (loss)/profit attributable to ordinary shareholders (RM'000)				
Continuing operations	1,129	1,872	1,129	1,872
Discontinued operations	-	-	-	-
	<u>1,129</u>	<u>1,872</u>	<u>1,129</u>	<u>1,872</u>
Basic				
Total number of ordinary shares ('000)	419,453	419,453	419,453	419,453
Adjusted weighted average number of ordinary shares ('000)	<u>411,997</u>	<u>416,976</u>	<u>411,997</u>	<u>416,976</u>
Basic (losses)/earnings per ordinary share (sen)				
Continuing operations	0.27	0.45	0.27	0.45
Discontinued operations	-	-	-	-
	<u>0.27</u>	<u>0.45</u>	<u>0.27</u>	<u>0.45</u>
Diluted				
Adjusted weighted average number of ordinary shares ('000)	411,997	416,976	411,997	416,976
Diluted (losses)/earnings per ordinary share (sen)				
Continuing operations	0.27	0.45	0.27	0.45
Discontinued operations	-	-	-	-
	<u>0.27</u>	<u>0.45</u>	<u>0.27</u>	<u>0.45</u>

Certain diluted earnings/(losses) per ordinary share are not presented, as the computation would result in anti-dilutive earnings per ordinary share.

B11 Qualification of Financial Statements

There was no qualification made on the preceding audited financial statements for the financial year ended 31 December 2018.

THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK