

VERTICE BERHAD
(Company No. 200701007217 / 765218-V)

INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	Unaudited Quarter ended 31-Mar-20 RM'000	Audited 31-Mar-19 RM'000	Change %	Unaudited Year to date ended 31-Mar-20 RM'000	Audited 31-Mar-19 RM'000	Change %
Continuing Operations						
Revenue	16,511	44,486	-63%	62,127	116,668	-47%
Operating expenses	(17,697)	(41,479)	-57%	(63,717)	(114,618)	-44%
Amortisation & depreciation	(286)	(48)	496%	(911)	(48)	1798%
Impairment loss on receivables	(863)	(1,225)	-30%	(863)	(1,225)	-30%
PPE written off	-	-	-	-	-	-
Inventories written-off	-	-	-	-	-	-
Inventories written down	-	-	-	-	-	-
Foreign exchange (loss)/gain	-	-	-	-	-	-
Profit/(Loss) from operations	(2,335)	1,734	-235%	(3,364)	777	-533%
Other operating income	-	-	-	-	-	-
Profit/(Loss) before interest	(2,335)	1,734	-235%	(3,364)	777	-533%
Interest Expenses	(21)	(3)	600%	(52)	(4)	1200%
Interest Income	10	94	-89%	81	285	-72%
Profit/(Loss) before taxation	(2,346)	1,825	-229%	(3,335)	1,058	-415%
Income tax reversal / (expense)	663	(1,897)	-135%	155	(1,898)	-108%
Profit/(Loss) for the period from continuing operations	(1,683)	(72)	2238%	(3,180)	(840)	279%
Discontinued Operations						
Loss net of tax, discontinued operations	(12,561)	(2,542)	394%	(21,449)	(4,482)	379%
Profit/(Loss) for the period	(14,244)	(2,614)	445%	(24,629)	(5,322)	363%
Other comprehensive income						
Fair value gain/(loss) on equity investments designated at fair value through other comprehensive income	-	-	-	-	-	-
Total comprehensive income/(loss)	(14,244)	(2,614)	445%	(24,629)	(5,322)	363%
Net profit/(loss) attributable to:						
Owners of the Company	(14,276)	(2,510)		(24,353)	(5,357)	
Non-controlling interests	32	(104)		(276)	35	
	(14,244)	(2,614)		(24,629)	(5,322)	
Total comprehensive income/(loss) attributable to:						
Owners of the Company	(14,276)	(2,510)		(24,353)	(5,357)	
Non-controlling interests	32	(104)		(276)	35	
	(14,244)	(2,614)		(24,629)	(5,322)	
Earning/(Loss) per share attributable to equity holders of the parent:						
Basic (sen)	-7.56	-1.36		-12.90	-3.07	
Diluted (sen)	-5.21	-1.03		-8.88	-2.24	

The unaudited condensed consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

VERTICE BERHAD
(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2020

	Note	As at 31-Mar-20 RM'000 (Unaudited)	As at 31-Mar-19 RM'000 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment		1,325	2,078
Other investments		9,860	9,860
Right of use assets		5,171	-
		16,356	11,938
Current Assets			
Trade receivables	B7 (i)	38,484	69,050
Other receivables, deposits and prepayments	B7 (ii)	16,272	4,554
Contract assets		4,020	1
Tax recoverable		5,911	202
Cash and bank balances		2,960	18,096
		67,647	91,903
Asset held for sale		55,259	76,756
Total current assets		122,906	168,659
TOTAL ASSETS		139,262	180,597
EQUITY AND LIABILITIES			
Current Liabilities			
Trade payables		11,439	51,275
Other payables, deposits and accruals		18,221	977
Borrowings		412	142
Finance Lease Rental		680	-
Provision for tax		18	-
		30,770	52,394
Non Current Liabilities			
Borrowings		1,515	526
Finance Lease Rental		2,442	-
Deferred tax liabilities		14	-
		3,971	526
Total Liabilities		34,741	52,920
Capital and reserves			
Share capital		114,097	114,097
Retained earnings		(12,844)	13,286
		101,253	127,383
Non-controlling interests		3,268	294
Total Equity		104,521	127,677
TOTAL EQUITY AND LIABILITIES		139,262	180,597
Net Asset per share (in RM)		0.54	0.67

The unaudited condensed consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

VERTICE BERHAD
(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2020
(THE FIGURES HAVE NOT BEEN AUDITED)

	← Attributable to owners of the Company →						
	← Non-Distributable →			Distributable		Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Options Reserve RM'000	Fair Value Adjustment Reserve RM'000	Retained Earnings RM'000	Total RM'000		
As At 1 April 2019 (as previously reported)	114,097	-	-	13,286	127,383		
Prior year adjustments	-	-	-	(1,777)	(1,777)	-	(1,777)
As At 1 April 2019 (as restated)	114,097	-	-	11,509	125,606	294	125,900
Share option value	-	-	-	-	-	-	-
Non-exercise of share option	-	-	-	-	-	-	-
Shares issued during the year	-	-	-	-	-	3,250	3,250
Total comprehensive loss for the year	-	-	-	(24,353)	(24,353)	(276)	(24,629)
As At 31 March 2020	114,097	-	-	(12,844)	101,253	3,268	104,521
As At 1 April 2018	74,022	260	-	18,643	92,925	(241)	92,684
Share option value	-	519	-	-	519	-	519
Non-exercise of share option	-	(779)	-	-	(779)	-	(779)
Shares issued during the year	40,075	-	-	-	40,075	-	40,075
Total comprehensive loss for the period	-	-	-	(5,357)	(5,357)	35	(5,322)
Subscription of shares	-	-	-	-	-	500	500
As At 31 March 2019	114,097	-	-	13,286	127,383	294	127,677

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

VERTICE BERHAD
(Company No. 200701007217 / 765218-V)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH 2020

	Unaudited 31-Mar-20 RM'000	Audited 31-Mar-19 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit /(Loss) before tax from continuing operations	(3,335)	1,058
Profit /(Loss) before tax from discontinued operations	(21,620)	(5,434)
Adjustments for:		
Amortisation & depreciation	8,648	2,517
Impairment loss/(reversal) on receivables	925	1,139
Equity share-based payment	-	(260)
Interest expenses	391	301
Interest income	(81)	(610)
Gain on disposal of a subsidiary	(62)	(2,179)
Gain on disposal of property, plant & equipment	(95)	-
Property, plant & equipment written off	23	1,340
Inventories written-off	566	-
Inventories written down	7,872	1,553
Unrealised loss/(gain) on foreign exchange	-	7
Operating profit/(loss) before working capital changes	(6,768)	(568)
Changes in working capital:		
Decrease/(Increase) in inventories	942	(3,718)
Decrease/(Increase) in receivables	16,856	(63,625)
Increase/(Decrease) in payables	(25,867)	53,065
Decrease in contract assets	-	1,114
Cash (used in)/from operations	(14,837)	(13,732)
Interest paid	(737)	(301)
Interest received	81	610
Income tax paid	(5,642)	(2,483)
Income tax refunded	589	-
Cash (used in)/from operating activities	(20,546)	(15,906)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment in other investment	-	500
Proceeds from disposal of a subsidiary	-	21,000
Proceeds from disposal of property, plant & equipment	95	-
Purchase of property, plant & equipment	(2,783)	(7,001)
Net cash used in investing activities	(2,688)	14,499
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of bank borrowings	(6,952)	(3,296)
Proceeds from issue of share capital	3,250	40,075
Proceeds from bank borrowings	3,886	-
Repayment of BA	-	-
Repayment to directors	-	(2,400)
Net cash used in financing activities	184	34,379
Net changes in cash and cash equivalents	(23,050)	32,972
Effect of exchange rate changes	-	(7)
Cash and cash equivalents brought forward	33,386	421
Cash and cash equivalents carried forward	10,336	33,386
Continuing operations		
Money market placement	-	-
Cash and bank balances	2,960	18,096
Discontinued operations		
Fixed deposits	7,456	9,000
Cash and bank balances	134	6,290
Bank overdrafts	(214)	-
	10,336	33,386

The unaudited condensed consolidated Statement of Cash Flow should be read in conjunction with the audited Financial Statements for the financial year ended 31 March 2019 and the accompanying explanatory notes attached to the interim consolidated Financial Statements.

INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134

A1. Basis of Preparation

The unaudited condensed interim financial statements for the fourth quarter ended 31 March 2020 have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2019 and the accompanying explanatory notes.

The accounting policies and methods of computation adopted in these interim financial statements of the Group are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2019, included the adoption of all the applicable MFRSs and IC Interpretations that are relevant and effective for the financial period beginning on or after 1 January 2018.

The adoption of the MFRSs and IC Interpretations which are applicable to the Group did not have any significant impact on the interim financial statements of the Group.

A2. Audited Report Of Preceding Annual Financial Statements

The audited financial statements for the financial year ended 31 March 2019 was not subject to any qualification.

A3. Seasonal Or Cyclical Factors

The construction business of the Group is not affected by any seasonal or cyclical factors, whereas the fashion retail business is generally affected by major festive seasons, school holidays and carnival sales.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income Or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature in size or incidence during the current quarter under review.

A5. Material Changes In Estimates

There were no material changes in the estimates of amounts reported that have material effect on the results for the current quarter under review.

A6. Issuances, Cancellations, Repurchases, Resale And Repayments Of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter under review.

A7. Dividend Paid

There was no dividend paid during the current quarter under review.

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INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134

A8. Segmental Reporting

The Group's business segmental information for the financial period to date is as follows. There were no disclosure on geographical segment as its revenue from segment other than Malaysia is insignificant.

	Revenue		Profit/(Loss) before tax	
	Year To Date Ended		Year To Date Ended	
	31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
	RM'000	RM'000	RM'000	RM'000
Continuing Operations				
Constructions	62,127	116,668	181	5,090
Investment holdings and others	-	-	(3,516)	(4,032)
	62,127	116,668	(3,335)	1,058
Discontinued Operations				
Apparels, footwear & accessories	103,475	119,765	(21,620)	(5,434)
Disposal				
Apparels, footwear & accessories	-	18,289	-	(258)
Consolidated	103,475	138,054	(21,620)	(5,692)

A9. Valuation of Property, Plant and Equipment

The property, plant and equipment of the Group have not been revalued during the current quarter under review.

A10. Related Party Transactions

Details of the relationship between the Group and its related parties are as described below:-

Name of Related Party	Relationship
Consortium Zenith Construction Sdn Bhd ("CZCSB")	A company which certain substantial shareholders have financial interest.

Shareholders' mandate had already been obtained at the Extraordinary General Meeting held on 21 March 2019.

The information on the transactions which have been entered into with CZCSB during the financial year is as follows:-

Related Party	Nature of Transactions	Quarter Ended	Year To Date Ended
		31 March 2020	31 March 2020
		RM'000	RM'000
CZCSB	Sub-contracting works	1,047	5,507

A11. Changes In The Composition of The Group

There were no material changes to the composition of the Group for the current quarter under review.

A12. Contingent Liabilities and Contingent Assets

There were no material contingent liabilities, either secured or unsecured and contingent assets of the Group as at the end of the current quarter.

A13. Commitments

There were no material capital commitments approved or contracted for as at 31 March 2020.

INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group's Results For The Current Quarter and Year-To-Date Ended 31 March 2020

	Quarter ended		Changes	Year To Date Ended		Changes
	31-Mar-20	31-Mar-19		31-Mar-20	31-Mar-19	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Continuing operations						
Revenue from continuing operations	16,511	44,486	(27,975)	62,127	116,668	(54,541)
Profit/(Loss) before taxation	(2,346)	1,825	(4,171)	(3,335)	1,058	(4,393)
Profit/(Loss) after taxation	(1,683)	(72)	(1,611)	(3,180)	(840)	(2,340)
Discontinued Operations						
Revenue from discontinued operations - Fashion Retail	21,551	31,644	(10,093)	103,475	119,765	(16,290)
Profit/(Loss) net of tax from discontinued operations	(12,561)	(2,542)	(10,019)	(21,449)	(4,482)	(16,967)
Comprehensive income/(loss) attributable to equity holders of the parent	(14,276)	(2,510)	(11,766)	(24,353)	(5,357)	(18,996)

(i) Construction

The construction business recorded a turnover of RM16.5 million in the current quarter which was lower than the preceding year corresponding quarter of RM44.5 million. The revenue in the current period was lower mainly due to slow down in progress of works of certain projects.

Loss before tax was recorded at RM2.3 million in the current quarter compared to profit before tax of RM1.8 million in the preceding year corresponding quarter mainly due to lower revenue as mentioned above and provision for impairment loss for certain trade receivables. The current quarter loss also continued to be weighed down by recurring expenditure from the investment holding segment. The Movement Control Order which came into effect from 18 March 2020 to 3 May 2020 had adversely impacted and delayed the progress of most projects.

(ii) Fashion Retail

Fashion retail business revenue achieved RM21.5 million in current quarter compared with RM31.6 million in preceding year corresponding quarter, dropped by RM10.1 million (31.9%); this segment recorded a loss after tax of RM12.6 million in the current quarter compared to preceding year corresponding quarter of RM2.5 million. The lower sales and higher losses are mainly due to the outbreak of covid-19 pandemic, Malaysian government implemented the Movement Control Orders ("MCO") from 18 March 2020 to 3 May 2020, there was no revenue generated from all retail outlets and counters during the MCO period, fixed expenses such as staffs related costs and committed services are still incurred, and also the mark down provision made for slow moving aged stocks.

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INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B2. Variation Of Results For The Current Quarter Against Immediate Preceding Quarter

	Current Quarter 31-Mar-20 RM'000	Immediate Preceding Quarter 31-Dec-19 RM'000	Change RM'000	%
Continuing operations				
Revenue from continuing operations	16,511	18,124	(1,613)	-9%
Profit/(Loss) from operations	(2,335)	(732)	(1,603)	219%
Profit/(Loss) before taxation	(2,346)	(734)	(1,612)	220%
Profit/(Loss) after taxation	(1,683)	(1,190)	(493)	41%
Discontinued Operations				
Revenue from discontinued operations - Fashion Retail	21,551	29,480	(7,929)	-27%
Profit/(Loss) net of tax from discontinued operations	(12,561)	(2,118)	(10,443)	493%
Comprehensive income/(loss) attributable to equity holders of the parent	(14,276)	(3,195)	(11,081)	347%

(i) Construction

The Group recorded the construction revenue of RM16.5 million in the current quarter, representing a decrease of RM1.6 million over the immediate preceding quarter, this was mainly due to the progress of projects being affected and delayed when the Movement Control Order came into effect.

The loss before tax in current quarter of RM2.3 million as compared to loss before tax of RM0.7 million in the immediate preceding quarter was mainly due to provision for impairment loss for certain trade receivables in the current quarter and lower revenue recognised.

(ii) Fashion Retail

The loss after tax of the fashion retail was RM12.6 million in the current quarter as compared to the immediate preceding quarter of RM2.1 million, mainly due to the outbreak of covid-19 pandemic, during MCO period, there was no revenue generated from all retail outlets and counters period, and also coupled with the mark down provision made for slow moving aged stocks.

B3. Group's Prospects

The Group's outstanding order book stands at approximately RM1 billion which includes the PMIP project mentioned below.

The Group's construction arm was awarded a contract worth RM815 million for the construction of a by-pass from Bandar Baru Ayer Hitam connecting to Lebuhraya Tun Dr Lim Chong Eu (Package 2 of the Penang Mega Infrastructure Project) ("PMIP") in August 2018. The project has commenced in November 2019 with early works preparation. However, due to the Covid-19 pandemic and Movement Control Order implemented by the Malaysian government, major construction works has been delayed until the second half of this year, and shall span over a period of 36 months thereafter.

Besides this, another project in the order book which is seeing work momentum picking up in the coming quarters is the construction and completion of the Light Rail Transit Line 3 from Bandar Utama to Johan Setia with a contract sum worth RM100 million. This project primarily involves work on the Precast Viaduct (U-Trough Girder) and other related works.

Based on the above, Vertice is cautiously optimistic of its performance in the coming quarters.

B4. Variance Of Profit Forecast

The Group did not issue any profit forecast or profit guarantee during the current financial year under review.

INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B5. Income Tax Expense

The breakdown of income tax expense is as follows:-

	Current Quarter 31-Mar-20	Year to Date 31-Mar-20
	RM'000	RM'000
Continuing Operations		
Current year tax expense	(187)	321
Under/(over) provision in prior year	(490)	(490)
Deferred tax expenses/(reversal)	14	14
	<u>(663)</u>	<u>(155)</u>
Discontinued Operations		
Current year tax expense	-	-
Under/(over) provision in prior year	(62)	(62)
Deferred tax expenses/(reversal)	-	(110)
	<u>(62)</u>	<u>(172)</u>

B6. Group Borrowings and Debt Securities

The Group's borrowings are as follows:-

	Quarter ended 31-March-2020			Quarter ended 31-March-2019		
	Secured Debt	Unsecured Debt	Total	Secured Debt	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Short-term borrowings						
Finance lease liabilities	412	-	412	142	-	142
	<u>412</u>	<u>-</u>	<u>412</u>	<u>142</u>	<u>-</u>	<u>142</u>
Long-term borrowings						
Finance lease liabilities	1,515	-	1,515	526	-	526
	<u>1,515</u>	<u>-</u>	<u>1,515</u>	<u>526</u>	<u>-</u>	<u>526</u>

The Group does not have any foreign currency borrowings as at 31 March 2020. All borrowings indicated above are denominated in Ringgit Malaysia.

B7. Receivables, deposits and prepayments

The ageing analysis of the Group's trade receivables and other receivables breakdown are as follows:-

	As at 31-Mar-20	As at 31-Mar-19
	RM'000	RM'000
(i) Trade receivables from contracts with customers	40,572	70,275
Less: Impairment losses	(2,088)	(1,225)
	<u>38,484</u>	<u>69,050</u>
(ii) Other receivables	5,275	1,297
Deposits and prepayments	10,997	3,085
Input tax claimable	-	172
	<u>16,272</u>	<u>4,554</u>

B8. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

B9. Dividend Proposed

No dividend has been declared during the current quarter under review.

INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2020

PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B, PART A OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B10. Earnings Per Share ("EPS")

Basic EPS

The basic earnings per share of the Group is calculated by dividing the profit attributable to the owners of the Company by the weighted average number of ordinary shares in issue.

	Current Quarter 31-Mar-20	Year to Date 31-Mar-20
	RM'000	RM'000
Earnings attributable to owners of the Company	(14,276)	(24,353)
Number of ordinary shares ('000)	188,760	188,760
Adjustment for assumed exercise of warrants ('000)	60,000	60,000
Adjustment for assumed exercise of Proposed Private Placement ('000)	25,486	25,486
Adjustment for assumed number of ordinary shares issued and issuable ('000)	274,246	274,246
Earnings/(loss) per ordinary share (sen)		
Basic	(7.56)	(12.90)
Diluted	(5.21)	(8.88)

B11. Significant Event Subsequent to Reporting Period

There was no significant event subsequent to this reporting period.

B12. Status of Corporate Proposal Announced

(1) The Group's proposed disposal of 60% equity interest in Kumpulan Voir Sdn Bhd ("KVSB") for a total cash consideration of approximately RM32.62 million to Mr Seow (Executive Deputy Chairman) and provision of financial assistance of RM13.1 million corporate guarantee for the banking facilities procured by KVSB were approved by shareholders during an EGM on 18 February 2019. The parties to the SPA have mutually agreed for extension until 30 June 2020 for the fulfilment of conditions precedent. On 25 June 2020, all the conditions precedent have been fulfilled with the consent of financiers fully granted. As a result, the SPA had become unconditional and the Group is now in the process of verifying the net assets position of KVSB as at 31 May 2020, being the last day of the month preceding the unconditional date to determine the final purchase consideration.

(2) On 1 July 2019, the Group announced that it had submitted an application to Bursa Securities for the Proposed Private Placement which entails the issuance of up to 25,485,800 Placement Shares, representing not more than 10% of the enlarged issued share capital of the Company after taking into consideration the existing number of issued shares of 188,760,000 shares and assuming full exercise of the outstanding warrants and outstanding SIS options into new Company shares. Subsequently on 17 July 2019, Bursa Securities had approved the listing and quotation of up to 25,485,800 Placement Shares to be issued pursuant to the Proposed Private Placement. Further to that, Bursa Securities had approved an extension of time up to 17 July 2020 to complete the implementation of the Private Placement.

(3) On 15 January 2020, the Company made an offer of options to eligible persons to subscribe for new shares in the Company under the Company's Employees' Share Issuance Scheme. The total number of options offered was 14,507,000 and the exercise period is within one year from the date of offer. As at the closing date for the acceptance of offer, the number of options accepted was 8,845,000, while the remaining balance of 5,662,000 was not taken up. On 20 March 2020, the Company terminated and revoked the options offered via mutual agreement with the option holders as the exercise price was much higher than the existing market price of the Company's shares. Subsequently on 19 May 2020, the Company made an offer of options to eligible persons to subscribe for new shares in the Company under the said scheme, with the same total number of options offered. As at the closing date for the acceptance of offer, the number of options accepted was 8,845,000, while the balance of 5,662,000 was not taken up.

B13. Authorization For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 June 2020.