



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME – UNAUDITED

	Three months ended		Twelve months ended	
	31.12.2019 RM '000	31.12.2018 RM '000	31.12.2019 RM '000	31.12.2018 RM '000
Revenue	<u>44,071</u>	<u>35,999</u>	<u>158,061</u>	<u>168,382</u>
Operating Profit/(Loss)	486	(6,857)	(7,593)	(7,904)
Finance income	19	16	62	70
Finance costs	(771)	(885)	(3,413)	(2,802)
ESOS expenses	-	(881)	(867)	(1,014)
Loss before taxation	<u>(266)</u>	<u>(8,607)</u>	<u>(11,811)</u>	<u>(11,650)</u>
Tax (expenses)/ income	(4)	4,484	(12)	9,780
Loss for the period	<u>(270)</u>	<u>(4,123)</u>	<u>(11,823)</u>	<u>(1,870)</u>
Foreign currency translation differences for foreign operations	-	-	-	-
Total comprehensive expense for the period	<u>(270)</u>	<u>(4,123)</u>	<u>(11,823)</u>	<u>(1,870)</u>
Loss attributable to:				
Owners of the Company	(269)	(4,115)	(11,812)	(1,864)
Non-controlling interests	(1)	(8)	(11)	(6)
Loss for the period	<u>(270)</u>	<u>(4,123)</u>	<u>(11,823)</u>	<u>(1,870)</u>
Total comprehensive expense attributable to:-				
Owners of the Company	(269)	(4,115)	(11,812)	(1,864)
Non-controlling interests	(1)	(8)	(11)	(6)
Total comprehensive expense for the period	<u>(270)</u>	<u>(4,123)</u>	<u>(11,823)</u>	<u>(1,870)</u>
Basic loss per ordinary share (sen)	<u>(0.06)</u>	<u>(0.98)</u>	<u>(2.82)</u>	<u>(0.44)</u>
Diluted loss per ordinary share (sen)	<u>(0.06)</u>	<u>(0.98)</u>	<u>(2.81)</u>	<u>(0.44)</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - UNAUDITED

	As at 31.12.2019 RM '000	Audited As at 31.12.2018 RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	187,954	202,146
Right-of-use assets	3,514	-
Deferred tax assets	4,527	4,527
Total non-current assets	<u>195,995</u>	<u>206,673</u>
Current assets		
Inventories	22,179	28,687
Trade and other receivables	38,090	41,598
Contract assets	10,035	3,375
Current tax assets	8	6,031
Cash and cash equivalents	9,563	7,055
Total current assets	<u>79,875</u>	<u>86,746</u>
TOTAL ASSETS	<u><u>275,870</u></u>	<u><u>293,419</u></u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	110,015	109,883
Reserves	71,298	82,469
Equity attributable to owners of the Company	<u>181,313</u>	<u>192,352</u>
Non-controlling interests	-	11
Total equity	<u>181,313</u>	<u>192,363</u>
Non-current liabilities		
Loans and borrowings	17,233	-
Lease Liabilities	253	-
Employee benefits	554	609
Total non-current liabilities	<u>18,040</u>	<u>609</u>
Current liabilities		
Trade and other payables	19,988	22,190
Loans and borrowings	56,323	78,206
Lease Liabilities	155	-
Dividends payable	51	51
Total current liabilities	<u>76,517</u>	<u>100,447</u>
Total liabilities	<u>94,557</u>	<u>101,056</u>
TOTAL EQUITY AND LIABILITIES	<u><u>275,870</u></u>	<u><u>293,419</u></u>
Net assets per share (RM)	0.43	0.46

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY – UNAUDITED

	Attributable to owners of the Company							Non-controlling interest	Total equity	
	Non-distributable				Distributable					
	Share capital	Translation reserve	Treasury share	Share option reserve	Merger reserve	Warrant reserve	Retained earnings	Total		
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 1 January 2019	109,883	(4)	(662)	1,790	2,991	16,967	61,387	192,352	11	192,363
Ceasation of subsidiary	-	4	-	-	-	-	214	218	-	218
Loss for the period	-	-	-	-	-	-	(11,812)	(11,812)	(11)	(11,823)
Loss and total comprehensive expense for the year	-	4	-	-	-	-	(11,598)	(11,594)	(11)	(11,605)
<i>Contributions by and distributions to owners of the Company</i>										
Equity settled share based transactions										
- Share option granted	-	-	-	867	-	-	-	867	-	867
- Share issued pursuant to ESOS	104	-	-	-	-	-	-	104	-	104
- Share option exercised	28	-	-	(28)	-	-	-	-	-	-
Own shares acquired	-	-	(416)	-	-	-	-	(416)	-	(416)
Total transactions with owners of the Company	132	-	(416)	839	-	-	-	555	-	555
Share option forfeited	-	-	-	(384)	-	-	384	-	-	-
At 31 December 2019	<u>110,015</u>	<u>-</u>	<u>(1,078)</u>	<u>2,245</u>	<u>2,991</u>	<u>16,967</u>	<u>50,173</u>	<u>181,313</u>	<u>-</u>	<u>181,313</u>



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY – AUDITED

	Attributable to owners of the Company										
	Non-distributable							Distributable			
	Share capital	Share premium	Translation reserve	Treasury share	Share option reserve	Merger reserves	Warrant reserve	Retained earnings	Total	Non-controlling interest	Total equity
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
At 1 January 2018	108,735	993	(4)	(144)	988	2,991	16,967	65,167	195,693	17	195,710
Loss and total comprehensive expense for the year	-	-	-	-	-	-	-	(1,864)	(1,864)	(6)	(1,870)
<i>Contributions by and distributions to owners of the Company</i>											
Equity settled share based transactions											
-share option granted	-	-	-	-	1,014	-	-	-	1,014	-	1,014
-share issued pursuant to ESOS	124	-	-	-	-	-	-	-	124	-	124
-share option exercised	31	-	-	-	(31)	-	-	-	-	-	-
Own shares acquired	-	-	-	(518)	-	-	-	-	(518)	-	(518)
Dividends to owners of the Company	-	-	-	-	-	-	-	(2,097)	(2,097)	-	(2,097)
Total transactions with owners of the Company	155	-	-	(518)	983	-	-	(2,097)	(1,477)	-	(1,477)
Transfer in accordance with Section 618(2) of the Companies Act 2016	993	(993)	-	-	-	-	-	-	-	-	-
Share option forfeited	-	-	-	-	(181)	-	-	181	-	-	-
At 31 December 2018	<u>109,883</u>	<u>-</u>	<u>(4)</u>	<u>(662)</u>	<u>1,790</u>	<u>2,991</u>	<u>16,967</u>	<u>61,387</u>	<u>192,352</u>	<u>11</u>	<u>192,363</u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS – UNAUDITED**

	Twelve months ended 31.12.2019 RM '000	Twelve months ended 31.12.2018 RM '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(11,811)	(11,650)
Adjustments for:-		
Depreciation on:		
- Property, plant and equipment	17,920	17,052
- Right-of-use assets	260	-
Equity settled share-based transaction	867	1,014
Finance costs	3,413	2,802
Finance income	(62)	(70)
Property, plant and equipment		
- Written off	38	1
- Loss/(gain) on disposal	41	(11)
Reversal of impairment loss on trade receivables	(18)	(16)
Bad debts written off on trade receivables	34	-
Unrealised (gain)/loss on foreign exchange	(1,693)	1,418
Written off investment in subsidiaries	218	-
Dividend income	-	(32)
Operating profit before changes in working capital	<u>9,207</u>	<u>10,508</u>
Change in employee benefits	(55)	(56)
Change in inventories	6,508	306
Change in trade and other receivables	3,637	20,405
Change in trade and other payables	(2,202)	(9,972)
Change in contract assets	(6,660)	3,769
Cash generated from operations	<u>10,435</u>	<u>24,960</u>
Tax refund/ (paid)	6,011	(1,686)
Other finance costs paid	(170)	(207)
Net cash from operating activities	<u>16,276</u>	<u>23,067</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(5,946)	(47,987)
Acquisition of right-of-use assets	(1,120)	-
Proceeds from disposal of property, plant and equipment	26	328
Interest received	62	70
Dividend received	-	32
Net cash used in investing activities	<u>(6,978)</u>	<u>(47,557)</u>



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED (continued)

	Twelve months ended 31.12.2019 RM '000	Twelve months ended 31.12.2018 RM '000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loans	358	23,501
Repayment of term loans	(15,396)	(9,991)
Repayment of lease liabilities	(133)	-
Net short term borrowings	11,936	12,808
Proceeds from exercise of share option	104	124
Net payment from the repurchase of treasury shares	(416)	(518)
Dividends paid to owners of the Company	-	(2,276)
Interest paid	(3,243)	(2,595)
Net cash (used in)/from financing activities	<u>(6,790)</u>	<u>21,053</u>
Net increase/(decrease) in cash and cash equivalents	2,508	(3,437)
Cash and cash equivalents at 1 January	7,055	10,492
Cash and cash equivalents at 31 December	<u>9,563</u>	<u>7,055</u>
Cash and cash equivalents at end of the year consist of:-		
Cash and bank balances	<u>9,563</u>	<u>7,055</u>
	<u>9,563</u>	<u>7,055</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)



A. NOTES TO THE QUARTERLY FINANCIAL REPORT

1 Basis of preparation

(a) Statement of compliance

The interim financial statements are unaudited and have been prepared in accordance with paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad, and Malaysia Financial Reporting Standard (MFRS) 134: Interim Financial Reporting. These condensed consolidated interim financial statements also comply with IAS34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2018. 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 following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group and the Company:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2020

- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures – Interest Rate Benchmark Reform*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- MFRS 17, *Insurance Contracts*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Company plan to apply the abovementioned accounting standards, interpretations and amendments in the respective financial year when the above standards, interpretations and amendments become effective, if applicable.

The initial application of the accounting standards, interpretations and amendments are not expected to have any material financial impacts to the current period and prior period financial statements of the Group and of the Company upon their first adoption.



MFRS 16, Leases

Arising from the adoption of MFRS 16, Leases, there are changes to the accounting policies applied to lease contracts entered by the Group entities as compared to those applied in previous financial statements

MFRS 16 replaces the guidance in MFRS 117, Leases, IC Interpretation 4, Determining whether an Arrangement contains a Lease, IC Interpretation 115, Operating Leases – Incentives and IC Interpretation 127, Evaluating the Substance of Transactions Involving the Legal Form of a Lease.

MFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard which continues to be classified as finance or operating lease.

The Group has applied MFRS 16 using the modified retrospective approach, under which the cumulative effect of initial application is recognised as an adjustment to retained earnings at 1 January 2019. Accordingly, the comparative information presented for 2018 has not been restated – i.e. it is presented, as previously reported under MFRS 117, Leases and related interpretations.

The implication of MFRS 16 to the consolidated financial statements for the year ended 31 December 2019 are as follows:

**Statement of financial position as at
31 December 2019**

	Before MFRS 16 RM'000	Restated with MFRS 16 RM'000
Property, plant & equipments	191,066	187,954
Right-of-use assets	-	3,514
Reserves	71,304	71,298
Non-current lease liabilities	-	253
Current lease liabilities	-	155

**Statement of profit or loss and other comprehensive income for
Three months ended
31 December 2019**

	Before MFRS 16 RM'000	Restated with MFRS 16 RM'000	Twelve months ended 31 December 2019 Before MFRS 16 RM'000	Restated with MFRS 16 RM'000
Operating (Loss)/Profit	474	486	(7,605)	(7,593)
Finance cost	(753)	(771)	(3,395)	(3,413)
(Loss)/Profit for the period	(264)	(270)	(11,817)	(11,823)



(b) Basis of measurement

The financial statements have been prepared on the historical cost basis.

(c) Functional and presentation currency

These financial statements are presented in Ringgit Malaysia (“RM”), which is the Company’s functional currency. All financial information is presented in RM and has been rounded to the nearest thousand, unless otherwise stated.

(d) Use of estimates and judgements

The preparation of the financial statements in conformity with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have significant effect on the amounts recognised in the financial statements except for recognition of deferred tax assets.

The deferred tax assets are recognised only to the extent that it is probable that taxable profits will be available against which the unabsorbed capital allowances and unutilised reinvestment allowances can be utilised. The Directors believe that there is probable taxable profits based on the profit projections to utilise the amount of deferred tax assets recognised.

2 Audit qualification

The preceding audited financial statements of the Group were not subject to any audit qualification.

3 Seasonality or cyclicity of operations

The business operations of the Group during the financial quarter under review were not materially affected by any seasonal or cyclical factors.

4 Unusual items affecting the assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and financial year-to-date.

5 Material changes in estimates

There were no changes in estimates of amounts, which have a material effect in the current quarter and financial year-to-date.



6 Issuances, cancellations, repurchases, resales and repayments of debts and equity securities

There were no issuances, cancellation, repurchases, resales and repayments of debts and equity securities for the current quarter.

7 Dividend paid

The Board does not recommend any interim dividend to be paid for the current quarter.

8 Segment information

The Group operates principally in Malaysia and in the manufacture and sale of flexible packaging materials.

The Group's operation is divided into local and export market. The local market relates to sales to customers within Malaysia. The export market relates to sales to overseas customers in South East Asia, South America, Africa and Asia being the principal market segment.

	Individual quarter ended		Cumulative quarter ended	
	31 December 2019 RM'000	31 December 2018 RM'000	31 December 2019 RM'000	31 December 2018 RM'000
Revenue				
- Local	19,104	24,924	70,356	101,189
- Overseas	<u>24,967</u>	<u>11,075</u>	<u>87,705</u>	<u>67,193</u>
	<u><u>44,071</u></u>	<u><u>35,999</u></u>	<u><u>158,061</u></u>	<u><u>168,382</u></u>

9 Valuations of property, plant and equipment

The Group did not carry out any valuations on its property, plant and equipment for the current quarter.

10 Material events subsequent to period end

There were no material events subsequent to period end.

11 Changes in composition of the group

There were no changes in the composition of the Group for the current quarter except for the following:

On 19 November 2019, Tomypak Flexible Packaging (S) Pte Ltd, a subsidiary has been struck off from the Register of Accounting and Corporate Regulatory Authority, Singapore ("ACRA"), which does not have any material impact on the earnings, net assets and gearing of the Group for the financial year ended 2019.



12 Contingent liabilities

	Company	
	31 December 2019 RM'000	31 December 2018 RM'000
Secured corporate guarantees given to banks in respect of outstanding banking facilities of a subsidiary	<u>73,556</u>	<u>78,206</u>

13 Capital commitments

	31 December 2019 RM'000	31 December 2018 RM'000
Plant and equipment Contracted but not provided for	<u>2,095</u>	<u>1,863</u>

14 Listing Requirement

The external auditors had performed a limited review on the condensed consolidated interim financial statements of the Group as at 31 December 2019 pursuant to a directive issued by Bursa Malaysia Securities Berhad on 27 May 2019. A copy of the review report dated 27 February 2020 is attached.

B. ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENT

1 Review of performance

The Group's performance for the quarter under review as compared to the same quarter of the previous financial year is as follows :

Description	Q4 2019 RM '000	Q4 2018 RM '000	Change %
Revenue	44,071	35,999	22
EBITDA	5,115	(2,808)	>100
Operating Loss before Foreign Exchange,			
Interest and Tax	(482)	(8,292)	94
Loss before tax	(266)	(8,607)	97
Loss after tax	(270)	(4,123)	93



Quarter Review

For the 3 months period ended December 31, 2019, the Group achieved a revenue of RM44.1 million as compared to RM36.0 million for the same period last year. The increase in revenue in this period under review is primarily due to increase in orders from some existing and new international customers and partially offset by a decrease in sales to some local customers.

In terms of quantity, there was an increase of 22% from 2,350 metric tons in the same quarter last financial year to 2,859 metric tons for this quarter.

The Group achieved a higher EBITDA of RM5.1 million in the current quarter as compared to a negative RM2.8 million for the same period last year. This is due to higher revenue as well as higher contribution margins from improved operational efficiency in the current quarter compared the same quarter in the preceding year.

The Group recorded a much lower loss before tax of RM0.3 million for the quarter under review as compared to a loss of RM8.6 million in the same quarter in FY 2018. The lower loss recorded is primarily due to an increase in sales and higher contribution margin.

Twelve Months Review

Description	FY 2019 RM '000	FY 2018 RM '000	Change %
Revenue	158,061	168,382	(6)
EBITDA	9,720	8,134	19
Operating Loss before Foreign Exchange, Interest and Tax	(10,099)	(7,926)	(27)
Loss before tax	(11,811)	(11,650)	(1)
Loss after tax	(11,823)	(1,870)	(>100)

For the twelve months ended December 31, 2019, the Group recorded a revenue of RM158.1 million as compared to RM168.4 million in the corresponding period in the previous financial year, a marginal decrease of RM10.3 million or 6%. The decrease was primarily due to a reduction in sales.

Despite the reduction in sales, the Group's EBITDA increased to RM9.7 million for the twelve months ended December 31, 2019 from RM8.1 million for the same period last year. The Group reported a loss before tax of RM11.8 million for the twelve months for financial year 2019 due to lower sales.

Although there were marked improvements operationally, the contribution margins from the revenue were still insufficient to cover the slight increase in factory overheads for the 12 months ended 31 December 2019. The Group was able to reduce material consumption and wastages with the transformation program implemented in financial year 2018 through to 2019. However, sales and marketing expenses were higher in the twelve months ended 31 December 2019, arising from costs incurred for additional sales personnel and more intensive and aggressive sales and marketing activities.



Total depreciation charges increased from RM17.1 million in the 12 months ended 31 December 2018 to RM18.2 million for the 12 months ended 31 December 2019 as all new equipment were commissioned into operation in financial year 31 December 2019.

In addition, there was also higher interest costs of RM3.4 million for the twelve months ended December 31, 2019 as compared to RM2.8 million in the previous financial year, for loans drawn down to finance the purchase of new production equipment and working capital in the second half of financial year 2018.

The Group recognized a net foreign exchange gain of RM1.6 million in this financial year, compared to a foreign exchange loss of RM1.0 million in the prior financial period.

2 Variation of results against preceding quarter

The Group's performance for the quarter under review as compared to the preceding quarter is as follows:

	Q4 2019	Q3 2019	Change
	RM '000	RM '000	%
Revenue	44,071	38,542	14
EBITDA	5,115	821	>100
Operating Loss before Foreign Exchange, Interest and Tax	(482)	(3,158)	85
Loss before tax	(266)	(4,560)	94
Loss after tax	(270)	(5,989)	95

For the three months ended December 31, 2019, the Group achieved a revenue of RM44.1 million compared to RM38.5 million for the preceding quarter, an increase of 14% resulting from increased orders from local and international customers in this quarter.

EBITDA increased from RM0.8 million for the three months ended September 30, 2019 to RM5.1 million for the three months ended December 31, 2019. This increase is primarily due to an increase in sales as well as better contribution margins from continuing improvements in operations.

The loss before tax of the Group was also lower at RM0.3 million in Q4 2019 against a loss before tax of RM4.6 million in for the preceding quarter. The Group recognised a foreign exchange gain of RM1.0 million in this quarter as against a foreign exchange loss of RM0.5 million for the preceding quarter. In addition, there was also an ESOS expense of RM0.9 million in preceding quarter.

3 Prospects

As at the end of December 2019, the rationalization of the two factories is almost fully completed with only the bag making lines, metallizer and CPP lines still operational at the Tampoi plant.

The Group will intensify sales and marketing efforts to secure more customers as well as develop new products to improve our competitive advantage.



The Group will also continue to enhance operational efficiencies and the Board is optimistic that the performance of the Group will improve.

4 Profit forecast

No profit forecast was provided for the current quarter and financial year-to-date.

5 Tax (expense)/ income

Taxation comprises the following:

	Individual quarter ended		Cumulative quarter ended	
	31 December	31 December	31 December	31 December
	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000
The tax (expense)/ income comprises the followings:				
Tax expense				
- Current period	(4)	(14)	(14)	(17)
- Prior year	-	(29)	2	(26)
	<u>(4)</u>	<u>(43)</u>	<u>(12)</u>	<u>(43)</u>
Deferred tax income				
- Current period	-	4,559	-	9,855
- Prior year	-	(32)	-	(32)
	<u>-</u>	<u>4,527</u>	<u>-</u>	<u>9,823</u>
	<u>(4)</u>	<u>4,484</u>	<u>(12)</u>	<u>9,780</u>

6 Status of corporate proposal announced

There was no corporate proposal announced for the current quarter.



7 Group borrowings and debts securities

The borrowings of the Group denominated in Ringgit Malaysia as at the end of the reporting period are as follows: -

	31 December 2019	31 December 2018
	RM'000	RM'000
Non-current		
<i>Secured</i>		
Term loans	17,233	-
	<u>17,233</u>	<u>-</u>
Current		
<i>Secured</i>		
Term loans	13,309	46,595
Revolving credit	14,446	6,335
	<u>27,755</u>	<u>52,930</u>
<i>Unsecured</i>		
Trust receipts	28,568	25,276
	<u>28,568</u>	<u>25,276</u>
	<u>56,323</u>	<u>78,206</u>
	<u>73,556</u>	<u>78,206</u>

8 Disclosure of derivatives

There were no financial derivatives for the current quarter ended 31 December 2019.

9 Changes in material litigation

There were no pending material litigations at the date of this quarterly report.

10 Dividend

No dividend was declared by the Company for the current quarter under review.



11 Earnings per ordinary shares

Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the period under review is based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the said financial period.

	Individual quarter ended		Cumulative quarter ended	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
Adjusted Net Loss attributable to ordinary shareholders (RM'000)	(269)	(4,115)	(11,812)	(1,864)
Weighted average number of ordinary shares in issue ('000)	418,854	419,169	418,912	419,350
Basic loss per ordinary share (sen)	<u>(0.06)</u>	<u>(0.98)</u>	<u>(2.82)</u>	<u>(0.44)</u>

Diluted earnings per ordinary share

The calculation of diluted earnings per ordinary share for the period under review is based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the said financial period, calculated as follows:

	Individual quarter ended		Cumulative quarter ended	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
Adjusted Net Loss attributable to ordinary shareholders (RM'000)	(269)	(4,115)	(11,812)	(1,864)
Weighted average number of ordinary shares in issue ('000)	420,057	420,096	420,115	420,277
Diluted loss per ordinary share (sen)	<u>(0.06)</u>	<u>(0.98)</u>	<u>(2.81)</u>	<u>(0.44)</u>

12 Related party transactions

There were no significant related party transactions for the Group during the period under review.



13 Notes to the Statements of Comprehensive Income

Loss before tax is arrived at after charging/ (crediting):

	Individual quarter ended		Cumulative quarter ended	
	31 December 2019 RM'000	31 December 2018 RM'000	31 December 2019 RM'000	31 December 2018 RM'000
Dividend income	-	-	-	(32)
Interest expense	753	885	3,395	2,802
Interest expense on lease liabilities	18	-	18	-
Depreciation on:				
- Property, plant and equipment	4,369	4,930	17,920	17,052
- Right-of-use assets	260	-	260	-
Bad debts written off/(recovered)	34	-	34	(129)
Reversal of impairment loss on trade receivables	(18)	-	(18)	-
Allowance for/ (Reversal of) slow moving inventories	(296)	284	(1,186)	(502)
Foreign exchange:				
- Realised loss/(gain)	(208)	(800)	54	(426)
- Unrealised loss/(gain)	(759)	246	(1,693)	1,418
Loss/(gain) on disposal of property, plant and equipment	-	119	41	(11)
Equity settled share based transaction (ESOS expense)	-	881	867	1,014