

# **SINOTOP HOLDINGS BERHAD**

**(114842-H)**

*(Incorporated In Malaysia)*

## **QUARTERLY UNAUDITED FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2019**

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## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 MONTHS		CUMULATIVE 3 MONTHS	
	CURRENT YEAR QUARTER ENDED 30/9/2019 RM'000 Unaudited	PRECEDING FINANCIAL YEAR CORRESPONDING QUARTER 30/9/2018 RM'000 Audited	CURRENT FINANCIAL YEAR-TO-DATE ENDED 30/9/2019 RM'000 Unaudited	PRECEDING FINANCIAL YEAR CORRESPONDING QUARTER 30/9/2018 RM'000 Audited
<b>CONTINUING OPERATIONS</b>				
Revenue	4,926	-	4,926	-
Cost of sales	(4,750)	-	(4,750)	-
<b>Gross profit</b>	<b>176</b>	<b>-</b>	<b>176</b>	<b>-</b>
Other operating income	-	4	-	4
Distribution and marketing expense	-	-	-	-
Administrative expenses	(104)	(262)	(104)	(262)
Other operating expenses	(63)	-	(63)	-
<b>Profit/(loss) before taxation</b>	<b>9</b>	<b>(258)</b>	<b>9</b>	<b>(258)</b>
Taxation	(3)	(11)	(3)	(11)
Profit/(loss) after taxation from continuing operations	6	(269)	6	(269)
<b>DISCONTINUED OPERATIONS</b>				
Profit after taxation from discontinued operations	1,830	1,627	1,830	1,627
<b>Profit after taxation</b>	<b>1,836</b>	<b>1,358</b>	<b>1,836</b>	<b>1,358</b>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences	997	(2,289)	997	(2,289)
<b>Total comprehensive expense for the period</b>	<b>2,833</b>	<b>(931)</b>	<b>2,833</b>	<b>(931)</b>
Profit attributable to:				
Equity holders of the parent	1,836	1,358	1,836	1,358
Minority interest	-	-	-	-
	<b>1,836</b>	<b>1,358</b>	<b>1,836</b>	<b>1,358</b>
Total comprehensive expense attributable to:				
Equity holders of the parent	2,833	(931)	2,833	(931)
Minority interest	-	-	-	-
	<b>2,833</b>	<b>(931)</b>	<b>2,833</b>	<b>(931)</b>
<b>Earnings/(loss) per share (sen) :</b>				
- Basic				
Continuing operations	-	(0.07)	-	(0.07)
Discontinued operations	0.46	0.41	0.46	0.41
- Diluted				
Continuing operations	-	(0.07)	-	(0.07)
Discontinued operations	0.46	0.41	0.46	0.41

This statement should be read in conjunction with the notes to this report.

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30/9/2019 RM'000 UNAUDITED	AS AT 30/6/2019 RM'000 AUDITED
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment in a joint venture	-	-
Property, plant and equipment	-	-
Investment property	-	-
Land use rights	-	-
	-	-
<b>Current Assets</b>		
Land use rights	-	-
Inventories	-	-
Trade and other receivables	13,485	3,530
Contract assets	7,251	16,162
Fixed deposits with licensed banks	-	2,100
Cash and bank balances	5,428	25
	26,164	21,817
Non-current assets classified as held for sale	115,693	119,312
<b>Total assets</b>	<b>141,857</b>	<b>141,129</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	118,470	118,470
Statutory reserve	15,697	15,697
Foreign currency translation reserve	-	-
Accumulated losses	(66,535)	(68,371)
	67,632	65,796
Reserves of a disposal group held for sale	41,335	40,338
<b>Total equity</b>	<b>108,967</b>	<b>106,134</b>
<b>Current Liabilities</b>		
Trade and other payables	29,069	24,503
Income tax payable	73	72
	29,142	24,575
Liabilities directly associated with assets classified as held for sale	3,748	10,420
<b>Total liabilities</b>	<b>32,890</b>	<b>34,995</b>
<b>Total equity and liabilities</b>	<b>141,857</b>	<b>141,129</b>
<b>Net assets / (liabilities) per share (RM)</b>	<b>0.28</b>	<b>0.27</b>

*This statement should be read in conjunction with the notes to this report.*

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

		AS AT CURRENT QUARTER ENDED 30/9/2019  RM'000 UNAUDITED	AS AT PRECEDING FINANCIAL YEAR ENDED 30/6/2019  RM'000 AUDITED
<b>OPERATING ACTIVITIES</b>			
Profit/(loss) before taxation			
- Continuing operations		9	(1,011)
- discontinuing operations		2,186	(71,410)
		<hr/> 2,195	<hr/> (72,421)
<b>Adjustments for :-</b>			
Allowance for impairment losses on trade receivables		159	6,558
Amortisation of land use right	N1	-	70
Depreciation	N1	-	1,410
Inventory written off		-	429
Property, plant and equipment written off		-	2,024
Loss on re-measurement to fair value less costs to sell		-	69,572
Share of results of a joint venture		(68)	(1,300)
Unrealised gain on foreign exchange		(647)	(819)
Write-back of allowance for impairment losses on trade receivables		(302)	(5)
Interest income		(439)	(2,724)
Changes in working capital			
- Decrease in inventories		(2,357)	1,419
- Trade receivables and other receivables		(12,566)	14,161
- Trade and other payables		(2,505)	23,511
- Increase in contract assets		8,911	(16,162)
		<hr/> (7,619)	<hr/> 25,723
Cash from operations			
Income tax paid		(660)	(1,677)
		<hr/> (8,279)	<hr/> 24,046
<b>INVESTING ACTIVITIES</b>			
(Placement)/withdrawal of fixed deposits with tenure more than 3 months		(326)	178
Purchase of property, plant and equipment		-	(13,560)
Redemption/(purchase) of short-term investments		3,703	(56,793)
Proceeds from disposal of short-term investments		-	36,270
Interest received		439	2,724
		<hr/> 4,142	<hr/> (31,181)
<b>FINANCING ACTIVITY</b>			
Net cash for financing activity		-	-
		<hr/> (4,137)	<hr/> (7,135)
Net increase in cash and cash equivalents			
Foreign exchange translation differences		2,230	(272)
Cash and cash equivalents at beginning of the financial year	N2	16,756	24,163
Cash and cash equivalents at end of the period/financial year	N2	<hr/> 14,849	<hr/> 16,756

Note : ( ) Denotes cash outflow

N1 Para 25 of MFRS5 requires that there shall not be amortisation and depreciation of non-current assets while these are classified as held for sale.

N2 Cash and cash equivalents exclude fixed deposits with a tenure of more than 3 months

This statement should be read in conjunction with the notes to this report.

SINOTOP HOLDINGS BERHAD CO. NO. 114842-H

INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2019

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	< ----- Non distributable ----- >				Distributable	
	Share Capital RM '000	Statutory Reserve RM '000	Foreign Currency Translation Reserve RM '000	Reserves of a Disposal Group Held For Sale RM '000	Unappropriated Profits RM '000	Total Equity RM '000
Balance at 1 July 2019 (audited)	118,470	15,697	-	40,338	(68,371)	106,134
Total comprehensive income for the financial year to date						
- Loss after tax for the financial year to date						
Discontinued operations	-	-	-	997	-	997
Balance at 30 September 2019 (unaudited)	<b>118,470</b>	<b>15,697</b>	<b>-</b>	<b>41,335</b>	<b>(66,535)</b>	<b>108,967</b>

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