



**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income  
For the 2nd Quarter Ended 30 September 2019**

|   | Note | Current Quarter            |                            | Year To-date               |                            |
|---|------|----------------------------|----------------------------|----------------------------|----------------------------|
|   |      | <u>30/09/19</u><br>3-month | <u>30/09/18</u><br>3-month | <u>30/09/19</u><br>6-month | <u>30/09/18</u><br>6-month |
|   |      | RM'000                     | RM'000                     | RM'000                     | RM'000                     |
| Revenue   | 9    | 8,080                      | 9,288                      | 16,875                     | 16,578                     |
| Cost of sales   |      | (6,228)                    | (7,145)                    | (12,701)                   | (12,551)                   |
| <b>Gross profit</b>   |      | <b>1,852</b>               | <b>2,143</b>               | <b>4,174</b>               | <b>4,027</b>               |
| Other income  |      | 268                        | 270                        | 460                        | 481                        |
| Other operating expenses  |      | (3,158)                    | (3,091)                    | (5,827)                    | (6,093)                    |
| Administrative expenses   |      | (95)                       | (98)                       | (233)                      | (239)                      |
| Finance costs   |      | -                          | -                          | -                          | -                          |
| <b>Loss before tax</b>  | 10   | <b>(1,133)</b>             | <b>(776)</b>               | <b>(1,426)</b>             | <b>(1,824)</b>             |
| Tax expense   | 20   | -                          | (79)                       | (95)                       | (165)                      |
| <b>Loss for the period</b>  |      | <b>(1,133)</b>             | <b>(855)</b>               | <b>(1,521)</b>             | <b>(1,989)</b>             |
| <b>Other comprehensive income, net of tax</b>                             |      | <b>-</b>                   | <b>-</b>                   | <b>-</b>                   | <b>-</b>                   |
| <b>Loss and other comprehensive loss for the period</b>                   |      | <b>(1,133)</b>             | <b>(855)</b>               | <b>(1,521)</b>             | <b>(1,989)</b>             |
| <b>Loss and other comprehensive loss for the period attributable to :</b> |      |                            |                            |                            |                            |
| Owners of the Company   |      | (1,133)                    | (858)                      | (1,521)                    | (1,992)                    |
| Non-controlling Interest  |      | -                          | 3                          | -                          | 3                          |
|   |      | <b>(1,133)</b>             | <b>(855)</b>               | <b>(1,521)</b>             | <b>(1,989)</b>             |
| <b>Basic Loss per share attributable to owners of the Company (sen)</b>   | 25   | <b>(0.25)</b>              | <b>(0.19)</b>              | <b>(0.34)</b>              | <b>(0.44)</b>              |

*The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes.*

**JASA KITA BERHAD** (239256-M)**Condensed Consolidated Statements of Financial Position**

|   |    | Unaudited<br>As at<br><u>30/09/19</u><br>RM'000 | Audited<br>As at<br><u>31/03/19</u><br>RM'000 |
|---|----|---|---|
| <b>ASSETS</b>                                   |    |   |   |
| <b><u>Non-current assets</u></b>                |    |   |   |
| Property, plant and equipment                   | 11 | 15,460  | 14,775  |
| Investment properties                           |    | 4,310   | 4,382   |
| Intangible asset                                |    | 370   | 398   |
| <b><u>Current assets</u></b>                    |    |   |   |
| Property development cost                       |    | -   | -   |
| Inventories                                     |    | 11,191  | 12,183  |
| Trade receivables                               |    | 6,630   | 7,922   |
| Non-trade receivables, deposits and prepayments |    | 1,317   | 2,130   |
| Tax recoverable                                 |    | 1,558   | 1,661   |
| Deposits with licensed financial institutions   |    | 22,800  | 22,500  |
| Cash and bank balances                          |    | 5,503   | 5,926   |
|   |    | <u>48,999</u>                                   | <u>52,322</u>                                 |
| <b>TOTAL ASSETS</b>                             |    | <u><u>69,139</u></u>                            | <u><u>71,877</u></u>                          |
| <b>EQUITY AND LIABILITIES</b>                   |    |   |   |
| Share Capital                                   | 7  | 44,955  | 44,955  |
| Retained earnings                               |    | 22,630  | 24,151  |
| Attributable to Equity holders of the parent    |    | <u>67,585</u>                                   | <u>69,106</u>                                 |
| Non-controlling Interest                        |    | -   | -   |
| <b>TOTAL EQUITY</b>                             |    | <u><u>67,585</u></u>                            | <u><u>69,106</u></u>                          |
| <b><u>Non-current liabilities</u></b>           |    |   |   |
| Lease liabilities                               |    | -   | -   |
| Deferred tax liabilities                        |    | 40  | 40  |
|   |    | <u>40</u>                                       | <u>40</u>                                     |
| <b><u>Current liabilities</u></b>               |    |   |   |
| Trade payables                                  |    | 400   | 1,209   |
| Non-trade payables and accruals                 |    | 1,032   | 1,424   |
| Lease liabilities                               |    | -   | -   |
| Tax payable                                     |    | 82  | 98  |
|   |    | <u>1,514</u>                                    | <u>2,731</u>                                  |
| <b>TOTAL LIABILITIES</b>                        |    | <u><u>1,554</u></u>                             | <u><u>2,771</u></u>                           |
| <b>TOTAL EQUITY AND LIABILITIES</b>             |    | <u><u>69,139</u></u>                            | <u><u>71,877</u></u>                          |
| <b>Net assets per share (RM)</b>                |    | <u><u>0.15</u></u>                              | <u><u>0.15</u></u>                            |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes.



**JASA KITA BERHAD** (239256-M)

**Condensed Consolidated Statements of Changes in Equity  
For the 2nd Quarter Ended 30 September 2019**

|  | Attributable to Owners of the Company |                                 |               | Non-Controlling Interest | Total Equity  |
|--|---------------------------------------|---------------------------------|---------------|--------------------------|---------------|
|  | Share Capital                         | Distributable Retained Earnings | Total         |                          |               |
|  | RM'000                                | RM'000                          | RM'000        | RM'000                   | RM'000        |
| <b>At 1 April 2018</b>   | 44,955                                | 36,476                          | 81,431        | (131)                    | 81,300        |
| Profit / (loss) and other comprehensive income / (loss) for the period | -                                     | (1,992)                         | (1,992)       | 3                        | (1,989)       |
| <b>At 30 September 2018</b>  | <b>44,955</b>                         | <b>34,484</b>                   | <b>79,439</b> | <b>(128)</b>             | <b>79,311</b> |
| <b>At 1 April 2019</b>   | 44,955                                | 24,151                          | 69,106        | -                        | 69,106        |
| Loss and other comprehensive loss for the period                       | -                                     | (1,521)                         | (1,521)       | -                        | (1,521)       |
| <b>At 30 September 2019</b>  | <b>44,955</b>                         | <b>22,630</b>                   | <b>67,585</b> | <b>-</b>                 | <b>67,585</b> |

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes.*

**Condensed Consolidated Statements of Cash Flows**

|  | <b>6-month</b><br><b>30/09/19</b><br><b>RM'000</b> | <b>6-month</b><br><b>30/09/18</b><br><b>RM'000</b> |
|--|--|--|
| <b>Cash flows from operating activities</b>                      |  |  |
| Loss before tax  | (1,426)  | (1,824)  |
| Adjustments for:-  |  |  |
| Depreciation of property, plant and equipment                    | 264  | 338  |
| Depreciation of investment property                              | 30   | 30   |
| Amortisation of intangible asset                                 | 29   | 9  |
| Impairment of trade receivables                                  | 185  | -  |
| Loss/(Gain) on disposal of property, plant and equipment         | 2  | (84)   |
| Property, plant and equipment written down                       | 262  | -  |
| Unrealised foreign exchange (gain)/loss                          | 28   | (23)   |
| Distribution income from investment securities                   | -  | (54)   |
| Interest income  | (370)  | (245)  |
| <b>Operating loss before changes in working capital</b>          | <b>(996)</b>                                       | <b>(1,853)</b>                                     |
| Property development cost  | -  | (344)  |
| Inventories  | 992  | (3,463)  |
| Receivables  | 1,920  | 148  |
| Payables   | (1,201)  | (799)  |
| <b>Cash generated from/(used in) operations</b>                  | <b>715</b>   | <b>(6,311)</b>                                     |
| Tax paid   | (163)  | (252)  |
| Tax refund   | 164  | 19   |
| <b>Net cash from/(used in) operating activities</b>              | <b>716</b>   | <b>(6,544)</b>                                     |
| <b>Cash flows from investing activities</b>                      |  |  |
| Purchase of property, plant and equipment                        | (1,214)  | (500)  |
| Purchase of intangible asset                                     | (1)  | (14)   |
| Redemption of investment securities                              | -  | 4,500  |
| Proceeds from disposal of property, plant and equipment          | 6  | -  |
| (Placement)/Withdrawal of fixed deposits                         | (5,000)  | 8,000  |
| Interest received  | 370  | 245  |
| <b>Net cash (used in)/from investing activities</b>              | <b>(5,839)</b>                                     | <b>12,231</b>                                      |
| <b>Cash flows from financing activities</b>                      |  |  |
| Repayment of lease liabilities                                   | -  | -  |
| <b>Net cash used in financing activities</b>                     | <b>-</b>   | <b>-</b>   |
| <b>Net (decrease)/increase in cash and cash equivalents</b>      | <b>(5,123)</b>                                     | <b>5,687</b>                                       |
| <b>Cash and cash equivalents as at 1 April</b>                   | <b>22,926</b>                                      | <b>17,618</b>                                      |
| <b>Cash and cash equivalents as at end of period</b>             | <b>17,803</b>                                      | <b>23,305</b>                                      |
| <b>Cash and cash equivalents comprise the following amounts:</b> |  |  |
| Deposits with licensed banks                                     | 12,300   | 17,300   |
| Cash and bank balances   | 5,503  | 6,005  |
|  | <b>17,803</b>                                      | <b>23,305</b>                                      |

*(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes)*



**Part A - Explanatory Notes Pursuant to MFRS 134**

**1 Basis of Preparation**

The unaudited interim financial statements have been prepared in accordance with MFRS 134 : Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2019. The 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 financial year ended 31 March 2019.

**2 Significant Accounting Policies**

The significant accounting policies and computation methods are consistent with those of the audited financial statements for the year ended 31 March 2019, except for the adoption of the following Amendments to MFRSes during the current financial period:

**(A) Standards issued and effective**

On 1 April 2018, the Group and the Company have also adopted the following new and amended MFRSes which are mandatory for annual financial periods beginning on or after 1 January 2018

**i) Effective for annual periods commencing on or after 1 January 2018**

- Annual improvements to MFRSs 2014 - 2016 cycle
  - Amendments to MFRS 1, First-time Adoptions of Malaysian Financial Reporting Standards
  - Amendments to MFRS 128, Investment in Associates and Joint Ventures
- Amendments to MFRS 2, Share-based Payment: Classification and Measurements of Share-based Payment Transactions
- Amendments to MFRS 4, Insurance Contracts: Applying MFRS 9 Financial Instrument with MFRS 4 Insurance Contracts
- MFRS 9, Financial Instruments
- MFRS 15, Revenue from Contract with Customers
- Clarifications to MFRS 15, Revenue from Contracts with Customers
- Amendments to MFRS 140, Investment Property: Transfer of Investment property
- IC Interpretation 22, Foreign Currency Transactions and Advance Consideration

Adoption of the above MFRSs does not have any significant impact to the Group and of the Company.

**(B) Standards issued and not yet effective**

The Group and the Company have not adopted the following standards and interpretations that have been issued but not yet effective:

**i) Effective for annual periods commencing on or after 1 January 2019**

- Annual Improvements to MFRS 2015 - 2017 cycle
  - Amendments to MFRS 3, Business Combinations
  - Amendments to MFRS 11, Joint Arrangements
  - Amendments to MFRS 112, Income Taxes
  - Amendments to MFRS 123, Borrowing Costs
- Amendments to MFRS 119, Employee Benefits: Plan Amendment, Curtailment and Settlement
- MFRS 16, Leases
- Amendments to MFRS 9, Financial Instruments: Prepayment Features with Negative Compensation



**i) Effective for annual periods commencing on or after 1 January 2019 (continued)**

- Amendments to MFRS 128, Investment in Associates and Joint Ventures: Long-term Interests in Associates and Joint Ventures
- IC Interpretation 23, Uncertainty over Income Tax Treatments

**ii) Effective for annual periods commencing on or after 1 January 2020**

- Amendments to MFRS 2, Share-based Payment
- Amendments to MFRS 3, Business Combinations
- Amendments to MFRS 6, Exploration for and Evaluation of Mineral Resources
- Amendments to MFRS 14, Regulatory Deferral Accounts
- Amendments to MFRS 101, Presentation of Financial Statements
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to MFRS 134, Interim Financial Reporting
- Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets
- Amendments MFRS 138, Intangible Assets
- Amendments to IC Interpretation 12, Service Concession Arrangements
- Amendments to IC Interpretation 19, Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC interpretation 20, Stripping Costs in the Production Phase of a Surface Mine
- Amendments to IC Interpretation 22, Foreign Currency Transactions and Advance Consideration
- Amendments to IC Interpretation 132, Intangible Assets - Web Site Costs

**iii) Effective for annual periods commencing on or after 1 January 2021**

- MFRS 17, Insurance Contracts

**iv) Deferred**

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures: Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group and of the Company except as mentioned below:



MFRS 16 Leases

MFRS 16, which upon the effective date will supersede MFRS 117 Leases, introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Specifically, under MFRS 16, a lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. Accordingly, a lessee should recognise depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows. Also, the right-of-use asset and the lease liability are initially measured on a present value basis. The measurement includes non-cancellable lease payments and also includes payments to be made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease. This accounting treatment is significantly different from the lessee accounting for leases that are classified as operating leases under the predecessor standard, MFRS 117.

In respect of the lessor accounting, MFRS 16 substantially carries forward the lessor accounting requirements in MFRS 117. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently.

Based on the assessment, the Group and the Company do not expect the application of MFRS 16 to have a significant impact on its consolidated financial statements.

**3 Auditors' Report**

The auditors' report on the financial statements for the year ended 31 March 2019 was not subject to any qualification.

**4 Seasonality or Cyclical Factors**

There were no material factors of a seasonal or cyclical nature which affected the operations of the Group during the current financial quarter and financial year-to-date.

**5 Unusual Items**

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

**6 Changes in Estimates**

There were no other changes in estimates of amounts reported previously, that would have had a material effect on the figures reported in the current financial year-to-date.

**7 Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review and financial year-to-date.

**8 Dividend Payment**

There was no dividend payment made in the current quarter.





**Part B - Explanatory Notes***(Appendix 9B of Listing Requirements of BMSB)***16 Review of Performance****Quarter 2, FYE 2020 vs Quarter 2, FYE 2019**

For the quarter under review, group's turnover decreased 13.0% from RM9.29 million to RM8.08 million. The decline in turnover had resulted a decreased in gross profit by 13.6% from RM2.14 million to RM1.85 million

**Distribution and trading**

Turnover decreased 16.1% from RM8.51 million to RM7.14 million, mainly attributable to lost of sales from power tools division. Losses before tax increased by 41.7% from RM1.01 million to RM1.43 million, due to impairment and expenses incurred for business reorganisation of automotive batteries division.

**Logistics related services**

Turnover increased by 14.3% from RM656,000 to RM750,000. Losses before tax of RM18,000 is lower by 48.6% as compared to losses before tax of RM35,000 for the corresponding quarter in preceding year.

**Year-to-date 30 September 2019 vs Year-to-date 30 September 2018**

Group's turnover was marginally higher at RM16.9 million for the current year as compared to RM16.6 million for the previous year. Turnover have marginally increased in electric motor division and automotive batteries division. Losses before tax was 21.8% lower to RM1.43 million from RM1.82 million for the previous year, due to lower operating cost by taking cost cutting measure.

**Distribution and trading**

Turnover was marginally higher at RM15.1 million compared to RM14.9 million. Losses before tax is at RM2.0 million as compared to RM2.3 million a year ago. Operating expenses is lower mainly due to cost reduction activity in tools division and motor division.

**Logistics related services**

Turnover reduced by 2.9% from RM1.5 million to RM1.4 million for the reporting period. Profit before tax reduced from RM74,000 to RM38,000 due to an overall increased in rental expenses.

**17 Current Quarter vs Preceding Quarter Results**

Group's turnover was slightly lower at RM8.08 million for the current quarter as compared to RM8.79 million for the preceding quarter and losses before tax was higher at RM1.43 million as compared to RM293,000 for the preceding quarter. Turnover have decreased by 10% in distribution and trading segments from automotive batteries division and electric motors division in the current quarter. Higher losses in the current quarter under review were mainly due to PPE written down from closing of non-profitable GP outlets amounting to RM298,000 and impairment of trade receivables amounting to RM185,000.

**18 Commentary on Prospects**

Since the commencement of automotive batteries division, its GP Outlets have not achieved the desired sales performance. Going forward, the Group will review the viability of its existing GP Outlets Business Model, in terms of location and method of distribution.

The Group is continuously closely monitoring the sales performance and cost control of all the subsidiaries. Planning and deploying the operating resources for synergy among all the subsidiaries to achieve operational efficiency and effectiveness in the long run.

**19 Profit Forecast and Guarantee**

The Group has not provided any profit forecast or profit guarantee in any public document.

**20 Taxation**

|  | <u>30/09/19</u><br>3-month | <u>30/09/18</u><br>3-month | <u>30/09/19</u><br>6-month | <u>30/09/18</u><br>6-month |
|--|----------------------------|----------------------------|----------------------------|----------------------------|
|  | RM'000                     | RM'000                     | RM'000                     | RM'000                     |
| Income tax - current year                      | -                          | 83                         | 95                         | 169                        |
| (Over)/under-provided in prev. years           | -                          | (4)                        | -                          | (4)                        |
| Deferred tax - originating & reversal          | -                          | -                          | -                          | -                          |
| Change in tax rates                            | -                          | -                          | -                          | -                          |
| (Over)/under-provided in prev. years           | -                          | -                          | -                          | -                          |
| Tax expense                                    | -                          | 79                         | 95                         | 165                        |
| Profit/(loss) before taxation                  | <b>(1,133)</b>             | <b>(776)</b>               | <b>(1,426)</b>             | <b>(1,824)</b>             |
| Tax at 24% (previous year - 24%)               | <b>(272)</b>               | <b>(186)</b>               | <b>(343)</b>               | <b>(438)</b>               |
| Income tax (over)/under-provided in prior year | -                          | (4)                        | -                          | (4)                        |
| Change in tax rates                            | -                          | -                          | -                          | -                          |
| Deferred tax under/(over) prov. in prior year  | -                          | -                          | -                          | -                          |
| Unrecognized losses brought forward (utilized) | -                          | -                          | -                          | -                          |
| Deferred tax asset not recognized              | <b>116</b>                 | <b>258</b>                 | <b>178</b>                 | <b>517</b>                 |
| Effects of transactions :-                     |                            |                            |                            |                            |
| Non-deductible expenses                        | <b>156</b>                 | <b>23</b>                  | <b>260</b>                 | <b>103</b>                 |
| Income not taxable                             | -                          | (12)                       | -                          | (13)                       |
| Tax expense                                    | -                          | 79                         | 95                         | 165                        |

The effective tax rates for the current financial quarter and period to-date were higher than the statutory rate due to certain non-deductible expenses for income tax purposes and non-recognition of deferred tax asset due to uncertainty of its recoverability.

**21 Corporate Proposals**

There were no corporate proposals announced but not completed at the latest practicable date, which is not earlier than seven days from the date of issue of this quarterly report.

**22 Group Borrowings**

There were no borrowings as at the end of the current financial quarter.

**23 Material Litigation**

No new material litigation has arisen nor were there any material changes to any case which had been pending since the last annual balance sheet date.

**24 Dividends**

The Company did not declare any dividend during the current financial quarter.

**25 Earnings Per Share**

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

|  | <u>30/09/19</u><br>3-month | <u>30/09/18</u><br>3-month | <u>30/09/19</u><br>6-month | <u>30/09/18</u><br>6-month |
|--|----------------------------|----------------------------|----------------------------|----------------------------|
| Profit/(loss) attributable to ordinary equity holders of the parent (RM'000) | <b>(1,133)</b>             | <b>(858)</b>               | <b>(1,521)</b>             | <b>(1,992)</b>             |
| Weighted average number of ordinary shares in issue ('000)                   | <b>449,550</b>             | <b>449,550</b>             | <b>449,550</b>             | <b>449,550</b>             |
| Basic earnings/(loss) per share (sen)  | <b>(0.25)</b>              | <b>(0.19)</b>              | <b>(0.34)</b>              | <b>(0.44)</b>              |

By order of the Board

**Ong Bing Yap**  
Executive Director

Kuala Lumpur  
Date : 28 November 2019