

CEPATWAWASAN GROUP BERHAD
(Company No. 536499-K)

Condensed consolidated statement of comprehensive income
For the Twelve-months year ended 31 December 2019

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2019 (Unaudited) RM'000	3 months ended 31.12.2018 (Unaudited) RM'000	12 months ended 31.12.2019 (Unaudited) RM'000	12 months ended 31.12.2018 (Unaudited) RM'000
Revenue	59,441	58,140	208,644	240,618
Cost of sales	(48,976)	(57,668)	(186,540)	(220,462)
Gross profit	10,465	472	22,104	20,156
Other operating income	863	748	1,847	1,014
Administrative expenses	(2,478)	(2,539)	(8,619)	(8,639)
Other operating expenses	(7,107)	(2,972)	(10,841)	(6,345)
Operating profit / (loss)	1,743	(4,291)	4,491	6,186
Finance income	2,042	1,997	8,051	8,154
Finance costs	(1,424)	(1,535)	(5,474)	(5,360)
Net finance income	618	462	2,577	2,794
Profit / (Loss) before tax	2,361	(3,829)	7,068	8,980
Income tax expense	(3,012)	(494)	(4,366)	(3,910)
(Loss)/Profit net of tax	(651)	(4,323)	2,702	5,070
Other comprehensive income				
Item that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	56	(103)	(87)	(410)
Other comprehensive income for the period/year, net of tax	56	(103)	(87)	(410)
Total comprehensive income/ (loss) for the period/year	(595)	(4,426)	2,615	4,659
(Loss)/profit attributable to:				
Owners of the parent	(743)	(3,085)	439	5,299
Non-controlling interests	92	(1,238)	2,263	(229)
	(651)	(4,323)	2,702	5,070
Total comprehensive (loss)/ income attributable to:				
Owners of the parent	(710)	(3,147)	384	5,047
Non-controlling interests	115	(1,280)	2,231	(388)
	(595)	(4,426)	2,615	4,659
(Loss)/Earnings per share (EPS) attributable to owners of the parent (sen per share)				
Basic	(0.24)	(1.00)	0.14	1.72

These 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 these interim financial statements.

CEPATWAWASAN GROUP BERHAD

(Company No. 536499-K)

Condensed consolidated statement of financial position as at 31 December 2019

	31.12.2019	31.12.2018
	(Unaudited)	(Audited)
	RM'000	RM'000
ASSETS		
Property, plant and equipment	235,413	229,055
Investment properties	43,340	43,340
Intangible assets	17,358	17,358
Deferred tax assets	4,623	3,033
Trade and other receivables	136,052	140,836
Total non-current assets	<u>436,786</u>	<u>433,622</u>
Biological assets	1,927	1,142
Inventories	23,154	26,720
Trade and other receivables	23,316	20,567
Tax recoverable	1,503	3,364
Short term investments	13,927	13,860
Deposits placed with licensed banks	4,491	8,658
Cash and bank balances	11,178	8,840
Total current assets	<u>79,496</u>	<u>83,151</u>
TOTAL ASSETS	<u>516,282</u>	<u>516,773</u>
EQUITY		
Equity attributable to owners of the parent		
Share capital	318,446	318,446
Treasury shares	(11,097)	(11,097)
Retained earnings	116,298	120,494
Other reserve	(80,520)	(80,354)
Foreign currency translation reserve	(413)	(359)
Total equity attributable to owners of the parent	<u>342,714</u>	<u>347,130</u>
Non-controlling interests	13,424	12,498
Total equity	<u>356,138</u>	<u>359,628</u>
LIABILITIES		
Other payable	267	267
Borrowings	51,670	53,070
Deferred tax liabilities	27,567	24,410
Total non-current liabilities	<u>79,504</u>	<u>77,747</u>
Borrowings	55,217	54,646
Trade and other payables	24,678	24,524
Income tax payables	745	228
Total current liabilities	<u>80,640</u>	<u>79,398</u>
Total liabilities	<u>160,144</u>	<u>157,145</u>
TOTAL EQUITY AND LIABILITIES	<u>516,282</u>	<u>516,773</u>
Net assets per share attributable to owner of the parent (RM)	1.11	1.12

These 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 these interim financial statements.

Condensed consolidated statement of cash flows for the year ended 31 December 2019

	12 months ended 31.12.2019	12 months ended 31.12.2018
	RM'000	RM'000
Operating activities		
Profit before tax	7,068	8,980
Adjustments for:		
Depreciation and amortisation	12,890	13,414
Bad debts written off	-	11
Finance costs	5,474	5,360
Gain on disposal of property, plant and equipment	-	(205)
Property, plant and equipment written off	110	12
Fair value adjustment on Biological assets	(785)	1,488
Finance income	(8,051)	(8,154)
Reversal of expected credit loss	(91)	(185)
Net loss on foreign exchange - unrealised	(36)	34
Operating profit before working capital changes	16,579	20,755
Decrease/(increase) in inventories	3,566	(1,437)
Decrease in receivables	9,856	14,989
Increase/(decrease) in payables	1,456	(4,638)
Cash generated from operations	31,457	29,669
Interest paid	(5,508)	(5,360)
Income taxes paid	(2,779)	(6,878)
Income taxes refund	1,963	432
Interest received	708	758
Net cash flows generated from operating activities	25,841	18,621
Investing activities		
Purchase of property, plant and equipment	(18,991)	(13,299)
Proceed from disposal of Property, plant and equipment	-	209
Net investment in short term money market funds	(67)	3,202
Net cash flows used in investing activities	(19,058)	(9,888)
Financing activities		
Purchase of treasury shares in Subsidiary	(270)	-
Dividend Paid	(4,635)	(6,179)
Dividend paid to non-controlling interests	(1,200)	(1,600)
Placemement of fixed deposit	-	(274)
Drawdown of term loans	16,400	20,259
Drawdown of revolving credits	5,750	4,500
Repayment of term loans	(18,478)	(11,250)
Repayment of revolving credits	(5,550)	(17,621)
Repayment of obligations under finance leases	(545)	(592)
Net cash flows used in financing activities	(8,528)	(12,757)
Net decrease in cash and cash equivalents	(1,745)	(4,024)
Net foreign exchange difference	(84)	(420)
Cash and cash equivalents at beginning of financial year	14,771	19,215
Cash and cash equivalents at end of financial year	12,942	14,771
Cash and cash equivalents at the end of the financial year comprise the following:		
Deposits placed with licensed banks	4,491	8,658
Cash and bank balances	11,178	8,840
	15,669	17,498
Deposits pledged with licensed banks	(2,727)	(2,727)
Cash and cash equivalents at end of financial period	12,942	14,771

These 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 these interim financial statements.

CEPATWAWASAN GROUP BERHAD
(Company No. 536499-K)

Notes to the condensed consolidated interim financial statements

1. Basis of preparation

These condensed consolidated interim financial statements for the period ended 31 December 2019 have been prepared in accordance with Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group 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 financial year ended 31 December 2018.

2. Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2018 except for those standards, amendments and interpretations which are effective from the annual period beginning 1 January 2019. The adoption of the MFRSs and Amendments do not have significant impact on the financial statements of the Group.

3. Auditors’ report on preceding annual financial statements

The auditors’ report on the financial statements of the Group for the year ended 31 December 2018 was not qualified.

4. Segment information

The Group has three reportable segments, as described below, which are the Group’s strategies business units. The strategic business units offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group’s reportable segments:

- a. Plantation - Cultivation of oil palm
- b. Oil Mill - Milling and sales of oil palm products
- c. Power Plant - Power generation and sales of biomass by-products

Information about reportable segments

	Results for the 3 months ended 31 December							
	Plantation		Oil Mill		Power Plant		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	3,140	2,877	46,186	46,497	9,724	8,622	59,050	57,996
Inter-segment revenue	9,847	8,561	-	-	-	-	9,847	8,561
Segment profit	1,580	(2,669)	1,748	1,484	(258)	(2,039)	3,070	(3,225)

4. Segment information (cont'd)

	3 months ended 31.12.2019 (Unaudited) RM'000	3 months Ended 31.12.2018 (Unaudited) RM'000
Segment loss is reconciled to consolidated loss before tax as follows:		
Segment loss	3,070	(3,225)
Other non-reportable segments	(258)	(14)
Elimination of inter-segment profits	(52)	(80)
Unallocated corporate expenses	(398)	(510)
Consolidated loss before tax	<u>2,361</u>	<u>(3,829)</u>

Results for the 12 months ended 31 December

	Plantation		Oil Mill		Power Plant		Total	
	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
External revenue	9,521	14,633	168,894	199,007	28,659	25,986	207,074	239,626
Inter-segment revenue	33,819	35,456	-	-	-	-	33,819	35,456
Segment (loss)/profit	596	5,131	6,457	5,539	1,706	(28)	8,759	10,642
Segment assets	227,432	224,051	38,710	38,108	175,809	174,663	441,951	436,822
Segment liabilities	28,261	25,143	33,477	28,203	35,261	49,293	96,999	102,639

	12 months ended 31.12.2019 (Unaudited) RM'000	12 months Ended 30.12.2018 (Unaudited) RM'000
Segment profit is reconciled to consolidated profit before tax as follows:		
Segment profit	8,759	10,642
Other non-reportable segments	207	80
Elimination of inter-segment profits	(193)	(200)
Unallocated corporate expenses	(1,705)	(1,542)
Consolidated profit before tax	<u>7,068</u>	<u>8,980</u>

5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

6. Changes in estimates

There was no estimation of amount used in the preceding reporting quarter having a material impact in the current reporting quarter.

7. Comments about seasonal or cyclical factors

The Group considers the seasonal or cyclical factors affecting the results of the operations of the Group comprising the cultivation of oil palm and processing of fresh fruit bunches to include general climatic conditions, age profile of oil palms, the cyclical nature of annual production and the movements in commodity prices.

8. Dividend paid

There were no dividend paid during the current quarter.

9. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial period under review.

10. Changes in composition of the Group

There were no changes in the composition of the Group during the quarter ended 31 December 2019.

11. Capital commitments

The amount of capital commitments not provided for in the unaudited interim financial statements as at 31 December 2019 is as follows:

	RM'000
Approved and contracted for	4,022
Approved but not contracted for	<u>10,537</u>
	<u><u>14,559</u></u>

12. Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual statement of financial position as at 31 December 2019.

13. Subsequent events

There were no material subsequent events to the end of the current quarter.

CEPATWAWASAN GROUP BERHAD

(Company No. 536499-K)

Information required by Main Market Listing Requirements of Bursa Malaysia Securities Berhad

1. Review of performance

The performance of the Group is tabulated below:-

	Current Quarter		% +/-	Preceding Quarter		% +/-	Cumulative Quarter		% +/-
Financial Performances :-	4 th Qtr19	4 th Qtr18		3 rd Qtr19			4 th Qtr19	4 th Qtr18	
	RM'000	RM'000		RM'000			RM'000	RM'000	
Revenue	59,411	58,180	2%	44,135	35%		208,644	240,618	-13%
Operating (loss)/Profit	1,743	(4,291)	>100%	(1,341)	>100%		4,491	6,186	-27%
(Loss)/Profit before tax	2,361	(3,829)	>100%	(619)	>100%		7,068	8,980	-21%
(Loss)/Profit after tax	(713)	(4,323)	>84%	61	>-100%		2,640	5,070	-48%
(Loss)/Profit attributable to Owners of the parent	(804)	(3,085)	74%	(1,957)	>59%		378	5,299	-93%
Own FFB Production (mt)	30,274	34,881	-13%	27,691	9%		118,804	121,514	-2%
CPO Production (mt)	16,780	21,289	-21%	15,965	5%		70,982	75,847	-6%
PK Production (mt)	4,009	5,397	-26%	3,747	7%		17,050	18,754	-9%
CPO sales (mt)	16,891	20,626	-18%	16,405	3%		72,018	75,070	-4%
PK sales (mt)	4,027	5,341	-25%	3,927	3%		17,125	18,832	-9%
CPO Price per mt (RM)	2,399	1,894	27%	1,986	21%		2,059	2,217	-7%
PK Price per mt (RM)	1,405	1,392	1%	1,101	28%		1,204	1,730	-30%
Mill OER Electricity	20.08%	19.00%	1%	20.00%	*		19.84	19.51	*
Export(MWh)	12,784	14,856	-14%	15,420	-17%		68,683	69,053	-1%

* Less than +/- 1%

1. Review of performance (Cont'd)

Current Quarter vs. Previous Year Corresponding Quarter

For this quarter under review, the Group recorded revenue of RM59.44 million as compared to a revenue of RM58.14 million in the preceding year corresponding quarter, which is an increase of RM1.3 million (2%).

Profit before tax however increased by RM6.19 million (>100%) from a loss before tax of RM 3.83 million in the preceding year corresponding quarter to a Profit before tax of RM2.36 million despite a decrease in FFB Production and CPO Production by 13% and 21% respectively. The increase in Profit before tax is mainly due to:-

- i) Increase in FFB and CPO average selling price by 26% and 27% respectively.
- ii) Increase in segment contribution from Oil Mill as a result of improved OER Margin despite a decrease in FFB processed by 25%. Mill OER improved by 1% to 20.08%.
- iii) One-off adjustment of RM2.23 million reversal from the Power plant sales due to a change in estimate of Power Plant sale made in corresponding quarter in preceding year in accordance with Accounting standard IC Interpretation 12 Service Concession Agreement (“IC12”).

Other operating expenses increased by RM4.14 million due to a change in estimate amounting to RM5.69 million. The change in estimate was due to the reassessment of the ability of the Group's ability to meet the Declared Annual Availability which is part of the IC12. This was merely an accounting adjustment in which the power sales and other operating expenses increased by RM5.69 million respectively, with no financial impact on the Group's earnings. The increase was off-set by a decrease in Fair value adjustment on Biological stock of RM1.20 million made in the preceding year corresponding quarter.

Performance of the respective operating business segments for this quarter under review as compared to the preceding year corresponding quarter is analyzed as follows:

- iv) Plantation – Increased by RM4.25 million (>100%) from Segment Loss of RM2.67 million to Segment Profit of RM1.58 million mainly as a result of an increase in average FFB selling price by 31% despite a decrease in FFB production of 13%.
- v) Oil Mill – Segment Profit increased by RM0.26 million (18%) from RM1.48 million to RM 1.75 million mainly due to improvement in Mill OER margin as Mill OER improved from 19.00% to 20.08%.
- vi) Power Plant –Segment Loss reduced by RM1.78 million (87%) from Segment Loss of RM2.04 million to a Segment Loss of RM0.26 million due to one-off adjustment of RM2.23 million reversal on Power plant sale as result of change of estimate relating to IC12 in preceding year corresponding quarter.

Current Year-to-date vs. Previous Year-to-date

For this financial year under review, the Group recorded revenue of RM208.64 million as compared to a revenue of RM240.62 million in the preceding year, a decrease of RM31.97 million (13%). Profit before taxation for this financial year under review decreased by RM1.91 million (21%) from RM8.98 million to RM7.07 million.

The decrease in revenue and Profit before tax for this financial year under review is mainly due to decreases in CPO, PK and FFB average selling prices by 7%, 30% and 26% respectively. In addition, FFB production also decreased marginally by 2%.

1. Review of performance (Cont'd)

Other operating expenses increased by RM4.50 million due to a change in estimate amounting to RM5.69 million. The change in estimate was due to the reassessment of the ability of the Group's ability to meet the Declared Annual Availability which is part of the IC12. This was merely an accounting adjustment in which the power sales and other operating expenses increased by RM5.69 million respectively, with no financial impact on the Group's earnings. The increase was off-set by a decrease in Fair value adjustment on Biological stock of RM1.49 million made in preceding year corresponding quarter.

Performance of the respective operating business segments for this financial year under review as compared to the preceding year is analysed as follows:

- i. Plantation – The decrease in Segment Profit before tax by RM4.54 million (88%) from Segment Profit of RM5.13 million to a Segment Profit of RM0.59 million was mainly due to lower FFB production and average selling price by 2% and 12% respectively.
 - ii. Oil Mill – The increase in Segment Profit by RM0.92 million (17%) from Segment Profit before tax of RM5.53 million to a Segment Profit of RM6.45 million was mainly due a improvement in Mill OER margin despite a decrease in FFB processed by 8%. Mill OER improved from 19.51% to 19.84%.
 - iii. Power Plant – Segment Profit increased by RM1.73 million (>100%) from segment loss of RM0.28 million to segment profit of RM1.70 million due to increase in average selling price of Power export from RM0.32/ KWH to RM0.37 Per KWH. Average selling price increased due to increase in Biogas Power plant export to SESB which command a higher selling price as compare to Biomass Power Plant.
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- ## 2. Comment on material change in profit before tax against immediate preceding quarter

The Group recorded a profit before tax of RM2.36 million in the quarter under review as compared to a loss before tax RM0.62 million in the immediate preceding quarter, an increase in profit of RM2.98 million(>100%) mainly due to improvement in CPO, PK and FFB average selling price by 21%, 28% and 13% respectively. In addition, the Group's FFB production also increased by 9%.

3. Commentary on prospects

The on-going India's boycott on Malaysia palm oil and the 2019 Novel Corona virus continue to disrupt the demand and prices for Palm related products. However the Group expects that tight supplies in 2020 will continue to support CPO price.

4. Profit forecast or profit guarantee

Not applicable as there was no profit forecast or guarantee published.

5. (Loss)/Profit for the period

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2019 (Unaudited) RM'000	3 months ended 31.12.2018 (Unaudited) RM'000	12 months ended 31.12.2019 (Unaudited) RM'000	12 months ended 31.12.2018 (Unaudited) RM'000
(Loss)/Profit for the period is arrived at after charging:				
Depreciation and amortization	4,301	3,904	12,890	13,414
Plant and equipment written off	58	(89)	110	12
Net gain on disposal of property, plant and equipment	-	(205)	-	(205)
Loss on Fair value adjustment on Biological assets	(785)	1,119	(785)	1,488
Net loss on foreign exchange - unrealised	-	34	(36)	34
Net Gain on foreign exchange-realized	-	(52)	-	(52)
Reversal of Expected Credit Loss	24	(185)	(91)	(185)

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

6. Income tax expense

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2019 (Unaudited) RM'000	3 months ended 31.12.2018 (Unaudited) RM'000	12 months ended 31.12.2019 (Unaudited) RM'000	12 months ended 31.12.2018 (Unaudited) RM'000
Income tax				
- Current provision	1,743	315	2,575	2,947
- Under provision of tax in prior years	28	6	217	(72)
	1,771	321	2,792	2,875
Deferred tax				
- Relating to origination and reversal of temporary differences	(156)	(178)	(163)	613
- Under-provision of tax in prior years	1,397	351	1,737	422
	1,241	173	1,574	1,035
Total income tax expense	3,012	494	4,366	3,910

The Group's effective tax rate for the cumulative and current quarter is higher than the statutory tax rate of 24% due to non-recognition of deferred tax asset arising from current year loss in certain subsidiary.

7. Corporate proposals

There was no corporate proposal for the current quarter under review.

8. Borrowings

	As at 31.12.2019 (Unaudited) RM'000	As at 31.12.2018 (Audited) RM'000
Short term borrowings - Secured		
Obligation under finance leases	717	617
Revolving credit	35,750	35,550
Term loans	18,750	18,479
	<u>55,217</u>	<u>54,646</u>
Long term borrowings – Secured		
Obligation under finance leases	2,361	1,411
Term loans	49,309	51,659
	<u>51,670</u>	<u>53,070</u>
 Total borrowings	 <u>106,887</u>	 <u>107,716</u>

The Group's total borrowings include a loan amount of RM17.02 million (31.12.2018: RM27.97 million) under the Green Technology Financing Scheme for the renewable power plants.

9. Trade Receivables and other receivables

	As at 31.12.2019 (Unaudited) RM'000	As at 31.12.2018 (Audited) RM'000
Current		
Third parties	10,622	5,605
Amount due from customer on service concession	8,175	9,783
Less : Allowance for impairment	(290)	(485)
	<u>18,507</u>	<u>14,903</u>
Other receivables, net	4,809	5,664
	<u>23,316</u>	<u>20,567</u>
Non Current		
Amount due from customer on service concession	136,052	140,836
 Ageing analysis of Current trade receivables :-		
Neither past due nor impaired	14,536	14,767
1 to 30 days	3,447	51
31 to 60 days	369	37
61 to 90 days	155	44
More than 91 days	290	489
	<u>18,797</u>	<u>15,388</u>
Less : Allowance for impairment	(290)	(485)
	<u>18,507</u>	<u>14,903</u>

Trade receivables are non-interest bearing and generally on 7 to 30 days terms.

10. Disclosure of derivatives

The Group did not enter into any derivative contract and accordingly there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 31 December 2019.

11. Material litigation

Yuh @ Abdul Salleh Bin Pompulu (“AYU”) Vs Suwaya Bte Buang (“SUWAYA”), Suara Baru Sdn Bhd (“SBSB”) and Cepatawawasan Group Berhad (“the Company”)

The Company and SBSB (a wholly-owned subsidiary held through Syarikat Melabau Sdn. Bhd., another wholly-owned subsidiary of the Company) have been served with a Writ of Summons issued by the High Court in Sabah and Sarawak at Sandakan vide Suit No. SDK-22NCvC-12/6-2016 (HC) on 14.06.2016. SBSB is the sub-lessee of 33 lots of land (“the Lands”) totaling approximately 337.949 acres situated in Sungai Sekong in the District of Sandakan, Sabah. The Lands are leased from SUWAYA to SBSB for a term of 99 years. The lease commenced in the year 1997 and will expire in the year 2096. The lands had been transferred to SUWAYA by their previous 33 owners, including AYU. AYU, on his behalf and the other 32 previous owners, alleges that the transfer of the land to SUWAYA was through forged documents and therefore the said transfer is null and void. AYU further alleges that as the transfer to SUWAYA is null and void, therefore the sublease by SUWAYA to SBSB is likewise null and void. AYU therefore seeks an order of the High Court to set aside the said transfer to the SUWAYA and also the sublease to SBSB.

SBSB and the Company had filed their Defence (“Defence”) in the High Court in Sabah and Sarawak at Sandakan on 11 July 2016, followed by an application in the High Court in Sabah and Sarawak at Sandakan on 26th August 2016 to strike out the Suit on the ground that the Suit is frivolous or vexatious or is otherwise an abuse of the process of the Court.

The striking out application came up for hearing on 26th September 2016 where the Court directed the parties to file their respective written submissions. On 1 December 2016, the application to strike out was dismissed by the High Court in Sabah and Sarawak at Sandakan (“Sandakan High Court”) with costs, on the ground that it was not a proper case to be disposed of by way of affidavit evidence and the Suit is fixed for trial on 17 April 2017 to 21 April 2017 before the Sandakan High Court.

On 28 December 2016, the Company and SBSB filed an appeal to the Court of Appeal against the decision of the High Court. The said appeal was heard and dismissed by the Court of Appeal with no order as to costs on 17th November 2017.

SBSB and the Company have on 12 December 2017 filed a motion for leave to appeal to the Federal Court against the decision of the Court of Appeal. The application for leave to appeal to the Federal Court was heard and allowed by the Federal Court on 13th April 2018.

The appeal to Federal Court was heard on 24 June 2019 and dismissed by Federal Courts with costs of RM10,000 awarded to AYU. Following the decision by Federal Court, the High Court at Sandakan, Sabah has fixed the trial date on 29 October 2019.

On 10 February 2020, the High Court gave its decision dismissing the said Suit and also awarded RM80,000.00 costs in favour of the SUWAYA, SBSB and the Company.

12. Dividend payable

The Board of Directors of the Company approved a single tier dividend of 1.5 sen per share payable on 28 May 2020.

13. (Loss)/Earnings per share

(a) Basic

Basic earnings per share amounts are calculated by dividing the Group's profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period excluding treasury shares held by the Company.

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2019 (Unaudited)	3 months ended 31.12.2018 (Unaudited)	12 months ended 30.12.2019 (Unaudited)	12 months ended 31.12.2018 (Unaudited)
(Loss)/Profit for the period attributable to owners of the parent used in computation of earnings per share (RM'000)	(804)	(3,085)	378	5,299
Weighted average number of ordinary shares in issue ('000)	308,967	308,967	308,967	308,967
Basic (loss)/ earnings per share (sen per share)	(0.26)	(1.00)	0.12	1.72

(b) Diluted

The Group has no potential ordinary shares in issue as at balance sheet date and therefore, diluted earnings per share have not been presented.

14. Authorisation for issue

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 26 February 2020.