

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Comprehensive Income
For The 1st Financial Quarter Ended 30 June 2020

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		30.06.2020	30.06.2019	30.06.2020	30.06.2019
		RM'000	RM'000	RM'000	RM'000
Revenue		2,979	2,098	2,979	2,098
Operating expenses	9	(8,268)	(4,850)	(8,268)	(4,850)
Other operating income	10	9,463	5,905	9,463	5,905
Profit before tax		<u>4,174</u>	<u>3,153</u>	<u>4,174</u>	<u>3,153</u>
Taxation	20	(121)	(513)	(121)	(513)
Profit from continuing operation		<u>4,053</u>	<u>2,640</u>	<u>4,053</u>	<u>2,640</u>
Gain from discontinued operation		-	-	-	-
Profit for the period		<u>4,053</u>	<u>2,640</u>	<u>4,053</u>	<u>2,640</u>
Other Comprehensive Income :					
Foreign currency translation		-	-	-	-
Profit net of tax, representing total comprehensive income		<u><u>4,053</u></u>	<u><u>2,640</u></u>	<u><u>4,053</u></u>	<u><u>2,640</u></u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Comprehensive Income
For The 1st Financial Quarter Ended 30 June 2020

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		30.06.2020	30.06.2019	30.06.2020	30.06.2019
		RM'000	RM'000	RM'000	RM'000
Profit attributable to :					
Owners of the Parent		3,948	3,105	3,948	3,105
Non-controlling interest		105	(465)	105	(465)
		<u>4,053</u>	<u>2,640</u>	<u>4,053</u>	<u>2,640</u>
Total comprehensive income attributable to :					
Owners of the Parent		3,948	3,105	3,948	3,105
Non-controlling interest		105	(465)	105	(465)
		<u>4,053</u>	<u>2,640</u>	<u>4,053</u>	<u>2,640</u>
Earnings Per Share			-		
(a) Basic (sen)	26a	2.47	1.94	2.47	1.94
(b) Diluted (sen)	26b	-	-	-	-

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Financial Position
As At 30 June 2020

	As at 30.06.2020 RM'000 Unaudited	As at 31.03.2020 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	59,511	61,618
Land held for property development	17,297	17,297
	<u>76,808</u>	<u>78,915</u>
Current assets		
Property development costs	41,497	40,915
Inventories	121,935	121,831
Trade and other receivables	2,898	9,997
Other current assets	9,371	9,386
Current tax asset	1,035	1,010
Investment in securities	141,156	134,140
Term deposits	53,819	46,343
Cash and bank balances	12,496	17,360
	<u>384,207</u>	<u>380,982</u>
TOTAL ASSETS	<u><u>461,015</u></u>	<u><u>459,897</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 2020)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))**Unaudited Condensed Consolidated Statement of Financial Position**

As At 30 June 2020

	As at 30.06.2020 RM'000 Unaudited	As at 31.03.2020 RM'000 Audited
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	131,370	131,370
Treasury shares	(5,319)	(5,319)
Retained earnings	266,851	262,903
Capital reserves	-	-
	<u>392,902</u>	<u>388,954</u>
Non-controlling interest	<u>26,165</u>	<u>26,060</u>
Total equity	<u>419,067</u>	<u>415,014</u>
Current liabilities		
Short term borrowings	7,768	8,740
Trade and other payables	3,368	5,685
Other current liabilities	11,394	11,993
Current tax payable	299	419
	<u>22,829</u>	<u>26,837</u>
Non current liabilities		
Deferred tax liabilities	11,162	11,272
Term loan	7,957	6,774
	<u>19,119</u>	<u>18,046</u>
Total liabilities	<u>41,948</u>	<u>44,883</u>
TOTAL EQUITY AND LIABILITIES	<u>461,015</u>	<u>459,897</u>
Net asset per share	2.47	2.40
	-	-

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement Of Changes In Equity
For The 1st Financial Quarter Ended 30 June 2020

	← Attributable to owners of the Company →				Equity attributable to the owners of the Company RM'000	Non- controlling interest RM'000	Total RM'000
	Share Capital RM'000	Capital Reserve RM'000	Revenue Reserve RM'000	Treasury Shares RM'000			
Current Year To Date							
<u>For The Period Ended 30 June 2020</u>							
Opening balance at 1 April 2020	131,370	-	262,903	(5,319)	388,954	26,060	415,014
Loss net of tax, representing total comprehensive income	-	-	3,948	-	3,948	105	4,053
Closing balance at 30 June 2020	<u>131,370</u>	<u>-</u>	<u>266,851</u>	<u>(5,319)</u>	<u>392,902</u>	<u>26,165</u>	<u>419,067</u>
Preceding Year							
<u>Corresponding Period</u>							
<u>For The Period Ended 30 June 2019</u>							
Opening balance at 1 April 2019	131,370	-	295,617	(5,319)	421,668	28,735	450,403
Loss net of tax, representing total comprehensive income	-	-	3,105	-	3,105	(465)	2,640
Transactions with owners							
Investment in a subsidiary company by non-controlling interest	-	-	-	-	-	325	325
Closing balance at 30 June 2019	<u>131,370</u>	<u>-</u>	<u>298,722</u>	<u>(5,319)</u>	<u>424,773</u>	<u>28,595</u>	<u>453,368</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Cash Flows
For The 1st Financial Quarter Ended 30 June 2020

	3 Months Ended	
	30.06.2020	30.06.2019
	RM'000	RM'000
	Unaudited	Audited
Operating activities		
Profit before tax	4,174	3,153
<u>Adjustments for :</u>		
Amortisation of prepaid land lease payments	-	39
Depreciation	2,025	2,123
Loss on disposal of property, plant and equipment	24	-
Interest expenses included in cost of sales	2,139	16
Interest expenses included in administrative expenses	463	130
Interest income	(1,294)	(2,024)
Unrealised loss/(gain) on foreign exchange	933	(1,150)
Unrealised gain on investment	(7,777)	(2,397)
Total adjustments	(3,487)	(3,279)
Operating cash flows before changes in working capital	687	(126)
<u>Changes in working capital :</u>		
Increase in property development costs	(582)	(2)
Increase in inventories	(103)	(15,875)
Decrease in trade and other receivables	7,099	776
Decrease/(increase) in other current assets	15	(135)
(Decrease)/increase in trade and other payables	(2,317)	186
(Decrease)/increase in other current liabilities	(599)	160
Total changes in working capital	3,513	(14,890)
Cash flows from operations	4,200	(15,016)
Interest paid	(2,602)	(146)
Tax paid, net of refund	(377)	(10)
Net cash flows generated from/(used in) operating activities	<u>1,221</u>	<u>(15,172)</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)

EKSONS CORPORATION BERHAD (199001014145 (205814-V))
Unaudited Condensed Consolidated Statement of Cash Flows
For The 1st Financial Quarter Ended 30 June 2020

	3 Months Ended	
	30.06.2020	30.06.2019
	RM'000	RM'000
	Unaudited	Audited
Investing activities		
Interest received	1,294	2,024
Investment in securities	(171)	522
Proceeds from disposal of property, plant and equipment	59	-
Purchase of property, plant and equipment	-	(2)
Net cash flows generated from investing activities	<u>1,182</u>	<u>2,560</u>
Financing activities		
Proceeds from short term borrowings, net of repayment	155	(1,165)
Net cash flows generated from /(used in) financing activities	<u>155</u>	<u>(1,165)</u>
Net increase/(decrease) in cash and cash equivalent	2,558	(13,777)
Cash and cash equivalents at the beginning of the financial year	<u>58,952</u>	<u>91,838</u>
Cash and cash equivalents at the end of the financial year	<u><u>61,510</u></u>	<u><u>78,061</u></u>
Analysis of cash and cash equivalents		
Term deposit	53,819	69,019
Cash and bank balances	12,496	15,904
Bank Overdraft	(4,805)	(6,862)
	<u>61,510</u>	<u>78,061</u>
	-	-

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020)

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2020. 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 March 2020.

2. Changes in Accounting Policies

The audited financial statements of the Group for the year ended 31 March 2020 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2020 except for the adoption of the following new and revised standards effective as at 1 January 2020:

	Effective for annual periods beginning on or after
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7: <input type="checkbox"/> Interest Rate Benchmark Reform <input type="checkbox"/>	1 January 2020
Amendments to MFRS 101 and MFRS 108: <input type="checkbox"/> Definition of Material <input type="checkbox"/>	1 January 2020
Revised Conceptual Framework for Financial Reporting	1 January 2020

The application of the above Amendments to MFRSs did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

Amendments to MFRS 3: Definition of a Business

The definition of a business in MFRS 3 Business Combinations was amended to help entities determine whether an acquired set of activities and assets is a business or not. They clarify the minimum requirements for a business, remove the assessment of whether market participants are capable of replacing any missing elements, add guidance to help entities assess whether an acquired process is substantive, narrow the definitions of a business and of outputs, and introduce an optional fair value concentration test.

2. Changes in Accounting Policies (cont'd)

Amendments to MFRS 101 and MFRS 108: Definition of Material

The amendments to MFRS 101 Presentation of Financial Statements and MFRS 108 align the definition of 'material' across the standards and clarify certain aspects of the definition. The new definition states that, 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.'

The amendments clarify that materiality will depend on the nature or magnitude of information, or both. An entity will need to assess whether the information, either individually or in combination with other information, is material in the context of the financial statements.

Material information may, for instance, be obscured if information regarding a material item, transaction or other event is scattered throughout the financial statements or disclosed using a language that is vague or unclear. Material information can also be obscured if dissimilar items, transactions or other events are inappropriately aggregated, or conversely, if similar items are inappropriately disaggregated.

3. Disclosure of audit qualification

There was no qualification on the audit report of the preceding audited financial statements.

4. Seasonality or cyclicity of interim operations

The timber business of the Group is affected by the world demand and supply of plywood. The other operations of the Group are not materially affected by any seasonality or cyclicity factors.

5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

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

6. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years.

7. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities of the Company for the current financial period to date.

8. Dividends paid

There was no dividend paid during the financial period to date.

9. Operating expenses

	3 Months Ended	
	30.06.2020	30.06.2019
	RM'000	RM'000
Amortisation of prepaid land lease payments	-	39
Depreciation	2,025	2,123
Loss on disposal of property, plant and equipment	24	-
Interest expenses included in cost of sales	2,139	16
Interest expenses during the year included in administrative expenses	463	130
Realised loss on foreign exchange	70	-
Unrealised loss on foreign exchange	933	-
Cost of sales	1,448	1,742
Marketing and distribution expenses	71	343
Administration expenses	363	(381)
Other expenses	732	838
Total operating expenses	8,268	4,850
	-	-

10. Other operating income

	3 Months Ended	
	30.06.2020	30.06.2019
	RM'000	RM'000
Realised gain on foreign exchange	-	4
Unrealised gain on foreign exchange	-	1,150
Unrealised gain on investment in securities	7,777	2,397
Rental income	286	227
Interest income	1,294	2,040
Miscellaneous income	106	87
Total other operating income	9,463	5,905
	-	-

11. Segmental reporting

For The Period Ended 30 June 2020

	Timber Operations RM'000	Trading RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External sales	1,636	-	-	1,343	-	2,979
Inter-segment sales	226	-	-	-	(226)	-
Total revenue	<u>1,862</u>	<u>-</u>	<u>-</u>	<u>1,343</u>	<u>(226)</u>	<u>2,979</u>
Segment Result						
Operating (loss)/profit before interest and tax	(3,239)	(1)	6,105	2,296	321	5,482
Interest expense	(33)	-	(463)	(2,106)	-	(2,602)
Interest income	152	-	1,435	28	(321)	1,294
Income taxes	(52)	-	(69)	-	-	(121)
Net (loss)/profit	<u>(3,172)</u>	<u>(1)</u>	<u>7,008</u>	<u>218</u>	<u>-</u>	<u>4,053</u>

11. Segmental reporting (cont'd)**For The Period Ended 30 June 2019**

	Timber Operations RM'000	Trading RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External sales	2,085	-	13	-	-	2,098
Inter-segment sales	1,641	-	-	-	(1,641)	-
Total revenue	<u>3,726</u>	<u>-</u>	<u>13</u>	<u>-</u>	<u>(1,641)</u>	<u>2,098</u>
Segment Result						
Operating (loss)/profit before interest and tax	(849)	(1)	2,907	(798)	-	1,259
Interest expense	(16)	-	(130)	(386)	386	(146)
Interest income	614	-	1,772	40	(386)	2,040
Income taxes	(460)	-	(53)	-	-	(513)
Net (loss)/profit	<u>(711)</u>	<u>(1)</u>	<u>4,496</u>	<u>(1,144)</u>	<u>-</u>	<u>2,640</u>

No geographical segmental analysis is presented as the Group operates principally in Malaysia.

All inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

12. Valuations of property, plant and equipment

The valuation of property, plant and equipment have been bought forward without any amendments from the previous annual financial statements.

13. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.

14. Capital commitments

As at 30 June 2020, there were no material capital commitments for capital expenditure by the Group which might have a material impact on the financial position or business of the Group.

15. Changes in contingent liabilities since the last annual balance sheet date

There were no changes in contingent liabilities of the Company since the last annual balance sheet date as at 31 March 2020. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

16. Review of the performance of the Group for the period under review and financial year-to-date

The Group's financial results for current quarter and financial year to date are summarised as below :

	Individual Quarter (1st Quarter)		Variance (%)	Cumulative Quarter (1st Quarter)		Variance (%)
	30.06.2020 RM'000	30.06.2019 RM'000		30.06.2020 RM'000	30.06.2019 RM'000	
Revenue	2,979	2,098	42%	2,979	2,098	42%
Profit before interest and tax	5,482	1,259	335%	5,482	1,259	335%
Profit before tax	4,174	3,153	32%	4,174	3,153	32%
Profit after tax	4,053	2,640	54%	4,053	2,640	54%
Profit attributable to ordinary equity holders of the owner	3,948	3,105	27%	3,948	3,105	27%

16. Review of the performance of the Group for the period under review and financial year-to-date (cont'd)

The performance of the Group's timber and property development divisions, which are its main operating divisions, were as follows:

Timber

The division recorded a turnover and loss after taxation for the quarter under review and current financial period ended 30 June 2020 of RM1.6 million and RM3.2 million respectively. In the corresponding quarter and period of the previous financial year, the division's turnover and loss after taxation were RM2.1 million and RM0.7 million respectively.

The division's sales were lower for the quarter under review due to stoppage of manufacturing and sales activity due to the Movement Control Order (MCO) imposed by the government of Malaysia. The division's plant was not operating from 18 March 2020 to early May 2020.

Property Development

The division recorded a turnover and profit after taxation for the quarter under review and current financial period ended 30 June 2020 of RM1.3 million and RM0.2 million respectively. In the corresponding quarter and period of the previous financial year, the division's loss after taxation was RM1.1 million and the division recognised no revenue. The revenue was from sales recognised from Viva Paradise Sdn Bhd's Affiniti Residences project which is based on the percentage of completion method. Construction and sales of the division were stopped during the MCO period from 18 March 2020 and recommenced in early June 2020 after meeting all the standard operating procedures imposed by the Majlis Bandaraya Subang Jaya.

17. Review of the performance of the Group for the quarter under review and immediate preceding quarter

The Group's financial results for current quarter compared with immediate preceding quarter are summarised as below:

	Current Quarter 30.06.2020	Immediate Preceding Quarter 31.03.2020	Variance
	RM'000	RM'000	%
Revenue	2,979	24,598	-88%
Profit/(loss) before interest and tax	5,482	(36,776)	115%
Profit/(loss) before tax	4,174	(36,036)	112%
Profit/(loss) after tax	4,053	(39,602)	110%
Profit/(loss) attributable to owner of the parent	3,948	(40,954)	110%

The Group's property, plant and equipment were at RM59.5 million, down from RM61.6 million due to depreciation of RM2.1 million for the quarter. The Group's property development cost moved from RM40.9 million to RM41.5 million in the quarter in respect of Affiniti Residences' construction which represents the net movement between cost recognised to the income statement for the sold units and the cost of the ongoing construction.

Trade receivables and other receivables were at RM2.9 million, down from RM10.0 million due to stoppage of sales and construction work during the MCO imposed by the Malaysian government. The Group's borrowings increased during the quarter under review from RM15.5 million to RM15.7 million due mainly to the drawdown of the bridging loan for the Group's project in Taman Bukit Serdang, Selangor.

The Group's investment in securities increased from RM134.1 million to RM141.1 million due mainly to unrealised gain on investment during the quarter. The Group's term deposits and cash and bank balances increased to RM66.3 million from RM63.7 million mainly due to sales proceeds of the property development division.

The performance of the Group's timber and property development divisions, which are the Group's main operating divisions were as follows:

Timber

The division recorded a turnover and loss after taxation for the quarter under review of RM1.6 million and RM3.1 million respectively. In the immediate preceding quarter, the division's turnover and loss after taxation were RM20.5 million and RM17.4 million respectively.

Included in the loss for the previous quarter was an impairment of property, plant and equipment of RM2.5 million in respect of the Group's subsidiaries Rajang Plywood (Sabah) Sdn Bhd and Eksons Biomass Energy Sdn Bhd. Further, inventories of the division were written down by approximately RM11.7 million to reflect net realisable value of the division's stocks.

17. Review of the performance of the Group for the quarter under review and immediate preceding quarter (cont'd)

Property Development

The division recorded a turnover and profit after taxation for the quarter under review of RM1.3 million and RM0.2 million respectively. The turnover recognised was from the Affiniti Residences project in Taman Bukit Serdang, Selangor. In the immediate preceding quarter, the division's turnover and loss after taxation were RM7.0 million and RM3.5 million respectively. Included in the division's loss for the previous quarter was goodwill written off approximately RM4.7 million. Further, there was a reversal of deferred tax liabilities in the Group's subsidiary, Russella Teguh Sdn Bhd amounting to RM1.9 million.

18. Prospects and Outlook

Malaysia is recovering from the effects of the Covid-19 pandemic and the Movement Control Order (MCO). We are, at this point in time, unable to determine the full extent of the impact. Given this and other factors affecting the Group we expect the business environment to be challenging and the Board remains cautious of the performance of the Group in the months ahead.

Timber

Demand for plywood is still slow as the Covid-19 pandemic has not receded in many parts of the world and as such sales are expected to continue to be challenging going forward.

Property Development

We have commenced recognising the contribution to revenue from our development in Taman Bukit Serdang, Selangor. Sales promotion is still ongoing and expected to increase steadily. The project was delayed by approximately 3months as a result of the MCO and the subsequent approvals required to start work. Work on the project resumed in early June 2020 and we expect it to be handed over by March 2022. Barring unforeseen circumstances we hope that this project will contribute to the Group's earnings in the 2021 financial year.

19. Variance of actual profit from forecast profit

Not applicable.

20. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial period-to-date

	Current Quarter RM'000	Financial Period-to-date RM'000
Taxation		
- Current tax expense	(121)	(121)
- Overprovision in prior year	-	-
	<u>(121)</u>	<u>(121)</u>
Deferred taxation		
- Current deferred tax expense	-	-
- Overprovision in prior year	-	-
	<u>-</u>	<u>-</u>
	<u>(121)</u>	<u>(121)</u>

21. Status of corporate proposal

There was no corporate proposal not completed at the date of this report.

22. Group borrowings and debt securities

	As at 30.06.2019 RM'000
Short term borrowings	
- secured	7,768
Long term borrowings	
- secured	7,957
Total borrowings	<u><u>15,725</u></u>

All the above borrowings are denominated in Ringgit Malaysia .

23. Material litigation

There was no material litigation against the Group as at the reporting date except for the following:-

As previously announced on 3 September 2019, arbitration proceedings (“Arbitration”) were commenced between, The Atmosphere Sdn Bhd (“TASB”) a 60% subsidiary of the Company, as respondent and Multi Builders Sdn Bhd (“MBSB”) as claimant in respect of a settled Liquidated and Ascertained Damages (“LAD”) sum of RM3.9 million.

On 22 June 2020, the Arbitration proceedings commenced and were completed on 23 June 2020. The Arbitrator has given directions for both parties to submit written submissions.

We have also appealed to the High Court on certain preliminary issues. Our lawyers have made submissions to the High Court and the hearing date has been set on 11 September 2020.

24. Proposed dividend

Subject to the shareholders' approval at the AGM, a Final Single Tier Dividend for the financial year ended 31 March 2020 via a share dividend distribution of Treasury Shares in the ratio of 1 Treasury Share for every 100 existing Ordinary Shares held (fractions of Treasury Shares will be disregarded) will be credited on 2 November 2020 to depositors whose names appear in the Record of Depositors on 16 October 2020.

25. Disclosure requirements pursuant to implementation of FRS 139

Part A: Disclosure of derivatives

As at 30 June 2020, the Group did not hold any financial derivatives.

Part B: Disclosure of gains/losses arising from fair value changes of financial liabilities

As at 30 June 2020, the Group did not have any gains/losses arising from fair value changes of financial liabilities.

26. Earnings per share

The earnings per share is calculated as follows :

	Current year Quarter RM'000	Preceding year Quarter RM'000	Current year to date RM'000	Preceding year to date RM'000
a. Basic				
Net loss attributable to ordinary shareholders (RM'000)	3,948	3,105	3,948	3,105
Number of ordinary shares in issue (in thousand)	159,881	159,881	159,881	159,881
Basic loss per ordinary share (sen)	2.47	1.94	2.47	1.94
b. Diluted				
Not applicable				

27. Notes to Condensed Consolidated Statement of Comprehensive Income

Net profit is arrived at after take in following items:	Current Quarter RM'000	Current year to date RM'000
a) Interest income	1,294	1,294
b) Other income	106	106
c) Rental income	286	286
d) Interest expense	2,602	2,602
e) Depreciation	2,025	2,025
f) Foreign exchange loss - realised and unrealised	1,003	1,003

27. Subsequent event

There was no material event subsequent to the end of the current quarter.

BY ORDER OF THE BOARD

Goh Chooi Woan
Wong Chooi Fun
Company Secretaries

27 August 2020