

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE QUARTER AND YEAR ENDED 30 JUNE 2020**

|   | 3 months ended 30 June |                | 3 months ended 30 June |                |
|---|------------------------|----------------|------------------------|----------------|
|   | 2020<br>RM'000         | 2019<br>RM'000 | 2020<br>RM'000         | 2019<br>RM'000 |
| Revenue   | 8,804                  | 13,629         | 8,804                  | 13,629         |
| Cost of sales   | (7,683)                | (10,533)       | (7,683)                | (10,533)       |
| Gross profit/(loss)   | 1,121                  | 3,096          | 1,121                  | 3,096          |
| Other income  | 111                    | 510            | 111                    | 510            |
| Sales and marketing expenses  | (527)                  | (314)          | (527)                  | (314)          |
| Administrative expenses   | (1,488)                | (2,837)        | (1,488)                | (2,837)        |
| Operating profit/(loss)   | (783)                  | 455            | (783)                  | 455            |
| Finance costs   | (76)                   | (167)          | (76)                   | (167)          |
| Profit/(Loss) before tax  | (859)                  | 288            | (859)                  | 288            |
| Tax expense   | (45)                   | (164)          | (45)                   | (164)          |
| <b>Profit/(Loss) for the period</b>                                     | <b>(904)</b>           | <b>124</b>     | <b>(904)</b>           | <b>124</b>     |
| <b>Profit/(Loss) attributable to:</b>                                   |                        |                |                        |                |
| Equity holders of the parent  | (876)                  | 188            | (876)                  | 188            |
| Non-controlling interests   | (28)                   | (64)           | (28)                   | (64)           |
| <b>Profit/(Loss) for the period</b>                                     | <b>(904)</b>           | <b>124</b>     | <b>(904)</b>           | <b>124</b>     |
| <b>Earnings per share attributable to equity holders of the parent:</b> |                        |                |                        |                |
| Basic, profit/(loss) for the period (sen)                               | (0.83)                 | 0.18           | (0.83)                 | 0.18           |
| Fully Diluted   | (0.82)                 | 0.18           | (0.82)                 | 0.18           |

(The unaudited condensed consolidated statement of profit and loss should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE QUARTER AND YEAR ENDED 30 JUNE 2020**

|  | 3 months ended 30 June |                | 3 months ended 30 June |                |
|--|------------------------|----------------|------------------------|----------------|
|  | 2020<br>RM'000         | 2019<br>RM'000 | 2020<br>RM'000         | 2019<br>RM'000 |
| <b>Profit/(Loss) for the period</b>                            | (904)                  | 124            | (904)                  | 124            |
| <b>Other comprehensive income, net of tax</b>                  |                        |                |                        |                |
| Revaluation reserve on leasehold land and building, net of tax | -                      | -              | -                      | -              |
| Foreign currency translation differences for foreign operation | 4                      | 4              | 4                      | 4              |
| <b>Total comprehensive income/(loss) for the period</b>        | <b>(900)</b>           | <b>128</b>     | <b>(900)</b>           | <b>128</b>     |
| <b>Total comprehensive income/(loss) attributable to:</b>      |                        |                |                        |                |
| Equity holders of the parent                                   | (872)                  | 192            | (872)                  | 192            |
| Non-controlling interests                                      | (28)                   | (64)           | (28)                   | (64)           |
|  | <b>(900)</b>           | <b>128</b>     | <b>(900)</b>           | <b>128</b>     |

(The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - UNAUDITED**  
**AT 30 JUNE 2020**

|  | <b>30 June<br/>2020<br/>Unaudited<br/>RM'000</b> | <b>31 March<br/>2020<br/>Audited<br/>RM'000</b> |
|--|--|---|
| <b>ASSETS</b>  |  |   |
| <b>Non Current Assets</b>                                  |  |   |
| Property, plant and equipment                              | 15,286   | 15,300  |
| Investment properties                                      | 157  | 158   |
| Goodwill on consolidation                                  | 552  | 552   |
| Right of use assets  | 9,878  | 10,312  |
| Deferred tax assets  | 165  | 165   |
| Total non current assets                                   | 25,873   | 26,487  |
| <b>Current Assets</b>                                      |  |   |
| Inventories  | 39,099   | 40,303  |
| Trade and other receivables                                | 10,001   | 11,025  |
| Current tax assets   | 245  | 151   |
| Cash and cash equivalents                                  | 4,010  | 3,138   |
| Total current assets                                       | 53,355   | 54,617  |
| <b>TOTAL ASSETS</b>  | <b>79,228</b>                                    | <b>81,104</b>                                   |
| <b>EQUITY AND LIABILITIES</b>                              |  |   |
| <b>Equity attributable to equity holders of the parent</b> |  |   |
| Share capital  | 18,801   | 18,801  |
| Reserves   | 13,484   | 13,421  |
| Retained earnings  | 12,088   | 12,964  |
| Total equity attributable to owners of the Company         | 44,373   | 45,186  |
| Non-controlling interests                                  | 8,395  | 8,424   |
| <b>TOTAL EQUITY</b>  | <b>52,768</b>                                    | <b>53,610</b>                                   |
| <b>Non Current Liabilities</b>                             |  |   |
| Borrowings   | 769  | 769   |
| Lease liabilities  | 1,410  | 957   |
| Deferred tax liabilities                                   | 4,722  | 4,919   |
| Total non current liabilities                              | 6,901  | 6,645   |
| <b>Current liabilities</b>                                 |  |   |
| Trade and other payables                                   | 12,328   | 13,088  |
| Borrowings   | 5,903  | 5,761   |
| Lease liabilities  | 1,199  | 1,874   |
| Current tax liabilities                                    | 129  | 126   |
| Total current liabilities                                  | 19,559   | 20,849  |
| <b>TOTAL EQUITY AND LIABILITIES</b>                        | <b>79,228</b>                                    | <b>81,104</b>                                   |
| Net assets per share (RM)                                  | 0.42   | 0.43  |

(The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - UNAUDITED**  
**FOR THE TWELVE MONTHS ENDED 30 JUNE 2020**

|  | <----- Attributable to equity holders of parent -----> |                                  |                                   |                               |                               |  | Total<br>Equity<br>RM'000 |
|--|--|----------------------------------|-----------------------------------|-------------------------------|-------------------------------|--|---------------------------|
|  | Share<br>Capital<br>RM'000                             | Revaluation<br>Reserve<br>RM'000 | Share Option<br>Reserve<br>RM'000 | Exchange<br>Reserve<br>RM'000 | Retained<br>earning<br>RM'000 | Non-controlling<br>Interests<br>RM'000 |                           |
| At 1 April 2020                                  | 18,801   | 13,313                           | 69                                | 39                            | 12,964                        | 8,423                                  | 53,609                    |
| Profit/(Loss) for the period                     | -  | -                                | -                                 | -                             | (876)                         | (28)                                   | (904)                     |
| Share options vested under ESOS                  |  |                                  | 59                                |                               |                               |  | 59                        |
| Foreign exchange translation differences         | -  | -                                |                                   | 4                             | -                             | -                                      | 4                         |
| Total comprehensive income/(loss) for the period | -  | -                                | 59                                | 4                             | (876)                         | (28)                                   | (841)                     |
| At 30 June 2020                                  | 18,801   | 13,313                           | 128                               | 43                            | 12,088                        | 8,395                                  | 52,768                    |
| At 1 April 2019                                  | 18,144   | 13,313                           |                                   | 28                            | 12,375                        | 8,785                                  | 52,645                    |
| Adjustment on adoption of MFRS 16                | -  | -                                |                                   | -                             | (17)                          | -                                      | (17)                      |
| Adjusted 1 April 2019                            | 18,144   | 13,313                           |                                   | 28                            | 12,358                        | 8,785                                  | 52,628                    |
| Profit/(Loss) for the period                     | -  | -                                |                                   | -                             | 606                           | (361)                                  | 245                       |
| Share options vested under ESOS                  |  |                                  | 69                                |                               |                               |  | 69                        |
| Foreign exchange translation differences         | -  | -                                |                                   | 11                            | -                             | -                                      | 11                        |
| Total comprehensive income/(loss) for the period | -  | -                                | 69                                | 11                            | 606                           | (361)                                  | 325                       |
| Issuance of new shares                           | 657  | -                                |                                   | -                             | -                             | -                                      | 657                       |
| At 31 March 2020                                 | 18,801   | 13,313                           | 69                                | 39                            | 12,964                        | 8,424                                  | 53,610                    |

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED**  
**FOR THE TWELVE MONTHS ENDED 30 JUNE 2020**

|   | <b>3 months ended<br/>30 June 2020<br/>RM'000</b> | <b>12 months ended<br/>31 March 2020<br/>RM'000</b> |
|---|---|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                   |   |   |
| Profit/ (Loss) before tax                                     | (859)   | 961   |
| Adjustments for :   |   |   |
| Depreciation of property, plant and equipment                 | 407   | 1,158   |
| Share options vested under ESOS                               | 59  | 69  |
| Interest expenses   | 67  | 543   |
| Impairment losses on trade and other receivables              | -   | 5   |
| Reversal of impairment losses on trade and other receivables  | -   | (517)   |
| Amortisation of investment properties                         | 2   | 7   |
| Depreciation of right of use assets                           | 204   | 1,460   |
| Unrealised gain on foreign exchange                           | (13)  | (73)  |
| Interest income   | (4)   | (36)  |
| Gain on disposal of property, plant and equipment             | -   | (50)  |
| Operating profit before working capital changes               | (137)   | 3,527   |
| Changes in working capital:                                   |   |   |
| Decrease in trade and other receivables                       | 758   | 158   |
| Decrease/(Increase) in inventories                            | 1,190   | 3,206   |
| Decrease in trade and other payables                          | (431)   | (2,315)   |
| Cash generated from operations                                | 1,380   | 4,576   |
| Interest received   | 4   | 36  |
| Tax refund  | -   | 176   |
| Tax paid  | (167)   | (990)   |
| Net cash generated from operating activities                  | 1,217   | 3,798   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                   |   |   |
| Purchase of property, plant and equipment                     | (160)   | (652)   |
| Proceed from disposal of property plant and equipment         | -   | 50  |
| Net cash used in investing activities                         | (160)   | (602)   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                   |   |   |
| Interest paid   | (48)  | (352)   |
| Issuance of new shares  | -   | 657   |
| Net drawdown/ (repayment) of bank borrowings                  | 927   | 329   |
| Net drawdown/ (repayment) of lease liabilities                | (243)   | (1,486)   |
| Changes in deposits pledged to licensed banks                 | -   | (3)   |
| Net cash used in financing activities                         | 636   | (855)   |
| Net increase/(decrease) in cash and cash equivalents          | 1,693   | 2,341   |
| Effects of exchange rate changes on cash and cash equivalents | (36)  | 76  |
| Cash and cash equivalents at beginning of financial year      | 2,025   | (392)   |
| Cash and cash equivalents at end of financial year            | 3,682   | 2,025   |
| Cash and cash equivalents comprise of:                        |   |   |
| Cash and bank balances  | 3,915   | 3,043   |
| Deposits with licensed banks                                  | 95  | 95  |
| Bank overdrafts included in bank borrowings                   | (233)   | (1,018)   |
|   | 3,777   | 2,120   |
| Less: Deposits pledged to licensed banks                      | (95)  | (95)  |
|   | 3,682   | 2,025   |

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial report)

**EMICO HOLDINGS BERHAD (Company No : 230326-D)**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 30 JUNE 2020**

**A EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1 Basis of preparation**

The interim financial statements are unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

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

The following revised MFRSs and Amendments to MFRSs applicable to the Group have been issued by the MASB and are not yet effective for adoption by the Group.

|   |   | Effective for<br>annual periods<br>beginning on<br>or after |
|---|---|---|
| MFRS 17   | Insurance Contracts   | 01-Jan-21   |
| Annual improvements to MFRS Standards 2018 - 2020 |   | 01-Jan-22   |
| Amendments to MFRS 3                              | Reference to the Conceptual Framework   | 01-Jan-22   |
| Amendments to MFRS 116                            | Property, Plant and Equipment -Proceeds before Intended Use                           | 01-Jan-22   |
| Amendments to MFRS 137                            | Onerous Contracts - Cost of Fulfilling a Contract                                     | 01-Jan-22   |
| Amendments to MFRS 101                            | Classification of Liabilities as Current or Non-current                               | 01-Jan-22   |
| Amendments to MFRS 10 and MFRS 128                | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Deferred  |

**A2 Audited financial statements of the preceding year**

The auditors' report on the financial statements for the year ended 31 March 2020 was not qualified.

**A3 Seasonality or cyclicity of operations**

The Group operations is not subject to seasonality or cyclicity of operations.

**A4 Items of unusual nature and amount**

There were no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence during the financial period ended 30 June 2020.

**A5 Changes in estimates**

There were no significant changes in estimates of amount, which give a material effect in the financial period ended 30 June 2020.

**A6 Issuance, cancellations, repurchases, resale and repayment of debt/equity securities**

There were no issuance and repayment of debt and equity securities for the financial period ended 30 June 2020.

**A7 Dividend paid**

There were no dividend paid during the quarter under review.

**A8 Segmental Reporting**

The analysis by activity of the Group for the financial period ended 30 June 2020 are as follows:

|   | <-----3 months ended-----> |           |
|---|----------------------------|-----------|
|   | 30-6-2020                  | 30-6-2019 |
|   | RM'000                     | RM'000    |
| <b>Segment Revenue</b>                          |                            |           |
| Manufacturing and trading - consumable products | 6,609                      | 11,691    |
| Property development                            | 2,195                      | 1,938     |
| Investment holdings                             | 114                        | 114       |
|   | 8,918                      | 13,743    |
| Inter-segment elimination                       | (114)                      | (114)     |
| Total Revenue                                   | 8,804                      | 13,629    |
| <b>Segment Results</b>                          |                            |           |
| Manufacturing and trading - consumable products | (784)                      | 598       |
| Property development                            | 208                        | 183       |
| Investment holdings                             | (207)                      | (326)     |
| Total Segment Results                           | (783)                      | 455       |
| Finance cost                                    | (76)                       | (167)     |
| Profit/(Loss) before tax                        | (859)                      | 288       |
| Tax expense                                     | (45)                       | (164)     |
| Non-controlling interests                       | 28                         | 64        |
| Profit/(Loss) for the period                    | (876)                      | 188       |

**A9 Valuation of property, plant and equipment**

The valuation of leasehold land and buildings have been brought forward without amendments from previous annual financial statements.

**A10 Material events subsequent to the balance sheet date**

Save for the corporate proposal as disclosed in Section B4 below, there were no other material events subsequent to the end of the current quarter.

**A11 Contingent Liabilities**

The Directors are not aware of any contingent liabilities that have arisen since the last annual balance sheet date.

**A12 Related Party Transactions**

Significant transactions between the Group with the related parties during the financial year ended 30 June 2020 were as follows:

|  | <-----3 months ended-----> |           |
|--|----------------------------|-----------|
|  | 30-6-2020                  | 30-6-2019 |
|  | RM'000                     | RM'000    |
| Sales of raw materials:                          |                            |           |
| Century Plas Industries Sdn Bhd                  | 1,332                      | 1,531     |
| Purchases of semi finished parts and components: |                            |           |
| Century Plas Industries Sdn Bhd                  | 2,090                      | 2,413     |
| Sales and purchases of trading items             |                            |           |
| U Can Marketing Sdn Bhd                          | 1                          | 1         |
| Rental of premises received:                     |                            |           |
| Century Plas Industries Sdn Bhd                  | 39                         | 39        |
| Rental of machinery received:                    |                            |           |
| Century Plas Industries Sdn Bhd                  | 56                         | 56        |
| Rental of factory paid and payable to:           |                            |           |
| Beng Choo Marketing Sdn Bhd                      | 150                        | 150       |
| Purchases and sales of trophy parts and bases:   |                            |           |
| Emico (Vietnam) Co. Ltd                          | 328                        | 1,391     |

The transactions were entered in the normal course of business and have been established under normal commercial terms that are no less favourable than those arranged with independent third parties.

**A13 Capital Commitments**

Capital expenditures which have not been provided for at the end of each reporting period are as follows:

|   | As at<br>30-Jun-20<br>RM'000 |
|---|------------------------------|
| Property, plant and equipment:<br>Approved and contracted for | -                            |

**B ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (PART A OF APPENDIX 9B)**

**B1 Tax expense**

|                | Current<br>3 months<br>30-6-2020<br>RM'000 | Current<br>3 months<br>30-6-2019<br>RM'000 |
|----------------|--|--|
| Current period | 77   | 196  |
| Deferred       | (32)                                       | (32)                                       |
| Taxation - net | 45   | 164  |

The effective tax rates were higher than statutory tax rate mainly due to the losses which cannot be set-off against taxable profits made by subsidiaries and certain expenses which are not tax deductible.

**B2 Sale of unquoted investments and properties**

There were no profit on sale of investments or properties for the current financial period.

**B3 Particulars of purchase or disposal of quoted investments**

There were no sales or purchases of quoted securities during the period.

**B4 Status of Corporate proposals announced**

There were no corporate proposals announced but not completed during the period.

**B5 Group borrowings**

Group borrowings and debt securities are as follows:

|  | 30-Jun-20<br>RM'000 | 31-Mar-20<br>RM'000 |
|--|---------------------|---------------------|
| <b>a) Current Borrowings - Secured</b>     |                     |                     |
| Bank overdraft                             | 233                 | 1,018               |
| Bankers' acceptance                        | 5,621               | 4,703               |
| Term loan                                  | 49                  | 40                  |
|  | 5,903               | 5,761               |
| <b>b) Non Current Borrowings - Secured</b> |                     |                     |
| Term loan                                  | 769                 | 769                 |
|  | 769                 | 769                 |

**B6 Financial Instruments with Off Balance Sheet Risks**

There were no financial instruments with off balance sheet risks for the current financial period.

**B7 Material Litigations**

There are no material litigation pending as at 23 July 2020.

**B8 Performance review**

|  | <----- 3 months ended -----> |                     | <----- 3 months ended -----> |                     |
|--|------------------------------|---------------------|------------------------------|---------------------|
|  | Apr-20 to<br>Jun-20          | Jan-20 to<br>Mar-20 | Apr-20 to<br>Jun-20          | Apr-19 to<br>Jun-19 |
|  | RM'000                       | RM'000              | RM'000                       | RM'000              |
| <b>REVENUE</b>                                       |                              |                     |                              |                     |
| Manufacturing and trading                            | 6,609                        | 10,521              | 6,609                        | 11,691              |
| Property development                                 | 2,195                        | 964                 | 2,195                        | 1,938               |
| Total  | 8,804                        | 11,485              | 8,804                        | 13,629              |
| <b>PROFIT/ (LOSS) BEFORE TAX ("PBT" &amp; "LBT")</b> |                              |                     |                              |                     |
| Manufacturing and trading - operations               | (847)                        | 344                 | (847)                        | 446                 |
| Property development                                 | 195                          | 26                  | 195                          | 168                 |
| Investment holdings                                  | (207)                        | (317)               | (207)                        | (326)               |
| Net Total  | (859)                        | 53                  | (859)                        | 288                 |

**Comparison with preceding quarter**

For the current quarter under review, the revenue of the Group was decreased from RM11.49 million in preceding quarter to RM8.80 million for current quarter mainly due to lower sales generated by manufacturing and trading division. As a result, the Group posted a LBT of RM0.86 million for current quarter as compared to PBT of RM0.05 million in preceding quarter.

The manufacturing and trading division posted a decrease of 37.2% in revenue from RM10.52 million in preceding quarter to RM6.61 million for current quarter due to drop in sales. As a result, it posted a LBT of RM0.85 million for current quarter as compared to PBT of RM0.34 million in preceding quarter.

The property development division posted revenue of RM2.19 million for current quarter as compared to RM0.96 million in the preceding quarter. The increase was due to higher sales of completed units. As such, property development division posted a higher PBT of RM0.19 million as compared to PBT of RM0.03 million in preceding quarter.

For investment holding division, the LBT was maintained at RM0.21 million for current quarter and RM0.32 million in preceding quarter.

**Comparison with preceding year results**

The Group revenue for the 3 months ended 30 June 2020 was RM8.80 million as compared to RM13.63 million in the preceding period, a decrease of 35.4%. The decrease was mainly due to lower sales generated by manufacturing and trading division. As a result, the Group posted a LBT of RM0.86 million for current period as compared to PBT of RM0.29 million in the preceding period.

The manufacturing and trading division posted a decrease of 43.5% in revenue from RM11.69 million in preceding period to RM6.61 million for current period due to drop in sales. As a result, it posted a LBT of RM0.85 million for current period as compared to PBT of RM0.45 million in preceding period.

The property development division posted an increase of 13.3% in revenue from RM1.94 million in preceding period to RM2.19 million for current period due to higher sales of completed units. As a result, property development division posted a higher PBT of RM0.19 million for current period as compared to PBT of RM0.17 million in preceding period.

For investment holding division, the LBT was maintained at RM0.21 million for current period and RM0.33 million for preceding period.



**B9 Prospects**

With Covid-19 adversely impacting the global economy in 2Q 2020, Bank Negara Malaysia expects the Malaysian economy to contract sharply in the quarter due to various measures that have been implemented globally and domestically to contain the pandemic. On a more positive note, global economic activities have progressively resumed since major economies began to gradually ease their respective lockdowns. In Malaysia, the Government introduced the Recovery Movement Control Order (RMCO) from 10 June to regulate the safe resumption of most economic activities, subject to safety protocols outlined by the authorities.

With the challenges ahead are highly uncertain, the Group will continue to mitigate the economic impact of the Covid-19 pandemic by undertaking the on-going measures such as managing its workforce at optimal level to meet the operational requirements and continue with cost-consciousness exercise within its operations including improvement of processes efficiencies as well as will leverage on our digital marketing capabilities and accelerate sales via online platforms.

With regard to the property development market under the current Covid-19 pandemic condition, we expect market conditions remain tough and more challenging as the consumers have their concerns on job security and will be more conscious in procuring capital goods like properties. On a more positive note, with the economic stimulus packages launched by the Government such as the reintroduction of the Home Ownership Campaign with a waiver of stamp duties on instruments of transfers and loan agreements for residential properties priced between RM300,000 and RM2.5 million as well as lower interest rates offered by banks which will also help to promote the recovery of economic and business activities. However, at this juncture, all new planned launches will be reviewed diligently and phased accordingly to current property market sentiments.

Notwithstanding, the prospect of the Group is expected to be positive as the Board is cautiously optimistic that the Group is able of withstanding current uncertainties and is well-positioned to capture opportunities as the market recovers.

**B10 Explanatory notes on any variance in actual profit from forecasted profit**

This note is not applicable for the financial period under review.

**B11 Dividend**

The Directors do not recommend any dividend for the financial period ended 30 June 2020.

**B12 Earnings per share ("EPS")****I) Basic Earnings per share****a) Numerator**

Profit attributable to ordinary equity holders:

Profit/(Loss) from operations (RM'000)

**b) Denominator**

Weighted average number of ordinary shares used as denominator (per 1000 shares)

**Basic Earnings per share (Sen)**

| 3 months  |           |
|-----------|-----------|
| 30.6.2020 | 30.6.2019 |
| (876)     | 188       |
| 105,519   | 105,519   |
| (0.83)    | 0.18      |

**II) Diluted Earnings per share****a) Numerator**

Profit attributable to ordinary equity holders:

Profit/(Loss) from operations (RM'000)

**b) Denominator**

Weighted average number of ordinary shares used as denominator (per 1000 shares)

**Diluted Earnings per share (Sen)**

| 3 months  |           |
|-----------|-----------|
| 30.6.2020 | 30.6.2019 |
| (876)     | 188       |
| 106,543   | 105,519   |
| (0.82)    | 0.18      |

**B13 Operating Income/(Expenses)**

Included in operating income/(expenses) are the followings credits/(charges):

|   | 3 months<br>ended<br>Jun-20<br>RM'000 | 3 months<br>ended<br>Jun-19<br>RM'000 |
|---|---------------------------------------|---------------------------------------|
| Depreciation of property, plant and equipment     | (407)                                 | (456)                                 |
| Amortisation of investment properties             | (2)                                   | -                                     |
| Interest expense                                  | (67)                                  | (103)                                 |
| Interest income                                   | 4                                     | 5                                     |
| Unrealised gain/(loss) on foreign exchange        | 13                                    | -                                     |
| Gain on disposal of property, plant and equipment | -                                     | 50                                    |
| Depreciation of right of use assets               | (204)                                 | (212)                                 |
| Bad debt written off                              | -                                     | (2)                                   |