

**SANBUMI HOLDINGS BERHAD**  
(8386-P)

**CONDENSED INTERIM FINANCIAL REPORT**

FOR THE

**3<sup>rd</sup> FINANCIAL QUARTER  
&  
FINANCIAL PERIOD ENDED**

**31 DECEMBER 2018**

**STRICTLY PRIVATE & CONFIDENTIAL**  
*[FOR MANAGEMENT PURPOSES ONLY]*

**SANBUMI HOLDINGS BERHAD** (8386-P)

**Condensed Interim Financial Report for the 3rd financial quarter ended 31 December 2018**
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Quarter Ended 31/12/18 (Unaudited) RM'000	Comparative Quarter Ended 31/12/17 (Unaudited) RM'000	Current Period Ended 31/12/18 (Unaudited) RM'000	Comparative Period Ended 31/12/17 (Unaudited) RM'000
Revenue	4,500	11,489	17,614	37,992
Cost of Sales	(4,383)	(9,216)	(16,244)	(30,849)
<b>Gross Profit</b>	<b>117</b>	<b>2,273</b>	<b>1,370</b>	<b>7,143</b>
Other Income	6	175	246	486
Operating Expenses	(1,960)	(2,320)	(5,282)	(8,491)
Finance Costs	(54)	(84)	(219)	(253)
<b>Profit/(Loss) Before Tax</b>	<b>(1,891)</b>	<b>44</b>	<b>(3,885)</b>	<b>(1,115)</b>
Tax Expense	(22)	-	(22)	(4)
<b>Profit/(Loss) After Tax</b>	<b>(1,913)</b>	<b>44</b>	<b>(3,907)</b>	<b>(1,119)</b>
Other Comprehensive Income/(Expenses)	-	-	-	-
<b>Total Comprehensive Income/(Expenses)</b>	<b>(1,913)</b>	<b>44</b>	<b>(3,907)</b>	<b>(1,119)</b>
Profit/(Loss) After Tax attributable to:				
Owners of the Company	(1,913)	44	(3,907)	(1,122)
Non-controlling Interest	-	-	-	3
	<b>(1,913)</b>	<b>44</b>	<b>(3,907)</b>	<b>(1,119)</b>
Total Comprehensive Income/(Expenses) attributable to:				
Owners of the Company	(1,913)	44	(3,907)	(1,122)
Non-controlling Interest	-	-	-	3
	<b>(1,913)</b>	<b>44</b>	<b>(3,907)</b>	<b>(1,119)</b>
Profit/(Loss) Per Share attributable to owners of the Company (sen):				
i) Basic	<b>(0.85)</b>	<b>0.02</b>	<b>(1.73)</b>	<b>(0.50)</b>
ii) Diluted	-	-	-	-

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for financial year ended 31 March 2018.

**SANBUMI HOLDINGS BERHAD** (8386-P)**Condensed Interim Financial Report for the 3rd financial quarter ended 31 December 2018****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	AS AT 31/12/18 (Unaudited)	AS AT 31/03/18 (Audited)
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	49,893	51,095
Investment Properties	6,690	6,690
Prepaid lease Payments	331	507
	<u>56,914</u>	<u>58,292</u>
<b>Current Assets</b>		
Inventories	442	2,150
Development Cost	26,625	26,017
Trade & Other Receivables	7,447	6,118
Deposits, cash and bank balances	3,624	8,401
	<u>38,138</u>	<u>42,686</u>
<b>TOTAL ASSETS</b>	<u><u>95,052</u></u>	<u><u>100,978</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	22,637	22,637
Retained Profits	12,580	16,487
Revaluation and Other Reserves	44,439	44,439
<b>Equity Attributable to Equity Holders of the Company</b>	<u>79,656</u>	<u>83,563</u>
<b>Non-controlling Interests</b>	(113)	(113)
<b>Total Equity</b>	<u>79,543</u>	<u>83,450</u>
<b>Non-current Liabilities</b>		
Borrowings	3,399	3,576
Deferred taxation	4,501	4,501
	<u>7,900</u>	<u>8,077</u>
<b>Current Liabilities</b>		
Trade & Other Payables	7,121	8,823
Provision for tax	249	389
Borrowings	239	239
	<u>7,609</u>	<u>9,451</u>
<b>Total Liabilities</b>	<u>15,509</u>	<u>17,528</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>95,052</u></u>	<u><u>100,978</u></u>
<b>Net Asset Per Share (RM)</b>	<u>0.35</u>	<u>0.37</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2018.

**SANBUMI HOLDINGS BERHAD** (8386-P)

**Condensed Interim Financial Report for the 3rd financial quarter ended 31 December 2018**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Share capital		Non-distributable		Distributable		Total	Non-controlling Interests	Total Equity
	Ordinary shares of RM0.10 each RM'000	Capital Redemption Reserve RM'000	Revaluation and other reserves RM'000	Retained profits RM'000	RM'000	RM'000			
<b>Cumulative Current Period (Unaudited)</b>									
At 01.04.2018	22,637	15,105	29,334	16,487	83,563	(113)	83,450		
Recognised income and expense for the period:									
Loss after taxation	-	-	-	(3,907)	(3,907)	0	(3,907)		(3,907)
<b>At 31.12.2018</b>	<b>22,637</b>	<b>15,105</b>	<b>29,334</b>	<b>12,580</b>	<b>79,656</b>	<b>(113)</b>	<b>79,543</b>		
	Share capital	Non-distributable	Distributable	Total	Non-controlling Interests	Total Equity			
	Ordinary shares of RM0.10 each RM'000	Capital Redemption Reserve RM'000	Revaluation and other reserves RM'000	Retained profits RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Cumulative Preceding Period (Unaudited)</b>									
At 01.04.2017	22,637	15,105	25,420	21,417	84,579	89	84,668		
Recognised income and expense for the period:									
Loss after taxation	-	-	-	(1,122)	(1,122)	3	(1,119)		(1,119)
<b>At 31.12.2017</b>	<b>22,637</b>	<b>15,105</b>	<b>25,420</b>	<b>20,295</b>	<b>83,457</b>	<b>92</b>	<b>83,549</b>		

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2018.

**SANBUMI HOLDINGS BERHAD** (8386-P)**Condensed Interim Financial Report for the 3rd financial quarter ended 31 December 2018****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Cumulative Period	
	Period Ended 31/12/18 Unaudited RM'000	Period Ended 31/12/17 Unaudited RM'000
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES:</b>		
Loss before taxation	(3,885)	(1,115)
Adjustments for:		
Non-cash items	1,378	1,642
Non-operating items	125	144
Operating profit/(loss) before changes in working capital	(2,382)	671
(Increase)/Decrease in current assets	379	(1,531)
Increase/(Decrease) in current liabilities	(1,702)	2,183
<b>Cash flows from/(for) operations</b>	<b>(3,705)</b>	<b>1,323</b>
Income tax refunded/(paid)	(162)	(61)
Interest received	94	109
<b>Net cash flows from/(for) operating activities</b>	<b>(3,773)</b>	<b>1,371</b>
<b>CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES:</b>		
Property, plant and equipment	-	(1)
Development cost	(608)	-
Investments in subsidiaries	-	(150)
<b>Net cash flows for investing activities</b>	<b>(608)</b>	<b>(151)</b>
<b>CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES:</b>		
Interest paid	(219)	(253)
Proceeds from issue of new shares	-	-
Net borrowings	(177)	(171)
<b>Net cash flows for financing activities</b>	<b>(396)</b>	<b>(424)</b>
<b>Net increase/(decrease) in cash &amp; cash equivalent</b>	<b>(4,777)</b>	<b>796</b>
Cash & cash equivalent at beginning of the financial period	8,401	9,576
<b>Cash &amp; cash equivalent at end of the financial period</b>	<b>3,624</b>	<b>10,372</b>
Cash & cash equivalent consists of:	RM'000	RM'000
Deposits, cash and bank balances	3,624	10,372
Bank overdrafts	-	-
	<b>3,624</b>	<b>10,372</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2018.

**CONDENSED INTERIM FINANCIAL REPORT FOR THE 3<sup>rd</sup> FINANCIAL QUARTER ENDED 31 DECEMBER 2018**

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT**

**1. Basis of Preparation**

The condensed interim financial report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of Chapter 9 Part K of the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”). The condensed interim financial report is to be read in conjunction with the audited financial report of the Group for the financial year ended 31 March 2018.

The accounting policies, methods of computation and the basis of consolidation used in the preparation of this interim financial report are consistent with those applied in the most recent audited annual financial statements for the year ended 31 March 2018. During the financial period, the following new accounting standards and/or interpretations issued by the MASB were adopted:

MFRS 107	Disclosure Initiative
MFRS 112	Recognition of Deferred Tax Asset for Unrealised Losses
Amendments to MFRS 12	Clarification of the Scope of Standard
MFRS 9	Financial Instruments

The adoption of the above MFRSs did not have any material impact on the interim financial report of the Group.

**2. Auditors’ Report on Preceding Annual Financial Statements**

The most recent annual audited financial statements for the financial year ended 31 March 2018 was not subject to any audit qualification.

**3. Seasonal and Cyclical Factors**

All active business segments of the Group are generally exposed to effects of the economic and seasonal cycles.

**4. Items or Incidence of an Unusual Nature**

The Directors are not aware of any items or incidence of an unusual nature not otherwise dealt with in this report which may or has substantially affected the value of assets, liabilities, equity, net income or cash flows of the Group for the current financial quarter under review and the financial period to date.

**5. Effects of Changes in Estimates**

There were no material changes in estimates of amounts reported in the current financial quarter or changes in estimates of amounts reported in prior financial years that may have a material effect in the current financial quarter under review and the financial period to date.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT (Cont'd)**

**6. Changes in Debt and Equity Securities**

There were no issuance, repurchase or repayments of debt and equity securities for the current financial quarter under review and the financial period to date.

**7. Dividends**

There were no dividends declared or paid for the current financial quarter under review and the financial period to date.

**8. Segmental Reporting**

The Group is generally organised into two distinct business segments:

- Tourism services - Hospitality services, inbound and outbound tours and ticketing services and related retail businesses
- Others - Comprises of investment holding, trading, and other services, neither of which is of a sufficient size to be reported separately.

◆ Primary reporting format –business segments

*Financial period ended 31.12.18*

	<b>Tourism Services RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
<b>Revenue</b>			
Total revenue	17,202	412	17,614
Intersegment revenues	-	-	-
Total external revenue	17,202	412	17,614
<b>Results</b>			
Segment results	(2,006)	(1,660)	(3,666)
Finance costs	(219)	-	(219)
Share of profit from associate	-	-	-
Profit/(Loss) before tax	(2,225)	(1,660)	(3,885)
Income Tax	(10)	(12)	(22)
Profit/(Loss) after tax	(2,235)	(1,672)	(3,907)
Non-controlling interest	-	-	-
Loss attributable to Owners of the Company	(2,235)	(1,672)	(3,907)
<b>Other information</b>			
Segment assets	37,885	57,167	95,052
Segment liabilities	13,223	2,286	15,509
Capital expenditure	-	-	-
Depreciation and amortization	1,297	81	1,378

No geographical analysis has been prepared as the Group operates wholly in Malaysia.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT (Cont'd)**

**9. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review and the financial period to date.

**10. Material Events after the Reporting Period**

On 3 January 2019, the Company obtained the approval of its shareholders on the proposed Private Placement of 22,637,384 new ordinary shares representing 10% of the existing total number of issued shares in the Company to Dato' Tan Kean Tet at an issue price of RM0.173 per placement share. On 9 January 2019, the Company announced that it has completed its corporate proposal following the listing and quotation of the placement shares on the Main Market of Bursa Securities. The Private Placement of shares raised a total capital of RM3,916,267.43 for the Company which shall be allocated and utilised in accordance with the approved utilisation plan.

There were no other material subsequent events as at 15 February 2019 (being the latest practicable date which is no earlier than 7 days from the date of issue of this quarterly report) that may affect the financial results of the Group for the current financial quarter under review and the financial period to date.

**11. Contingent Assets or Liabilities**

There were no contingent assets or liabilities as at 15 February 2019 (being the latest practicable date which is no earlier than 7 days from the date of issue of this quarterly report) that will or may affect the financial results of the Group for the current financial quarter under review and the financial period to date.

**12. Additional Information Pursuant to Appendix 9B of the MMLR of Bursa Securities**

**12.1 Group Performance Review**

	INDIVIDUAL QUARTER ENDED			CUMULATIVE YEAR ENDED		
	Current	Comparative	Changes	Current	Comparative	Changes
	31/12/18	31/12/17	Inc/(Dec)	31/12/18	31/12/17	Inc/(Dec)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	4,500	11,489	(60.83)	17,614	37,992	(53.64)
Operating Profit	117	2,273	(94.85)	1,370	7,143	(80.82)
Profit/(Loss) Before Interest and Tax	(1,837)	128	(>100)	(3,666)	(862)	>100
Profit/(Loss) Before Tax	(1,891)	44	(>100)	(3,885)	(1,115)	>100
Profit/(Loss) After Tax	(1,913)	44	(>100)	(3,907)	(1,119)	>100
Profit/(Loss) Attributable to Owners of the Company	(1,913)	44	(>100)	(3,907)	(1,122)	>100



**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT (Cont'd)**

**12.1 Group Performance Review (Cont'd)**

- The Group's revenue for the current financial quarter declined by 60.83% whereas the revenue for the cumulative current financial period declined by 53.64% respectively as compared to the preceding year corresponding financial periods. The drop in revenue is attributed by the significant decline in the volume of tourist arrivals registered by the Group. The effects of the ongoing review and rationalisation of the current tourism business segment model and the impact of the general decline in volume of inbound tourists from China to Malaysia mainly contributed to the drop in revenue.
- The Group's operating profit for the current financial quarter declined by 94.85% whereas operating profit for the cumulative current financial period declined by 80.82% as compared to the preceding year corresponding financial periods. The effects of the significant drop in revenue coupled with the impact of the relatively high fixed direct operating expenses mainly contributed to the decline in the operating profit of the Group.
- The Group losses for the current financial quarter and the cumulative financial period was significantly high as compared to the preceding year corresponding respective financial periods. The higher losses registered was directly attributed to the significant drop in revenue coupled with the impact of the relatively high fixed indirect operating expenses such as depreciation charge.

**12.2 Comparison with Immediate Preceding Quarter Results**

	Current Quarter Ended 31/12/18 RM'000	Preceding Quarter Ended 30/9/18 RM'000	Changes Inc/(Dec) %
Revenue	4,500	5,071	(11.26)
Operating Profit	117	642	(81.77)
Loss Before Interest and Tax	(1,837)	(934)	96.68
Loss Before Tax	(1,891)	(1,017)	85.94
Loss After Tax	(1,913)	(1,017)	88.10
Loss Attributable to Owners of the Company	(1,913)	(1,017)	88.10

- The Group's revenue for the current financial quarter declined by 11.26% as compared to the immediate preceding quarter. The drop in tourist arrival volume following disruptions arising from the ongoing review and reorganisation of the tourism segment coupled with the general decline in the volume of inbound tourists arrivals from China to Malaysia mainly contributed to the lower revenue registered.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT (Cont'd)**

**12.2 Comparison with Immediate Preceding Quarter Results (Cont'd)**

- The Group's operating profit for the current financial quarter declined by 81.77% as compared to the immediate preceding quarter. This decline is directly attributed to the drop in revenue.
- The Group's losses for the current financial quarter increased as compared to the immediate preceding quarter. The impact of the significant drop in revenue coupled with the effects of the relatively high fixed indirect operating expenses mainly contributed to the increase in losses.

**12.3 Prospects for the Current Financial Year**

The extremely challenging business environment remains a key factor to the continued poor financial performances of the core tourism business segment. The Group hopes that the ongoing review and reorganisation of the current business model of its tourism segment will help improve the operations and the financial performance of this segment.

Moving forward, the Group hopes that it will be able to tap and leverage on the experiences in the property development sector of the new strategic investor and believes that with his guidance the Group will be able to kick-start its venture into the property development business segment sooner than it may be anticipated and be able to diversify its revenue source

**12.4 Profit Forecast**

The Company did not issue any profit forecast or guarantee during the current financial quarter under review and the financial period to date.

**12.5 Corporate Proposals**

There were no new corporate proposals announced but not completed as at 15 February 2019 (being the latest practicable date which is no earlier than 7 days from the date of issue of this quarterly report) that may affect the financial results for the current financial quarter under review and the financial period to date.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT (Cont'd)**

**12.6 Taxation**

	Quarter ended 31/12/18 RM'000	Quarter ended 31/12/17 RM'000	Period ended 31/12/18 RM'000	Period ended 31/12/17 RM'000
In respect of current period:				
Income tax	-	-	-	4
Deferred tax	-	-	-	-
	-	-	-	4
Underprovision in respect of previous period:				
Income tax	22	-	22	-
Deferred tax	-	-	-	-
	22	-	22	4

**12.7 Material Litigations**

There are no pending material litigations involving the Group as at 15 February 2019 (being the latest practicable date which is no earlier than 7 days from the date of issue of this quarterly report) that may affect the financial results for the current financial quarter under review and the financial period to date.

**12.8 Group Borrowings**

The details of the secured borrowings of the Group are as follows:-

	As at 31/12/18 RM'000	As at 31/12/17 RM'000
Non-current:		
Term Loan	3,399	3,647
	3,399	3,647
Current:		
Term Loan	239	227
	239	227

There were no unsecured borrowings outstanding as at the end of the current financial quarter under review and the financial year to date.

**12.9 Proposed Dividends**

No dividend has been declared or proposed since the end of the previous financial year.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL REPORT (Cont'd)**

**12.10 Loss Per Share**

The basic loss per share of the Group is calculated by dividing the loss for the period attributable to owners of the Company with the number of shares in issue during the reporting period.

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<u>Quarter Ended 31/12/18</u>	<u>Quarter Ended 31/12/17</u>	<u>Period Ended 31/12/18</u>	<u>Period Ended 31/12/17</u>
Profit/(Loss) after taxation attributable to owners of the Company (RM'000)	<b>(1,913)</b>	44	<b>(3,907)</b>	(1,122)
Number of Shares in issue ('000)	<b>226,373</b>	226,373	<b>226,373</b>	226,373
Basic Loss per share (sen)	<b>(0.85)</b>	0.02	<b>(1.73)</b>	(0.50)

**12.11 Profit/(Loss) Before Tax**

Profit/(Loss) before tax is arrived at after (crediting)/charging:

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE PERIOD</u>	
	<u>Current Quarter Ended 31/12/18</u>	<u>Comparative Quarter Ended 31/12/17</u>	<u>Current Year Ended 31/12/18</u>	<u>Comparative Year Ended 31/12/17</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Interest income	28	(25)	(94)	(109)
Other income including investment income	-	-	-	-
Net (gain)/loss on foreign exchange	(1)	(34)	(1)	(132)
Interest expense	54	84	219	253
Depreciation	401	322	1,202	1,524
Amortisation of prepaid lease payments	58	58	176	175
Impairment losses on receivables	-	(16)	-	(44)
Impairment or write off of inventories	-	-	-	-
(Gain)/loss on disposal of quoted or unquoted investments or properties	-	-	-	-
Impairment losses on investment properties	-	-	-	-
Impairment losses on property, plant and equipment	-	-	-	-
(Gain)/loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

By Order of the Board  
**SANBUMI HOLDINGS BERHAD**  
 Lim Choo Tan  
 Chew Siew Cheng  
 Company Secretaries

Date: 22 February 2019