

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019**

	AS AT THE END OF THE CURRENT FINANCIAL PERIOD 30.06.2019 RM (Unaudited)	AS AT THE PRECEDING FINANCIAL YEAR END 31.12.2018 RM (Audited)
ASSETS		
Non-current assets		
Property, Plant and Equipment	5,484,396	5,506,343
Investment Properties	118,263	120,610
Intangible Assets	6,807,362	7,838,867
Other Investments	33,048	33,048
Total Non-current assets	<u>12,443,068</u>	<u>13,498,867</u>
Current Assets		
Inventories	1,607,202	1,449,473
Due from Customers on Contract	-	-
Trade & Other Receivables	7,965,535	5,366,740
Cash and Bank Balances	1,770,333	2,399,949
Total Current Assets	<u>11,343,070</u>	<u>9,216,162</u>
TOTAL ASSETS	<u><u>23,786,138</u></u>	<u><u>22,715,029</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share Capital	5,359,321	52,634,454
Reserves	7,758,964	(38,384,250)
Shareholders' funds	<u>13,118,285</u>	<u>14,250,204</u>
Non-Controlling Interest	51,824	50,585
Total equity	<u>13,170,109</u>	<u>14,300,789</u>
Non-current liabilities		
Borrowings	-	-
Deferred Tax Liabilities	516,441	516,441
Total Non-current liabilities	<u>516,441</u>	<u>516,441</u>
Current Liabilities		
Provisions	39,900	39,900
Trade & Other Payables	8,782,152	7,490,161
Borrowings	1,229,535	367,712
Tax Payables	0	25
Due to Customers on Contract	48,000	-
Total Current Liabilities	<u>10,099,588</u>	<u>7,897,799</u>
TOTAL EQUITY AND LIABILITIES	<u><u>23,786,138</u></u>	<u><u>22,715,029</u></u>

Net Assets per share (RM)

0.12

0.14

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX (6)-MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2019**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT QUARTER 30.06.2019	PRECEDING QUARTER 30.06.2018	CURRENT PERIOD 30.06.2019	PRECEDING PERIOD 30.06.2018
	RM	RM	RM	RM
Revenue	4,595,906	13,803,484	6,638,655	26,258,387
Cost of Sales	<u>(2,230,726)</u>	<u>(10,396,893)</u>	<u>(2,840,108)</u>	<u>(21,278,857)</u>
Gross profit	2,365,179	3,406,591	3,798,547	4,979,530
Other Income	936	17,730	936	28,083
Operating Expenses	(2,711,717)	(3,651,063)	(5,270,720)	(7,066,481)
Finance Costs	<u>(20,816)</u>	<u>(4,171)</u>	<u>(37,158)</u>	<u>(12,765)</u>
Loss before Tax	(366,418)	(230,913)	(1,508,394)	(2,071,632)
Income Tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Loss for the period	<u>(366,418)</u>	<u>(230,913)</u>	<u>(1,508,394)</u>	<u>(2,071,632)</u>
Other comprehensive income/(loss), net of tax:				
Foreign currency translation differences for foreign operations	134,944	113,237	(547,144)	(448,570)
Fair values gain/(loss) on financial assets	-	-	-	-
Available-for-sale financial assets - reclassification of fair value adjustment to profit or loss upon disposal	-	-	-	-
Capital repayment to non-controlling interest by a subsidiary	-	-	-	-
Reversal of income tax relating to components of other comprehensive income	-	-	-	-
	<u>134,944</u>	<u>113,237</u>	<u>(547,144)</u>	<u>(448,570)</u>
Total comprehensive income/(loss) for the period	<u>(231,474)</u>	<u>(117,676)</u>	<u>(2,055,538)</u>	<u>(2,520,202)</u>
Profit/(loss) Attributable to :				
Owners of the Company	(366,306)	(190,328)	(1,509,633)	(1,849,707)
Non-Controlling Interest	<u>(112)</u>	<u>(40,585)</u>	<u>1,239</u>	<u>(221,925)</u>
Loss for the period	<u>(366,418)</u>	<u>(230,913)</u>	<u>(1,508,394)</u>	<u>(2,071,632)</u>
Total Comprehensive income/(loss) Attributable to :				
Owners of the Company	(231,362)	(79,461)	(2,056,777)	(2,284,768)
Non-Controlling Interest	<u>(112)</u>	<u>(38,215)</u>	<u>1,239</u>	<u>(235,434)</u>
	<u>(231,474)</u>	<u>(117,676)</u>	<u>(2,055,538)</u>	<u>(2,520,202)</u>
Earnings/(loss) per share				
- Basic (sen)	(0.33)	(0.19)	(1.36)	(1.80)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)

INDUSTRONICS BERHAD (23699-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX (6)-MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2019**

	----- Attributable to Owners of the Parent -----								
	Share capital	Foreign currency reserve	Share issuance scheme reserve	Revaluation reserves	Fair value adjustment reserve	Distributable Retained earnings/ (accumulated losses)	Shareholders Fund	Non-Controlling Interest	Total Equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM
At 31 December 2018	52,634,454	4,470,124	-	3,909,037	-	(46,763,420)	14,250,195	50,585	14,300,780
Reduction of Issued Share Capital	(48,200,000)					48,200,000	-	-	-
Loss for the year	-	-	-	-	-	(1,509,633)	(1,509,633)	1,239	(1,508,394)
Foreign exchange translation	-	(547,144)	-	-	-	-	(547,144)	-	(547,144)
Total comprehensive loss for the year	-	(547,144)	-	-	-	(1,509,633)	(2,056,777)	1,239	(2,055,538)
Arising from 10% Private Placement	924,865	-	-	-	-	-	924,865	-	924,865
At 30 June 2019	5,359,319	3,922,980	-	3,909,037	-	(73,053)	13,118,283	51,824	13,170,107
At 31 December 2017	52,634,454	3,791,043	-	2,932,394	37,356	(43,086,837)	16,308,410	897,111	17,205,521
Loss for the year	-	-	-	-	-	(1,849,707)	(1,849,707)	(221,925)	(2,071,632)
Foreign exchange translation	-	(435,061)	-	-	-	-	(435,061)	(13,509)	(448,570)
Total comprehensive (loss)/income for the year	-	(435,061)	-	-	-	(1,849,707)	(2,284,768)	(235,434)	(2,520,202)
At 30 June 2018	52,634,454	3,355,982	-	2,932,394	37,356	(44,936,544)	14,023,642	661,677	14,685,319

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX (6)-MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2019**

	Current Period 12 Months Ended 30.06.2019 (Unaudited)	Preceding Period 12 Months Ended 30.06.2018 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,508,394)	(2,071,632)
Adjustments for non-cash flow:-		
Non-cash items	1,115,859	813,483
Non-operating items	37,547	10,153
Operating profit/(loss) before changes in working capital	(354,988)	(1,247,996)
Net change in current assets	(2,777,403)	3,345,445
Net change in current liabilities	1,339,300	(1,720,113)
Cash (used in)/generated from operations	(1,793,091)	377,336
Interest paid	(36,719)	(12,765)
Taxes refunded	20,851	255,677
Taxes paid	-	(24,968)
Net cash generated from/(used in) operating activities	(1,808,959)	595,280
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(39,675)	(48,845)
Proceeds from disposal of property, plant and equipment	-	14,000
Interest received	-	2,612
Net cash generated from/(used in) investing activities	(39,675)	(32,233)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from private placement	924,865	-
Net drawdown/(repayment) of bank borrowings	634,910	(159,265)
Net repayment of hire purchase	(2,332)	(4,419)
Issuance of new shares	-	-
Net cash (used in)/generated from financing activities	1,557,443	(163,684)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(291,191)	399,363
Effect of exchange rate changes	(567,669)	(24,662)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	2,034,568	2,104,014
CASH AND CASH EQUIVALENTS AT END OF YEAR	1,175,708	2,478,715
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	1,770,333	2,628,718
Bank overdraft	(594,625)	(150,002)
	1,175,708	2,478,716

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

These condensed consolidated interim financial statement, for the financial period ended 30 June 2019 have not been audited and have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") ("Listing Requirements").

The interim financial statements should be read in conjunction with the audited financial statements for the financial 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.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2018 except for the adoption of the following new MFRSs, Amendments to MFRSs and IC Interpretations which are applicable for the Group's financial period beginning 1 January 2019:-

Effective for financial periods beginning on or after 1 January 2019

MFRS 16, Leases

IC Interpretation 23, Uncertainty over Income Tax Treatments

MFRS 16, Leases

Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)*

Amendments to MFRS 9, *Financial Instruments - Prepayment Features with Negative Compensation*

Amendments MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*

Amendments MFRS 119, *Employee Benefits - Plan Amendments, Curtailment or Settlement*

Amendments MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017)*

Amendments MFRS 128, *Investments in Associates and Joint Ventures - Long-term interests in Associates and Joint Ventures*

A2. Auditors' report on the preceding year's audited financial statements

The Group's financial statements for the financial year ended 31 December 2018 is not qualified.

A3. Seasonal or Cyclical Factors

The business operations of the Group is generally non-seasonal and not subject to any seasonal or cyclical factors. The nature of the group's business is primarily project based and hence impact on the Group is subject to systemic market risk.

A4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the financial period ended 30 June 2019.

A5. Changes in estimates

There is no significant change in estimates of amounts reported in prior financial year that have a material effect in the current financial year.

A6. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities for the current financial period except as disclosed below:

a. Issuance of equity & Share capital reduction

There was Proposed Private Placement of up to 10% of the total number of issued new ordinary shares of 10,276,280 at an issued share of RM0.09 per share by allotted and issued on 26 March 2019 to Mr. Kevin Chan Ka Leung.

On 23 May 2019, TA Securities on behalf of The Board of Directors of Industronics Berhad announced that an office copy of the sealed order of the High Court of Malaya confirming the Share Capital Reduction has been lodged with Companies Commission of Malaysia on 23 May 2019. Pursuant thereto, the Share Capital Reduction shall therefore take effect and be deemed completed on 23 May 2019.

b. Share buy-backs, share cancellations and sale of treasury shares

There was no share buy-backs, share cancellation and sale of treasury shares during the financial period ended 30 June 2019.

A7. Dividend paid

There were no dividends paid during the current financial period.

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT

A8. Segmental Reporting

For management purposes, the Group is organised into the following business units based on their products and services, and has three reportable operating segments as follows:

Electronics & system integration - Design, manufacturing and installation of electronics and microprocessor controlled products. Trading, maintenance and supply of industrial electronic equipment. Intelligent transportation system and major system integration projects involving Information Communication Technology, supply and service of telecommunication equipment, audio visual multimedia systems.

Security systems, mechanical and electrical engineering ("M&E") - Supply and installation of security systems. Specialist in fire protection system design and installation works and mechanical engineering services. Industrial maintenance and service works. Trading of transport equipment and provision of related services. Manufacturing of filter inclusive of import and marketing.

Other operations - Involving in provision of mobile entertainment services, trading of precision instruments, development of IT applications and general trading

Geographical Segments

Malaysia - All main businesses disclosed in primary reporting format-business segments, except for other operations business segment

Hong Kong - Provision of mobile entertainment services, trading of precision instruments, development of IT applications and general trading

Singapore - Trading, maintenance and supply of industrial electrical equipment

A8. a. Individual quarter

Business segments:													
Individual quarter ended	Electronics & System Integration		Security Systems & M&E			Other Operations			Adjustments and Eliminations		Per consolidated Financial Statements		
	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue													
External customers	3,365	1,552	434	340	0.00	798	11,911	0.00	-	-	4,596	13,803	
Inter-segment	260	9,758	-	3	0.00	-	-	-	(260)	(9,761)	-	-	
Total revenue	0	3,625	11,310	434	343	0	798	11,911	0	(260)	(9,761)	4,596	13,803
Results													
Interest income	0	-	-	-	-	-	-	-	-	-	-	0	
Finance costs	20	4	0	-	-	0	-	-	-	-	-	21	
Depreciation and amortisation	30	36	0	4	-	534	537	-	-	-	-	564	
Segment profit/(loss)	300	(1,519)	(2)	9	-	(665)	946	-	1	333	(366)	(231)	
Segment assets	15,806	17,728	1,372	1,360	-	11,124	11,401	-	-	(6,541)	28,302	23,948	
Segment liabilities	(6,080)	(5,986)	(336)	(978)	-	(44,631)	(43,496)	-	-	41,197	(51,046)	(9,263)	
Capital expenditure	16	43	-	-	-	-	-	-	-	-	-	16	43
Geographical segments:													
Revenue from external customers	Malaysia		Hong Kong		Singapore		Adjustments and eliminations		Per consolidated financial statements				
	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Revenue													
Revenue from external customers	4,058	1,275	798	11,911	-	-	617	-	(260)	-	4,596	13,803	
Segment assets	17,199	15,701	11,103	11,401	-	-	3,387	-	-	(6,541)	28,302	23,948	
Capital expenditure	16	43	-	-	-	-	-	-	-	-	-	16	43

b. Cumulative quarters

Business segments:													
Cumulative quarters ended	Electronics & System Integration		Security Systems & M&E			Other Operations			Adjustments and Eliminations		Per consolidated Financial Statements		
	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue													
External customers	4,154	2,726	854	663	1,630	22,869	-	-	-	-	6,639	26,258	
Inter-segment	546	20,061	-	3	-	-	-	-	(546)	(20,064)	-	-	
Total revenue	4,700	22,787	854	666	-	1,630	22,869	-	(546)	(20,064)	6,639	26,258	
Results													
Interest income	0	-	-	1	-	-	-	-	-	-	-	1	
Finance costs	36	12	0	-	0	-	-	-	-	-	-	37	
Depreciation and amortisation	58	70	0	4	-	1,057	1,084	-	-	-	1,116	1,158	
Segment profit/(loss)	(811)	(2,312)	25	(378)	-	(723)	246	-	372	-	(1,508)	(2,072)	
Segment assets	15,806	17,728	1,372	1,360	-	11,124	11,401	-	-	(6,541)	28,302	23,948	
Segment liabilities	(6,080)	(5,986)	(336)	(978)	-	(44,631)	(43,496)	-	-	41,197	(51,046)	(9,263)	
Capital expenditure	40	49	-	-	-	-	-	-	-	-	-	40	49
Geographical segments:													
Revenue from external customers	Malaysia		Hong Kong		Singapore		Adjustments and eliminations		Per consolidated financial statements				
	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018	30.6.2019	30.6.2018			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Revenue													
Revenue from external customers	5,554	2,253	1,630	22,869	-	1,136	-	-	(546)	-	6,639	26,258	
Segment assets	17,199	15,701	11,103	11,401	-	3,387	-	-	-	(6,541)	28,302	23,948	
Capital expenditure	40	49	-	-	-	-	-	-	-	-	-	40	49

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT

A9. Valuation of property, plant and equipment

The valuation of land and buildings have been brought forward from previous valuation done as at 30 December 2016.

A10. Subsequent Events

As at 28 August 2019, being the latest practicable date ("LPD") prior to the issue of this quarterly report, material events subsequent to the end of the financial year at 31 December 2018 are as follows:

- a. On 15 July 2019, the Board of Directors of Industronics Berhad announced that the Company proposes to issuance of up to 20,552,560 new ordinary shares which in representing up to 20% of the total number of issued shares of the Company. The Company has fixed the issue price at RM0.0924 per subscription share to Mr Chu Boon Tiong and Mr Kevin Chan Ka Leung. ("Proposed Shares Issuance")

Mr. Chu Boon Tiong, an Executive Director of the Company and Mr. Kevin Chan Ka Leung, a substantial shareholder of the Company

A11. Effect of Changes in the Composition of the Group

There were no material changes in the composition of the Group during the current financial period including business combination, acquisition of subsidiaries and long term investment, disposal of subsidiaries, restructuring and discontinuing operations as of to date.

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT

A12. Contingent Assets or Contingent Liabilities

There were no material changes in contingent assets or contingent liabilities since the last audited statement of financial position as at 31 December 2018.

A13. Intangible Assets

Intangible assets includes an amount of RM6,718,362 which is related to investment in software development from a subsidiary of the Company, Industronics Technology Limited. The software development consists of openstack cloud computing software platform, file hosting platform and game server platform.

A14. Capital Commitment

The Group has no material capital commitments as at 30 June 2019.

A15. Related Party Transactions

- a. There were no significant transactions and balances with related parties of the Group during the current financial period under review.
- b. There were no transactions with the directors and key management personnel other than the remuneration package paid to them in accordance with the terms and conditions of their appointment.

A16. Profit/(loss) Before Taxation

The following amounts have been included in arriving at operating profit/(loss):

	Q219 RM	Q218 RM	YTD 19 RM	YTD 18 RM
Interest Income	227	(1,530)	345	(2,612)
Other Income	2,483	(2,775)	1,884	(12,047)
Interest expense	20,802	4,171	37,166	12,765
Depreciation and amortisation	564,063	574,199	1,115,859	1,157,867
(Gain)/Loss on disposal of property, plant and equipment	-	(13,424)	-	(13,424)
Realised foreign exchange (gain)/loss	(711)	2,936	(711)	7,839
Unrealised foreign exchange (gain)/loss	(1,069)	(7,510)	576	28,442

- a. Gain or loss on derivatives is not applicable as the Company does not have any derivative financial instrument.

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

ADDITIONAL INFORMATION REQUIRED PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of Performance

- a. Quarter ended 30 June 2019 (2Q19) compared with quarter ended 30 June 2018 (1Q18)

The Group's revenue was lower in 2Q19 (RM4.59 million) compared to 2Q18 (RM13.80 million). This is mainly due to lower revenue in Other Operation segment in 2Q19 (RM11.9 million) compared to 2Q18 (RM0.798 million). However, there is slightly increase in Electronics & System Integration segment in 2Q19 (RM4.0 million)

The Group recorded loss before tax of approximately RM0.37 million in 2Q19 compared to RM0.23 million in 2Q18. The higher loss was mainly due to lower of gross profits of RM1.10 million offset with the saving from operating expenses of RM0.90 million.

B2. Material Changes in the Quarterly Results (2Q19) compared to the Results of the Preceding Quarter (1Q19)

The Group recorded lower revenue of RM4.59 million in 2Q19 compared with RM2.04 million in Q1Q19. Loss before tax was RM0.37 million in the current quarter compared to RM1.14 million in 1Q19.

B3. Current Year Prospects

The prevailing uncertainties in the global economy continue to pose challenges to the Group financial performance.

External factors such as increased competition in the industry, changing business trends, slowdown of economic growth and other macro-economic factors are among those that will continuously affect the prospects of the Group future performance.

The Group will continue to explore new investment opportunities and improve the efficiency of its operations to enhance shareholders' values.

B4. Profit Forecast

Not applicable as no profit forecast was published.

B5. Taxation

Taxation comprises the following:-

	Current Quarter RM	Cumulative Quarters
Current tax	-	-
Deferred tax	-	-
	<u>-</u>	<u>-</u>

B6. Sale of Quoted and Unquoted Investments

There were no material sale of quoted and unquoted investments for the financial period ended 31 March 2019.

B7. Sale of Properties

There was no disposal of property for the financial period ended 30 June 2019.

ADDITIONAL INFORMATION REQUIRED PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B8. Status of Corporate Proposals

As at 28 August 2019, being the latest practicable date ("LPD") prior to the issue of this quarterly report, save as disclosed below, there were no corporate proposals announced but not completed by the Company:

- a. There was Proposed Issuance of up to 20% of the total number of issued new ordinary shares of 20,363,494 at an issued share price of RM0.0924 per share by allotted and issued to Mr. Kevin Chan Ka Leung and Mr. Chu Boon Tiong had been completed on 7 August 2019.

	<u>No. of shares</u>
Mr. Chu Boon Tiong, an Executive Director of the Company	10,276,280
Mr. Kevin Chan Ka Leung, a substantial shareholder of the Company	<u>10,087,214</u>
	<u>20,363,494</u>

B9. Group Borrowings and Debt Securities

Total Group Borrowings as at 30 June 2019:-

	RM
a) Secured and unsecured :	
Total secured borrowings	1,229,535
Total unsecured borrowings	-
Total borrowings	<u>1,229,535</u>
b) Short Term and Long Term	
Total short-term borrowings	1,229,535
Total long term borrowings	-
Total borrowings	<u>1,229,535</u>

All borrowings are denominated in Ringgit Malaysia.

B10. Off Balance Sheet Financial Instruments

Not applicable as off balance sheet financial instruments are accounted for in the statement of financial position.

B11. Material Litigations

To date, the Company has no material litigation case pending

B12. Dividend

No dividend has been declared in the current quarter.

ADDITIONAL INFORMATION REQUIRED PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B13. Basic earnings/(loss) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	Current	Preceding	Current	Preceding
	30.06.2019	30.06.2018	30.06.2019	30.06.2018
Net profit/(loss) attributable to the owners of the Company for the period	(366,306)	(190,328)	(1,509,633)	(1,849,707)
Weighted average no. of ordinary shares in issue	111,326,367	102,762,800	111,326,367	102,762,800
Basic earnings/(loss) per share (sen)	(0.33)	(0.19)	(1.36)	(1.80)

b) Diluted earnings/(loss) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	Current	Preceding	Current	Preceding
	30.06.2019	30.06.2018	30.06.2019	30.06.2018
Net profit/(loss) attributable to the owners of the Company for the period	(366,306)	(190,328)	(1,509,633)	(1,849,707)
Weighted average no. of ordinary shares in issue	111,326,367	102,762,800	111,326,367	102,762,800
Diluted earnings/(loss) per share (sen)	(0.33)	(0.19)	(1.36)	(1.80)

B14. Authorisation For Issue

The interim financial statements for the six (6)-months financial period ended 30 June 2019 were authorised for issue by the Board of Directors.

BY ORDER OF THE BOARD
INDUSTRONICS BERHAD

28 August 2019