

SENI JAYA CORPORATION BERHAD (279860-X)
(Incorporated In Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30/06/18 RM' 000	Comparative Quarter Ended 30/06/17 RM' 000	Current Year To Date 30/06/18 RM' 000	Comparative Year To Date 30/06/17 RM' 000
Revenue	4,077	4,744	8,387	9,331
Operating Expenses	(4,053)	(4,466)	(8,248)	(9,285)
Other Operating Income	449	462	868	873
Profit from Operation	473	740	1,007	919
Share of result in Associates	(428)	(53)	(456)	(57)
Finance costs	-	-	-	-
Profit before tax	45	687	551	862
Income tax expense	(43)	(249)	(277)	(303)
Profit for the period	2	438	274	559
Shareholders of the company	2	438	274	559
Minority interest	-	-	-	-
	2	438	274	559
EPS - Basic (sen)	0.00	1.08	0.68	1.38
- Diluted	NA	NA	NA	NA

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30/06/18 RM' 000	Comparative Quarter Ended 30/06/17 RM' 000	Current Year To Date 30/06/18 RM' 000	Comparative Year To Date 30/06/17 RM' 000
Profit for the period	2	438	274	559
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period, net of tax	<u>2</u>	<u>438</u>	<u>274</u>	<u>559</u>
Total comprehensive income attributable to:				
Shareholders of the company	2	438	274	559
Non-controlling interests	-	-	-	-
Profit for the period	<u>2</u>	<u>438</u>	<u>274</u>	<u>559</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)
(Incorporated In Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 30/06/2018 (Unaudited) RM' 000	As At 31/12/2017 (Audited) RM' 000
ASSETS		
Non-current assets		
Property, plant and equipment	12,821	12,130
Investment properties	8,450	8,545
Investment in associates	253	309
Other investments	3	3
Deferred tax assets	52	52
Total non-current assets	21,579	21,039
Current Assets		
Trade receivables	6,903	7,314
Other receivables	20,643	7,672
Short term placements	6,632	19,055
Marketable securities	146	139
Cash and bank balances	3,912	4,013
Tax recoverable	2,428	2,086
Total current assets	40,664	40,279
TOTAL ASSETS	62,243	61,318
EQUITY & LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	40,533	40,533
Retained profits	13,861	13,587
	54,394	54,120
Minority interest	-	-
Total Equity	54,394	54,120
Non-current liabilities		
Advance billings	2,141	2,329
Total non-current liabilities	2,141	2,329
Current liabilities		
Trade payables	1,971	1,005
Other payables	3,737	3,864
Total current liabilities	5,708	4,869
Total Liabilities	7,849	7,198
TOTAL EQUITY & LIABILITIES	62,243	61,318
Net assets per share (RM)	1.34	1.34

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017 and the accompanying notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Period Ended 30/06/18	Attributable to shareholders of the Company			Minority Interest RM'000	Total Equity RM' 000
	Share Capital RM' 000	Distributable Retained Profits RM' 000	Total RM' 000		
As at 1 January 2018	40,533	13,587	54,120	-	54,120
Profit for the period	-	274	274	-	274
Dividend	-	-	-	-	-
As at 30 June 2018	40,533	13,861	54,394	-	54,394

Period Ended 30/06/17	Attributable to shareholders of the Company			Minority Interest RM'000	Total Equity RM' 000
	Share capital RM' 000	Distributable Retained Profits RM' 000	Total RM' 000		
As at 1 January 2017	40,533	14,069	54,602	-	54,602
Profit for the period	-	559	559	-	559
Dividend	-	-	-	-	-
As at 30 June 2017	40,533	14,628	55,161	-	55,161

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017 and the accompanying notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Period Ended 30/06/18 RM' 000	Period Ended 30/6/17 RM' 000
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	551	862
Adjustment for non-cash flow :-		
Non cash items	1,180	1,537
	<hr/>	<hr/>
Operating profit before changes in working capital	1,731	2,399
Changes in working capital		
Net change in current assets	(3,700)	(2,379)
Net change in current liabilities	(8,198)	(4,229)
	<hr/>	<hr/>
Cash flow used in operations	(10,167)	(4,209)
Taxation & interest paid	(618)	(635)
Net cash flow used in operating activities	<hr/>	<hr/>
	(10,785)	(4,844)
CASHFLOW FROM INVESTING ACTIVITIES		
Equity investment	-	-
Other investment	6,110	2,456
Net cash used in investing activities	<hr/>	<hr/>
	6,110	2,456
Net decrease in cash and cash equivalents	(4,675)	(2,388)
Cash and cash equivalents at the beginning of the Year	8,587	12,522
Cash and cash equivalents at the end of the Year	<hr/>	<hr/>
	3,912	10,134
Cash and cash equivalent at the end of the financial year comprise the following:		
Cash on hand and at banks	1,714	5,555
Deposits with licensed banks	2,198	4,579
	<hr/>	<hr/>
	3,912	10,134

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)
(Incorporated in Malaysia)

Note 1 Basis of Preparation, Changes in Accounting Policies & Comparatives

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017. The 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 December 2017.

Note 2 Summary of Significant Accounting Policies

At the date of authorisation for issue of this interim financial report, the relevant new and revised Standards, IC Interpretations and Amendments relevant to the Group and the Company which were in issue but not yet effective and not early adopted by the Group and the Company are as listed below:

MFRS 16	Leases ¹
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ²
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures ¹
IC Interpretation 23	Uncertainty over Income Tax Treatments ¹
Amendments to MFRSs	Annual Improvements to MFRSs 2015 - 2017 Cycle ¹

¹ Effective for annual periods beginning on or after 1 January 2019

² Effective date to be determined

The directors anticipate that the abovementioned Standards, IC Interpretations and Amendments will be adopted in the annual financial statements of the Group and of the Company when they become effective and that the adoption of these Standards, IC Interpretations and Amendments will have no material impact on the financial statements of the Group and of the Company in the period of initial application except as disclosed below:

Note 3 Auditors’ Report on Preceding Annual Financial Statements

The audit report in respect of the financial statements for the year ended 31 December 2017 was not subject to any qualification.

Note 4 Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by seasonal or cyclical factors.

Note 5 Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows That Are Unusual Because of Nature, Size or Incidence

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

Note 6 Accounting Estimates

There were no changes in estimates of amount reported in previous financial year that have a material effect in the current quarter.

Note 7 Debt and Equity Securities

There was no issuance or repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current financial period.

Note 8 Dividends Paid

There was no dividend paid in the financial quarter and period under review.

Note 9 Segmental Reporting

No segment reporting is provided as the Group's activities are predominantly in the outdoor advertising industry and are conducted in Malaysia.

Note 10 Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment has been brought forward without any amendment from the previous annual report.

Note 11 Subsequent Material Events

No material event has occurred subsequent to the current quarter that have not been reflected in the financial statements for the said quarter as at the date of issue of this quarterly report.

Note 12 Changes in Composition of the Group

There were no changes in the composition of the Group for current financial period.

Note 13 Contingent Liabilities

Contingent liabilities of the Company as at 30 June 2018 are in respect of corporate guarantee given by a subsidiary towards payment obligations for an associate which amounting to approximately RM4,120,000 and bank guarantees for financing facilities of subsidiaries which amount to approximately RM1,450,000.00.

Note 14 Capital Commitments

The amount of commitments for capital expenditure not provided for in the condensed consolidated financial statements as at 30 June 2018 are as follows:

	As at 30.06.2018 RM'000	As at 31.12.2017 RM'000
Capital expenditure commitments:		
Property, plant and equipment		
-Authorised and contracted for	-	368

Note 15 Recurrent Related Party Transactions

There was no significant recurrent related party transaction for quarter and period ended 30 June 2018.

Note 16 Review of Performance For The Current Quarter VS. Corresponding Quarter of the Preceding Financial Year

For the quarter under review, the Group recorded revenue of RM4.07 million and a profit before tax of RM0.04 million respectively, as compared with the revenue of RM4.74 million and a profit before tax of RM0.68 million in the corresponding quarter of preceding financial year. The decrease in revenue was due to less short term advertising contracts in the current quarter. The loss before tax of the group increased mainly due to the share of losses in associates.

Note 17 Review of Performance for the Current Period VS. Preceding Period

In the period under review, the Group recorded lower revenue of RM8.38 million, as compared to the preceding period of RM9.33 million. Meanwhile, the profit before tax in the period under review is RM0.55 million, as opposed to profit before tax of RM0.86 million in the preceding period. This mainly contributed by lower sales and share of losses in associates.

Note 18 Coming Year's Prospects

Barring unforeseen circumstances, the Board is of the opinion that the Group's performance will remain positive in the for the remaining part of the financial year 2018. The Board of Directors and senior management has used their best endeavors to improve on the services offered and obtaining more approval for billboards at strategic locations. Management team is committed to support the Group's business activities at all times and to further strengthen the market position of the Group.

Note 19 Profit Forecast or Profit Guarantee**a) Profit Forecast**

This is not applicable to the Group for the quarter under review.

b) Profit Guarantee

This is not applicable to the Group for the quarter under review.

Note 20 Taxation

The effective rate of taxation of the Group is higher than the statutory rate of taxation mainly due to certain expenses were not tax allowable.

Note 21 Profit on Sale of Unquoted Investments and/or Properties

There was no disposal for the financial quarter under review.

Note 22 Acquisitions or Disposal of Quoted Securities

There were no acquisitions and disposals of quoted securities by the Group during the financial quarter under review.

Investments in quoted securities as at 30 June 2018 are as follows: -

- i) at cost RM134,527
- ii) at book value RM145,779
- iii) at market value RM145,779

Note 23 Corporate Proposals**a) Status of Corporate Proposals**

As at the date of this report, being the latest practicable date, there are no corporate proposals announced and pending completions.

b) Status of Utilisation of Proceeds

This is not applicable to the Group for the quarter under review.

Note 24 Group Borrowings and Debt Securities

There were no borrowings and debt securities as at 30 June 2018.

Note 25 Financial Instruments with off Balance Sheet Risks

There is no financial instrument with off balance sheet risks as at the date of this report.

Note 26 Material Litigation

- i) SJSB and Orion Mesra Sdn Bhd ("The Plaintiffs") have instituted a legal suit in the Federal Court of Malaya against Dato' Hj Ahmad Termizi B. Hj Puteh (1st Defendant) and Majlis Bandaraya Petaling Jaya (2nd Defendant) for breach of contract and damages commensurate with the substantial losses suffered by the SJSB and Orion.

The aforesaid legal suit was dismissed by Shah Alam High Court on 31 December 2014 with cost RM60,000 to be paid by the plaintiffs to the 2nd Defendant.

Records and the Memorandum of Appeal has been filed and next hearing date for the appeal at Federal Court has not been fixed pending filing of the required documents to the Federal Court.

- ii) SJSB and SJP claimed against Ghazand Media Sdn. Bhd. (“GM”) for the sum of RM437,841.45 and RM75,123.50 respectively being services rendered.

The Shah Alam Sessions Court has granted decision on 2 December 2014 in favour of SJSB and SJP, and has ordered full settlement of the abovementioned claim amount with applicable interests and costs of RM3,000 to be paid by GM to SJSB and SJP.

The sealed order and judgement pertaining to the above has been served to GM’s solicitor as at 26 January 2016. However to-date, GM has not made any payment pertaining to the settlement. SJSB & SJP decided not to pursue the case due to the company was strike off.

Note 27 Profit before tax is arrived at after charging / (crediting):

	Quarter Ended 30 June 2018 RM’000	Financial Period Ended 30 June 2018 RM’000
Interest Income	(60)	(146)
Allowance for impairment no longer required on property, plant and equipment	(43)	(43)
Other income	(357)	(681)
Depreciation property, plant and equipment	404	740
Depreciation on investment properties	47	94

Note 28 Dividend

No interim dividend has been recommended for the current quarter under review (Quarter 2, 2017: Nil).

Note 29 Earnings Per Share

The basic earnings per share for the current period and comparative period are calculated by dividing the profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689)

YAU JYE YEE (MAICSA 7059233)

Company Secretaries

Date: 24 August 2018.