

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

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2020
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

| | Note | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|-------------------------------|---------|--|--|---------------------------------------|---|
| | | Current Quarter Ended 31/03/20 RM' 000 | Comparative Quarter Ended 31/03/19 RM' 000 | Current Year To Date 31/03/20 RM' 000 | Comparative Year To Date 31/03/19 RM' 000 |
| Revenue | 16 & 17 | 3,041 | 3,919 | 3,041 | 3,919 |
| Operating Expenses | 16 & 17 | (4,095) | (4,764) | (4,095) | (4,764) |
| Other Operating Income | 16 & 17 | 729 | 678 | 729 | 678 |
| Loss from Operation | | (325) | (167) | (325) | (167) |
| Share of result in Associates | | (0) | (1) | (0) | (1) |
| Finance costs | | - | - | - | - |
| Loss before tax | 16 & 17 | (325) | (168) | (325) | (168) |
| Income tax expense | | (24) | (95) | (24) | (95) |
| Loss for the period | | (349) | (263) | (349) | (263) |
| Shareholders of the company | | (349) | (263) | (349) | (263) |
| Minority interest | | - | - | - | - |
| | | (349) | (263) | (349) | (263) |
| EPS - Basic (sen) | | (0.86) | (0.65) | (0.86) | (0.65) |
| - 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 2019 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2020
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--|---|---|--|--|
| | Current Quarter Ended 31/03/20 RM' 000 | Comparative Quarter Ended 31/03/19 RM' 000 | Current Year To Date 31/03/20 RM' 000 | Comparative Year To Date 31/03/19 RM' 000 |
| Loss for the period | (349) | (263) | (349) | (263) |
| Other comprehensive income for the period, net of tax | - | - | - | - |
| Total comprehensive loss for the period, net of tax | <u>(349)</u> | <u>(263)</u> | <u>(349)</u> | <u>(263)</u> |
| Total comprehensive income attributable to: | | | | |
| Shareholders of the company | (349) | (263) | (349) | (263) |
| Non-controlling interests | - | - | - | - |
| Loss for the period | <u>(349)</u> | <u>(263)</u> | <u>(349)</u> | <u>(263)</u> |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2020
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

| | As at 31/03/20 (Unaudited) RM' 000 | As At 31/12/19 (Audited) RM' 000 |
|--|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 8,965 | 9,343 |
| Leased assets | 7,635 | 8,680 |
| Investment properties | 11,203 | 11,266 |
| Investment in associates | 277 | 277 |
| Amount due from associate | 3,894 | 3,894 |
| Other financial assets | 4,030 | 3,679 |
| Other investments | 3 | 3 |
| Deferred tax assets | 84 | 84 |
| Total non-current assets | 36,092 | 37,226 |
| Current Assets | | |
| Trade receivables | 4,243 | 4,423 |
| Other receivables | 8,205 | 7,454 |
| Amount due from associate | 14,380 | 14,380 |
| Short term placements | 365 | 362 |
| Marketable securities | 127 | 181 |
| Cash and bank balances | 3,210 | 3,589 |
| Tax recoverable | 350 | 291 |
| Total current assets | 30,881 | 30,680 |
| TOTAL ASSETS | 66,972 | 67,906 |
| EQUITY & LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 40,533 | 40,533 |
| Retained profits | 11,813 | 12,163 |
| | 52,346 | 52,696 |
| Minority interest | - | - |
| Total Equity | 52,346 | 52,696 |
| Non-current liabilities | | |
| Leased liabilities | 4,636 | 4,647 |
| Total non-current liabilities | 4,636 | 4,647 |
| Current liabilities | | |
| Trade payables | 735 | 1,060 |
| Other payables | 3,161 | 3,242 |
| Amount due to associate | 225 | 225 |
| Leased liabilities | 4,391 | 4,537 |
| Advance billings | 1,474 | 1,499 |
| Tax Liabilities | 4 | - |
| Total current liabilities | 9,990 | 10,563 |
| Total Liabilities | 14,626 | 15,210 |
| TOTAL EQUITY & LIABILITIES | 66,972 | 67,906 |
| Net assets per share (RM) | 1.29 | 1.30 |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2020
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| Period Ended 31/03/20 | 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 2020 | 40,533 | 12,163 | 52,696 | - | 52,696 |
| Loss for the period | - | (349) | (349) | - | (349) |
| Dividend | - | - | - | - | - |
| As at 31 March 2020 | 40,533 | 11,813 | 52,346 | - | 52,346 |

| Period Ended 31/03/19 | 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 2019 | 40,533 | 12,656 | 53,189 | - | 53,189 |
| Loss for the period | - | (263) | (263) | - | (263) |
| Dividend | - | - | - | - | - |
| As at 31 March 2019 | 40,533 | 12,393 | 52,926 | - | 52,926 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 and the accompanying notes attached to the interim financial statements.

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

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2020
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | Year Ended 31/03/20 RM' 000 | Year Ended 31/03/19 RM' 000 |
|--|--|--|
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net loss before tax | (325) | (168) |
| Adjustment for non-cash flow : | | |
| Non cash items | 1,805 | 1,570 |
| Operating profit before changes in working capital | 1,479 | 1,402 |
| Changes in working capital | | |
| Net change in assets | (1,405) | (14,155) |
| Net change in liabilities | (126) | 11,247 |
| Cash flow used in operations | (51) | (1,506) |
| Taxation & interest (paid)/refund | (80) | 1,853 |
| Interest paid | (126) | - |
| Net cash flow (used in)/generated from operating activities | (257) | 347 |
| CASHFLOW FROM INVESTING ACTIVITIES | | |
| Acquisition of property, plant and equipment | - | (19) |
| Proceeds from disposal of fixed assets | - | - |
| Equity investment | - | - |
| Other investment | 27 | (945) |
| Net cash generated from/(used in) investing activities | 27 | (964) |
| CASHFLOW FROM FINANCING ACTIVITIES | | |
| Advances to associates | - | (4) |
| Repayment of leased liabilities | (157) | - |
| Net cash used in financing activities | (157) | (4) |
| Net decrease in cash and cash equivalents | (387) | (621) |
| Cash and cash equivalents at the beginning of the Period | 3,589 | 5,195 |
| Unrealised gain on foreign exchange | 8 | - |
| Cash and cash equivalents at the end of the Period | 3,210 | 4,574 |
| Cash and cash equivalent at the end of the financial period comprise the following: | | |
| Cash on hand and at banks | 1,009 | 2,447 |
| Deposits with licensed banks | 2,201 | 2,127 |
| | 3,210 | 4,574 |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2019 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 financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”), International Financial Reporting Standards (“IFRSs”) and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019. The explanatory notes attached to the 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 2019.

Note 2 Summary of Significant Accounting Policies

At the date of authorisation for issue of this 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:

| | Effective Date |
|---|-----------------------------|
| MFRS 17 | 1 January 2021 |
| Amendments to MFRS 10 and MFRS 128 | To be announced by the MASB |
| Insurance Contracts | |
| Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | |

The directors anticipate that the abovementioned Standards, IC Interpretations and Amendments 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.

Note 3 Auditors’ Report on Preceding Annual Financial Statements

The audit report in respect of the financial statements for the year ended 31 December 2019 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 31 March 2020 are in respect of a corporate guarantee with the guaranteed sum of RM 5,000,000.00 issued by the Company in favour of RHB bank as security for banking facilities granted by RHB bank to a subsidiary. The said banking facilities granted by RHB bank comprised of:

- a) Overdraft facility of RM5,000,000.00; and
- b) Bank Guarantee facility of RM2,800,000.00

Note 14 Capital Commitments

There was no capital expenditure incurred for the Group for current financial period.

Note 15 Recurrent Related Party Transactions

There was no significant recurrent related party transaction for quarter and period ended 31 March 2020.

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 RM3.04 million and a loss before tax of RM0.33 million respectively, as compared with the revenue of RM3.92 million and a loss before tax of RM0.17 million in the corresponding quarter of preceding financial year. The decrease in revenue was due to removal of prime sites caused by government's infrastructure projects and contraction in advertising expenditure (ADEX). As a result, the loss before tax increased by RM0.16 million as compared to loss before tax in the corresponding quarter of preceding financial year. However, the cost of sales and other operating expenses in the current quarter has reduced significantly due to most major refurbishments has been carried out in preceding year and lesser maintenance required which is in line with the drop of revenue .

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

In the year under review, the Group recorded lower revenue of RM3.04 million, as compared to the preceding year of RM3.92 million. Meanwhile, the loss before tax in the current year under review is RM0.33 million, as opposed to loss before tax of RM0.17 million in the preceding year. The loss position in the current year was mainly contributed by the drop of revenue which is in line with the reduction of operating expenses as compared to preceding year.

Note 18 Coming Year's Prospects

Barring unforeseen circumstances such as the Covid-19 pandemic, the Board is of the opinion that the Group's performance will remain positive in the next financial year of 2021. The Board of Directors and senior management team are implementing strategies that will bring positive financial impact by introducing digital billboards, as well as upgrading existing sites at prime locations to increase yield. 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 31 March 2020 are as follows: -

- i) at cost RM134,526
- ii) at book value 127,293
- iii) at market value RM127,293

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 31 March 2020.

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

There is no material litigation as at the date of this report.

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

| | Financial Quarter Ended 31 March 2020 RM'000 | Financial Year Ended 31 March 2020 RM'000 |
|--|---|--|
| Interest Income | (18) | (18) |
| Allowance for impairment no longer required on trade receivables | - | - |
| Other income | (360) | (360) |
| Interest expense on leased assets | 126 | 126 |
| Depreciation property, plant and equipment | 378 | 378 |
| Depreciation on investment properties | 63 | 63 |
| Depreciation on leased assets | 1,045 | 1,045 |

Note 28 Dividend

No interim dividend has been recommended for the current quarter under review (Quarter 1, 2019: 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.

Note 30 Authority For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Board of Directors

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689)

YAU JYE YEE (MAICSA 7059233)

Company Secretaries