



**ROHAS TECNIC BERHAD**  
(302675-A)  
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE PERIOD FROM  
1 APRIL 2019 TO 30 JUNE 2019

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**ROHAS TECNIC BERHAD (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2019

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Period	Preceding	Variance	Current Period	Preceding	Variance
	Quarter	Period		To date	Period	
	30-6-2019	Corresponding 30-6-2018		30-6-2019	30-6-2018	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	127,019	90,342	41%	221,045	177,297	25%
Cost of sales	(111,007)	(74,139)		(191,571)	(142,514)	
<b>Gross profit</b>	<b>16,012</b>	<b>16,203</b>	<b>-1%</b>	<b>29,474</b>	<b>34,783</b>	<b>-15%</b>
Other income	8,494	1,460		9,781	3,087	
Distribution expenses	(100)	(437)		(222)	(891)	
Administrative expenses	(8,577)	(7,032)		(17,579)	(13,778)	
<b>Operating profit/(loss)</b>	<b>15,829</b>	<b>10,194</b>	<b>55%</b>	<b>21,454</b>	<b>23,201</b>	<b>-8%</b>
Finance costs	(2,177)	(1,873)		(3,929)	(3,784)	
Share of result of an associate	(210)	(16)		(250)	3	
<b>Profit/(Loss) before tax</b>	<b>13,442</b>	<b>8,305</b>	<b>62%</b>	<b>17,275</b>	<b>19,420</b>	<b>-11%</b>
Tax expense	(1,368)	(1,696)		(2,168)	(4,280)	
<b>Profit/(Loss) after tax</b>	<b>12,074</b>	<b>6,609</b>	<b>83%</b>	<b>15,107</b>	<b>15,140</b>	<b>0%</b>
<b>Other comprehensive income:</b>						
Items that may be reclassified subsequently to profit or loss:						
Unrealised currency translation differences	(614)	(1,123)		(478)	(1,099)	
<b>Total comprehensive profit/(loss)</b>	<b>11,460</b>	<b>5,486</b>	<b>109%</b>	<b>14,629</b>	<b>14,041</b>	<b>4%</b>

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The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Period	Preceding	Variance	Current Period	Preceding	Variance
	Quarter	Period		To date	Period	
	30-6-2019	Corresponding 30-6-2018		30-6-2019	Corresponding 30-6-2018	
	RM'000	RM'000	%	RM'000	RM'000	%
<b>Profit/(Loss) after tax</b>						
<b>attributable to:</b>						
Owners of the company	11,212	6,040		13,854	14,276	
Non-controlling interests	862	569		1,253	864	
	<u>12,074</u>	<u>6,609</u>	83%	<u>15,107</u>	<u>15,140</u>	0%
<b>Total comprehensive</b>						
<b>income/(loss) attributable to:</b>						
Owners of the company	10,598	4,917		13,376	13,177	
Non-controlling interests	862	569		1,253	864	
	<u>11,460</u>	<u>5,486</u>	109%	<u>14,629</u>	<u>14,041</u>	4%
Dividends per share (sen)	-	-		-	-	
Earnings per share (sen)						
Basic	2.37	1.28		2.93	3.02	
Diluted	-	-		-	-	

(The Condensed Consolidated Statements Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2019

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As at Current Period To Date 30-6-2019 RM'000	Audited As at Preceding Financial Year Ended 31-12-2018 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	57,056	58,694
Investment in an associate	44,299	3,191
Other investments	1,907	1,733
Deferred tax assets	9,649	9,649
Goodwill	7,545	7,545
Total non-current assets	<u>120,456</u>	<u>80,812</u>
<b>CURRENT ASSETS</b>		
Inventories	135,089	134,653
Trade and other receivables	252,185	253,358
Amount due from contract customers	150,660	151,002
Tax recoverable	9,870	8,568
Cash and bank balances, deposits and short-term placements	46,651	60,626
Total current assets	<u>594,455</u>	<u>608,207</u>
<b>TOTAL ASSETS</b>	<u>714,911</u>	<u>689,019</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
<b>Equity attributable to owner of the Company:</b>		
Share capital	299,484	299,484
Other reserves	(104,523)	(104,045)
Retained earnings	136,321	122,466
	<u>331,282</u>	<u>317,905</u>
Non-controlling interests	26,409	28,721
<b>Total equity</b>	<u>357,691</u>	<u>346,626</u>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	2,138	2,892
Deferred tax liabilities	58	143
Finance lease liabilities	1,407	1,919
Retirement benefits	2,654	2,689
Total non-current liabilities	<u>6,257</u>	<u>7,643</u>

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**QUARTERLY REPORT**

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As at Current Period To Date 30-6-2019 RM'000	Audited As at Preceding Financial Year Ended 31-12-2018 RM'000
<b>CURRENT LIABILITIES</b>		
Trade and other payables	138,278	144,830
Amount due to contract customers	111,533	100,978
Borrowings	97,363	87,059
Finance lease liabilities	941	1,079
Tax payable	2,848	804
Total current liabilities	<u>350,963</u>	<u>334,750</u>
<b>Total liabilities</b>	<u>357,220</u>	<u>342,393</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>714,911</u>	<u>689,019</u>
Net Assets Per share attributable to equity holders of parent (RM)	<u>0.70</u>	<u>0.67</u>

(The Condensed Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of the Company							Total RM'000	Non-controlling Interests RM'000	Total RM'000
	Non-distributable				Distributable		Total RM'000			
	Share Capital RM'000	Reserve upon consolidation RM'000	Fair value adjustment reserve RM'000	Foreign Currency translation reserve RM'000	Retained earnings RM'000					
Balance at 1 January 2019	299,484	(104,799)	-	754	122,467	317,906	28,721	346,627		
Foreign currency translation for foreign operations	-	-	-	(478)	-	(478)	-	(478)		
Change in ownership interests in a subsidiary	-	-	-	-	-	-	(3,565)	(3,565)		
Profit after taxation	-	-	-	-	13,854	13,854	1,253	15,107		
Total comprehensive income	-	-	-	(478)	13,854	13,376	(2,312)	11,064		
Balance at 30 June 2019	<u>299,484</u>	<u>(104,799)</u>	<u>-</u>	<u>276</u>	<u>136,321</u>	<u>331,282</u>	<u>26,409</u>	<u>357,691</u>		
Balance at 1 January 2018										
- as previously stated	299,484	(104,799)	1,297	1,629	116,288	313,899	29,628	343,527		
- Adjustment on initial application of MFRS 9, net of tax	-	-	(1,297)	-	(2,761)	(4,058)	(89)	(4,147)		
	<u>299,484</u>	<u>(104,799)</u>	<u>-</u>	<u>1,629</u>	<u>113,527</u>	<u>309,841</u>	<u>29,539</u>	<u>339,380</u>		
Foreign currency translation for foreign operations	-	-	-	(1,099)	-	(1,099)	-	(1,099)		
Profit after taxation	-	-	-	-	14,276	14,276	864	15,140		
Total comprehensive income	-	-	-	(1,099)	14,276	13,177	864	14,041		
Dividends	-	-	-	-	(7,090)	(7,090)	-	(7,090)		
Balance at 30 June 2018	<u>299,484</u>	<u>(104,799)</u>	<u>-</u>	<u>530</u>	<u>120,713</u>	<u>315,928</u>	<u>30,403</u>	<u>346,331</u>		

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	Current Year To date 30-6-2019 <u>RM'000</u>	Current Year To date 30-6-2018 <u>RM'000</u>
<b>OPERATING ACTIVITIES</b>		
Profit before tax	17,275	19,420
Adjustments for non-cash movements:		
Taxation		
Share of results of an associate	250	(3)
Depreciation	3,619	3,479
Allowance for impairment losses on receivables	1,408	(966)
Unrealised (gain)/loss in foreign exchange	(586)	1,736
Interest expense	3,929	3,784
Interest income	(679)	(937)
Gain on disposal of property, plant and equipment	(32)	-
	<u>25,184</u>	<u>26,513</u>
Changes in working capital:		
Contract assets/liabilities	10,899	(36,085)
Inventories	(437)	9,352
Bills payable	9,449	(24,961)
Receivables	(3,724)	71,991
Payables	(6,095)	(39,454)
Provision for retirement benefits paid	(35)	(2,916)
	<u>35,241</u>	<u>4,440</u>
Cash flow generated from operations		
Interest paid	(3,864)	(3,737)
Income Tax paid, net of refund	(1,510)	(4,028)
	<u>29,867</u>	<u>(3,325)</u>
Net cash generated from/(used in) operating activities		
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(2,024)	(2,545)
Proceeds from disposal of property, plant and equipment	71	-
Acquisition of an associate company	(41,300)	-
Interest received	679	937
	<u>(42,574)</u>	<u>(1,608)</u>
Net cash used in investing activities		

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	Current Year To date 30-6-2019 <u>RM'000</u>	Current Year To date 30-6-2018 <u>RM'000</u>
<b>FINANCING ACTIVITIES</b>		
Interest paid	(65)	(47)
Change in bank balances pledged as security	(5,329)	(4,069)
Repayment of hire purchase liabilities	(650)	(500)
Dividends paid	-	(7,090)
Net cash used in financing activities	<u>(6,044)</u>	<u>(11,706)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(18,751)	(16,639)
<b>CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	38,417	67,830
<b>FOREIGN EXCHANGE DIFFERENCES ARISING ON OPENING BALANCE</b>	(653)	(794)
<b>CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD</b>	<u>19,013</u>	<u>50,397</u>
Presented by:		
Deposits with financial institution	26,849	33,957
Deposits with fund management corporation	381	24,696
Cash and bank balances	<u>19,421</u>	<u>36,932</u>
	46,651	95,585
Less: Bank balances pledged as security	(23,328)	(37,655)
Less: Bank overdraft	<u>(4,310)</u>	<u>(7,533)</u>
Cash and cash equivalents	<u>19,013</u>	<u>50,397</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)



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### **QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2019

The figures have not been audited.

#### **A. EXPLANATORY NOTES**

##### **A1 Basis of Preparation**

This interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the audited financial statements for the financial period ended 31 December 2018 and the explanatory notes attached to the interim financial statements.

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 financial period ended 31 December 2018.

The accounting policies and methods of computation adopted in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial period ended 31 December 2018, except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial period:

##### **MFRS effective 1 January 2019:**

MFRS 16, Leases

##### **A2 Significant Accounting Policies**

###### **A2.1 Adoption of Amendments/Improvements to MFRS**

At the beginning of the current financial year, the Group adopted amendments/improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 January 2019. The initial application of the above standards, amendments and interpretation are not expected to have any financial impacts to the financial statements.

##### **MFRS 16, Leases**

MFRS 16 will replace MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Lease-Incentives and IC interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under MFRS 117.

Lease liabilities arising from the premises and equipment are recognised and discounted using the weighted average incremental borrowing rate of the Group. Subsequent to initial recognition, the Group measure the lease liabilities by increasing the carrying amount to reflect the interest on the lease liabilities, reducing the carrying amount to reflect lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications.

Right-of-use assets comprise premises and equipment. Subsequent to initial recognition, the right-of-use assets are measured at cost less any accumulated depreciation, accumulated impairment losses and adjusted for any remeasurement of lease liabilities. The right-of-use assets are measured at an amount equal to the lease liabilities.

##### **A3 Audit Report of Preceding Annual Financial Statements**

The auditors' report for the preceding annual financial statements was not subject to any qualification.

##### **A4 Seasonality or Cyclicity of Operations**

There were no seasonality or cyclicity of operations in the current quarter under review and financial period to date.

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2019  
The figures have not been audited.

**A. EXPLANATORY NOTES**

**A2 Significant Accounting Policies (continued)**

**A5 Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flow in the current quarter under review and financial year-to-date, other than an amount received in a the form of cash and shares from the other shareholder of HG Power Transmission Sdn Bhd ("HGPT") amounting to RM7.4 million as a final settlement for a claim of breach of warranties under the terms of the share sale agreement for the acquisition of HGPT.

**A6 Material Changes in Estimates**

There were no changes in estimates of amount reported in prior financial years that have a material effect in the current quarter under review and financial year-to-date.

**A7 Debts and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities in the current quarter under review and financial year-to-date.

**A8 Dividend Paid**

No dividend was paid or declared in the current quarter under review and financial year-to-date.

The Company has declared a final single tier dividend of 1.0 sen per share in respect of the financial year ending 31 December 2018 amounting to RM4,726,576 and was paid on 28 August 2019.

**A9 Segmental Reporting**

Primary reporting basis - by business segment:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-6-2019 RM'000	Preceding Period Corresponding 30-6-2018 RM'000	Current Period To date 30-6-2019 RM'000	Preceding Period Corresponding 30-6-2018 RM'000
Group Revenue (External Sales)				
Tower fabrication				
- Power Transmission	33,405	27,359	53,697	59,482
- Telecommunication	4,204	14,222	7,123	19,854
EPCC*	87,847	41,259	157,668	88,516
Other business activities	1,563	7,502	2,557	9,445
	<u>127,019</u>	<u>90,342</u>	<u>221,045</u>	<u>177,297</u>
Results				
Segment results	15,829	10,194	21,454	23,201
Finance costs	(2,177)	(1,873)	(3,929)	(3,784)
Share of results of an Associate	(210)	(16)	(250)	3
	<u>13,442</u>	<u>8,305</u>	<u>17,275</u>	<u>19,420</u>

\* EPCC refers to Engineering, Procurement, Construction and Commissioning.

**A10 Carrying Amount of Revalued Assets**

The Group does not have a revaluation of property, plant and equipment policy.

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**QUARTERLY REPORT**

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**A. EXPLANATORY NOTES****A11 Material Events Subsequent to the End of the Interim Period**

There is no material events subsequent to the current financial period under review.

**A12 Effect of changes in the Group Composition, Long Term Investments, Restructuring and Discontinued Operations**

There were no material changes in the composition of the Group in the current quarter under review and financial year-to-date including business combination, acquisition or disposal of subsidiaries and long term investment, restructuring and discontinued operation except the following:

On 10 May 2019, the Company obtained an additional 200,472 ordinary shares of HGPT from the other shareholder of HGPT as part of a final settlement under the claim of breach of warranties referred to in A5. As a result, the Company has increased its shareholding by 3.07% to 78.07% in HGPT.

On 21 May 2019, RBC Water Sdn Bhd, an indirect wholly owned subsidiary of RTB acquired 8,000,000 shares in Phu My Vinh Construction and Investment Corporation ("PMV"), representing 40% of the total shares in PMV, for a purchase consideration of VND232,000,000,000 (equivalent to approximately RM41,300,000). Effective from that date PMV is a 40% associate company of the Group.

**A13 Contingent Liabilities/Assets**

The following are the changes in the Group's contingent liabilities as at end of current quarter under review.

	Unaudited As at Current Period To Date 30-6-2019 RM'000	Audited As at Preceding Financial Year Ended 31-12-2018 RM'000
Unsecured Performance bond granted to third party by a subsidiary	8,129	8,794

**A14 Capital Commitment**

Capital expenditure of the Group not provided for as at 30 June 2019 in relation to property, plant and equipment were as follows:

	Unaudited As at Current Period To Date 30-6-2019 RM'000	Audited As at Preceding Financial Year Ended 31-12-2018 RM'000
Authorised and contracted for	1,543	1,292

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**A. EXPLANATORY NOTES**

**A15 Significant Related Party Transactions**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period	Preceding	Current Period	Preceding
	Quarter	Period	To date	Period
	30-6-2019	Corresponding 30-6-2018	30-6-2019	Corresponding 30-6-2018
	RM'000	RM'000	RM'000	RM'000
Related companies:				
- sales	101	-	324	1
- rental income	45	-	89	-
- rental expenses	(247)	(228)	(493)	(456)

**QUARTERLY REPORT**

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1 Review of Performance of the Company and its Principal Subsidiaries**

In the current quarter under review, the Group's revenue of RM127.0 million, increased by RM36.7 million or 40.6% from the preceding corresponding quarter of RM90.3 million and recorded operating profit of RM15.8 million, increased by RM5.6 million or 54.9% from RM10.2 million in the preceding corresponding quarter. The Group reported a profit after taxation of RM12.1 million.

The Group's EPCC segment contributed to a revenue of RM87.8 million in the current quarter, an increase by RM46.5 million or 112.6% from the preceding corresponding period of RM41.3 million, which was mainly contributed from EPCC works done in Malaysia, Bangladesh and Laos, which contributed to 69.2% of total Group revenue. Revenue from tower fabrication segment of RM37.6 million, decreased by RM4.0 million or 9.6% from the preceding corresponding period of RM41.6 million, due to decrease in deliveries of towers. Revenue from other business activities amounts to RM1.6 million reduced from RM7.5 million in the preceding corresponding period, mainly due to lesser work from fabrication of electrical substation structure.

In the current period to date under review, the Group achieved a higher revenue by RM43.7 million or 24.6% at RM221.0 million from RM177.3 million in the preceding corresponding period but recorded a decrease in operating profit by RM1.7 million or 7.3% at RM21.5 million from RM23.2 million in the preceding corresponding period. The Group reported a profit after taxation of RM 15.1 million.

The Group's EPCC segment contributed to revenue of RM157.7 million, an increase by RM69.2 million or 78.2% from the preceding corresponding period of RM88.5 million, which was mainly contributed from EPCC works done in Malaysia, Bangladesh and Laos, which contributed to 71.3% of total Group revenue. Revenue from tower fabrication segment of RM60.8 million, decreased by RM18.5 million or 23.3% from the preceding corresponding period of RM79.3 million, due to decrease in deliveries of towers. Revenue from other business activities amounting to RM2.6 million reduced from RM9.4 million in the preceding corresponding period, mainly due to lesser work from fabrication of electrical substation structure.

**B2 Review of Performance of the Company and its Principal Subsidiaries Compared to the Results of Immediate Preceding Quarter**

	Current Period Quarter	Immediate Preceding Period Quarter	Variance
	30-6-2019	31-3-2019	
	RM'000	RM'000	%
Revenue	127,019	94,026	35.1%
Operating Profit	15,829	5,625	181.4%
Profit Before Tax	13,442	3,833	250.7%
Profit After Tax	12,074	3,033	298.1%

The Group recorded a revenue of RM127.0 million in the current quarter, an increase of RM33.0 million or 35.1%, compared to its immediate preceding quarter's revenue of RM94.0million. The increase in group revenue were mainly contributed by the EPCC segment that had a higher revenue of RM87.8 million, increase by RM18.0 million or 25.8% from the immediate preceding quarter's revenue of RM69.8 million, and tower fabrication segment revenue of RM37.6 million, an increase by RM14.4 million or 62.1% from the immediate preceding quarter's revenue of RM23.2 million due to higher deliveries of towers. Revenue from other business activities segment of RM1.6 million, increased mainly due to supply of fittings by RM0.6 million or 60.0%, from the immediate preceding quarter's revenue of RM1.0 million.

**B3 Group's Future Prospects**

We are optimistic that initiatives taken in the previous year to expand the Group's businesses regionally will begin to contribute positively in the coming years. We expect the Group will show healthy growth in 2019 barring unforeseen fluctuations in metal prices and the exchange rate.

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The figures have not been audited.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B4 Variance of Actual Profit from Forecast Profit**

There were no profit forecasts or profit guarantees released to the public.

**B5 Taxation**

Tax expense comprises the following:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Period Corresponding	Current Period To date	Preceding Period Corresponding
	30-6-2019	30-6-2018	30-6-2019	30-6-2018
	RM'000	RM'000	RM'000	RM'000
Current tax	1,368	1,696	2,168	4,280
	<u>1,368</u>	<u>1,696</u>	<u>2,168</u>	<u>4,280</u>
Effective tax rate	10%	20%	13%	22%

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial period.

The difference in the effective tax rate as compared to the statutory rate for the individual current quarter and current period to date are mainly due to recognition of unabsorbed losses carried forward, deductible losses made by subsidiaries and other capital income not subject to tax.

**B6 Status Of Corporate Proposals Announced But Not Completed**

On 21 June 2019, Rohas Tecnic Berhad ("RTB") entered a Share Sale and Purchase Agreement ("SSPA") with shareholders of Global Tower Corporation (Cambodia) Pty Ltd ("GTC"), namely Mr. Alan Tay Swei Loong and Mr. Aldwin Tay Swei Leeng (collectively referred to as the "Sellers") on the acquisition of 750 Shares (Sale Shares) by RTB in GTC, representing 75% of the total shares in GTC for a purchase consideration Of USD1,050,000 (equivalent to approximately RM4,368,050.00).

**B7 Status of corporate proposal**

The total proceeds generated from the Issuance of Shares pursuant to private placement will be utilised as follows:-

Purpose	Intended Timeframe for Utilisation	Proposed Utilisation (previous) RM'000	Proposed Utilisation (revised) RM'000	Actual Utilisation up to 29-May-19 RM'000
i) Establish new facilities at Lot 5C & 5D in Bentong Pahang	12 months	5,700	5,700	5,700
ii) Project investment for Mini hydropower plant in Indonesia	12 months	5,000	5,000	5,000
iii) Establish a new fabrication facility in Indonesia	24 months	* 4,300	-	-
iv) Purchase of machinery and equipment to upgrade existing facilities in Bentong, Pahang	24 months	4,260	4,260	4,260
v) Working capital	24 months	3,000	3,000	3,000
vi) Estimated expenses for the Proposed Regularisation Plan	1 month	4,200	4,200	4,200
vii) Partial funding of the cash consideration for the purchase of HGPT	24 months	-	* 4,300	* 4,300
Total gross proceeds		<u>26,460</u>	<u>26,460</u>	<u>26,460</u>

\* On 27 October 2017, the Company announced to vary the utilisation of establishment of a new fabrication facility in Indonesia to partial funding of the cash consideration for the purchase of a subsidiary.

**ROHAS TECNIC BERHAD (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2019

The figures have not been audited.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B8 Group Cash and bank balances, deposits and short-term placements**

	Unaudited As at Current Period To Date 30-6-2019 RM'000	Audited As at Preceding Financial Year Ended 31-12-2018 RM'000
Cash and bank balances, deposits and short-term placements		
- Islamic	15,584	34,249
- Conventional	31,067	26,377
	<u>46,651</u>	<u>60,626</u>
Total assets	<u>714,911</u>	<u>689,019</u>
Percentage of Conventional Cash and bank balances, deposits and short-term placements over Total Assets	<u>4%</u>	<u>4%</u>

**B9 Group Borrowings**

	Unaudited As at Current Period To Date			Audited As at Preceding Financial Year Ended		
	USD denomination 30-6-2019 RM'000	RM denomination 30-6-2019 RM'000	Total 30-6-2019 RM'000	USD denomination 31-12-2018 RM'000	RM denomination 31-12-2018 RM'000	Total 31-12-2018 RM'000
Unsecured Short Term Borrowings						
Bankers acceptance	2,543	28,314	30,857	962	48,627	49,589
Short term loans	3,656	57,597	61,253	3,656	28,747	32,403
Bank overdraft	-	4,310	4,310	-	4,210	4,210
	<u>6,199</u>	<u>90,221</u>	<u>96,420</u>	<u>4,618</u>	<u>81,584</u>	<u>86,202</u>
Secured Short Term Borrowings						
Term loan	-	943	943	-	857	857
Secured Long Term Borrowings						
Term loan	-	2,138	2,138	-	2,892	2,892
Total Group Borrowings	<u>6,199</u>	<u>93,302</u>	<u>99,501</u>	<u>4,618</u>	<u>85,333</u>	<u>89,951</u>

The above borrowings of the Group are denominated in Ringgit Malaysia equivalent analysed by currencies.

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2019  
The figures have not been audited.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B9 Group Borrowings (continued)**

	Unaudited As at Current Period To Date 30-6-2019 RM'000	Audited As at Preceding Financial Year Ended 31-12-2018 RM'000
Borrowings		
- Islamic	32,734	34,785
- Conventional	66,767	55,166
	<u>99,501</u>	<u>89,951</u>
Total Assets	<u>714,911</u>	<u>689,019</u>
Percentage of Conventional Borrowings over Total Assets	<u>9%</u>	<u>8%</u>

**B10 Changes In Material Litigations**

There has been no material litigation since the date of the last audited financial statements of Group as at 31 December 2018.

**B11 Dividend**

No dividend was paid or declared in the current quarter under review and financial year-to-date.

**B12 Earnings Per Share**

**(a) Basic earnings per share**

Basic earnings per share of the Group is calculated as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-6-2019	Preceding Period Corresponding 30-6-2018	Current Period To date 30-6-2019	Preceding Period Corresponding 30-6-2018
Profit/(Loss) after tax attributable to the owner of the company for the period (RM'000)	11,212	6,040	13,854	14,276
Weighted average number of ordinary shares in issue	472,657,651	472,657,651	472,657,651	472,657,651
Basic earnings per share (sen)	<u>2.37</u>	<u>1.28</u>	<u>2.93</u>	<u>3.02</u>

**(b) Diluted earnings per share**

There was no dilution of shares.

N/A



**ROHAS TECNIC BERHAD (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

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The figures have not been audited.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B13 Profit/(Loss) Before Tax**

Profit/(Loss) before tax has been determined after charging/(crediting), amongst other items, the following:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-6-2019	Preceding Period Corresponding 30-6-2018	Current Period To date 30-6-2019	Preceding Period Corresponding 30-6-2018
	RM'000	RM'000	RM'000	RM'000
Interest income	(210)	(345)	(679)	(937)
Realised foreign exchange gain	45	(873)	(65)	(1,557)
Interest expense	2,177	1,873	3,929	3,784
Depreciation	1,894	1,790	3,619	3,479
Allowance for impairment losses on receivables	927	(966)	1,408	(966)
Gain on disposal of property, plant and equipment	-	-	(32)	-

**BY ORDER OF THE BOARD**

**Laang Jhe How**  
**MIA 25193**  
**Company Secretary**

Dated : 30 August 2019