



ROHAS TECNIC BERHAD
199401016997 (302675-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE PERIOD FROM
1 JANUARY 2020 TO 31 MARCH 2020

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ROHAS TECNIC BERHAD 199401016997 (302675-A)

(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the 1st quarter ended 31 March 2020

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	
	31-3-2020	Corresponding 31-3-2019	%	31-3-2020	31-3-2019	%
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	109,821	94,026	17%	109,821	94,026	17%
Cost of sales	(101,363)	(80,564)		(101,363)	(80,564)	
Gross profit	8,458	13,462	-37%	8,458	13,462	-37%
Other income	2,342	1,287		2,342	1,287	
Distribution expenses	(538)	(122)		(538)	(122)	
Administrative expenses	(6,866)	(9,002)		(6,866)	(9,002)	
Operating profit	3,396	5,625	-40%	3,396	5,625	-40%
Finance costs	(1,870)	(1,752)		(1,870)	(1,752)	
Share of result of associates	(42)	(40)		(42)	(40)	
Profit before tax	1,484	3,833	-61%	1,484	3,833	-61%
Tax expense	(14)	(800)		(14)	(800)	
Profit after tax	1,470	3,033	-52%	1,470	3,033	-52%
Other comprehensive income:						
Items that may not be reclassified subsequently to profit or loss:						
Remeasurement of retirement benefit obligation	-	-		-	-	
Items that may be reclassified subsequently to profit or loss:						
Unrealised currency translation differences	(41)	136		(41)	136	
Total comprehensive profit	1,429	3,169	55%	1,429	3,169	-55%

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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	
	31-3-2020	Corresponding 31-3-2019		31-3-2020	Corresponding 31-3-2019	
	RM'000	RM'000	%	RM'000	RM'000	%
Profit/(Loss) after tax attributable to:						
Owners of the Company	1,592	2,642		1,592	2,642	
Non-controlling interests	(122)	391		(122)	391	
	<u>1,470</u>	<u>3,033</u>	-52%	<u>1,470</u>	<u>3,033</u>	-52%
Total comprehensive income/(loss) attributable to:						
Owners of the Company	1,551	2,778		1,551	2,778	
Non-controlling interests	(122)	391		(122)	391	
	<u>1,429</u>	<u>3,169</u>	55%	<u>1,429</u>	<u>3,169</u>	-55%
Dividends per share (sen)	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	
Earnings per share (sen)						
Basic	0.34	0.56		0.34	0.56	
Diluted	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	

(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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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Current Period To Date 31-3-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	28,112	29,217
Right-of-use assets	26,532	26,852
Investment in an associate	46,072	46,114
Other investments	1,914	1,926
Deferred tax assets	8,316	7,776
Goodwill	7,545	7,545
Cash and bank balances, deposits and placements	2,066	2,066
	<hr/>	<hr/>
Total non-current assets	120,557	121,496
CURRENT ASSETS		
Inventories	112,967	119,379
Trade and other receivables	186,558	197,155
Amount due from contract customers	130,467	84,208
Tax recoverable	7,426	3,388
Cash and bank balances, deposits and short-term placements	48,622	63,299
	<hr/>	<hr/>
Total current assets	486,040	467,429
	<hr/>	<hr/>
TOTAL ASSETS	606,597	588,925
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company:		
Share capital	299,484	299,484
Other reserves	(104,173)	(104,132)
Retained earnings	134,289	132,697
	<hr/>	<hr/>
	329,600	328,049
Non-controlling interests	26,105	26,227
Total equity	<hr/>	<hr/>
	355,705	354,276
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term borrowings	30,042	28,115
Deferred tax liabilities	246	246
Finance lease liabilities	1,882	1,686
Retirement benefits	2,807	2,807
	<hr/>	<hr/>
Total non-current liabilities	34,977	32,854

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Current Period To Date 31-3-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
CURRENT LIABILITIES		
Trade and other payables	130,963	75,899
Amount due to contract customers	9,171	40,234
Borrowings	69,617	83,882
Finance lease liabilities	1,043	842
Tax payable	5,121	938
Total current liabilities	<u>215,915</u>	<u>201,795</u>
Total liabilities	<u>250,892</u>	<u>234,649</u>
TOTAL EQUITY AND LIABILITIES	<u>606,597</u>	<u>588,925</u>
Net Assets Per share attributable to equity holders of parent (RM)	<u>0.70</u>	<u>0.69</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						Non-controlling Interests RM'000	Total equity RM'000
	Non-distributable			Distributable				
	Share Capital RM'000	Reserve upon consolidation RM'000	Foreign Currency translation reserve RM'000	Retained earnings RM'000	Total RM'000			
Balance at 1 January 2020	299,484	(104,799)	667	132,697	328,049	26,227	354,276	
Foreign currency translation for foreign operations	-	-	(41)	-	(41)	-	(41)	
Profit after taxation				1,592	1,592	(122)	1,470	
Total comprehensive income	-	-	(41)	1,592	1,551	(122)	1,429	
Balance at 31 March 2020	<u>299,484</u>	<u>(104,799)</u>	<u>626</u>	<u>134,289</u>	<u>329,600</u>	<u>26,105</u>	<u>355,705</u>	
Balance at 1 January 2019	299,484	(104,799)	754	122,467	317,906	28,721	346,627	
Foreign currency translation for foreign operations	-	-	136	-	136	-	136	
Profit after taxation	-	-	-	2,642	2,642	391	3,033	
Total comprehensive income	-	-	136	2,642	2,778	391	3,169	
Balance at 31 March 2019	<u>299,484</u>	<u>(104,799)</u>	<u>890</u>	<u>125,109</u>	<u>320,684</u>	<u>29,112</u>	<u>349,796</u>	

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

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year To Date 31-3-2020 <u>RM'000</u>	Current Year To Date 31-3-2019 <u>RM'000</u>
OPERATING ACTIVITIES		
Profit before tax	1,484	3,833
Adjustments for non-cash movements:		
Share of results of an associate	42	40
Loss on other investments	12	-
Depreciation	1,909	1,725
Allowance for impairment losses on receivables	543	481
Write down of inventories	-	1,617
Unrealised (gain)/loss in foreign exchange	(803)	(272)
Interest expense	1,870	1,752
Interest income	(135)	(469)
Gain on disposal of property, plant and equipment	(28)	(32)
	<u>4,894</u>	<u>8,675</u>
Changes in working capital:		
Contract assets/liabilities	(77,321)	(16,657)
Inventories	6,412	(9,059)
Bills payable	(12,097)	11,957
Receivables	10,042	11,339
Payables	55,865	(19,369)
Provision for retirement benefits paid	-	-
	<u>(12,205)</u>	<u>(13,114)</u>
Cash flow (used in)/generated from operations	(12,205)	(13,114)
Interest paid	(1,834)	(1,718)
Income Tax paid, net of refund	(408)	(397)
Net cash (used in)/generated from operating activities	<u>(14,447)</u>	<u>(15,229)</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(483)	(1,728)
Proceeds from disposal of property, plant and equipment	40	71
Interest received	135	469
Net cash (used in)/generated from investing activities	<u>(308)</u>	<u>(1,188)</u>

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year To Date 31-3-2020 <u>RM'000</u>	Current Year To Date 31-3-2019 <u>RM'000</u>
FINANCING ACTIVITIES		
Interest paid	(36)	(35)
Change in bank balances pledged as security	(8,757)	539
Repayment of hire purchase liabilities	(373)	(326)
Drawdown of bank borrowings	769	-
Net cash (used in)/generated from financing activities	<u>(8,397)</u>	<u>178</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(23,152)	(16,239)
CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD	38,243	38,417
FOREIGN EXCHANGE DIFFERENCES ARISING ON OPENING BALANCE	(42)	34
CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD	<u>15,049</u>	<u>22,212</u>
Presented by:		
Deposits with financial institution	18,310	28,800
Deposits with fund management corporation	389	286
Cash and bank balances	<u>31,989</u>	<u>14,928</u>
	50,688	44,014
Less: Bank balances pledged as security	(29,695)	(17,460)
Less: Bank overdraft	<u>(5,944)</u>	<u>(4,342)</u>
Cash and cash equivalents	<u>15,049</u>	<u>22,212</u>

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

QUARTERLY REPORT

Quarterly report on consolidated results for the 1st quarter ended 31 March 2020
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 year ended 31 December 2019 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 year ended 31 December 2019.

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 year ended 31 December 2019, 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 2020:

Amendments to MFRS 3, Business Combination (Definition of Business)

Amendments to MFRS 101 and MFRS 108 (Definition of Material)

Amendments to references to the Conceptual Framework in MFRS Standards, MFRS 137

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 2020. The initial application of the above standards, amendments and interpretation are not expected to have any financial impacts to the financial statements.

Amendments to MFRS 3, Business Combination (Definition of Business)

MFRS 3, the amendments to the definition of a business is to help entities determine whether an acquired set of activities and assets is a business or not. The amendments clarify the following:

- Minimum requirements to be a business;
- Market participants' ability to replace missing elements;
- Assessing whether an acquired process is substantive;
- Narrowed the definitions of outputs; and
- Introduced an optional concentration test.

The amendments must be applied to transactions that are either business combinations or asset acquisitions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2020. Consequently, entities do not have to revisit such transactions that occurred in prior periods. Earlier application is permitted and must be disclosed.

Amendments to MFRS 101 and MFRS 108 (Definition of Material)

MFRS 101 and MFRS 108, the amendments were made to align the definition of 'material' across the standards and to clarify certain aspects of the definition. The new definition states that, 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.'

The amendments must be applied prospectively. Early application is permitted and must be disclosed.

QUARTERLY REPORT

Quarterly report on consolidated results for the 1st quarter ended 31 March 2020
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A. EXPLANATORY NOTES

A2 Significant Accounting Policies (continued)

A2.1 Adoption of Amendments/Improvements to MFRS (continued)

Amendments to references to the Conceptual Framework in MFRS Standards, MFRS 137

The changes to the chapters on the objective of financial reporting and qualitative characteristics of useful financial information are limited, but with improved wording to give more prominence to the importance of providing information needed to assess management's stewardship of the entity's economic resources.

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.

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.

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 declared in the current quarter under review.

The Company has declared an interim single tier dividend of 0.5 sen per share in respect of the financial year ending 31 December 2019 amounting to RM2,363,288 and was paid on 31 January 2020.

A9 Segmental Reporting

Primary reporting basis - by business segment:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31-3-2020 RM'000	Preceding Period Corresponding 31-3-2019 RM'000	Current Period To date 31-3-2020 RM'000	Preceding Period Corresponding 31-3-2019 RM'000
Group Revenue (External Sales)				
Tower fabrication				
- Power Transmission	17,597	20,292	17,597	20,292
- Telecommunication	1,629	2,919	1,629	2,919
EPCC*	90,228	69,821	90,228	69,821
Other business activities	367	994	367	994
	<u>109,821</u>	<u>94,026</u>	<u>109,821</u>	<u>94,026</u>
Results				
Segment results	3,396	5,625	3,396	5,625
Finance costs	(1,870)	(1,752)	(1,870)	(1,752)
Share of results of Associates	(42)	(40)	(42)	(40)
	<u>1,484</u>	<u>3,833</u>	<u>1,484</u>	<u>3,833</u>

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

QUARTERLY REPORT

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A. EXPLANATORY NOTES

A10 Carrying Amount of Revalued Assets

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

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.

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 31-3-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Unsecured Performance bond granted to third party by a subsidiary	5,781	9,079

A14 Capital Commitment

Capital expenditure of the Group not provided for as at 31 March 2020 in relation to property, plant and equipment were as follows:

	Unaudited As at Current Period To Date 31-3-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Authorised and contracted for	825	1,355

A15 Significant Related Party Transactions

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31-3-2020 RM'000	Preceding Period Corresponding 31-3-2019 RM'000	Current Period To date 31-3-2020 RM'000	Preceding Period Corresponding 31-3-2019 RM'000
Related companies:				
- sales	123	223	123	223
- rental income	21	44	21	44
- rental expenses	(268)	(246)	(268)	(246)

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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 and period to date under review, the Group's revenue of RM109.8 million, increased by RM15.8 million or 16.8% from the preceding corresponding quarter of RM94.0 million and recorded operating profit of RM3.4 million, decreased by RM2.2 million or 39.3% from RM5.6 million in the preceding corresponding quarter. The Group reported a profit after taxation of RM1.5 million.

The Group's EPCC segment contributed a revenue of RM90.2 million in the current quarter, which was 82.2% of total Group revenue, an increase by RM21.0 million or 30.3% from the preceding corresponding quarter of RM69.8 million, from EPCC works done in Laos, Malaysia and Bangladesh. Revenue from tower fabrication segment of RM19.2 million, decreased by RM4.0 million or 17.2% from the preceding corresponding quarter of RM23.2 million, due to decrease in deliveries of towers. Revenue from other business activities amounts to RM0.4 million decreased from RM1.0 million in the preceding corresponding quarter, mainly due to lower supply of fittings and external galvanising.

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
	31-3-2020	31-12-2019	
	RM'000	RM'000	%
Revenue	109,821	132,080	-16.9%
Operating Profit	3,396	3,850	-11.8%
Profit Before Tax	1,484	4,596	-67.7%
Profit After Tax	1,470	(1,071)	-237.3%

The Group recorded a revenue of RM109.8 million in the current quarter, an decrease of RM22.3 million or 16.9%, compared to its immediate preceding quarter's revenue of RM132.1 million. The decrease in group revenue was mainly contributed by a lower tower delivery and lower revenue recognised from the EPCC segment from the immediate preceding quarter.

In the current quarter, the Group reported a profit after tax of RM1.5 million as compared to a loss after tax of RM1.1 million in the immediate preceding quarter due to higher allowance for impairment losses on trade and other receivables and higher tax expense recognised in the immediate preceding quarter.

B3 Group's Future Prospects

The initiatives taken in previous year to expand the Group's businesses regionally has begun to contribute positively and will continue to broaden the Group's earnings base in the coming years. Notwithstanding potential headwinds from a slowdown in global trade and global pandemic covid-19, we are cautiously optimistic the Group will show healthy growth in 2020.

The recent outbreak of Coronavirus Disease 2019 ("COVID-19") since end of 2019 has seen significant cases increased worldwide which prompted the World Health Organisation to declare it as a pandemic on 11 March 2020. A series of precautionary and control measures have been and continued to be implemented across the world. The Malaysian Government imposed the Movement Control Order ("MCO") from 18 March 2020 to 3 May 2020 and Conditional Movement Control Order ("CMCO") from 4 May 2020 to 9 June 2020. Consequently, the MCO is expected to have material adverse effects on Malaysia's economy for 2020.

As at the date of this report, the management of the Group has assessed the overall impact of the situation on the Group's operations and financial position, and it is concluded that there are no material effects on the current quarter under review. The current situation is still fluid and the Directors shall continually assess the impact of COVID-19 on its operations as well as the financial position.

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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
	31-3-2020	31-3-2019	31-3-2020	31-3-2019
	RM'000	RM'000	RM'000	RM'000
Current tax	14	800	14	800
	<u>14</u>	<u>800</u>	<u>14</u>	<u>800</u>
Effective tax rate	<u>1%</u>	<u>21%</u>	<u>1%</u>	<u>21%</u>

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 foreign source 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 ("Acquisition"), representing 75% of the total shares in GTC for a purchase consideration of USD1,050,000 (equivalent to approximately RM4,490,000).

On 18 March 2020, RTB and the Seller had mutually agreed to grant a further extension of time until 21 June 2020 to allow the Seller to fulfil the Conditions Precedent of Completion ("CP"). On 15 May 2020, approval from the Telecommunication Regulator of Cambodia for one of the CP, that is, for the transfer of shares to RTB had been obtained. Notwithstanding this, the acquisition is still not deemed completed as certain other obligations within the SSPA have yet to be fulfilled and are still pending.

B7 Group Cash and bank balances, deposits and placements

	Unaudited As at Current Period To Date 31-3-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Cash and bank balances, deposits and placements		
- Islamic	20,353	29,120
- Conventional	<u>30,335</u>	<u>36,245</u>
	<u>50,688</u>	<u>65,365</u>
Total assets	<u>606,597</u>	<u>588,925</u>
Percentage of conventional cash and bank balances, deposits and placements over total assets	<u>5%</u>	<u>6%</u>

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

B8 Group Borrowings

	Unaudited As at Current Period To Date			Audited As at Preceding Financial Year Ended		
	USD denomination 31-3-2020	RM denomination 31-3-2020	Total 31-3-2020	USD denomination 31-12-2019	RM denomination 31-12-2019	Total 31-12-2019
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Unsecured Short Term Borrowings:						
Bankers acceptance	2,418	22,558	24,976	2,418	34,836	37,254
Short term loans	3,571	33,006	36,577	3,571	35,900	39,471
Bank overdraft	-	5,944	5,944	-	6,184	6,184
	<u>5,989</u>	<u>61,508</u>	<u>67,497</u>	<u>5,989</u>	<u>76,920</u>	<u>82,909</u>
Secured Short Term Borrowings:						
Term loan	-	2,120	2,120	-	973	973
Secured Long Term Borrowings:						
Term loan	-	30,042	30,042	-	28,115	28,115
Total Group Borrowings	<u>5,989</u>	<u>93,670</u>	<u>99,659</u>	<u>5,989</u>	<u>106,008</u>	<u>111,997</u>

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

	Unaudited As at Current Period To Date 31-3-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Borrowings		
- Islamic	27,529	37,120
- Conventional	<u>72,130</u>	<u>74,877</u>
	<u>99,659</u>	<u>111,997</u>
Total assets	<u>606,597</u>	<u>588,925</u>
Percentage of conventional borrowings over total assets	<u>12%</u>	<u>13%</u>

B9 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 2019.

B10 Dividend

There is no dividend declared in the current quarter under review.

The Directors recommend a final single tier dividend of 0.5 sen per share in respect of the financial year ending 31 December 2019 for the shareholders' approval at the forthcoming Annual General Meeting amounting to RM2,363,288. The entitlement date and the payment date of the final dividend will be announced in due course.

The interim financial statements for the current quarter do not reflect the final dividend as approval from shareholders have yet to be obtained as at 31 March 2020.

QUARTERLY REPORT

Quarterly report on consolidated results for the 1st quarter ended 31 March 2020
The figures have not been audited.

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

B11 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 31-3-2020	Preceding Period Corresponding 31-3-2019	Current Period To date 31-3-2020	Preceding Period Corresponding 31-3-2019
Profit/(Loss) after tax attributable to the owners of the Company for the period (RM'000)	1,592	2,642	1,592	2,642
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>0.34</u>	<u>0.56</u>	<u>0.34</u>	<u>0.56</u>

(b) Diluted earnings per share

There was no dilution of shares.

N/A

B12 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 31-3-2020	Preceding Period Corresponding 31-3-2019	Current Period To date 31-3-2020	Preceding Period Corresponding 31-3-2019
	RM'000	RM'000	RM'000	RM'000
Interest income	(135)	(469)	(135)	(469)
Realised foreign exchange (gain)/loss	(882)	(110)	(882)	(110)
Interest expense	1,870	1,752	1,870	1,752
Depreciation	1,909	1,725	1,909	1,725
Allowance for impairment losses on receivables	543	481	543	481
Gain on disposal of property, plant and equipment	<u>(28)</u>	<u>(32)</u>	<u>(28)</u>	<u>(32)</u>

BY ORDER OF THE BOARD

Laang Jhe How
MIA 25193
SSM PC No.: 201908002558
Company Secretary

Dated : 12 June 2020