



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

INTERIM FINANCIAL STATEMENTS FOR THE PERIOD FROM  
1 APRIL 2020 TO 30 JUNE 2020

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**ROHAS TECNIC BERHAD 199401016997 (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 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	
	30-06-2020	Corresponding 30-06-2019		30-06-2020	30-06-2019	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	43,330	127,019	-66%	153,151	221,045	-31%
Cost of sales	(40,270)	(111,007)		(141,633)	(191,571)	
<b>Gross profit</b>	<b>3,060</b>	<b>16,012</b>	<b>-81%</b>	<b>11,518</b>	<b>29,474</b>	<b>-61%</b>
Other income	2,043	8,494		4,385	9,781	
Distribution expenses	(316)	(100)		(854)	(222)	
Administrative expenses	(7,347)	(8,577)		(14,213)	(17,579)	
<b>Operating profit/(loss)</b>	<b>(2,560)</b>	<b>15,829</b>	<b>-116%</b>	<b>836</b>	<b>21,454</b>	<b>-96%</b>
Finance costs	(1,592)	(2,177)		(3,462)	(3,929)	
Share of result of associates	174	(210)		132	(250)	
<b>Profit/(Loss) before tax</b>	<b>(3,978)</b>	<b>13,442</b>	<b>-130%</b>	<b>(2,494)</b>	<b>17,275</b>	<b>-114%</b>
Tax expense	512	(1,368)		498	(2,168)	
<b>Profit/(Loss) after tax</b>	<b>(3,466)</b>	<b>12,074</b>	<b>-129%</b>	<b>(1,996)</b>	<b>15,107</b>	<b>-113%</b>
<b>Other comprehensive</b>						
Items that may be reclassified subsequently to profit or loss:						
Unrealised currency translation differences	(616)	(614)		(657)	(478)	
<b>Total comprehensive profit/(loss)</b>	<b>(4,082)</b>	<b>11,460</b>	<b>136%</b>	<b>(2,653)</b>	<b>14,629</b>	<b>-118%</b>

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 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	
	30-06-2020	Corresponding 30-06-2019		30-06-2020	30-06-2019	
	RM'000	RM'000	%	RM'000	RM'000	%
<b>Profit/(Loss) after tax attributable to:</b>						
Owners of the Company	(3,222)	11,212		(1,630)	13,854	
Non-controlling interests	(244)	862		(366)	1,253	
	<u>(3,466)</u>	<u>12,074</u>	-129%	<u>(1,996)</u>	<u>15,107</u>	-113%
<b>Total comprehensive income/(loss) attributable to:</b>						
Owners of the Company	(3,838)	10,598		(2,287)	13,376	
Non-controlling interests	(244)	862		(366)	1,253	
	<u>(4,082)</u>	<u>11,460</u>	136%	<u>(2,653)</u>	<u>14,629</u>	-118%
Dividends per share (sen)	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	
Earnings per share (sen)						
Basic	(0.68)	2.37		(0.34)	2.93	
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)

**ROHAS TECNIC BERHAD 199401016997 (302675-A)**  
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**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As at Current Period To Date 30-6-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	27,173	29,217
Right-of-use assets	26,156	26,852
Investment in an associate	46,246	46,114
Other investments	2,226	1,926
Deferred tax assets	8,775	7,776
Goodwill	7,545	7,545
Cash and bank balances, deposits and placements	2,066	2,066
Total non-current assets	120,187	121,496
<b>CURRENT ASSETS</b>		
Inventories	113,494	119,379
Trade and other receivables	179,555	197,155
Amount due from contract customers	85,995	84,208
Tax recoverable	7,300	3,388
Cash and bank balances, deposits and short-term placements	47,264	63,299
Total current assets	433,608	467,429
<b>TOTAL ASSETS</b>	553,795	588,925
<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	(104,024)	(104,132)
Retained earnings	131,067	132,697
	326,527	328,049
Non-controlling interests	25,861	26,227
<b>Total equity</b>	352,388	354,276
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	29,653	28,115
Deferred tax liabilities	188	246
Finance lease liabilities	1,700	1,686
Retirement benefits	2,793	2,807
Total non-current liabilities	34,334	32,854

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Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As at Current Period To Date 30-6-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
<b>CURRENT LIABILITIES</b>		
Trade and other payables	75,512	75,899
Amount due to contract customers	8,298	40,234
Borrowings	75,886	83,882
Finance lease liabilities	990	842
Tax payable	6,387	938
Total current liabilities	<u>167,073</u>	<u>201,795</u>
<b>Total liabilities</b>	<u>201,407</u>	<u>234,649</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>553,795</u>	<u>588,925</u>
Net Assets Per share attributable to equity holders of parent (RM)	<u>0.69</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)

**ROHAS TECNIC BERHAD 199401016997 (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of the Company				Total RM'000	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			
Balance at 1 January 2020	299,484	(104,799)	667	132,697	328,049	26,227	354,276
Foreign currency translation for foreign operations	-	-	108	-	108	-	108
Loss after taxation	-	-	-	(1,630)	(1,630)	(366)	(1,996)
Total comprehensive income	-	-	108	(1,630)	(1,522)	(366)	(1,888)
Balance at 30 June 2020	<u>299,484</u>	<u>(104,799)</u>	<u>775</u>	<u>131,067</u>	<u>326,527</u>	<u>25,861</u>	<u>352,388</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	-	-	(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>276</u>	<u>136,321</u>	<u>331,282</u>	<u>26,409</u>	<u>357,691</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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The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	Current Year To Date 30-06-2020 <u>RM'000</u>	Current Year To Date 30-06-2019 <u>RM'000</u>
<b>OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	(2,494)	17,275
Adjustments for non-cash movements:		
Share of results of an associate	(132)	250
Gain on other investments	(300)	-
Depreciation	3,635	3,619
Allowance for impairment losses on receivables	406	1,408
Unrealised (gain)/loss in foreign exchange	(1,395)	(586)
Interest expense	2,626	3,929
Interest income	(248)	(679)
Gain on disposal of property, plant and equipment	(28)	(32)
	<u>2,070</u>	<u>25,184</u>
Changes in working capital:		
Contract assets/liabilities	(33,723)	10,899
Inventories	5,886	(437)
Bills payable	(4,609)	9,449
Receivables	17,182	(3,724)
Payables	1,007	(6,095)
Provision for retirement benefits paid	(15)	(35)
	<u>(12,202)</u>	<u>35,241</u>
Cash flow (used in)/generated from operations	(12,202)	35,241
Interest paid	(2,554)	(3,864)
Income Tax paid, net of refund	979	(1,510)
Net cash (used in)/generated from operating activities	<u>(13,777)</u>	<u>29,867</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(894)	(2,024)
Proceeds from disposal of property, plant and equipment	40	71
Acquisition of an associate company	-	(41,300)
Interest received	248	679
Net cash used in investing activities	<u>(606)</u>	<u>(42,574)</u>

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**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	Current Year To Date 30-06-2020 <u>RM'000</u>	Current Year To Date 30-06-2019 <u>RM'000</u>
<b>FINANCING ACTIVITIES</b>		
Interest paid	(73)	(65)
Change in bank balances pledged as security	(9,182)	(5,329)
Repayment of hire purchase liabilities	(608)	(650)
Drawdown of bank borrowings	769	-
Net cash used in financing activities	<u>(9,094)</u>	<u>(6,044)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(23,477)</b>	<b>(18,751)</b>
<b>CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<b>38,243</b>	<b>38,417</b>
<b>FOREIGN EXCHANGE DIFFERENCES ARISING ON OPENING BALANCE</b>	<b>108</b>	<b>(653)</b>
<b>CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD</b>	<b><u>14,874</u></b>	<b><u>19,013</u></b>
<b>Presented by:</b>		
Deposits with financial institution	27,635	26,849
Deposits with fund management corporation	393	381
Cash and bank balances	<u>21,302</u>	<u>19,421</u>
	49,330	46,651
Less: Bank balances pledged as security	(30,121)	(23,328)
Less: Bank overdraft	<u>(4,335)</u>	<u>(4,310)</u>
Cash and cash equivalents	<b><u>14,874</u></b>	<b><u>19,013</u></b>

(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 2nd quarter ended 30 June 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.

**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.

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020  
The figures have not been audited.

**A. EXPLANATORY NOTES**

**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.

However, the Shareholders have approved a final single tier dividend of 0.5 sen per share in respect of the financial year ended 31 December 2019 during the Annual General Meeting held on 9 July 2020 amounting to RM2,363,288 and was paid on 25 August 2020.

The interim financial statements do not reflect the final dividend as approval from shareholders had yet to be obtained as at 30 June 2020.

**A9 Segmental Reporting**

Primary reporting basis - by business segment:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-06-2020 RM'000	Preceding Period Corresponding 30-06-2019 RM'000	Current Period To date 30-06-2020 RM'000	Preceding Period Corresponding 30-06-2019 RM'000
Group Revenue (External Sales)				
Tower fabrication				
- Power Transmission	12,104	33,405	29,701	53,697
- Telecommunication	217	4,204	1,846	7,123
EPCC*	30,492	87,847	120,720	157,668
Other business activities	517	1,563	884	2,557
	<u>43,330</u>	<u>127,019</u>	<u>153,151</u>	<u>221,045</u>
Results				
Segment results	(2,560)	15,829	836	21,454
Finance costs	(1,592)	(2,177)	(3,462)	(3,929)
Share of results of Associates	174	(210)	132	(250)
	<u>(3,978)</u>	<u>13,442</u>	<u>(2,494)</u>	<u>17,275</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.

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020  
The figures have not been audited.

**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 19 June 2020, Rohas Tecnic Berhad ("RTB") acquired 750 shares in Global Tower Corporation (Cambodia) Pty Ltd ("GTC"), representing 75% of the total shares in GTC, for a purchase consideration of USD1,050,000 (equivalent to approximately RM4,487,700). As a result of the acquisition, GTC is a 75% subsidiary of RTB.

**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 30-06-2020 RM'000	As at Preceding Financial Year Ended 31-12-2019 RM'000
Unsecured Performance bond granted to third party by a subsidiary	6,190	9,079

**A14 Capital Commitment**

Capital expenditure of the Group not provided for as at 30 June 2020 in relation to property, plant and equipment were as follows:

	Unaudited	Audited
	As at Current Period To Date 30-06-2020 RM'000	As at Preceding Financial Year Ended 31-12-2019 RM'000
Authorised and contracted for	1,507	1,355

**A15 Significant Related Party Transactions**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-06-2020 RM'000	Preceding Period Corresponding 30-06-2019 RM'000	Current Period To date 30-06-2020 RM'000	Preceding Period Corresponding 30-06-2019 RM'000
Related companies:				
- sales	240	101	363	324
- rental income	34	45	55	89
- rental expenses	(194)	(247)	(462)	(493)

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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**

The Malaysian Government imposed the Movement Control Order ("MCO") from 18 March 2020 to 3 May 2020, Conditional Movement Control Order ("CMCO") from 4 May 2020 to 9 June 2020 and currently Recovery Movement Control Order ("RMCO") from 10 June 2020 to 31 August 2020. The strict measures impacted the Group's operations. The Group had to comply with a complete shutdown of the fabrication operations and EPCC project sites. Subject to tight standard operating procedures, gradual operations recommenced in late May.

As a result of the MCO and CMCO, in the current quarter under review the Group recorded revenue of RM43.3 million, a drop of RM83.7 million or 65.9% from the preceding corresponding quarter of RM127.0 million and incurred an operating loss of RM2.6 million, a corresponding decrease of RM18.4 million or 116.2% from RM15.8 million previously. The Group reported a loss after tax of RM3.5 million.

The Group's EPCC segment contributed 70.4% of total Group revenue or RM30.5 million in the current quarter, a decrease of RM57.3 million or 65.3% from the preceding corresponding quarter of RM87.8 million. Revenue from tower fabrication segment shrank by RM25.3 million or 67.2% to RM12.3 million, compared to RM37.6 million previously. Revenue from other business activities decreased to RM0.5 million from RM1.6 million in the preceding corresponding quarter, mainly due to lower supply of fittings and external galvanising.

In the current period to date under review, the Group revenue decreased by RM67.9 million or 30.7% to RM153.1 million from RM221.0 million in the preceding corresponding period. Operating profit decreased by RM20.6 million or 96.2% to RM0.8 million from RM21.4 million in the preceding corresponding period. The Group reported a loss after tax of RM2.0 million.

The Group's EPCC segment revenue of RM120.7 million. This was a decrease of RM37.0 million or 23.4% from RM157.7 million in the preceding corresponding period. Similarly, revenue from tower fabrication was RM31.5 million, decreasing by RM29.3 million or 48.2% from RM60.8 million; and revenue from other business activities was RM0.8 million, reduced from RM2.6 million, and mainly due to reduced work in the fabrication of electrical substation structures.

**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
	30-06-2020	31-03-2020	
	RM'000	RM'000	%
Revenue	43,330	109,821	-60.5%
Operating profit/(loss)	(2,560)	3,396	-175.4%
Profit/(Loss) Before Tax	(3,978)	1,484	-368.1%
Profit/(Loss) After Tax	(3,466)	1,470	-335.8%

The Group recorded a revenue of RM43.3 million in the current quarter, a decrease of RM66.5 million or 60.5% compared to its immediate preceding quarter's revenue of RM109.8 million. The decrease in group revenue was mainly due to the impact of the MCO and the Group had to do a complete shutdown of the fabrication operations and EPCC project sites.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B3 Group's Future Prospects**

The recent outbreak of Coronavirus Disease 2019 ("COVID-19") since end of 2019 has seen a significant increase in cases reported 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 continue to be implemented across the world. In line with this, the Malaysian Government imposed the MCO, CMCO and RMCO, measures which are expected to have material adverse effects on Malaysia's economy for 2020.

The initiatives taken in previous year to expand the Group's businesses regionally will continue to broaden the Group's earnings base in the coming years, however the ongoing COVID-19 pandemic has negatively impacted countries and businesses in the region. With the slowdown in global trade and the COVID-19 pandemic, the Group's earnings for 2020 will be impacted. The Directors will continue to monitor and assess the Group's operations and take pro-active measures to mitigate the impact of COVID-19 on the Group's performance as well as its financial position.

**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
	30-06-2020	30-06-2019	30-06-2020	30-06-2019
	RM'000	RM'000	RM'000	RM'000
Current tax	5	1,368	559	2,253
Deferred tax	(517)	-	(1,057)	(85)
	<u>(512)</u>	<u>1,368</u>	<u>(498)</u>	<u>2,168</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 unabsorbed losses carried forward, losses made by subsidiaries and foreign source income not subject to tax.

**B6 Status Of Corporate Proposals**

There is no pending corporate proposal for the current financial period under review.

**ROHAS TECNIC BERHAD 199401016997 (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020

The figures have not been audited.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B7 Group Cash and bank balances, deposits and placements**

	Unaudited As at Current Period To Date 30-06-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Cash and bank balances, deposits and placements		
- Islamic	23,013	29,120
- Conventional	26,317	36,245
	<u>49,330</u>	<u>65,365</u>
Total assets	<u>553,795</u>	<u>588,925</u>
Percentage of conventional cash and bank balances, deposits and placements over total assets	<u>5%</u>	<u>6%</u>

**B8 Group Borrowings**

	Unaudited			Audited		
	As at Current Period To Date			As at Preceding Financial Year Ended		
	USD denomination 30-06-2020 RM'000	RM denomination 30-06-2020 RM'000	Total 30-06-2020 RM'000	USD denomination 31-12-2019 RM'000	RM denomination 31-12-2019 RM'000	Total 31-12-2019 RM'000
Unsecured Short Term Borrowings:						
Bankers acceptance	2,862	24,791	27,653	2,418	34,836	37,254
Short term loans	3,857	37,970	41,827	3,571	35,900	39,471
Bank overdraft	-	4,335	4,335	-	6,184	6,184
	<u>6,719</u>	<u>67,096</u>	<u>73,815</u>	<u>5,989</u>	<u>76,920</u>	<u>82,909</u>
Secured Short Term Borrowings:						
Term loan	-	2,071	2,071	-	973	973
Secured Long Term Borrowings:						
Term loan	-	29,653	29,653	-	28,115	28,115
Total Group Borrowings	<u>6,719</u>	<u>98,820</u>	<u>105,539</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 30-06-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Borrowings		
- Islamic	74,074	37,120
- Conventional	31,465	74,877
	<u>105,539</u>	<u>111,997</u>
Total assets	<u>553,795</u>	<u>588,925</u>
Percentage of conventional borrowings over total assets	<u>6%</u>	<u>13%</u>

**ROHAS TECNIC BERHAD 199401016997 (302675-A)**

(Incorporated in Malaysia)

**QUARTERLY REPORT**

Quarterly report on consolidated results for the 2nd quarter ended 30 June 2020

The figures have not been audited.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B9 Changes In Material Litigations**

There has been no material litigation since the date of the last audited financial statements of the Group as at 31 December 2019.

**B10 Dividend**

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

**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 30-06-2020	Preceding Period Corresponding 30-06-2019	Current Period To date 30-06-2020	Preceding Period Corresponding 30-06-2019
Profit/(Loss) after tax attributable to the owners of the Company for the period (RM'000)	(3,222)	11,212	(1,630)	13,854
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>(0.68)</u>	<u>2.37</u>	<u>(0.34)</u>	<u>2.93</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 30-06-2020	Preceding Period Corresponding 30-06-2019	Current Period To date 30-06-2020	Preceding Period Corresponding 30-06-2019
	RM'000	RM'000	RM'000	RM'000
Interest income	(113)	(210)	(248)	(679)
Realised foreign exchange gain	-	-	(882)	(110)
Interest expense	756	2,177	2,626	3,929
Depreciation	1,726	1,894	3,635	3,619
Allowance for impairment losses on receivables	(137)	927	406	1,408
Gain on disposal of property, plant and equipment	-	-	(28)	(32)

**BY ORDER OF THE BOARD**

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

Dated : 28 August 2020