



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

INTERIM FINANCIAL STATEMENTS FOR THE PERIOD FROM
1 JULY 2020 TO 30 SEPTEMBER 2020

<u>CONTENTS</u>	<u>PAGE</u>
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	2 - 3
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	4 - 5
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	6
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW	7 - 8
EXPLANATORY NOTES	9 - 11
EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD	12 - 15

ROHAS TECNIC BERHAD 199401016997 (302675-A)

(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 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	
	30-09-2020	Corresponding 30-09-2019		30-09-2020	30-09-2019	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	74,335	121,111	-39%	227,486	342,156	-34%
Cost of sales	(66,032)	(105,518)		(207,665)	(297,089)	
Gross profit	8,303	15,593	-47%	19,821	45,067	-56%
Other income	583	1,293		4,968	11,074	
Distribution expenses	(635)	(108)		(1,489)	(330)	
Administrative expenses	(5,530)	(8,040)		(19,743)	(25,619)	
Operating profit	2,721	8,738	-69%	3,557	30,192	-88%
Finance costs	(1,738)	(2,060)		(5,200)	(5,989)	
Share of result of associates	317	(309)		449	(559)	
Profit/(Loss) before tax	1,300	6,369	-80%	(1,194)	23,644	-105%
Tax expense	(1,215)	(2,085)		(717)	(4,253)	
Profit/(Loss) after tax	85	4,284	-98%	(1,911)	19,391	-110%
Other comprehensive						
Items that may be reclassified subsequently to profit or loss:						
Unrealised currency translation differences	679	169		22	(309)	
Total comprehensive profit/(loss)	764	4,453	-83%	(1,889)	19,082	-110%

QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 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	
	30-09-2020	Corresponding 30-09-2019		30-09-2020	30-09-2019	
	RM'000	RM'000	%	RM'000	RM'000	%
Profit/(Loss) after tax attributable to:						
Owners of the Company	485	4,015		(1,145)	17,869	
Non-controlling interests	(400)	269		(766)	1,522	
	<u>85</u>	<u>4,284</u>	-98%	<u>(1,911)</u>	<u>19,391</u>	-110%
Total comprehensive income/(loss) attributable to:						
Owners of the Company	1,205	4,184		(1,082)	17,560	
Non-controlling interests	(441)	269		(807)	1,522	
	<u>764</u>	<u>4,453</u>	-83%	<u>(1,889)</u>	<u>19,082</u>	-110%
Dividends per share (sen)	<u>0.50</u>	<u>1.00</u>		<u>0.50</u>	<u>1.00</u>	
Earnings per share (sen)						
Basic	0.10	0.85		(0.24)	3.78	
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)

(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2020

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Current Period To Date 30-9-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	29,780	29,217
Right-of-use assets	25,717	26,852
Investment in an associate	55,193	46,114
Other investments	2,423	1,926
Deferred tax assets	8,334	7,776
Goodwill	7,545	7,545
Cash and bank balances, deposits and placements	2,066	2,066
Total non-current assets	131,058	121,496
CURRENT ASSETS		
Inventories	106,122	119,379
Trade and other receivables	182,934	197,155
Amount due from contract customers	87,906	84,208
Tax recoverable	4,115	3,388
Cash and bank balances, deposits and short-term placements	74,084	63,299
Total current assets	455,161	467,429
TOTAL ASSETS	586,219	588,925
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owner of the Company:		
Share capital	299,484	299,484
Other reserves	(104,110)	(104,132)
Retained earnings	129,189	132,697
	324,563	328,049
Non-controlling interests	25,461	26,227
Total equity	350,024	354,276
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term borrowings	28,053	28,115
Deferred tax liabilities	188	246
Finance lease liabilities	1,470	1,686
Retirement benefits	2,793	2,807
Total non-current liabilities	32,504	32,854

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(Incorporated in Malaysia)

QUARTERLY REPORT

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Current Period To Date 30-9-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
CURRENT LIABILITIES		
Trade and other payables	112,392	75,899
Amount due to contract customers	18,345	40,234
Borrowings	70,198	83,882
Finance lease liabilities	958	842
Tax payable	1,798	938
Total current liabilities	<u>203,691</u>	<u>201,795</u>
Total liabilities	<u>236,195</u>	<u>234,649</u>
TOTAL EQUITY AND LIABILITIES	<u>586,219</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)
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QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2020

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the Company →						
	← 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	Non-controlling Interests RM'000	Total equity 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	-	-	22	-	22	-	22
Loss after taxation	-	-	-	(1,145)	(1,145)	(766)	(1,911)
Total comprehensive income	-	-	22	(1,145)	(1,123)	(766)	(1,889)
Dividend paid	-	-	-	(2,363)	(2,363)	-	(2,363)
Balance at 30 September 2020	299,484	(104,799)	689	129,189	324,563	25,461	350,024
Balance at 1 January 2019	299,484	(104,799)	754	122,467	317,906	28,721	346,627
Foreign currency translation for foreign operations	-	-	(309)	-	(309)	-	(309)
Change in ownership interests in a subsidiary	-	-	-	-	-	(3,565)	(3,565)
Profit after taxation	-	-	-	17,869	17,869	1,522	19,391
Total comprehensive income	-	-	(309)	17,869	17,560	(2,043)	15,517
Dividend paid	-	-	-	(4,727)	(4,727)	-	(4,727)
Balance at 30 September 2019	299,484	(104,799)	445	135,609	330,739	26,678	357,417

(The Condensed Consolidated Statement of Changes in Equity 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 3rd quarter ended 30 September 2020
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year To Date 30-09-2020 <u>RM'000</u>	Current Year To Date 30-09-2019 <u>RM'000</u>
OPERATING ACTIVITIES		
(Loss)/Profit before tax	(1,194)	23,644
Adjustments for non-cash movements:		
Share of results of associates	(449)	559
Gain on other investments	(496)	-
Depreciation	5,372	5,486
(Reversal)/Allowance for impairment losses on receivables	(357)	1,596
Unrealised (gain)/loss in foreign exchange	(244)	1,266
Interest expense	5,200	5,989
Interest income	(335)	(1,407)
Gain on disposal of property, plant and equipment	(37)	(42)
	<u>7,460</u>	<u>37,091</u>
Changes in working capital:		
Contract assets/liabilities	(25,586)	(99,802)
Inventories	13,258	850
Bills payable	(19,657)	(11,154)
Receivables	16,940	41,045
Payables	36,738	70,460
Provision for retirement benefits paid	(15)	(455)
	<u>29,138</u>	<u>38,035</u>
Cash flow generated from operations	29,138	38,035
Interest paid	(5,084)	(5,879)
Income Tax paid, net of refund	(1,196)	(1,266)
Net cash generated from operating activities	<u>22,858</u>	<u>30,890</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,823)	(3,351)
Proceeds from disposal of property, plant and equipment	60	71
Acquisition of an associate company	-	(41,300)
Increase in investment in an associate	(8,630)	-
Interest received	335	1,407
Net cash used in investing activities	<u>(13,058)</u>	<u>(43,173)</u>

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QUARTERLY REPORT

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year To Date 30-09-2020 <u>RM'000</u>	Current Year To Date 30-09-2019 <u>RM'000</u>
FINANCING ACTIVITIES		
Interest paid	(116)	(110)
Change in bank balances pledged as security	(7,064)	(4,593)
Repayment of hire purchase liabilities	(100)	(223)
Drawdown of bank borrowings	1,875	-
Dividends paid	(4,727)	(4,727)
Net cash used in financing activities	<u>(10,132)</u>	<u>(9,653)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(332)	(21,936)
CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD	38,243	38,417
FOREIGN EXCHANGE DIFFERENCES ARISING ON OPENING BALANCE	20	(500)
CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD	<u>37,931</u>	<u>15,981</u>
Presented by:		
Deposits with financial institution	30,283	24,800
Deposits with fund management corporation	395	385
Cash and bank balances	45,472	18,182
	<u>76,150</u>	<u>43,367</u>
Less: Bank balances pledged as security	(28,001)	(22,592)
Less: Bank overdraft	(10,218)	(4,794)
Cash and cash equivalents	<u>37,931</u>	<u>15,981</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 3rd quarter ended 30 September 2020

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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.

ROHAS TECNIC BERHAD 199401016997 (302675-A)

(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2020

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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.

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.

A9 Segmental Reporting

Primary reporting basis - by business segment:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period	Preceding	Current Period	Preceding
	Quarter	Period	To date	Period
	30-09-2020	Corresponding	30-09-2020	Corresponding
	RM'000	30-09-2019	RM'000	30-09-2019
		RM'000		RM'000
Group Revenue (External Sales)				
Tower fabrication				
- Power Transmission	24,963	32,696	54,664	86,393
- Telecommunication	1,378	3,195	3,224	10,318
EPCC*	47,682	84,593	168,402	242,261
Other business activities	312	627	1,196	3,184
	<u>74,335</u>	<u>121,111</u>	<u>227,486</u>	<u>342,156</u>
Results				
Segment results	2,721	8,738	3,557	30,192
Finance costs	(1,738)	(2,060)	(5,200)	(5,989)
Share of results of Associates	317	(309)	449	(559)
	<u>1,300</u>	<u>6,369</u>	<u>(1,194)</u>	<u>23,644</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

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2020

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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 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 30-09-2020 RM'000	As at Preceding Financial Year Ended 31-12-2019 RM'000
Unsecured Performance bond granted to third party by subsidiaries	6,108	9,079

A14 Capital Commitment

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

	Unaudited As at Current Period To Date 30-09-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Authorised and contracted for	1,991	1,355

A15 Significant Related Party Transactions

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-09-2020 RM'000	Preceding Period Corresponding 30-09-2019 RM'000	Current Period To date 30-09-2020 RM'000	Preceding Period Corresponding 30-09-2019 RM'000
Related companies:				
- sales	73	98	436	422
- rental income	42	26	97	115
- rental expenses	(279)	(246)	(741)	(739)

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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**

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 December 2020. The strict measures impacted the Group's operations. In the previous quarters, the Group had to comply with a complete shutdown of the fabrication operations and EPCC project sites. Subject to tight standard operating procedures, operations gradually recommenced in late May.

As a result of the RMCO, in the current quarter under review the Group recorded revenue of RM74.3 million, a drop of RM46.8 million or 39% from the preceding corresponding quarter of RM121.1 million. Operating profit was RM2.7 million, a decrease by RM6.0 million or 69% from RM8.7 million in the preceding corresponding period. The Group reported a profit after tax of RM0.09million.

The Group's EPCC segment contributed 64% of total Group revenue or RM47.7 million in the current quarter, a decrease of RM36.9 million or 44% from the preceding corresponding quarter of RM84.6 million. Revenue from tower fabrication segment shrank by RM9.5 million or 26% to RM26.4 million, compared to RM35.9 million previously. Revenue from other business activities decreased to RM0.3 million from RM0.6 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 RM114.7 million or 34% to RM227.5 million from RM342.2 million in the preceding corresponding period. Operating profit decreased by RM26.6 million or 88% to RM3.6 million from RM30.2 million in the preceding corresponding period. The Group reported a loss after tax of RM1.9 million.

The Group's EPCC segment contributed 74% of total Group revenue or RM168.4 million in the current period to date, a decrease of RM73.9 million or 30% from RM242.3 million in the preceding corresponding period. Revenue from tower fabrication was RM57.9 million, a decreased by RM38.8 million or 40% from RM96.7 million; and revenue from other business activities was RM1.2 million, reduced from RM3.2 million 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
	30-09-2020	30-06-2020	
	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	74,335	43,330	71.6%
Operating profit/(loss)	2,721	(2,560)	-206.3%
Profit/(Loss) before Tax	1,300	(3,978)	-132.7%
Profit/(Loss) after Tax	85	(3,466)	-102.5%

The Group recorded a revenue of RM74.3 million in the current quarter, an increase of RM31 million or 71.6% compared to its immediate preceding quarter's revenue of RM43.3 million. The increase in group revenue was mainly due to recommencement of Group operations after MCO.

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QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2020

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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. We are also seeing a resurgence in the pandemic across the globe and CMCO has been reimposed in parts of Malaysia. Although economic activity has largely been allowed to continue under stricter CMCO Standard Operating Procedures, the 3rd quarter results indicate we are operationally on the road to recovery, barring any other unforeseen circumstances, as our contracts pipeline support the notion heading into 2021.

The Board 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
	30-09-2020	30-09-2019	30-09-2020	30-09-2019
	RM'000	RM'000	RM'000	RM'000
Current tax	774	2,090	1,333	4,343
Deferred tax	441	(5)	(616)	(90)
	<u>1,215</u>	<u>2,085</u>	<u>717</u>	<u>4,253</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.

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QUARTERLY REPORT

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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 30-09-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Cash and bank balances, deposits and placements		
- Islamic	21,141	29,120
- Conventional	55,009	36,245
	<u>76,150</u>	<u>65,365</u>

B8 Group Borrowings

	Unaudited As at Current Period To Date			Audited As at Preceding Financial Year Ended		
	USD denomination 30-09-2020 RM'000	RM denomination 30-09-2020 RM'000	Total 30-09-2020 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	107	14,718	14,825	2,418	34,836	37,254
Short term loans	-	43,987	43,987	3,571	35,900	39,471
Bank overdraft	3,742	6,476	10,218	-	6,184	6,184
	<u>3,849</u>	<u>65,181</u>	<u>69,030</u>	<u>5,989</u>	<u>76,920</u>	<u>82,909</u>
Secured Short Term Borrowings:						
Term loan	-	1,168	1,168	-	973	973
Secured Long Term Borrowings:						
Term loan	-	28,053	28,053	-	28,115	28,115
Total Group Borrowings	<u>3,849</u>	<u>94,402</u>	<u>98,251</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 30-09-2020 RM'000	Audited As at Preceding Financial Year Ended 31-12-2019 RM'000
Borrowings		
- Islamic	61,645	37,120
- Conventional	36,606	74,877
	<u>98,251</u>	<u>111,997</u>

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.

ROHAS TECNIC BERHAD 199401016997 (302675-A)

(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2020

The figures have not been audited.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**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 30-09-2020	Preceding Period Corresponding 30-09-2019	Current Period To date 30-09-2020	Preceding Period Corresponding 30-09-2019
Profit/(Loss) after tax attributable to the owners of the Company for the period (RM'000)	485	4,015	(1,145)	17,869
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)	0.10	0.85	(0.24)	3.78

(b) Diluted earnings per share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue as at the end of the financial period under review.

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 30-09-2020	Preceding Period Corresponding 30-09-2019	Current Period To date 30-09-2020	Preceding Period Corresponding 30-09-2019
	RM'000	RM'000	RM'000	RM'000
Interest income	(87)	(728)	(335)	(1,407)
Realised foreign exchange loss/(gain)	421	(1,500)	(461)	(1,565)
Interest expense	1,738	2,060	5,200	5,989
Depreciation	1,737	1,867	5,372	5,486
(Reversal)/Allowance for impairment losses on receivables	(763)	188	(357)	1,596
Gain on disposal of property, plant and equipment	(9)	(10)	(37)	(42)

BY ORDER OF THE BOARD

Chong Mei Yan
MAICSA 7047707
SSM PC No.: 202008001961
Company Secretary

Dated : 25 November 2020