

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2020**

	NOTE	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMMULATIVE QUARTER 3 MONTHS ENDED	
		CURRENT YEAR 31/3/2020 UNAUDITED RM'000	PRECEEDING YEAR 31//3/2019 UNAUDITED RM'000	CURRENT YEAR 31/3/2020 UNAUDITED RM'000	PRECEEDING YEAR 31//3/2019 UNAUDITED RM'000
Continuing Operations					
Revenue	9, 14 & 15	38,308	39,976	38,308	39,976
Cost of Sales		<u>(36,320)</u>	<u>(35,894)</u>	<u>(36,320)</u>	<u>(35,894)</u>
Gross Profit		1,988	4,082	1,988	4,082
Other income	23	4,540	293	4,540	293
Administrative expenses		<u>(8,017)</u>	<u>(7,929)</u>	<u>(8,017)</u>	<u>(7,929)</u>
Selling & marketing expenses		-	-	-	-
	9	<u>(1,489)</u>	<u>(3,554)</u>	<u>(1,489)</u>	<u>(3,554)</u>
Finance costs		(1,424)	(611)	(1,424)	(611)
Interest income		<u>20</u>	<u>145</u>	<u>20</u>	<u>145</u>
Loss before tax	9	<u>(2,893)</u>	<u>(4,020)</u>	<u>(2,893)</u>	<u>(4,020)</u>
Income tax expense	19	112	13	112	13
Profit/(loss) for the period		<u>(2,781)</u>	<u>(4,007)</u>	<u>(2,781)</u>	<u>(4,007)</u>
Other comprehensive income/(loss), net of tax:					
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other comprehensive income/(loss), net of tax		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total comprehensive loss for the period		<u>(2,781)</u>	<u>(4,007)</u>	<u>(2,781)</u>	<u>(4,007)</u>
Loss attributable to:					
Owners of the parent	14 & 15	(2,781)	(3,947)	(2,781)	(3,947)
Non-Controlling Interest		<u>-</u>	<u>(60)</u>	<u>-</u>	<u>(60)</u>
		<u>(2,781)</u>	<u>(4,007)</u>	<u>(2,781)</u>	<u>(4,007)</u>
Total comprehensive income attributable to:					
Owners of the parent		(2,781)	(3,947)	(2,781)	(3,947)
Non-Controlling Interest		<u>-</u>	<u>(60)</u>	<u>-</u>	<u>(60)</u>
		<u>(2,781)</u>	<u>(4,007)</u>	<u>(2,781)</u>	<u>(4,007)</u>
Loss per ordinary share attributable to owners of the parent:					
Basic (sen)	27	<u>(1.30)</u>	<u>(1.85)</u>	<u>(1.30)</u>	<u>(1.85)</u>
Fully diluted (sen)	27	<u>(1.10)</u>	<u>(1.57)</u>	<u>(1.10)</u>	<u>(1.57)</u>

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

SINMAH CAPITAL BERHAD (Company No: 301653 - V)

Incorporated in Malaysia

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE QUARTER ENDED 31 MARCH 2020**

	Note	As at 31 March 2020 (Unaudited) RM'000	As at 31 December 2019 (Audited) RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		7,009	6,571
Right-of-use assets		3,731	3,832
Goodwill		3,348	3,348
Inventories		6,655	5,336
Total non-current assets		<u>20,743</u>	<u>19,087</u>
Current assets			
Inventories		85,709	85,023
Contract assets		6,827	6,469
Trade receivables	22	43,558	44,155
Other receivables		6,577	11,448
Tax recoverable		537	513
Deposits, cash and bank balances		33,747	32,625
Total current assets		<u>176,955</u>	<u>180,233</u>
TOTAL ASSETS		<u>197,698</u>	<u>199,320</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		149,840	149,840
Warrants reserve		3,619	3,619
Accumulated losses		(60,539)	(57,758)
Equity attributable to owners of the parent		<u>92,920</u>	<u>95,701</u>
Non-controlling interest		<u>186</u>	<u>186</u>
Total equity		<u>93,106</u>	<u>95,887</u>
Non-current liabilities			
Bank borrowings	21	30,014	25,926
Lease liabilities		3,243	3,299
Deferred tax liabilities		3,200	3,312
		<u>36,457</u>	<u>32,537</u>
Current liabilities			
Bank borrowings	21	48,880	47,375
Lease liabilities		704	702
Contract liabilities		2,225	-
Trade payables		7,329	12,470
Other payables		5,915	6,684
Amount due to directors		829	829
Tax payable		2,253	2,836
Total Liabilities		<u>68,135</u>	<u>70,896</u>
TOTAL EQUITY AND LIABILITIES		<u>197,698</u>	<u>199,320</u>
Net assets per share attributable to owners of the parent		0.4346	0.4476

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

SINMAH CAPITAL BERHAD (Company No: 301653 - V)*Incorporated in Malaysia***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2020**

	Note	Attributable to owners of the parent Non-Distributable			Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
		Capital RM'000	Warrants Reserve RM'000	Accumulated Losses RM'000			
At 1 January 2019		149,840	3,619	(56,905)	96,554	958	97,512
Non-controlling interests in acquisition of new subsidiaries		-	-	-	-	249	249
Total comprehensive income for the financial period		-	-	(3,947)	(3,947)	(60)	(4,007)
At 31 March 2019		123,220	3,706	(60,852)	92,607	1,147	93,754
At 1 January 2020		149,840	3,619	(57,758)	95,701	186	95,887
Total comprehensive income for the financial period		-	-	(2,781)	(2,781)	-	(2,781)
At 31 March 2019		149,840	3,619	(60,539)	92,920	186	93,106

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2020**

	Note	Current Year To-Date (Unaudited) 31 March 2020 RM'000	Preceding Year To-Date (Unaudited) 31 March 2019 RM'000
Net loss before tax	9	(2,893)	(4,020)
Adjustments for non-cash flow:			
Depreciation and amortisation		338	285
Non-cash items		2,992	(2)
Interest expense		1,424	611
Interest income		(20)	(145)
Operating profit/(loss) before changes in working capital		1,841	(3,271)
Changes to working capital			
Net increase in current assets		(364)	(3,345)
Net (decrease)/increase in current liabilities		(3,685)	2,412
Net cash flows from operating activities		(2,208)	(4,204)
Interest paid		(1,424)	(611)
Tax paid		(1,248)	(1,248)
Net cash used in operating activities		(4,239)	(6,063)
Investing activities			
Purchase of property, plant and equipment		(154)	(20)
Proceeds from sale of property, plant and equipment		41	3
Purchase of right-of-use assets		(19)	-
Interest received		20	145
Net cash (used in)/generated from investing activities		(112)	128
Financing activities			
Net proceeds/(repayments) on bank borrowings		7,383	(303)
Lease liabilities paid		(120)	-
Non-controlling interests in acquisition of new subsidiaries		-	249
Net cash generated from/(used in) financing activities		7,263	(54)
Net changes in cash and cash equivalents		2,912	(5,989)
Effects of exchange rate changes		-	-
Cash and cash equivalents at beginning of the period		19,687	24,529
Cash and cash equivalents at the end of the period		22,599	18,540
Cash and cash equivalents comprise:			
Cash and bank balances		33,747	25,875
Overdraft	22	(11,148)	(7,335)
Cash and cash equivalents at the end of the year		22,599	18,540
Included in the cash flows from operating activities are:			
Cash receipts from customers		35,905	37,819
Cash payments to suppliers, contractors and employees		46,433	42,913

(The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements)

A) Notes in accordance to requirements under Financial Reporting Standards (“FRS”) No. 134 - Interim Financial Reporting

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2019. These 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 year ended 31 December 2018.

2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent audited financial statements for the year ended 31 December 2019.

On 1 January 2020, the Group adopted the following FRSs, Amendments to FRSs and IC Interpretations:-

Description	Effective for annual periods beginning on or after
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS3: Definition of a Business	1 January 2020
Amendments to MFRS 101: Definition of Material	1 January 2020

The adoption of the above amendments and Annual Improvements to Standards did not have any material impact on the Group and the Company's financial statements upon their initial application.

The following MFRSs, Amendments to FRSs and IC Interpretations were issued by the MASB but are not yet effective to the Group:

Description	Effective for annual periods beginning on or after
MFRS 17: Insurance Contracts	1 January 2021
Amendments to MFRS 10 and FMRS 128: Sale or Contribution of Assets between an Investor and its Associates and Joint Venture	Deferred until further notice

The Group and the Company intend to adopt the above MFRSs when they become effective.

The initial application of the abovementioned standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group and the Company.

3. Auditors' Report on Preceding Annual Financial Statements

The audited financial statements for the year ended 31 December 2018 were reported without any qualification.

4. Comments about Seasonal or Cyclical factors

The Company operations are not affected by any seasonal or cyclical factors.

5. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2019.

6. Changes in Estimates

There were no changes in estimates that had any material effect to the financial statements in the quarter under review.

7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities for the current quarter and financial year to-date.

8. Dividends paid

No dividend has been declared for the current quarter ended 31 March 2020.

9. Segmental information

The Group is organized into three main business divisions:

- (i) Food – This consists of contract farming, and trading of live broilers, feeds, day-old chicks, medications and vaccines.
- (ii) Property development – This consists of development and construction of residential and commercial properties.
- (iii) Healthcare – This consists of setting up and running of hospitals and clinics.

Segment information for the three months ended 31 March 2020 was as follows:

	<u>Food</u> RM'000	<u>Property development</u> RM'000	<u>Healthcare</u> RM'000	<u>Eliminations</u>	<u>Group</u> RM'000
<u>2020</u>					
Revenue	72,339	5,926	26	(39,983)	38,308
Results					
Segment results	(3,675)	3,517	(982)	(246)	(1,386)
Unallocated expense					(103)
Loss from operations					(1,489)
Finance income					20
Finance costs					(1,424)
Loss before tax					(2,893)

Segment information for the three months ended 31 March 2019 was as follows:

	<u>Food</u> RM'000	<u>Property development</u> RM'000	<u>Healthcare</u> RM'000	<u>Eliminations</u>	<u>Group</u> RM'000
2019					
Revenue	54,801	7,561	-	(22,386)	39,976
Results					
Segment results	(2,091)	(634)	(185)	(56)	(2,966)
Unallocated expense					(588)
Loss from operations					(3,554)
Finance income					145
Finance costs					(611)
Loss before tax					(4,020)

Unallocated expenses refer to the results of the Company.

10. Subsequent Events

As at the date of this report, there were no material events subsequent to the current quarter ended 31 March 2020, except as follows:

On 28 April 2020, the Company had assigned debts of RM3.1 million owing by Sinmah Amegajaya Healthcare Sdn. Bhd. ("SAH") to Sinmah Healthcare Sdn. Bhd. ("SH")>

On 29 April 2020, RM2.9 million of the debts now owing by SAH to SH has been capitalised through the issuance of 2,900,000 new ordinary shares of SAH to SH, at an issue price of RM1 per share. With the capitalisation of debts, the share capital of SAH was increased to RM3,000,000 and SH became a 99% owner of SAH.

11. Changes to the composition of the Group

There were no changes in the composition of the Group in the current quarter under review.

12. Contingent Liabilities

The Company provides corporate guarantee to financial institutions for all unsecured credit facilities granted to subsidiaries amounting to RM67.91 million as at 31 March 2020.

13. Capital Commitments

There were no material capital commitments not provided for in the interim financial statements as at 31 March 2020.

14. Review of Current Quarter Events and Performance

The Group’s performance for the current year’s first quarter ended 31 March 2020 compared to the preceding year’s first quarter ended 31 March 2019 is shown in Table 1 and Table 2.

Table 1: Financial review for current quarter and financial year to date

	Individual Period (1 st Quarter)		Changes (Amount/%)	Cumulative Period (3 Months)		Changes (Amount/%)
	Current Year 31/3/2020 RM’000	Preceding Year 31/3/2019 RM’000		Current Year 31/3/2020 RM’000	Preceding Year 31/3/2019 RM’000	
Revenue	38,308	39,976	(1,668), (4%)	38,308	39,976	(1,668), (4%)
Loss before interest and tax	(1,489)	(3,554)	2,065, 58%	(1,489)	(3,554)	2,065, 58%
Loss before tax	(2,893)	(4,020)	1,127, 28%	(2,893)	(4,020)	1,127, 28%
Loss after tax	(2,781)	(4,007)	1,226, 31%	(2,781)	(4,007)	1,226, 31%
Loss attributable to Ordinary Equity Holders of the Parent	(2,781)	(3,947)	1,166, 30%	(2,781)	(3,947)	1,166, 30%

Table 2: Revenue by Segment (Current Quarter and Corresponding Quarter)

Description	3 months ended 31-Mar-20	3 months ended 31-Mar-19	Increase/(Decrease)	
	RM’000	RM’000	RM’000	%
Revenue				
- Food	35,374	33,893	1,481	4
- Property development	2,907	6,083	(3,176)	(52)
- Healthcare	27	-	27	>100
	38,308	39,976		

For the current quarter ended 31 March 2020, the food segment recorded a higher revenue of RM35.37 million as compared with RM33.89 million in the corresponding quarter ended 31 March 2019, an increase of 4%. The increase was mainly due to increase in sales volume of live broilers resulting from increase in trading of live broilers activity during the quarter ended 31 March 2020 as compared to the corresponding quarter ended 31 March 2019.

The property development segment posted a lower revenue of RM2.91 million in the current quarter ended 31 March 2020 as compared to the revenue of RM6.08 million in the corresponding quarter ended 31 March 2019, a decrease of 52%. This was due to lower recognition of revenue on the percentage of completion basis during the current quarter ended 31 March 2020 as compared to the corresponding quarter ended 31 March 2019.

The healthcare division commenced operation during the previous quarter ended 31 December 2019. Hence, there was no revenue recorded during the corresponding quarter ended 31 March 2019.

Although total revenue decreased, the Group posted a lower loss attributable to owners of the parent of RM2.78 million during the current quarter ended 31 March 2020 as compared to a loss attributable to owners of the parent of RM3.95 million in the corresponding quarter ended 31 March 2019. The lower loss during the current quarter ended 31 March 2020 was mainly due to a grant of RM4.51 million received from the Government of Malaysia. This was partially offset by an impairment loss on trade receivables of RM3.00 million and decrease in revenue from the property development segment.

15. Comparison to Preceding Quarter's Results

The Group's performance for the current quarter ended 31 March 2020 compared to the previous quarter ended 31 December 2019 is as shown in Table 4 and Table 5 below:

Table 4: Financial review for current quarter compared with the immediately preceding quarter

	3 months ended 31 March 2020 RM'000	3 months ended 31 December 2019 RM'000	Changes (Amount/%)
Revenue	38,308	36,165	2,143, 6%
Loss before interest and tax	(1,489)	(4,925)	3,436, 70%
Loss before tax	(2,893)	(6,168)	3,275, 53%
Loss after tax	(2,781)	(2,274)	(507), (22%)
Loss attributable to Ordinary Equity Holders of the Parent	(2,781)	(2,471)	(310), (13%)

Table 5: Revenue by Segment (Current Quarter Compared With The Immediately Preceding Quarter)

Description	3 months ended 31-Mar-19 RM'000	3 months ended 31-Dec-19 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue				
- Poultry	35,374	31,046	4,328	14
- Property development	2,907	5,072	(2,165)	(43)
- Healthcare	27	47	(20)	(43)
	38,308	36,165		

For the current quarter ended 31 March 2020, the poultry segment posted a higher revenue of RM35.37 million compared to the turnover of RM31.05 million recorded in the previous quarter ended 31 December 2019, an increase of 14%. The increase was mainly due to increase sales volume of live broilers during the current quarter ended 31 March 2020.

The property development segment posted a lower revenue of RM2.91 million in the current quarter ended 31 March 2020 as compared to the revenue of RM5.07 million in the preceding quarter ended 31 December 2019, a decrease of 43%. This was due to lower recognition of revenue on the percentage of completion basis in the current quarter ended 31 March 2020 as compared to previous quarter ended 31 December 2019.

The healthcare segment recorded a lower revenue of RM27,000 during the quarter ended 31 March 2020 as compared to RM47,000 during the preceding quarter ended 31 December 2019, a decrease of 43%. This was due to the COVID-19 pandemic outbreak and the resulting lockdown measures taken by the Government of Malaysia which resulted in a decrease in number of patients seeking treatment during the quarter under review.

Even though revenue increased, the Group posted a higher loss attributable to owners of the parent of RM2.78 million during the current quarter ended 31 March 2020 compared to a loss attributable to owners of the parent of RM2.47 million during the preceding quarter ended 31 December 2019. The higher loss during the current quarter ended 31 March 2020 was mainly due to an impairment loss on trade receivables of RM3.00 million was incurred during the quarter under review coupled with decrease in revenue from the property and healthcare segments. This was partially off-set by receipt of Government grant of RM4.51 million during the current quarter ended 31 March 2020.

16. Prospects

As at the date of this report, the average selling prices of live broilers is significantly higher than the average selling prices during the quarter ended 31 March 2020.

The property development and healthcare segments are expected to incur losses due to the temporary enforced closure of business operations caused by the COVID-19 pandemic outbreak. The property development segment only re-commenced operations at the end of the second quarter ending 30 June 2020 while the healthcare operations are expected to re-commence in July 2020.

As such, the Group is expecting a challenging second quarter of the financial year ending 31 December 2020.

17. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest and for the shortfall in profit guarantee are not applicable.

18. Profit/(Loss) before tax

	CurrentYear	Preceding Year	Current	Preceding
	Quarter ended	Quarter ended	Year to-date	Year to-date
	31 Mar 2020	31 Mar 2019	31 Mar 2020	31 Mar 2019
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortization	304	285	304	285
Foreign exchange loss / (gain)	-	(4)	-	(4)
(Gain) / loss on disposal of properties, plant and equipment	(8)	2	(8)	2
Loss on disposal of subsidiary companies	-	-	-	-
Gain on disposal of associated companies	-	-	-	-
Impairment loss of investment in associated companies	-	-	-	-
Impairment loss on trade receivables	3,000	-	3,000	-
Impairment of goodwill	-	-	-	-
Provision for write-off of receivables	-	-	-	-
Provision for write-off of inventories	-	-	-	-
Gain or loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-
Interest income	(20)	(145)	(20)	(145)
Interest expense	1,424	611	1,424	611

19. Taxation

The income tax (expense)/income to the Group for the current quarter under review is as follows:

	Quarter ended	Year to-date	Quarter ended	Year to-date
	31 Mar 2020	31 Mar 2020	31 Mar 2019	31 Mar 2019
	RM '000	RM '000	RM '000	RM '000
Current tax	-	-	-	-
Deferred tax	112	112	13	13
Total tax income/(expense)	112	112	13	13

20. Corporate Proposals

There were no corporate proposals in the current quarter under review:

21. Group Borrowings

Group borrowings and debt securities as at the end of the reporting period:

(a) The borrowings of the Group are secured by way of fixed and floating charges over certain assets and negative pledges over assets of the Group, corporate guarantees from the Company's certain existing operating subsidiaries, personal guarantees of certain directors of the Company and undertaking by the holding company to fully repay the facilities should the Company be unable to meet its obligations.

(b) Group borrowings as at the end of the reporting period are as follows:-

	Short Term RM'000	Long term RM'000	Total RM'000
Bank overdraft	11,148	-	11,148
Bankers acceptance	25,466	-	25,466
Revolving credit	6,000	-	6,000
Lease liabilities	704	3,243	3,947
Term loans	6,266	30,014	36,280
	<u>49,584</u>	<u>33,257</u>	<u>82,841</u>

22. Trade Receivables

	Financial Period Ended 31 Mar 2020 RM'000	Financial Year Ended 31 Dec 2019 RM'000
Trade receivables		
Third parties	144,117	141,714
Impairment losses		
- brought forward	(97,559)	(98,343)
- impaired during the period/year	(3,000)	-
- reversed during the period/year	-	784
- effects of adopting MFRS 9	-	-)
- written off during the period/year	-	-
	<u>(100,559)</u>	<u>(97,559)</u>
	<u>43,558</u>	<u>44,155</u>

The Group's normal credit term for trade receivables ranges from 30 to 120 days. They are recognised at their original invoice amounts which represents their fair values upon initial recognition. There are no trade receivables due from related parties

The Group has no significant concentration of credit risk that may arise from exposures to a single receivable or groups of receivables.

Ageing analysis of trade receivables is as follows:

	Financial Period Ended 31 Mar 2019 RM'000	Financial Year Ended 31 Dec 2019 RM'000
Neither past due nor impaired	14,750	10,670
Past due not impaired:		
Up to 60 days past due	15,824	16,392
More than 60 days	12,984	17,093
	<u>28,808</u>	<u>33,485</u>
Impaired	43,558	44,155
	<u>100,559</u>	<u>97,559</u>
	<u>144,117</u>	<u>141,714</u>

Trade receivables that are neither past due nor impaired are creditworthy receivables with good payment records with the Group.

As at 31 March 2020, trade receivables of approximately RM28,808,000 (31 December 2019: RM33,485,000) were past due but not impaired. These relate to a number of independent customers from whom there is no recent history of default.

The trade receivables of the Group that are individually assessed to be impaired amounting to approximately RM98,343,000 relates to customers that are in financial difficulties, have defaulted on payments and / or have disputed on billings. These balances are expected to be recovered through the Group's debt recovery process.

Commentaries on the recoverability of trade receivables which exceeded the average credit term granted

All trade receivables which exceeded the average credit terms are closely monitored by the Group's credit control team. Delinquent cases are handed over promptly to external lawyers for further recovery action.

23. Other Income

	Current Year Quarter Ended 31 Mar 2020 RM'000	Preceding Year Quarter Ended 31 Mar 2019 RM'000	Current Year Cumulative Period Ended 31 Mar 2020 RM'000	Preceding Year Cumulative Period Ended 31 Mar 2019 RM'000
Other income comprises the following:				
Rental income	19	8	19	8
Sales of used packaging materials, scrap & others	-	5	-	5
Government grant received	4,509	-	4,509	-
Miscellaneous other income	4	262	4	262
Bad debts recovered	-	14	-	14
Gain on disposal of property, plant and equipment	8	-	8	-
Gain on foreign exchange (realised)	-	4	-	4
	4,540	293	4,540	293

24. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 26 June 2020.

25. Material Litigations

There was no material litigation for the current quarter under review, except for the Group's appeal against the additional tax liability and penalty on two (2) of the Company's subsidiary companies which has now been forwarded by the Inland Revenue Department to the Special Commissioners of Income Tax for registration for trial. The above matters were fixed for case management before the Special Commissioners of Income Tax ("SCIT") in Johor Bahru on 1 November 2018. The counsel for the Company's subsidiary companies requested for a date to file statement of agreed facts and statement of issues to be tried. The SCIT had directed the parties to attend case management on 22 February 2019 in Putrajaya and to file the statement of agreed facts and issues to be tried.

On 22 February 2019, the parties requested more time to finalise the statement of agreed facts and statement of issues to be tried. The counsel for the Appellant (i.e. the Company's subsidiary companies) requested for hearing dates to be fixed and for the statements to be filed before the hearing. However, the learned Special Commissioner informed the Appellant's counsel that she would like to ensure that all cause papers are filed before a hearing date is fixed. In this regard, the SCIT has directed the following:

- (1) The Appellant to file statements of agreed facts, issues to be tried and index on/by 24 May 2019; and
- (2) Parties to attend case management fixed on 24.5.2019 to update SCIT on whether the cause papers above have been filed.

On 24 May 2019, the SCIT set the dates for trial to be held on 27 and 28 April 2021.

26. Dividend

No interim dividend has been declared for the quarter ended 31 March 2020 (31 March 2019: Nil).

27. Earnings Per Share

Basic earnings/(loss) per share

The basic earnings/(loss) per share is calculated by dividing the profit for the period attributable to owners of the parent by the weighted average number of ordinary shares in issue during the current quarter and current year-to-date respectively as follows:

	Current Year Quarter Ended 31 Mar 2020 RM'000	Preceding Year Quarter Ended 31 Mar 2019 RM'000	Current Year To-Date 31 Mar 2020 RM'000	Preceding Year To-Date 31 Mar 2019 RM'000
Loss attributable to owners of the parent (RM'000)	(2,781)	(3,947)	(2,781)	(3,947)
Weighted average number of shares ('000)	213,791	213,791	213,791	61,083
Basic loss per share (sen)	(1.30)	(1.85)	(1.30)	(1.85)

28. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 June 2020.