

TASHIN HOLDINGS BERHAD (1242878-H)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2019⁽¹⁾

	Note	Individual Quarter		Cumulative Quarter	
		Current Year 1st Quarter 01.01.2019 to 31.03.2019 RM'000	Preceding year Corresponding Quarter 01.01.2018 to 31.03.2018 ⁽²⁾ RM'000	Current Year To-date 01.01.2019 to 31.03.2019 RM'000	Preceding year Corresponding Period 01.01.2018 to 31.03.2018 ⁽²⁾ RM'000
Revenue	A9	62,779	N/A	62,779	N/A
Cost of sales		(58,169)	N/A	(58,169)	N/A
Gross profit ("GP")		4,610	N/A	4,610	N/A
Other operating income		2,669	N/A	2,669	N/A
Operating expenses		(2,370)	N/A	(2,370)	N/A
Profit from operation		4,909	N/A	4,909	N/A
Finance costs		(277)	N/A	(277)	N/A
Interest income		53	N/A	53	N/A
Profit/(loss) before taxation("PBT")	B12	4,685	N/A	4,685	N/A
Tax expenses	B6	(1,184)	N/A	(1,184)	N/A
Profit/(loss) before taxation("PAT")		3,501	N/A	3,501	N/A
Profit for the financial period attributable to:					
- Owners of the Company		3,501	N/A	3,501	N/A
Total Comprehensive income for the financial period attributable to:					
- Owners of the Company		3,501	N/A	3,501	N/A
Earnings per share attributable to owners of the Company					
- Basic (sen) ⁽³⁾	B11	1.21	N/A	1.21	N/A
- Diluted (sen) ⁽⁴⁾	B11	1.21	N/A	1.21	N/A

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive income of the group are prepared based on the combined results of Tashin Holdings Berhad ('TASHIN') and its subsidiaries ('TASHIN Group') for the quarter ended 31 March 2019 assuming that Tashin Group has existed on or before 31 March 2019. Further details in Note A1 should be read in conjunction with the Pro Forma Consolidated Financial Information and the Accountants' Report as disclosed in the Prospectus dated 25 June 2019 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the preceding quarter and cumulative quarter available as no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic earnings per share is calculated based on the pro forma enlarged share capital of 289,662,000 shares in issue assuming that the share sale agreement ("SSA") referred to in Note A7 below has been completed as at 31 March 2019.
- (4) Diluted earnings per share of the Company for the individual quarter ended 31 March 2019 and cumulative quarter is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

N/A – Not applicable

TASHIN HOLDINGS BERHAD (1242878-H)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019⁽¹⁾

	AS AT 31.03.2019 RM'000	AS AT 31.03.2018 ⁽²⁾ RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	72,537	N/A
Right-of-use asset	58	N/A
Total non-current assets	72,595	N/A
Current assets		
Inventories	69,983	N/A
Trade receivables	57,861	N/A
Other receivables	1,105	N/A
Amount owing from related Company	24	N/A
Derivative assets	23	N/A
Cash and bank balances	15,965	N/A
Total current assets	144,961	N/A
TOTAL ASSETS	217,556	N/A
EQUITY AND LIABILITIES		
Equity		
Share Capital	144,831	N/A
Retained earnings	116,449	N/A
Merger reserve	(124,831)	N/A
Reserves	20,333	N/A
Total Equity	156,782	N/A
Liabilities		
Non-current liabilities		
Borrowings	47	N/A
Deferred tax liabilities	10,866	N/A
Total non-current liabilities	10,913	N/A
Current liabilities		
Trade payables	16,816	N/A
Other payables	2,351	N/A
Amount due to related Company	13	N/A
Borrowings	30,111	N/A
Current tax liabilities	510	N/A
Lease liability	60	N/A
Total current liabilities	49,861	N/A
TOTAL LIABILITIES	60,774	N/A
TOTAL EQUITY AND LIABILITIES	217,556	N/A
Weighted Average number of ordinary shares ('000)	289,662	N/A
NET ASSETS PER SHARE (RM)⁽³⁾	0.54	N/A

TASHIN HOLDINGS BERHAD (1242878-H)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019⁽¹⁾

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position are prepared based on the combined results of Tashin Holdings Berhad ('TASHIN') and its subsidiaries ('TASHIN Group') as at 31 March 2019 assuming that Tashin Group has existed on or before 31 March 2019. Further details in Note A1 should be read in conjunction with the Pro Forma Consolidated Financial Information and the Accountants' Report as disclosed in the Prospectus dated 25 June 2019 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Malaysia. There are no comparative figures for the preceding quarter available as no interim financial report was prepared for the comparative financial period concerned.
- (3) Based on the pro forma enlarged share capital of 289,662,000 shares in issue assuming that the SSA referred to in Note A7 below has been completed as at 31 March 2019.

N/A – Not applicable

TASHIN HOLDINGS BERHAD (1242878-H)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE
FIRST(1st) QUARTER ENDED 31 MARCH 2019⁽¹⁾⁽²⁾

Attributable to owners of the parent

	----- Non-distributable -----		Distributable		
	<u>Share</u>	<u>Merger</u>	<u>Revaluation</u>	<u>Retained</u>	
	<u>Capital</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Earnings</u>	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	
				<u>Total</u>	
				<u>Equity</u>	
				<u>RM'000</u>	
As at 1.1.2019	20,000	-	20,494	115,289	155,783
Adjustments on initial application MFRS16	-		-	(2)	(2)
As at 1.1.2019 (Restatement)	20,000	-	20,494	115,287	155,781
Profit for the financial period, representing total omprehensive income for the financial period	-	-	-	3,501	3,501
Transfer due to crystallisation of revaluation reserves	-	-	(161)	161	-
Transactions with owners					
Dividends paid	-	-	-	(2,500)	(2,500)
Issuance of shares by the Company pursuant to be acquisition of Tashin Steel Sdn Bhd	144,831	-	-	-	144,831
Adjustment on the acquisition of Tashin Steel Sdn Bhd	(20,000)	(124,831)	-	-	(144,831)
As at 31 March 2019	144,831	(124,831)	20,333	116,449	156,782

Notes:

- (1) The Unaudited Condensed Consolidated Statements of Changes in Equity are prepared based on the combined results of Tashin Holdings Berhad ('TASHIN') and its subsidiaries ('TASHIN Group') as at 31 March 2019 assuming that Tashin Group has existed on or before 31 March 2019. Further details in Note A1 should be read in conjunction with the Pro Forma Consolidated Financial Information and the Accountants' Report as disclosed in the Prospectus dated 25 June 2019 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding quarter available as no interim financial report was prepared for the comparative financial period concerned.

TASHIN HOLDINGS BERHAD (1242878-H)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE
FIRST(1st) QUARTER ENDED 31 MARCH 2019⁽¹⁾

	31.03.2019 RM'000	31.03.2018⁽²⁾ RM'000
Cash Flows From Operating Activities		
Profit before tax	4,685	N/A
Adjustments for:		
Non-cash items	224	N/A
Non-operating items	(949)	N/A
Operating profit before working capital changes	3,960	N/A
Net change in current assets	(12,506)	N/A
Net change in current liabilities	1,115	N/A
Tax paid	(594)	N/A
Net cash used in operating activities	(8,025)	N/A
Cash Flows From Investing Activities		
Interest received	53	N/A
Purchases of property, plant and equipment	(30)	N/A
Net cash from investing activities	23	N/A
Cash Flows From Financing Activities		
Repayment of lease liabilities	(25)	N/A
Drawdown of borrowings	11,946	N/A
Interest paid	(277)	N/A
Dividend paid	(2,500)	N/A
Net cash from financing activities	9,144	N/A
Net increase in cash and cash equivalents	1,142	N/A
Cash and cash equivalents at the beginning of the financial period	14,823	N/A
Cash and cash equivalents at the end of the financial period	15,965	N/A

Notes:

- (1) The Unaudited Condensed Consolidated Statements of Cash Flows are prepared based on the combined results of Tashin Holdings Berhad ('TASHIN') and its subsidiaries ('TASHIN Group') for the quarter ended 31 March 2019 assuming that Tashin Group has existed on or before 31 March 2019. Further details in Note A1 should be read in conjunction with the Pro Forma Consolidated Financial Information and the Accountants' Report as disclosed in the Prospectus dated 25 June 2019 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

TASHIN HOLDINGS BERHAD (1242878-H)

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report of Tashin Holdings Berhad (“TASHIN” or “the Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting and Rule 9.22 of Listing Requirements of Bursa Securities.

This is the first interim financial statements on the Company’s unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2019 announced by the Company in compliance with the Listing Requirements of Bursa Securities and as such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company dated 25 June 2019 and the accompanying notes attached to this interim financial report.

A2. Summary of Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the Accountants’ Report in the Prospectus of the Group dated 25 June 2019, except for the adoption of the following MFRSs, Amendments to MFRSs and new Interpretations effective for the financial periods beginning on or after 1 January 2019.

<u>Title</u>	<u>Effective date</u>
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to <i>References to the Conceptual Framework in MFRS Standards</i>	1 January 2020
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
MFRS 17 <i>Insurance Contracts</i>	1 January 2021

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A3. Auditors' report on preceding annual financial statements

The auditors' report for the financial year ended 31 December 2018 of Tashin Group of Companies was not subject to any qualification.

A4. Seasonal or cyclical factors

The Group's operations are not significantly affected by seasonal/cyclical effects as the products form a link between upstream steel producers and end-users of steel products as well as steel stockists. These producers, end-users and steel stockists generally operate throughout the year, albeit marginal slowdown during festive periods. Nevertheless, the impact of the marginal slowdown is not significant to the Group.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and financial period-to-date.

A6. Material changes in estimates

There were no material changes in the estimates in the current financial quarter under review.

A7. Debt and equity securities

Save as disclosed below, there were no issuances, cancellations, repurchases, resale and repayment of debts and equity during the financial quarter under review.

On 9 January 2018, the Company had entered into the SSA with the vendors of TASHIN STEEL to acquire the entire equity interest in TASHIN STEEL comprising 20,000,000 ordinary shares for a total purchase consideration of RM144,830,999. The purchase consideration was satisfied by the issuance of 289,661,998 new shares of the Company to the vendors of TASHIN STEEL at an issue price of RM0.50 each. The acquisition of TASHIN STEEL was completed on 9 April 2019. In conjunction with the Company's listing on the ACE Market of Bursa Securities, the Company has undertaken an initial public offering ("IPO") comprising:

(i) Public issue of 59,329,000 new ordinary shares in the Company at an issue price of RM0.58 per share ("IPO Price") allocated in the following manner:

- 17,449,600 new shares available for application by the Malaysian Public;
- 8,724,800 new shares available for application by the eligible Directors and employees as well as Directors and employees of Prestar Resources Berhad ("Prestar") and its subsidiaries;
- 17,449,600 new shares available for application by the entitled shareholders of Prestar; and
- 15,705,000 new shares by way of private placement to selected Bumiputera investors approved by the Ministry of International Trade and Industry ("MITI").

and

(ii) Offer for sale of 55,489,000 existing shares by way of private placement to selected investors and selected Bumiputera investors approved by the MITI at IPO Price.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A8. Dividends paid

A final single-tier dividend of 12.50 sen per ordinary share, amounting to RM2,500,000 in respect of the financial year ended 31 December 2018 was declared on 20 February 2019 and paid on 11 March 2019 by Tashin Steel Sdn Bhd.

A9. Segmental Reporting

a) Operating Segments

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment.

b) Geographical Segment

No segmental information is provided on a geographical basis as the Group's activities are conducted primarily in Malaysia.

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A11. Material events subsequent to the end of the current financial quarter

Save as disclosed below, there were no other material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

- (a) On 9 January 2018, the Company had entered into the SSA with the vendors of TASHIN Steel to acquire the entire equity interest in Tashin Steel comprising 20,000,000 ordinary shares for a total purchase consideration of RM144,830,999. The acquisition of Tashin Steel was completed on 9 April 2019.
- (b) On 25 June 2019, the Company issued its Prospectus and undertook an IPO comprising:
- (i) Public issue of 59,329,000 new ordinary shares in the Company at RM of allocated in the following manner:
- 17,449,600 new shares available for application by the Malaysian Public;
 - 8,724,800 new shares available for application by the eligible directors and employees as well as Directors and employees of Prestar and its subsidiaries;
 - 17,449,600 new shares available for application by the entitled shareholders of Prestar; and
 - 15,705,000 new shares by way of private placement to selected Bumiputera investors approved by the MITI.

and

- (ii) Offer for sale of 55,489,000 existing shares by way of private placement to selected investors and selected Bumiputera investors approved by the MITI at the IPO Price.

Thereafter, the listing of and quotation for the Company's enlarged issued share capital comprising 348,991,000 shares on the ACE Market of Bursa Securities is expected to be on 1 August 2019.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A12. Changes in the composition of the Group

Save as disclosed in Note A11, there were no material changes in the composition of the Group for the current financial period-to-date under review.

A13. Contingent assets and contingent liabilities

There were no contingent assets and contingent liabilities as at the date of this interim report.

A14. Capital commitments

There were no capital commitments during the current financial quarter under review.

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 for the current quarter and financial year to date ("YTD")

	Individual Quarter (1 st quarter)		Increase/ (Decrease)		Cumulative Quarter		Increase/ (Decrease)	
	Current Year Quarter 01.01.2019 to 31.03.2019 RM'000	Preceding Year Corresponding Quarter 01.01.2018 to 31.03.2018 RM'000	RM'000	%	Current Year To-Date 01.01.2019 to 31.03.2019 RM'000	Preceding Year Corresponding Period 01.01.2018 to 31.03.2018 RM'000	RM'000	%
Revenue	62,779	N/A	N/A	N/A	62,779	N/A	N/A	N/A
Profit from operation	4,909	N/A	N/A	N/A	4,909	N/A	N/A	N/A
Profit before tax	4,685	N/A	N/A	N/A	4,685	N/A	N/A	N/A
Profit for the period	3,501	N/A	N/A	N/A	3,501	N/A	N/A	N/A

(a) Results for current quarter

The Group recorded revenue of RM62.78 million for the current quarter ended 31 March 2019.

The Group's revenue was principally derived from manufacturing segments were approximately 99.7% of the total revenue for the current financial quarter ended 31 March 2019.

The Group registered a profit before tax of RM4.69 million in the current financial quarter under review.

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 for the current quarter and financial year to date (“YTD”) (Cont’d)

(b) Results for financial year-to-date

For the financial year-to-date, the group recorded revenue of RM62.78 million.

The Group’s revenue was principally derived from manufacturing segments were approximately 99.7% of the total revenue for the current financial quarter ended 31 March 2019.

There are no comparative figures for the preceding quarter are available as this is the first interim financial report being announced by the Group in compliance with the Listing Requirements.

B2. Comparison with immediate preceding quarter’s results

There are no comparative figures for the preceding quarter available as this is the first interim financial report for the first quarter ended 31 March 2019 announced in compliance with the Listing Requirements.

B3. Prospects and outlook

As disclosed in the Prospectus of the Company dated 25 June 2019, the Group has put in place a series of future plans as follows:

- (a) To expand its steel manufacturing activities to include the manufacturing of wire mesh, the Group have allocated RM7.20 million from the proceeds of the IPO to acquire an industrial land and RM10.35 million for the construction of a new factory with a total floor space of approximately 90,000 sq. ft to be situated on this land. Further, the Group intends to utilise RM4.10 million of the proceeds to acquire 5 new wire mesh manufacturing lines with a combined production capacity of 24,000 MT per annum.
- (b) The Group aims to increase its production volume in order to increase its sales volume which will in turn generate more revenue for the Group. To this end, the Group intends to utilise RM1.80 million to purchase a new slitting line to increase its steel processing line’s capacity and to expand its storage space at the existing and proposed new factories to cater for higher production volume.
- (c) The Group intends to utilise RM1.80 million for the purchase of 5 additional packing machines. This is anticipated to reduce its dependency on manual labour and improve the handling and packing speed for steel pipes and slit coils.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

B5. Status of corporate proposals

Save as disclosed in A11, there were no corporate proposals announced but not completed as at the date of this interim report.

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

B6. Income tax expenses

	Individual Quarter		Cumulative Quarter	
	31.03.2019 RM'000	31.03.2018 ⁽¹⁾ RM'000	31.03.2019 RM'000	31.03.2018 ⁽¹⁾ RM'000
Current tax expenses	485	N/A	485	N/A
Deferred tax expenses	699	N/A	699	N/A
Total tax expenses	1,184	N/A	1,184	N/A
Effective tax rate (%)	25.27%	N/A	25.27%	N/A

Notes:

- (1) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding quarter available as no interim financial report was prepared for the comparative financial period concerned.
- (2) The Group's effective tax rate for the current financial quarter is higher than the statutory tax rate due to non tax deductibility of some expenses.
- (3) Income tax expense is recognised based on management's best estimate.

N/A – Not applicable

B7. Utilisation of proceeds from the IPO

Based on the IPO Price, the gross proceeds arising from the public issue amounting to RM34.41 million is intended to be utilised in the following manner:

Utilisation of proceeds	⁽¹⁾Estimated timeframe for utilisation	RM'000	%
Land acquisition and construction of new factory			
- Land acquisition	9 months	7,200	20.92
- Construction of new factory to commence manufacturing of wire mesh, flat and square bars in this new factory	24 months	10,350	30.08
Purchase of machinery and equipment for:			
- 5 wire mesh manufacturing lines	20 months	4,100	11.92
- 1 slitting line	6 months	1,800	5.23
- 5 packing machines	6 months	1,800	5.23
General working capital	12 months	5,961	17.32
Estimated listing expenses	1 month	3,200	9.30
		34,411	100.00

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B7. Utilisation of proceeds from the IPO (Cont'd)

Note:

- (1) The total actual listing expenses incurred up to 31 March 2019 was approximately RM 1.76 Mil. For the 3-month financial period ended 31 March 2019, the actual listing expenses incurred was approximately RM 0.01 mil.

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 25 June 2019.

As at the date of this interim financial report, the listing exercise of the Company is pending completion. Hence, there is no utilisation of proceeds by the Company yet.

B8. Group bank borrowings

	As at 31.03.2019 RM'000	As at 31.03.2018⁽¹⁾ RM'000
Current:		
Bankers' acceptances	30,042	N/A
Hire purchase	54	N/A
Term loans	15	N/A
	<hr/> 30,111 <hr/>	<hr/> N/A <hr/>
Non-current:		
Hire purchase	<hr/> 47 <hr/>	<hr/> N/A <hr/>
Total bank borrowings	<hr/> 30,158 <hr/>	<hr/> N/A <hr/>

All the Groups borrowings are denominated in Ringgit Malaysia.

Notes:

- (1) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding quarter available as no interim financial report was prepared for the comparative financial period concerned.

- (2) A total of RM8.66 million of our indebtedness are secured while the balance is unsecured.

N/A – Not applicable

B9. Material litigation

There were no material litigation involving the Group as at 31 March 2019.

B10. Dividend

The Board of Directors does not recommend any dividend for the current financial quarter under review.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. Earnings per share

The basic earnings per share (“EPS”) are calculated by dividing the profit for the period attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial period as follows:

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>31.03.2019</u>	<u>31.03.2018⁽¹⁾</u>	<u>31.03.2019</u>	<u>31.03.2018⁽¹⁾</u>
Profit attributable to ordinary owners of the Company (RM'000)	3,501	N/A	3,501	N/A
Number of ordinary shares ('000)	289,662	N/A	289,662	N/A
Basic EPS (sen) ⁽²⁾	1.21	N/A	1.21	N/A
Diluted EPS (sen) ⁽³⁾	1.21	N/A	1.21	N/A

Notes:

- (1) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding quarter and cumulative quarter available as no interim financial report was prepared for the comparative financial period concerned.
- (2) Basic earnings per share is calculated based on the pro forma enlarged share capital of 289,662,000 shares in issue assuming that the SSA has been completed as at 31 March 2019.
- (3) Diluted earnings per share of the Company for the individual quarter ended 31 March 2019 and cumulative quarter ended 31 March 2019 is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

N/A – Not applicable

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B12. Disclosure on selected expense/income items as required by the Listing Requirements

Profit before tax is arrived after charging/(crediting):

	Individual Quarter		Cumulative Quarter	
	31.03.2019 (RM'000)	31.03.2018 ⁽¹⁾ (RM'000)	31.03.2019 (RM'000)	31.03.2018 ⁽¹⁾ (RM'000)
Interest Income	(53)	N/A	(53)	N/A
Interest Expenses	277	N/A	277	N/A
Depreciation	916	N/A	916	N/A
Foreign exchange loss				
- Realised and unrealised	1	N/A	1	N/A
Gain on derivatives	(148)	N/A	(148)	N/A
Reversal of impairment losses on trade receivables	(343)	N/A	(343)	N/A
Reversal of inventories written off	(1,375)	N/A	(1,375)	N/A
Scrap income	(576)	N/A	(576)	N/A
Miscellaneous income	(227)	N/A	(227)	N/A

Note:

- (1) This is the first interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding quarter and cumulative quarter available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable

Other disclosure items pursuant to Appendix 9B, Note 16 of the Listing Requirements of Bursa Securities are not applicable.