

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR FINANCIAL QUARTER ENDED 31 AUGUST 2019**

	Individual quarter ended		Year-to-date ended	
	31.08.2019	31.08.2018	31.08.2019	31.08.2018
	RM'000	RM'000	RM'000	RM'000
Revenue	404,270	527,587	404,270	527,587
Cost of sales	(354,290)	(460,433)	(354,290)	(460,433)
Gross profit	49,980	67,154	49,980	67,154
Other income	5,693	6,912	5,693	6,912
Distribution expenses	(23,359)	(26,360)	(23,359)	(26,360)
Administrative expenses	(19,488)	(27,929)	(19,488)	(27,929)
Other operating expenses	(3,357)	(2,525)	(3,357)	(2,525)
Finance costs	(4,538)	(4,898)	(4,538)	(4,898)
Share of results of associates	(1,057)	76	(1,057)	76
Profit before taxation	3,874	12,430	3,874	12,430
Tax expense	(4,655)	(3,966)	(4,655)	(3,966)
Net (loss)/profit for the financial period	(781)	8,464	(781)	8,464
Net profit/(loss) attributable to				
Owners of the parent	684	7,018	684	7,018
Non-controlling interests	(1,465)	1,446	(1,465)	1,446
	(781)	8,464	(781)	8,464
Earnings per ordinary share attributable to equity holders of the Company	Sen	Sen	Sen	Sen
Basic and diluted earnings per ordinary share	0.30	3.26	0.30	3.26

The Unaudited Condensed Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR FINANCIAL QUARTER ENDED 31 AUGUST 2019**

	Individual quarter ended		Year-to-date ended	
	31.08.2019	31.08.2018	31.08.2019	31.08.2018
	RM'000	RM'000	RM'000	RM'000
Net (loss)/profit for the financial period	(781)	8,464	(781)	8,464
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation	1,514	2,090	1,514	2,090
Re-measurement of defined benefit liability	-	-	-	-
Other comprehensive income, net of tax	1,514	2,090	1,514	2,090
Total comprehensive income	733	10,554	733	10,554
Total comprehensive income attributable to				
Owners of the parent	1,408	7,757	1,408	7,757
Non-controlling interests	(675)	2,797	(675)	2,797
	733	10,554	733	10,554

The Unaudited Condensed Statement of Comprehensive Income should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2019**

	Unaudited 31.08.2019 RM'000	Audited 31.05.2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	280,241	280,355
Investment properties	337	337
Investment in associates	10,210	12,008
Investment in a joint venture	-	-
Other investments	617	617
Intangible assets	24,860	26,055
Goodwill on consolidation	78,656	77,926
Rights-of-use assets	39,246	-
Deferred tax assets	26,856	26,453
	461,023	423,751
Current assets		
Inventories	144,800	170,868
Receivables	360,746	365,962
Amounts owing by associates	27,431	18,444
Amount owing by a joint venture	5	5
Contract assets	6,028	15,970
Current tax assets	1,221	1,976
Other investments	3,586	3,042
Cash and cash equivalents	79,319	84,201
	623,136	660,468
TOTAL ASSETS	1,084,159	1,084,219
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	245,766	245,766
Reserves	77,137	75,262
Less : Treasury Shares, at cost	(6,339)	(5,566)
	316,564	315,462
Non-controlling interests	136,648	139,443
TOTAL EQUITY	453,212	454,905
LIABILITIES		
Non-current liabilities		
Borrowings	54,477	50,770
Long term lease liabilities	22,152	-
Deferred tax liabilities	11,047	10,983
Provision for retirement benefits	4,762	4,666
	92,438	66,419
Current liabilities		
Payables	203,077	215,920
Amounts owing to associates	11,207	8,399
Borrowings	295,948	318,038
Short term lease liabilities	17,094	-
Contract liabilities	5,999	16,790
Current tax payables	5,184	3,748
	538,509	562,895
Total Liabilities	630,947	629,314
TOTAL EQUITY AND LIABILITIES	1,084,159	1,084,219
Net assets per share attributable to owners of the parent (RM)	1.35	1.52

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying notes to this Interim Financial Report.

ANCOM BERHAD (Company No: 8440-M)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 AUGUST 2019**

	Attributable to equity holders of the Company							Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share Premium RM'000	Capital reserve RM'000	Foreign exchange reserve RM'000	Capital redemption reserve RM'000	Treasury shares RM'000	Retained Profits RM'000			
Balance as at 1 June 2017	218,956	4,332	203	7,696	4,987	(2,473)	83,537	317,238	168,407	485,645
Effect on the adoption of MFRS 9	-	-	-	-	-	-	(16,901)	(16,901)	(4,805)	(21,706)
Restated balance as at 1 June 2018	218,956	4,332	203	7,696	4,987	(2,473)	66,636	300,337	163,602	463,939
Total comprehensive income	-	-	-	2,875	-	-	15,188	18,063	(13,287)	4,776
Transactions with owners										
Issuance of Bonus Shares	21,893	(4,332)	-	-	-	(382)	(17,179)	-	-	-
Transfer pursuant to Section 618(2) of the Companies Act 2016	4,917	-	70	-	(4,987)	-	-	-	-	-
Additional interest in subsidiaries	-	-	-	135	-	-	(74)	61	(592)	(531)
Repurchase of ordinary shares of the Company	-	-	-	-	-	(2,711)	-	(2,711)	-	(2,711)
Disposal/Derecognition of subsidiaries	-	-	-	-	-	-	-	-	(3,459)	(3,459)
Repurchase of ordinary shares of a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(5,179)	(5,179)
Disposal of equity interest in subsidiaries	-	-	-	-	-	-	(288)	(288)	3,065	2,777
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	(2,943)	(2,943)
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	(1,764)	(1,764)
	26,810	(4,332)	70	135	(4,987)	(3,093)	(17,541)	(2,938)	(10,872)	(13,810)
Balance as at 31 May 2019/1 June 2019	245,766	-	273	10,706	-	(5,566)	64,283	315,462	139,443	454,905
Total comprehensive income	-	-	-	724	-	-	684	1,408	(675)	733
Transactions with owners										
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	1,148	1,148
Acquisition of non-controlling interest of a subsidiary	-	-	-	-	-	-	467	467	(1,767)	(1,300)
Repurchase of ordinary shares of the Company	-	-	-	-	-	(773)	-	(773)	-	(773)
Repurchase of ordinary shares of a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(1,501)	(1,501)
	-	-	-	-	-	(773)	467	(306)	(2,120)	(2,426)
Balance as at 31 August 2019	245,766	-	273	11,430	-	(6,339)	65,434	316,564	136,648	453,212

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL QUARTER ENDED 31 AUGUST 2019**

	Year-to-date ended	
	31.08.2019	31.08.2018
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,873	12,430
Adjustments for non-cash items	14,128	7,880
Operating profit before working capital changes	<u>18,001</u>	<u>20,310</u>
Inventories	26,069	(38,947)
Receivables	16,093	(8,189)
Payables	(23,634)	53,006
Group companies	(6,179)	388
Net cash generated from operations	<u>30,350</u>	<u>26,568</u>
Income tax paid	(2,804)	(3,105)
Retirement benefit paid	(272)	(170)
Net cash generated from operating activities	<u>27,274</u>	<u>23,293</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,869)	(4,437)
Interest received	285	395
Acquisition of a subsidiary	152	-
Purchase of intangible assets	-	(135)
Proceeds from disposal of property, plant and equipment	-	302
Purchase of other investments	(544)	(1,763)
Acquisition of non-controlling interest of a subsidiary	(1,300)	(687)
Net cash flows on disposal and derecognition of subsidiaries	-	6,683
Purchase of treasury shares of a subsidiary from non-controlling interests	(1,501)	(83)
Placement of short term deposits pledged to licensed banks	(1,939)	295
Net cash used in investing activities	<u>(10,716)</u>	<u>570</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to non-controlling interest of subsidiaries	-	-
Interest paid	(4,538)	(4,898)
Dividend paid to shareholders of the Company	-	-
Net drawdown/(repayments) of hire-purchase and lease creditors	(279)	688
Net repayment of borrowings	(14,272)	(28,038)
Dividends paid to non-controlling interest	-	-
Purchase of ordinary shares of the Company from owners	(773)	-
Net cash used in financing activities	<u>(19,862)</u>	<u>(32,248)</u>
Net decrease in cash and cash equivalents	(3,304)	(8,385)
Cash and cash equivalents at the beginning of the financial period	62,913	98,048
Effect of exchange rate changes	526	(796)
Cash and cash equivalents at the end of the financial period	<u>60,135</u>	<u>88,867</u>
Cash and cash equivalents include the following:		
	RM'000	RM'000
Cash and bank balances	61,607	87,386
Bank overdrafts	(14,875)	(19,448)
Short term deposits	17,712	35,453
	<u>64,444</u>	<u>103,391</u>
Less : Short term deposits pledged to banks	(2,226)	(11,365)
Short term deposits with maturity more than 3 months	(2,083)	(3,159)
	<u>60,135</u>	<u>88,867</u>

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying notes to this Interim Financial Report.



ANCOM BERHAD

(Company No. 8440-M)
Incorporated in Malaysia

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 AUGUST 2019

A1. Basis of preparation

This Interim Financial Report of Ancom Berhad ("Ancom" or "the Company") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and Rule 9.22(2) of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the Main Board ("Listing Requirements").

This Interim Financial Report of the Group should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 May 2019. These explanatory notes attached to the Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2019.

For the financial periods up and including the financial year ended 31 May 2019, the Group prepared its financial report in accordance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRSs"). The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 May 2019 except for the adoption of the following Amendments to MFRSs and IC Interpretation (collectively referred to as "pronouncements") which are applicable to the Group for the financial year beginning 1 June 2019:

Accounting Standards and amendments:

MFRS 16	Leases
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 3	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 11	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 112	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 123	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 119	Plan, Amendment, Curtailment or Settlement

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group other than the following:

MFRS 16 Leases

The Group has adopted MFRS 16 Leases using the modified retrospective approach with a date of initial application on 1 June 2019. As a result of the adoption of MFRS 16, the existing requirements for a lessee to distinguish between finance lease and operating lease under the MFRS 117 Leases are no longer required.

Under MFRS 16, a lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. Accordingly, a lessee should recognise depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows. Also, the right-of-use asset and the lease liability are initially measured on a present value basis. The measurement includes non-cancellable lease payments and also includes payments to be made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease.

In respect of the lessor accounting, MFRS 16 retains most of the requirements in MFRS 117. Lessor continues to classify its leases as operating leases or finance leases, and account for them differently.

A2 Auditors' report

The audited financial statements of Ancom and its subsidiaries for the financial year ended 31 May 2019 were not subject to any audit qualification.

A3. Seasonality or cyclicality

The operations of the Group were not significantly affected by any seasonal and cyclical factors.

A4. Items of unusual nature and amount

The Group's assets, liabilities, equity, net income or cash flows were not affected by items that are material and unusual because of their nature, size or incidence in the current financial year.

A5. Changes in estimates

There were no material changes in estimates amounts reported that have a material effect on the financial quarter ended 31 August 2019.

A6. Debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayment of debt securities and equity securities during the financial quarter ended 31 August 2019 except for the following:

(i) Bonus Shares

On 7 November 2018, the Company issued 21,892,942 new ordinary shares in the Company ("Bonus Shares") (including 381,392 Bonus Shares issued for the Treasury Shares held by the Company) pursuant to a bonus issue on the basis of 1 Bonus Share for every 10 existing Ancom shares held by the shareholders.

(ii) Treasury Shares

During the financial quarter and financial period to date, the Company purchased its own shares as follows:

Date Purchase	Number of shares purchased	Highest price RM	Lowest price RM	Average price RM	Total consideration paid RM
June 2019	429,000	0.480	0.440	0.460	201,138
July 2019	549,600	0.495	0.460	0.478	261,140
August 2019	663,400	0.480	0.450	0.465	310,620
Total for the financial period	<u>1,642,000</u>				<u>772,898</u>

The shares purchased were held as Treasury Shares by the Company.

As at 31 August 2019, after incorporating the 381,392 Bonus Shares issued for the Treasury shares held by the Company, the Company holds 9,887,956 Treasury Shares at a cost of RM5,566,455.

A7. Dividends

There was no dividend declared and/or paid during the financial quarter ended 31 August 2019.

A8. Segmental results

Segmental information for the financial period ended 31 August 2019.

	Investment holdings and others RM'000	Agricultural Chemicals RM'000	Industrial Chemicals RM'000	Logistics RM'000	Media RM'000	Polymer RM'000	Elimination RM'000	Total RM'000
31 August 2019								
Revenue								
External revenue	6,176	62,655	283,760	10,945	14,783	25,951	-	404,270
Inter-segment revenue	2,104	16,690	73	1,709	18	-	(20,594)	-
Total revenue	<u>8,280</u>	<u>79,345</u>	<u>283,833</u>	<u>12,654</u>	<u>14,801</u>	<u>25,951</u>		<u>404,270</u>
Segment results	(4,302)	9,202	1,828	1,406	(2,012)	2,382	965	9,469
Finance costs								(4,538)
Share of results of associates								(1,057)
Profit before taxation								<u>3,874</u>
Tax expense								(4,655)
Net loss for the financial period								<u>(781)</u>
31 August 2018								
Revenue								
External revenue	9,168	63,450	385,274	10,784	30,202	28,709	-	527,587
Inter-segment revenue	1,434	14,958	253	2,288	424	25	(19,382)	-
Total revenue	<u>10,602</u>	<u>78,408</u>	<u>385,527</u>	<u>13,072</u>	<u>30,626</u>	<u>28,734</u>		<u>527,587</u>
Segment results	(3,005)	10,815	6,895	430	(972)	2,516	573	17,252
Finance costs								(4,898)
Share of results of associates								-
Profit before taxation								<u>12,430</u>
Tax expense								(3,966)
Net profit for the financial period								<u>8,464</u>

A9. Valuation of property, plant and equipment

The Group did not carry out any valuation on its property, plant and equipment during the financial quarter ended 31 August 2019.

A10. Subsequent events

There were no material events subsequent to the end of the financial year up to the date of this Report that have not been reflected in the Interim Financial Statements.

A11. Changes in composition of the Group

There were no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations except as stated below:

On 14 June 2019, a wholly-owned subsidiary of Nylex, Perusahaan Kimia Gemilang Sdn. Bhd. ("PKG") has entered into a share sale agreement with Retromark Solutions Sdn. Bhd. for the acquisition of 660,000 ordinary shares, representing 30% of the issued and paid-up share capital in Ancom Kimia Sdn. Bhd. ("AKM") for a total consideration of RM1,000,000 ("Proposed Acquisition"). Upon completion of the Proposed Acquisition on 8 July 2019, AKM became a 60% owned subsidiary of PKG.

A12. Changes in contingent liabilities

The Group's contingent liabilities stood at RM53.6 million as at the end of the reporting period.

A13. Capital commitments

The capital commitments as at the end of the reporting date are as follows:

	RM'000
Property, plant and equipment	
- Approved and contracted for	1,039
- Approved but not contracted for	8
	<u>1,047</u>

B. ADDITIONAL INFORMATION PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's performance

Overall review for the financial year ended 31 August 2019

For the financial quarter ended 31 August 2019, the Group recorded lower revenue of RM404.3 million as compared with RM527.6 million in the corresponding last year. Consequently, the Group reported lower PBT of RM3.9 million compared to RM12.4 million in the corresponding period last year.

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

Review of business segments for the financial quarter ended 31 August 2019

Investment Holding and others

The results in this segment includes investment holding, education, information technology ("IT") and electrical businesses. During the current financial quarter, the division posted lower revenue of RM6.2 million compared with RM9.2 million in the corresponding quarter last year due to lower revenue generated from education businesses. Consequently, the Division reported higher segmental loss of RM4.3 million for the current financial quarter compared with RM3.0 million in the corresponding quarter last year mainly due to losses incurred in the education business.

Agricultural Chemicals

The Agricultural Chemicals division reported lower revenue of RM62.7 million for the current financial quarter compared with RM63.5 million in the corresponding quarter last year. Consequently, the segmental profit decreased to RM9.2 million in the current financial quarter compared with RM10.9 million in the corresponding quarter last year due to decrease in revenue coupled with lower profit margins on its products.

Industrial Chemicals

The Industrial Chemicals Division posted lower revenue of RM283.8 million compared with RM385.3 million recorded in the corresponding quarter last year, contributed by lower volume sold coupled with generally lower average selling prices. The Division posted lower segmental profit of RM1.8 million for the current quarter compared to segmental profit of RM6.9 million in the corresponding quarter last year due to lower revenue and lower margin earned on certain products.

Logistics

The Logistics Division recorded higher revenue of RM10.9 million compared to RM10.8 million in the corresponding quarter last year. The Division reported higher segmental profit of RM1.4 million compared with RM0.4 million in the corresponding quarter last year due to more favourable exchange rates. In the same quarter last year, the Division incurred loss on foreign exchange of RM1.5 million in for its shipping business.

Media

Following the disposal of 40% equity interest in Puncak Berlian Sdn. Bhd., the Media division posted lower revenue of RM14.8 million compared with RM30.2 million in the corresponding financial quarter last year. The Division reported higher segmental loss of RM2.0 million in the current financial quarter as compared with RM1.0 million in the corresponding quarter last year. Included in current financial quarter are costs incurred for the discontinuance of bus advertising business. In the same quarter last year, the lower segmental loss was due to recognition of revenue on completion of a major advertising campaign.

Polymer

The Polymer Division posted lower revenue of RM26.0 million for the current financial quarter compared with RM28.7 million in the corresponding quarter last year. Lower demand for our films and coated fabrics ("FCF") and geosynthetic drainage products, were the main reason for the decline. Consequently, the Division posted lower segmental profit of RM2.4 million compared with RM2.5 million in the same corresponding quarter last year.

B2. Material change in the results for the current quarter as compared with the immediate preceding quarter

For the current financial quarter ended 31 August 2019, the Group posted lower revenue of RM404.3 million compared with RM480.9 million in the immediate preceding quarter. Nevertheless, the Group's result improved to PBT of RM3.9 million in the current financial quarter compared to PBT of RM3.3 million in the immediate preceding quarter.

B3. Current year prospects

The challenging business environment is expected to persist in the coming financial year as a result of the ongoing trade war between the US and China. Market volatility and softening global demand will continue to put downward pressure on our profit margins across all chemical business segments. The immediate outlook for the Media Division is also expected to be challenging due to weak domestic market sentiment.

The Board will continue to exercise caution in managing the Group's businesses in the remaining of the financial year and will explore ways to improve revenue growth while strengthening operational and production efficiencies.

Barring unforeseen circumstances, the financial performance and prospects of the Group will be satisfactory in the remaining of the financial year.

B4. Forecast profit, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any publicly available documents or announcements.

B5. Profit before taxation

	Individual quarter ended 31.08.2019 RM'000	Year-to-date ended 31.08.2019 RM'000
The profit before taxation is stated after charging/(crediting):		
Finance costs	4,538	4,538
Depreciation and amortisation	7,924	7,924
Foreign exchange loss	23	23
Gain on remeasurement of associate	(259)	(259)
Fair value loss on investment	144	144
Fair value gain on derivatives	(8)	(8)
Property, plant and equipment written off	59	59
Write-back of inventories written off	(400)	(400)
Reversal of impairment loss on receivables	(3)	(3)
Interest income	(285)	(285)

B6. Tax expense

	Individual quarter ended		Year-to-date ended	
	31.08.2019	31.08.2018	31.08.2019	31.08.2018
	RM'000	RM'000	RM'000	RM'000
Current tax expense based on profit for the financial period:				
Malaysian income tax	4,492	5,622	4,492	5,622
Foreign income tax	536	492	536	492
	5,028	6,114	5,028	6,114
Over provision in prior years	5,028	6,114	5,028	6,114
Deferred taxation:	(373)	(2,148)	(373)	(2,148)
	4,655	3,966	4,655	3,966

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

B7. Utilisation of proceeds

The Company does not have any unutilised proceeds raised from any corporate exercise.

B8. Status of corporate proposals

There were no corporate proposals announced but not completed as at the date of this report.

B9. Borrowings

	31.08.2019	31.05.2018
	RM'000	RM'000
SHORT TERM BORROWINGS		
Secured:		
Ringgit Malaysia	79,910	88,661
United States Dollar	8,225	14,363
Vietnamese Dong	3,072	782
	91,207	103,806
Unsecured:		
Ringgit Malaysia	172,907	177,250
United States Dollar	31,834	36,982
	204,741	214,232
Total short term borrowings	295,948	318,038
LONG TERM BORROWINGS		
Secured:		
Ringgit Malaysia	16,957	12,212
United States Dollar	37,521	38,558
Total long term borrowings	54,478	50,770
TOTAL BORROWINGS	350,426	368,808

Borrowings denominated in foreign currencies are stated at Ringgit Malaysia equivalent as at the reporting dates stated above.

B10. Material litigation

There was no change in material litigation since the date of the last financial quarter except as announced on 08 April 2019.

B11. Dividend

There was no dividend declared and/or paid during the financial quarter ended 31 August 2019.

B12. Earnings per shareBasic earnings per share

The basic earnings per share is calculated by dividing the net loss attributable to the ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period as follows:

	Individual quarter ended		Year-to-date ended	
	31.08.2019	31.08.2018	31.08.2019	31.08.2018
Number of ordinary shares ('000)	240,849	218,956	240,849	218,956
Less: Treasury shares ('000)	(11,530)	(3,779)	(11,530)	(3,779)
	229,319	215,177	229,319	215,177
Net profit attributable to owners of the parent	684	7,018	684	7,018
Weighted average number of ordinary shares in issue ('000)	229,319	215,177	229,475	215,177
Basic earnings per ordinary share (sen)	0.30	3.26	0.30	3.26

Diluted earnings per share

Diluted earnings per share is the same as basic earnings per share as there is no dilutive potential ordinary share.

The Company does not have convertible securities at the end of the reporting period.