



CN ASIA CORPORATION BHD

(Company No.: 399442-A)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2020**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2020**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000
Revenue	1,890	3,921	1,890	3,921
Cost of sales	(2,993)	(3,164)	(2,993)	(3,164)
Gross (loss)/profit	(1,103)	757	(1,103)	757
Selling and distribution expenses	(28)	(42)	(28)	(42)
Administrative expenses	(969)	(836)	(969)	(836)
Other operating expenses	(604)	(7)	(604)	(7)
Other income	245	224	245	224
(Loss)/Profit from operations before impairment and interest	(2,459)	96	(2,459)	96
Finance costs	(37)	(18)	(37)	(18)
(Loss)/Profit before tax	(2,496)	78	(2,496)	78
Tax expense	(47)	(53)	(47)	(53)
(Loss)/Profit after tax for the period	(2,543)	25	(2,543)	25
Other comprehensive income, net of tax that may be reclassified subsequently to profit and loss				
Foreign currency translation differences	6	1	6	1
Total comprehensive (expense)/income for the period	(2,537)	26	(2,537)	26
Net (loss)/profit for the period attributable to: -				
Owners of the Company	(2,543)	25	(2,543)	25
Non-controlling interests	-	-	-	-
	(2,543)	25	(2,543)	25
Total comprehensive (expense)/income for the period attributable to: -				
Owners of the Company	(2,537)	26	(2,537)	26
Non-controlling interests	-	-	-	-
	(2,537)	26	(2,537)	26
(Loss)/Earnings per share (sen)				
- Basic	(5.09)	0.06	(5.09)	0.06
- Diluted	(5.09)	0.06	(5.09)	0.06

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

	As At End of Current Quarter 31.03.2020 RM'000	As At Preceding Financial Year Ended 31.12.2019 RM'000
ASSETS		
Non-current Assets		
<i>Property, plant and equipment</i>	10,241	10,398
<i>Right-of-use asset</i>	629	719
<i>Other investment</i>	-	-
<i>Deferred tax assets</i>	685	685
	<u>11,555</u>	<u>11,802</u>
Current Assets		
<i>Inventories</i>	3,605	4,085
<i>Trade and other receivables</i>	2,165	2,817
<i>Contract assets</i>	3,248	2,748
<i>Current tax asset</i>	6	6
<i>Cash and cash equivalents</i>	27,250	27,241
	<u>36,274</u>	<u>36,897</u>
TOTAL ASSETS	<u><u>47,829</u></u>	<u><u>48,699</u></u>
EQUITY AND LIABILITIES		
Equity		
<i>Share capital</i>	40,200	40,200
<i>Reserves</i>	494	3,031
Shareholders' Equity	<u>40,694</u>	<u>43,231</u>
Liabilities		
Non-current Liability		
<i>Lease liabilities</i>	435	552
	<u>435</u>	<u>552</u>
Current Liabilities		
<i>Trade and other payables</i>	1,705	1,738
<i>Contract liabilities</i>	484	360
<i>Lease liability</i>	486	501
<i>Short-term borrowings</i>	3,944	2,245
<i>Current tax liabilities</i>	81	72
	<u>6,700</u>	<u>4,916</u>
TOTAL LIABILITIES	<u>7,135</u>	<u>5,468</u>
TOTAL EQUITY AND LIABILITIES	<u><u>47,829</u></u>	<u><u>48,699</u></u>
Net Assets Per Share (RM)	<u>0.82</u>	<u>0.89</u>

(The Condensed Consolidated Statement 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.)

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

	← 3 Months Ended →	
	31.03.2020	31.03.2019
	RM'000	RM'000
Cash Flows From Operating Activities		
(Loss)/Profit Before Tax	(2,496)	78
Adjustments For:-		
Allowance for impairment of receivables	595	-
Depreciation of property, plant and equipment	162	177
Depreciation of right-of-use asset	90	-
(Gain)/Loss on foreign exchange - Unrealised	(2)	3
Interest expenses	37	18
Interest income	(237)	(224)
	<u>645</u>	<u>(26)</u>
Operating (Loss)/ Profit Before Working Capital Changes	(1,851)	52
Changes In Working Capital		
Inventories	480	736
Receivables	(440)	(1,128)
Payables	91	25
Cash Used In Operations	(1,720)	(315)
Interest paid	(37)	(18)
Tax Paid	(38)	(42)
Net Cash Used In Operating Activities	<u>(1,795)</u>	<u>(375)</u>
Cash Flows From Investing Activities		
Interest received	237	224
Capital work-in-progress incurred	-	(50)
Net Cash Generated From Investing Activities	<u>237</u>	<u>174</u>
Cash Flows From Financing Activities		
Net repayments of bankers' acceptance	(495)	(48)
Net repayments of lease liabilities	(132)	(40)
Net Cash Used In Financing Activities	<u>(627)</u>	<u>(88)</u>
Net Decrease In Cash And Cash Equivalents	(2,185)	(289)
Effects of Change in Foreign Exchange Differences	-	-
Cash And Cash Equivalents At Beginning Of The Financial Year	<u>16,274</u>	<u>14,699</u>
Cash And Cash Equivalents At End Of The Financial Period	<u><u>14,089</u></u>	<u><u>14,410</u></u>
Cash and cash equivalents at end of the financial period comprise:		
Cash and cash equivalents	27,250	24,910
Bank overdrafts	(2,661)	-
	<u>24,589</u>	<u>24,910</u>
Less: Deposits pledged as security	(10,500)	(10,500)
	<u><u>14,089</u></u>	<u><u>14,410</u></u>

(The Condensed Consolidated Statement of Cash Flows 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.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2020**

|-----Attributable to owners of the Company-----|

	Non-distributable	Distributable		
	SHARE CAPITAL RM'000	FOREIGN CURRENCY TRANSLATION RESERVE RM'000	RETAINED EARNINGS/ ACCUMULATED LOSSES RM'000	TOTAL EQUITY RM'000
Current financial period ended 31 March 2020				
At 1 January 2020	40,200	228	2,803	43,231
Movement during the period (cumulative)				
- Loss for the period	-	-	(2,543)	(2,543)
Other comprehensive income				
- Foreign currency translation difference	-	6	-	6
Total comprehensive income/ (expense) for the period	-	6	(2,543)	(2,537)
At 31 March 2020	40,200	234	260	40,694
Preceding financial period ended 31 March 2019				
At 1 January 2019	38,385	232	2,899	41,516
Movement during the period (cumulative)				
- Profit for the period	-	-	25	25
Other comprehensive income				
- Foreign currency translation difference	-	1	-	1
Total comprehensive income for the period	-	1	25	26
At 31 March 2019	38,385	233	2,924	41,542

(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.)

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020**

Part A: Explanatory Notes Pursuant To MFRS 134

1. Corporate information

CN ASIA CORPORATION BHD is a public limited liability company incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad (“Bursa Securities”).

2. Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Securities. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019.

The significant accounting policies applied by the Group in these condensed consolidated interim financial statements are consistent with the audited financial statements of the Group for the financial year ended 31 December 2019 except for the adoption of the following MFRSs, Amendments to MFRSs and IC Interpretations that are applicable to the Group effective 1 January 2020:-

- Amendments to MFRS 3: Definition of a Business
- Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform
- Amendments to MFRS 101 and MFRS 108: Definition of Materiality
- Amendments to References to the Conceptual Framework in MFRS Standards
- MFRS 17: Insurance Contracts

The adoption of the above MFRSs, Amendments to MFRSs and IC Interpretations do not have any material impact to the Group’s financial statements.

3. Auditors’ report on preceding annual financial statements

The auditor’s report of the Group’s annual audited financial statements of the preceding financial year was not subject to any qualification.

4. Seasonal and cyclical factors

The business operations of the Group were not significantly affected by any seasonal and cyclical factors in the current quarter and financial year-to-date.

5. Items of an unusual nature

There was no item affecting assets, liabilities, equity, net income, or cash flows that are unusual due to their nature, size or incidence. However, the outbreak of the COVID-19 pandemic, coupled with the implementation of the Movement Control Orders (“MCO”) has resulted in deferments in certain key activities and progress of the existing order book in hand. These events have affected the Group’s equity and net income during the quarter ended 31 March 2020.

6. Material changes in estimates

There were no changes in estimates reported in prior interim periods of the current financial year or prior financial year, which have a material effect in the current interim period.

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part A: Explanatory Notes Pursuant To MFRS 134 (Cont'd)

7. Changes in debts and equity securities

There were no issuances, cancellation, repurchase, resale and repayments of debts and equity securities for the current financial year-to-date.

8. Dividend paid

There was no dividend paid during the financial year-to-date.

9. Operating Segments

Operating segments are prepared in a manner consistent with the internal reporting provided to the Executive Directors as the chief operating decision makers in order to allocate resources to segments and to assess performance of the Group. For management purposes, the Group is organised into business units based on their products and services provided.

The Group is organised into main business segments as follows:

- (a) Manufacturing
Manufacture tanks and related products, engineering and fabrication works.
- (b) Construction
Construction as sub-contractors related to civil engineering works.
- (c) Investment
Investment holdings and comprise companies providing management services and dormant companies.

Business segments

	Manufacturing RM'000	Construction RM'000	Investment RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External revenue	1,890	-	-	-	1,890
Inter-segment revenue	-	-	15	(15)	-
Total revenue	<u>1,890</u>	<u>-</u>	<u>15</u>	<u>(15)</u>	<u>1,890</u>
Results					
Segment results	(2,359)	(245)	(92)	-	(2,696)
Finance costs	(37)	-	-	-	(37)
Interest income	219	-	18	-	237
Loss before tax	<u>(2,177)</u>	<u>(245)</u>	<u>(74)</u>	<u>-</u>	<u>(2,496)</u>
Tax expense	(47)	-	-	-	(47)
Loss after tax	<u>(2,224)</u>	<u>(245)</u>	<u>(74)</u>	<u>-</u>	<u>(2,543)</u>
Assets					
Segment assets	<u>44,553</u>	<u>1,162</u>	<u>2,114</u>	<u>-</u>	<u>47,829</u>
Liabilities					
Segment liabilities	<u>6,666</u>	<u>395</u>	<u>74</u>	<u>-</u>	<u>7,135</u>
Included in the measure of segment assets					
Depreciation	<u>253</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>252</u>

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part A: Explanatory Notes Pursuant To MFRS 134 (cont'd)

Segmental information (Cont'd)

Geographical information

	Malaysia RM'000	Republic of China RM'000	Elimination RM'000	Consolidated RM'000
Revenue				
External revenue	1,890	-	-	1,890
Inter-segment revenue	15	-	(15)	-
Total revenue	1,905	-	(15)	1,890
Results				
Segment results	(2,697)	1	-	(2,696)
Finance costs	(37)	-	-	(37)
Interest income	237	-	-	237
Loss before tax	(2,497)	1	-	(2,496)
Tax expense	(47)	-	-	(47)
Loss after tax	(2,544)	1	-	(2,543)
Assets				
Segment assets	47,741	88	-	47,829
Liabilities				
Segment liabilities	7,135	-	-	7,135
Included in the measure of segment assets				
Depreciation	252	-	-	252

10. Trade and other receivables

	Current Quarter Ended 31.03.2020 RM'000	Financial Year Ended 31.12.2019 RM'000
Trade receivables		
Non-related parties	1,862	2,226
Less: Allowance for impairment of receivables	(595)	-
	1,267	2,226
Other receivables, deposits and prepayments		
Other receivables	661	343
Deposits	133	133
Prepayments	104	115
	898	591
Total trade and other receivables	2,165	2,817

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part A: Explanatory Notes Pursuant To MFRS 134 (Cont'd)

Trade and other receivables (Cont'd)

The trade receivables of the Group, net of allowance for impairment, as at the end of the current quarter amounted to RM1.3 million can be analysed as follows: -

	----- Credit Period -----				Total
	Within	Exceeding			
	Not past due, not impaired	1 to 30 days past due, not impaired	31 to 60 days past due, not impaired	> 60 days past due, not impaired	
Trade receivables (RM'000)	299	190	470	308	1,267
% of total trade receivables (%)	24	15	37	24	100

The Group's normal trade credit term granted to its customers ranges from 30 to 90 days. In view of the uncertainty in the global economic condition, the Group has taken pre-cautionary step in reviewing the receivables and made specific allowances for doubtful debts amounted to RM0.6 million particularly for those customers in the construction segment. For the current financial quarter ended 31 March 2020, the trade receivables, net of allowance for impairment, that are past due for more than 60 days amount to RM0.3 million, representing 24% of the total trade receivables of the Group. These receivables are creditworthy receivables and the Group maintains good business relationship with on-going business transactions with these customers. As at the date of the report, RM0.5 million or 42% of the Group's total receivables as at 31 March 2020 has been collected.

11. Material subsequent events

There was no material event subsequent to the end of the current quarter reported, up to 12 May 2020, being the latest practicable date ("LPD") which is not earlier than seven (7) days from the date of issuance of this quarterly report, that has not been reflected in the financial statements for the period, except as disclosed in Note B6(c) of PART B of this report.

12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and financial year-to-date.

13. Changes in contingent liabilities

	Current Quarter Ended 31.03.2020 RM'000	Financial Year Ended 31.12.2019 RM'000
<u>Secured</u>		
Bankers' guarantee issued in favour of third parties	1,125	1,381
Letters of credit issued in favour of third parties	-	93
	<u>1,125</u>	<u>1,474</u>

14. Capital commitments

There was no capital expenditure approved and contracted for in the current quarter and the financial year-to-date.

15. Significant related party transactions

There were no significant transactions entered into between the Group and other related parties during the current quarter under review except as disclosed in Note B6(c) of PART B of this report.

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part B: Explanatory Notes Pursuant To Main Market Listing Requirements of Bursa Securities

1. Performance review

	3 Months Ended		Individual Quarter		3 Months Ended		Cumulative Quarter	
	31.03.2020	31.03.2019	Changes		31.03.2020	31.03.2019	Variance	
	RM'000	RM'000	Amount RM'000	%	RM'000	RM'000	Amount RM'000	%
Revenue	1,890	3,921	(2,031)	(52)	1,890	3,921	(2,031)	(52)
(Loss)/Profit before interest and tax	(2,459)	96	(2,555)	(2,661)	(2,459)	96	(2,555)	(2,661)
(Loss)/Profit before tax	(2,496)	78	(2,574)	(3,300)	(2,496)	78	(2,574)	(3,300)
(Loss)/Profit after tax	(2,543)	25	(2,568)	(10,272)	(2,543)	25	(2,568)	(10,272)
(Loss)/Profit attributable to owners of the Company	(2,543)	25	(2,568)	(10,272)	(2,543)	25	(2,568)	(10,272)

The Group recorded revenue of RM1.9 million for the current quarter, representing a decline of 52% against the corresponding quarter ended 31 March 2019. Revenue from storage tanks and LPG vessels collectively declined by RM2.6 million, whereas revenue from road tankers and metal forming services collectively recorded an increase of RM0.6 million. The overall decrease in revenue was largely due to the slowdown in the business and lower activities in existing contracts as a result of deferment of clients' scheduled activities owing to the COVID-19 pandemic. Furthermore, the implementation of the MCO since 18 March 2020 has also affected the production volume of the Group during the current quarter.

The declining revenue had led to gross loss position to the Group during the current quarter. Accordingly, the Group recorded a loss before tax of RM2.5 million for the current quarter against a profit before tax of RM0.1 million recorded for the preceding year's corresponding quarter.

2. Comments on results against the immediate preceding quarter

	3 Months Current Quarter	3 Months Preceding Quarter	Variance	
	31.03.2020 RM'000	31.12.2019 RM'000	Amount RM'000	%
Revenue	1,890	3,562	(1,672)	(47)
Loss before interest and tax	(2,459)	(17)	(2,442)	(14,365)
Loss before tax	(2,496)	(98)	(2,398)	(2,447)
Loss after tax	(2,543)	(151)	(2,392)	(1,584)
Loss attributable to owners of the Company	(2,543)	(151)	(2,392)	(1,584)

The Group's revenue for the current quarter of RM1.9 million was 47% lower than the immediate preceding quarter of RM3.6 million. This is mainly due to the deferment in clients' scheduled activities owing to the global COVID-19 pandemic during the quarter under review. In line with the decline in revenue during the quarter, the Group's loss before tax rose to RM2.5 million as compared to RM17,000 in the immediate preceding quarter.

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part B: Explanatory Notes Pursuant To Main Market Listing Requirements of Bursa Securities (Cont'd)

3. Commentary of prospects

The Directors expect the continued uncertainty in the global economic situation caused by the COVID-19 pandemic coupled with volatility of oil price will continue to pose challenges to the Group. Nevertheless, the Group will constantly monitor the situation and take appropriate actions to minimise any adverse financial impact arising therefrom.

The Group will continue to exercise caution in managing its business environment and implement cost control management to improve the execution efficiency in anticipation of prolonged and slow recovery of the overall industry. The Directors are cautiously optimistic that the Group's performance will remain resilient for the current financial year.

4. Profit forecast or profit guarantee

Not applicable as no profit forecast was announced or disclosed in any public document.

5. Tax expense

	Individual Quarter		Cumulative Quarter	
	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000
Income tax - Current year	47	53	47	53

The tax for the current quarter was in respect of tax provided on interest revenue earned from placement of fixed deposits. The Group's effective tax rate for the quarter was lower than the statutory tax rate mainly due to utilisation of previously unrecognised deferred tax assets.

6. Status of corporate proposals

Except for the following disclosures, there were no corporate proposals that has been announced by the Company and not yet completed as at the date of this quarterly report.

(a) Proposed Disposals

The status of utilisation of proceeds of RM36,682,500 raised from the Proposed Disposals as at 12 May 2020 is as follows: -

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Deviation* RM'000	Balance unutilised		Time frame for utilisation from 7 December 2016	
				RM'000	%	Intended	Extended
Real property gains tax	1,100	(1,700)	600	-	-	2 months	-
Repayment of bank borrowings	11,786	(11,786)	-	-	-	3 months	-
Relocation and construction costs	6,000	(256)	-	5,744	96	36 months	60 months
Pledge to secure banking facilities	5,000	(5,000)	-	-	-	12 months	-
Working capital	11,797	(11,125)	(672)	-	-	12 months	-
To defray estimated expenses	1,000	(1,072)	72	-	-	1 month	-
	<u>36,683</u>	<u>(30,939)</u>	<u>-</u>	<u>5,744</u>			

* The excess expenses on the Disposals are reallocated from working capital.

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part B: Explanatory Notes Pursuant To Main Market Listing Requirements of Bursa Securities (Cont'd)

Status of corporate proposals (Cont'd)

(b) Proposed Private Placement

The status of the utilisation of proceeds of RM1,815,280 raised from the Private Placement as at 12 May 2020 is as follows: -

Purpose	Proposed utilisation	Actual utilisation	Deviation*	Balance unutilised		Time frame for utilisation from 7 December 2016	
	RM'000	RM'000		RM'000		RM'000	%
Overhaul of machinery	1,665	(80)	66	1,651	-	9 months	21 months
Estimated expenses in relation to the Private Placement	150	(84)	(66)	-	-	1 month	-
	<u>1,815</u>	<u>(164)</u>	<u>-</u>	<u>1,651</u>			

* The balance unutilised on estimated expenses is reallocated to overhaul of machinery.

(c) Proposed Acquisition

On 20 January 2020, the Company's wholly-owned subsidiary, namely Chip Ngai Engineering Works Sdn Bhd, had entered into a sale and purchase agreement for the acquisition of a parcel of vacant land measuring approximately 10,614.22 sqm (114,250 sq ft) held under H.S.(M) 23504, Lot 5856, locality of Sungai Labu, Mukim of Tanjung Dua Belas, District of Kuala Langat, State of Selangor Darul Ehsan with Twinstar Acres Sdn Bhd ("TASB") for a cash consideration of RM4.0 million ("Proposed Acquisition").

The Proposed Acquisition is a related party transaction pursuant to the provisions of Chapter 10 of the MMLR of Bursa Securities as TASB is a company wholly-owned by Mr. Ho Cheng San, a director and major shareholder of the Company.

On 23 April 2020, the Circular to shareholders in relation to the Proposed Acquisition together with the Notice of Extraordinary General Meeting ("EGM") had been despatched to the shareholders to convene the EGM of the Company to be held on 7 July 2020.

The necessary announcement in relation to the Proposed Acquisition will be made in due course.

7. Group borrowings

	Current Quarter Ended 31.03.2020 RM'000	Financial Year Ended 31.12.2019 RM'000
SECURED		
Short term		
Bank overdraft	2,661	467
Lease liabilities	486	501
Bankers' acceptance	1,283	1,778
	<u>4,430</u>	<u>2,746</u>
Long term		
Lease liabilities	435	552
Total Borrowings	<u>4,865</u>	<u>3,298</u>

There were no foreign currency borrowings included in the above balances.

**Notes To The Condensed Consolidated Interim Financial Statements
For The First Financial Quarter Ended 31 March 2020 (Cont'd)**

Part B: Explanatory Notes Pursuant To Main Market Listing Requirements of Bursa Securities (Cont'd)

8. Material litigation

There was no pending material litigation against the Group at the date of this report.

9. Dividend

There was no interim dividend declared during the current quarter and financial year-to-date.

10. (Loss) / Earnings per share

	Individual Quarter		Cumulative Quarter	
	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000
(Loss)/Profit after tax for the period	(2,543)	25	(2,543)	25
Weighted average number of ordinary shares in issue ('000)	49,921	45,382	49,921	45,382
(Loss)/Earnings per share (sen)				
- Basic	(5.09)	0.06	(5.09)	0.06
- Diluted	(5.09)	0.06	(5.09)	0.06

11. Additional disclosure on profit before tax

	Individual Quarter		Cumulative Quarter	
	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000	3 Months Ended 31.03.2020 RM'000	3 Months Ended 31.03.2019 RM'000
(Loss)/Profit before tax is derived after charging/(crediting) the following: -				
Allowance for impairment of receivables	595	-	595	-
Depreciation of property, plant and equipment	162	177	162	177
Depreciation of right-of-use asset	90	-	90	-
Interest expenses	37	18	37	18
Interest income	(237)	(224)	(237)	(224)
(Gain)/(Loss) on foreign exchange				
- Unrealised	(2)	3	(2)	3
- Realised	6	2	6	2

12. 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 21 May 2020.

BY ORDER OF THE BOARD

LIM PAIK GOOT (MIA 13304) (SSM PC No. 202008001525)
WONG CHOOI FUN (MAICSA 7027549) (SSM PC No. 201908002976)
GOH CHOOI WOAN (MAICSA 7056110) (SSM PC No. 201908000145)
Company Secretaries
Selangor, 21 May 2020