

The Board of Directors of Mynews Holdings Berhad is pleased to present the unaudited interim financial report of Mynews Holdings Berhad and its subsidiaries ("Mynews" or the "Group") for the first quarter ended 31 January 2020. This report should be read in conjunction with its audited financial statements for the financial year ended 31 October 2019 and the accompanying notes attached to the interim financial report.

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

i) Current quarter and financial year to date

	Current Quarter 3 months ended				Cumulative Quarters 3 months ended			
	31 Jan 2020 RM'000	31 Jan 2019 ⁽¹⁾ RM'000	Changes Fav/(Unfav) RM'000	%	31 Jan 2020 RM'000	31 Jan 2019 ⁽¹⁾ RM'000	Changes Fav/(Unfav) RM'000	%
Revenue	140,577	123,499	17,078	13.8	140,577	123,499	17,078	13.8
Cost of sales	(90,642)	(78,036)	(12,606)	(16.1)	(90,642)	(78,036)	(12,606)	(16.1)
Gross profit	49,935	45,463	4,472	9.8	49,935	45,463	4,472	9.8
Other income	604	737	(133)	(18.0)	604	737	(133)	(18.0)
Administration expenses	(7,421)	(6,827)	(594)	(8.7)	(7,421)	(6,827)	(594)	(8.7)
Selling and distribution expenses	(24,915)	(26,277)	1,362	5.2	(24,915)	(26,277)	1,362	5.2
Other expenses	(12,625)	(2,744)	(9,881)	(360.1)	(12,625)	(2,744)	(9,881)	(360.1)
Finance costs	(1,250)	(771)	(479)	(62.1)	(1,250)	(771)	(479)	(62.1)
Share of profit in jointly controlled entity	758	726	32	4.4	758	726	32	4.4
Profit before tax	5,086	10,307	(5,221)	(50.6)	5,086	10,307	(5,221)	(50.6)
Tax expense	(2,050)	(2,134)	84	3.9	(2,050)	(2,134)	84	3.9
Profit after tax, representing comprehensive income for the period	<u>3,036</u>	<u>8,173</u>	<u>(5,137)</u>	(62.9)	<u>3,036</u>	<u>8,173</u>	<u>(5,137)</u>	(62.9)
Profit attributable to:								
Owners of the Company	4,351	8,238	(3,887)	(47.1)	4,351	8,238	(3,887)	(47.1)
Non-controlling interest	(1,315)	(65)	(1,250)	(1,923.0)	(1,315)	(65)	(1,250)	(1,923.0)
	<u>3,036</u>	<u>8,173</u>	<u>(5,137)</u>	(62.9)	<u>3,036</u>	<u>8,173</u>	<u>(5,137)</u>	(62.9)
Basic earnings per ordinary share (sen) (Note B11)	<u>0.64</u>	<u>1.21</u>	<u>(0.57)</u>	(47.1)	<u>0.64</u>	<u>1.21</u>	<u>(0.57)</u>	(47.1)

Note (1):

Refer to note A3 for restated amount with the effect of MFRS 15 and MFRS 16

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)**
ii) Current quarter compared with immediate preceding quarter

	Current Quarter 31 Jan 2020	Immediate Preceding Quarter 31 Oct 2019	Changes Fav/(Unfav)	
	RM'000	RM'000	RM'000	%
Revenue	140,577	139,811	766	0.5
Cost of sales	(90,642)	(91,583)	941	1.0
Gross profit	49,935	48,228	1,707	3.5
Other income	604	349	255	73.1
Administration expenses	(7,421)	(7,824)	403	5.2
Selling and distribution expenses	(24,915)	(24,838)	(77)	(0.3)
Other expenses	(12,625)	(11,775)	(850)	(7.2)
Finance costs	(1,250)	(817)	(433)	(53.0)
Share of profit in jointly controlled entity	758	815	(57)	(7.0)
Profit before tax	5,086	4,138	948	22.9
Tax expense	(2,050)	(2,045)	(5)	(0.2)
Profit after tax, representing comprehensive income for the period	3,036	2,093	943	45.1
Profit attributable to:				
Owners of the Company	4,351	3,182	1,169	36.7
Non-controlling interest	(1,315)	(1,089)	(226)	20.8
	3,036	2,093	943	45.1
Basic earnings per ordinary share (sen)	0.64	0.47	0.17	36.2

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2020**

	Unaudited 31 Jan 2020	Audited 31 Oct 2019
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	204,541	197,461
Right-of-use assets	109,963	107,669
Investment properties	12,140	12,140
Investment in jointly controlled entity	10,258	9,500
Deferred tax assets	837	837
Other investments	5	5
Fixed deposits with licensed banks	913	913
Total non-current assets	338,657	328,525
Current assets		
Inventories	70,794	62,086
Contract assets	9,276	10,603
Trade receivables	7,699	13,176
Other receivables	36,136	33,758
Amount due from jointly controlled entity	145	312
Tax recoverable	63	47
Other investments	10,744	18,296
Deposits with licensed banks	522	500
Cash and bank balances	19,224	13,736
Total current assets	154,603	152,514
Total assets	493,260	481,039

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2020 (Cont'd)**

	Unaudited 31 Jan 2020 RM'000	Audited 31 Oct 2019 RM'000
EQUITY AND LIABILITIES		
Equity		
Share capital	201,581	201,581
Revaluation reserve	9,392	9,392
Merger deficit	(45,952)	(45,952)
Retained earnings	123,023	118,672
Equity attributable to owners	288,044	283,693
Non-controlling interests	17,009	18,324
Total equity	305,053	302,017
LIABILITIES		
Non-current liabilities		
Provision for restoration costs	2,135	2,005
Bank borrowings	14,120	15,109
Lease liabilities	46,169	40,954
Deferred tax liabilities	6,038	6,038
Total non-current liabilities	68,462	64,106
Current liabilities		
Trade payables	42,894	33,367
Other payables	36,223	41,800
Contract liabilities	510	522
Bank borrowings	13,952	10,950
Lease liabilities	24,163	26,920
Tax payable	2,003	1,357
Total current liabilities	119,745	114,916
Total liabilities	188,207	179,022
Total equity and liabilities	493,260	481,039
Net assets per share (RM)	0.45	0.44

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

	← Attributable to owners of the parent →						Total Equity RM'000
	Share Capital	Revaluation Reserve	Merger Deficit	Retained Earnings	Total	Non- Controlling Interests	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 November 2018	201,581	5,844	(45,952)	99,834	261,307	19,394	280,701
Effect of adoption of MFRS 16, leases	-	-	-	(1,904)	(1,904)	-	(1,904)
As at 1 November 2018, restated	201,581	5,844	(45,952)	97,930	259,403	19,394	278,797
Dividend	-	-	-	(6,822)	(6,822)	-	(6,822)
Capital contribution from non- controlling interests	-	-	-	-	-	2,170	2,170
Net profit for the financial year	-	-	-	27,564	27,564	(3,240)	24,324
Other comprehensive income for the financial year	-	3,548	-	-	3,548	-	3,548
As at 31 October 2019	201,581	9,392	(45,952)	118,672	283,693	18,324	302,017
Total comprehensive income for the period	-	-	-	4,351	4,351	(1,315)	3,036
As at 31 January 2020	201,581	9,392	(45,952)	123,023	288,044	17,009	305,053

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

	3 months ended	
	31 Jan 2020	31 Jan 2019
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	5,086	10,307
Adjustments for:		
Depreciation of property, plant and equipment	4,625	11,425
Depreciation of right-of-use assets	8,508	-
Net loss on disposal of property, plant and equipment	33	50
Dividend income from other investments	(130)	(340)
Interest expense	1,250	771
Share of profit in jointly controlled entity	(758)	(726)
Property, plant and equipment written off	104	211
Wastages and stock loss	3,001	-
Interest income	(89)	(89)
Operating profit before working capital changes	21,630	21,609
Changes in working capital		
Inventories	(11,709)	(11,186)
Receivables	3,099	8,063
Payables	3,950	(3,365)
Jointly controlled entity	166	(94)
Contract assets	1,327	-
Contract liabilities	(12)	-
Cash generated from operations	18,451	15,027
Tax refund	53	-
Tax paid	(1,473)	(1,990)
Net cash generated from operating activities	17,031	13,042
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend income from other investments	130	340
Proceeds from disposal of property, plant and equipment	87	5
Purchase of property, plant and equipment	(11,928)	(24,394)
Upliftment of funds in other investments	7,552	8,018
Interest income	89	89
Net cash used in investing activities	(4,070)	(15,942)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)**

	3 months ended	
	31 Jan 2020	31 Jan 2019
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital contribution from non-controlling interest	-	2,234
Drawdown of bank facility	3,000	3,000
Interest paid	(1,250)	(771)
Payment of lease liabilities	(8,215)	(9,026)
Repayment of term loans	(986)	(762)
Net cash used in financing activities	<u>(7,451)</u>	<u>(5,325)</u>
Net increase/(decrease) in cash and cash equivalents	5,510	(8,225)
Cash and cash equivalents at 1 November	<u>14,236</u>	<u>23,618</u>
Cash and cash equivalents at 31 January	<u>19,746</u>	<u>15,393</u>
Reconciliation of cash and cash equivalents		
Cash and bank balances	19,224	14,365
Deposits with licensed banks	1,435	1,828
	<u>20,659</u>	<u>16,193</u>
Less: Deposits pledged to licensed banks	(913)	(800)
	<u>19,746</u>	<u>15,393</u>

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NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020
A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING (“MFRS”)
A1 CORPORATE INFORMATION

The principal activity of the Company is investment holding while its subsidiaries are principally involved in the business of convenience retailing, predominantly operating a homegrown retail chain in Malaysia with two subsidiaries, Mynews Kineya Sdn Bhd and Mynews Ryoyupan Sdn Bhd, hereinafter referred to as FPC, which produce ready-to-eat meals and bakery products to serve its retail chain.

A2 BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). It should be read in conjunction with the audited financial statements of Mynews for the financial year ended 31 October 2019.

A3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 October 2019. In the previous years, the financial statements of the Group and the Company were prepared in accordance with Malaysian Financial Reporting Standard (“MFRSs”), International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act 2016 of Malaysia. Mynews has adopted MFRS, amendments and improvements to MFRSs which are mandatory for the financial year. These new standards effective 1 November 2019 do not have material effect on the Group’s financial statements.

Effects of MFRS 15 & 16 as follows:

i) MFRS 15 Revenue from contracts with customers

Mynews had adopted MFRS 15 Revenue from contracts with customers in financial year 2019 and the effect of such adoption was reflected only in Quarter 4 2019. The effect of adopting MFRS 15 for the corresponding quarter ended 31 January 2019 is as follows:

	Previously Reported 31 Jan 2019 RM’000	Reclassification RM’000	Restated		Changes Fav/(Unfav)	
			31 Jan 2019 RM’000	31 Jan 2020 RM’000	RM’000	%
Revenue	123,499	(2,556)	120,943	140,577	19,634	16.2
Cost of sales	(78,036)	2,556	(75,480)	(90,642)	(15,162)	(20.1)

ii) MFRS 16 Leases

Mynews had elected to early adopt MFRS 16 Leases prospectively on 1 November 2018 using the modified retrospective approach. It had not restated the comparative information for financial year ended 31 October 2018 which continued to be reported under MFRS 117 Leases. The effect of the early adoption for the corresponding quarter ended 31 January 2019 is as follows:

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)
A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)
A3 SIGNIFICANT ACCOUNTING POLICIES (Cont'd)
ii) MFRS 16 Leases (Cont'd)

	Previously Reported 31 Jan 2019 RM'000	Effect of MFRS 16 RM'000	Restated 31 Jan 2019 RM'000	31 Jan 2020 RM'000	Changes Fav/(Unfav)	
					RM'000	%
Administration expenses	(6,827)	56	(6,771)	(7,421)	(650)	(9.6%)
Selling and distribution expenses	(26,277)	7,331	(18,946)	(24,915)	(5,969)	(31.5%)
Other expenses	(2,744)	(7,683)	(10,427)	(12,625)	(2,198)	(21.1%)
Finance costs	(771)	97	(674)	(1,250)	(576)	(85.5%)
	<u>(36,619)</u>	<u>199</u>	<u>(36,818)</u>	<u>(46,211)</u>	<u>(9,393)</u>	

A4 AUDITORS' REPORT

There was no qualification on the audited financial statements of the Group for the financial year ended 31 October 2019.

A5 SEASONAL OR CYCLICAL FACTORS

The Group does not experience any material seasonality in sales.

A6 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOW

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the quarter under review.

A7 CHANGES IN ESTIMATES

There were no changes in estimates that had a material effect in the quarter under review.

A8 DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the quarter under review.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)
A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)
A9 DIVIDEND PAID

There was no dividend declared or paid during the quarter under review.

A10 SEGMENTAL INFORMATION

The Group operates in the retail convenience segment in Malaysia and production of ready-to-eat food and bakery products to serve its retail chain. It also has a licensing arrangement in Myanmar. The contribution from Myanmar is insignificant and thus not reported separately.

	Retail	Manufacturing	Elimination	Total
	RM'000	RM'000	RM'000	RM'000
For the quarter ended 31 January 2020				
Revenue				
External	142,120	-	(1,543)	140,577
Inter-segment	-	6,039	(6,039)	-
Revenue	<u>142,120</u>	<u>6,039</u>	<u>(7,582)</u>	<u>140,577</u>
Results				
Depreciation of property, plant and equipment	4,043	582	-	4,625
Depreciation of right-of-use assets	8,351	157	-	8,508
Interest income	(77)	(12)	-	(89)
Interest expense	1,193	57	-	1,250
Share of results in jointly controlled entity	(758)	-	-	(758)
Profit/(loss) before tax	<u>6,527</u>	<u>(2,681)</u>	<u>1,240</u>	<u>5,086</u>
Tax	(2,047)	(3)	-	(2,050)
Profit/(loss) after tax	<u><u>4,480</u></u>	<u><u>(2,684)</u></u>	<u><u>1,240</u></u>	<u><u>3,036</u></u>

A11 SUBSEQUENT MATERIAL EVENTS

There were no material events subsequent to the current quarter under review and up to the date of this report.

A12 CHANGES IN COMPOSITION OF THE GROUP

There was no change in composition of the Group during the financial quarter under review.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)
A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)
A13 CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent assets as at 31 January 2020.

The contingent liabilities of the Group as at 31 January 2020 comprised bank guarantees totalling RM1.50 million issued as security deposits in respect of tenancy of outlets, money remittance business and utilities for the headquarter.

A14 CAPITAL COMMITMENTS

The capital commitments of the Group as at 31 January 2020 were as follows:

	RM'000
Authorised and contracted for:	
- Purchase of equipment	1,474

A15 PROPERTY, PLANT AND EQUIPMENT

For the quarter ended 31 January 2020, the Group acquired assets at the cost of RM11.93 million, which comprised principally of set up costs and purchase of equipment and furniture for new outlets and outlets revamp.

A16 SIGNIFICANT RELATED PARTY TRANSACTIONS

	Quarter ended	
	31 Jan 2020 RM'000	31 Jan 2019 RM'000
Transactions with jointly controlled entity		
Management fees income	(213)	(194)
Transactions with related parties		
Trade purchases	1,429	252
Hostel rental expense	3	8
Office rental income	3	-
Consultancy fee expenses	83	-
Medical expenses	23	-
Royalty and license fees expenses	26	-
Management fees	27	-

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)**B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1 REVIEW OF PERFORMANCE****Review of current quarter performance**

Mynews ended its 1st quarter 2020 sustaining its growth trend in revenue and store count. It achieved revenue of RM140.58 million which is RM19.63 million or 16.2% better than the preceding year's restated corresponding quarter of RM120.94 million, after accounting for the effect of MFRS 15. The gross profit is also higher at RM49.94 million at a gross profit margin of 35.5% for the current quarter, an increase of RM4.48 million or 9.8% compared with RM45.46 million at a gross profit margin of 37.6% in the same quarter of the preceding year. The improved revenue was principally contributed by the increase in the number of outlets and increase sale of ready-to-eat food and bakery offerings at the outlets.

Relative to the restated results for the corresponding quarter ended 31 January 2019 after accounting for the effect of MFRS 16, administration expenses increased by RM0.65 million from RM6.77 million to RM7.42 million, which was principally due to the operating costs of the FPC, while selling and distribution expenses were higher by RM5.97 million from RM18.95 million to RM24.91 million, attributed by higher outlet operating costs and logistic costs in tandem with the business expansion. The number of outlets was 439 in the quarter ended 31 January 2019 compared to 535 as at 31 January 2020.

The FPC is running at about 50% capacity and recorded losses of RM2.68 million for the quarter. Coupled with higher depreciation (RM2.20 million) and interest costs (RM0.57 million), Mynews ended its first quarter of 2020 with a profit before taxation of RM5.09 million, a decrease of RM5.22 million or 50.6% compared with the profit before taxation of RM10.31 million in the same quarter of the preceding year.

B2 MATERIAL CHANGE IN THE PROFIT BEFORE TAXATION FOR THE CURRENT QUARTER AS COMPARED WITH THE IMMEDIATELY PRECEDING QUARTER

Revenue for the current quarter of RM140.58 million was higher by RM0.77 million or 0.5% relative to the immediately preceding quarter of RM139.81 million. Gross profit increased by RM1.71 million or 3.5%, with average gross profit margin of 35.5% compared to 34.5% in the preceding quarter.

With the higher gross profit recorded for the current quarter, profit before taxation was RM5.09 million, RM0.95 million or 22.9% higher than the immediately preceding quarter of RM4.14 million. This was due to improvement in sales mix and better management of operating expenses.

B3 PROSPECTS

Mynews remains cautiously optimistic of its business growth for the longer term. Given the current situation, we are closely monitoring the current weak market sentiments caused by coronavirus pandemic and economic uncertainties. Efforts will be focused on increasing efficiencies and optimising costs. At the same time, we will tread mindfully on our expansion plans.

B4 VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public document or announcement.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)
B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)
B5 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended	
	31 Jan 2020 RM'000	31 Jan 2019 RM'000
Profit before tax is arrived at after charging:		
Depreciation of property, plant and equipment	4,625	2,484
Depreciation of right-of-use assets	8,508	8,941
Property, plant and equipment written off	104	211
Interest expense	1,250	771
Net loss on disposal of property, plant and equipment	33	50
And after crediting:		
Interest Income	(89)	(89)
Dividend income from other investments	(130)	(340)

Other disclosure items pursuant to Appendix 9B Note 16 of the Main Market Listing Requirements are not applicable.

B6 TAX EXPENSE

	3 months ended	
	31 Jan 2020 RM'000	31 Jan 2019 RM'000
Income tax expense:		
Provision for current period	2,050	2,139
Deferred tax:		
Overprovision for current period	-	(5)
Total tax expense	2,050	2,134

Tax expense is recognised based on management's best estimates.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)
B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)
B7 STATUS OF CORPORATE PROPOSAL

There was no corporate proposal during the period under review.

B8 BORROWINGS AND DEBT SECURITIES

The Group's borrowings as at 31 January 2020 are as follows:

	Unaudited As at 31 Jan 2020 RM'000	Audited As at 31 Oct 2019 RM'000
Short term borrowings – Secured		
Term loans	290	288
Revolving credit	13,662	10,662
Lease liabilities	22,797	25,575
Finance lease liabilities	1,366	1,345
	38,115	37,870
Long term borrowings – Secured		
Term loans	1,564	1,638
Revolving credit	12,556	13,471
Lease liabilities	41,483	35,926
Finance lease liabilities	4,686	5,028
	60,289	56,063
Total borrowings – Secured		
Term loans	1,854	1,926
Revolving credit	26,218	24,133
Lease liabilities	64,280	61,501
Finance lease liabilities	6,052	6,373
	98,404	93,933

Note: All the loans in the Group are denominated in Ringgit Malaysia.

B9 MATERIAL LITIGATION

There is no material litigation against or by the Group as at the date of this report.

NOTES TO INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JANUARY 2020 (Cont'd)
B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)
B10 DIVIDEND

There was no dividend declared or paid during the quarter under review.

B11 EARNINGS PER SHARE

	3 months ended	
	31 Jan 2020	31 Jan 2019
Profit attributable to owners of the Company (RM'000)	4,351	8,238
Number of ordinary shares in issue ('000)	<u>682,154</u>	<u>682,154</u>
Basic earnings per share (sen)	<u>0.64</u>	<u>1.21</u>

The basic earnings per share is computed based on the profit attributable to the owners of the Company divided by the number of ordinary shares in issue for the period under review. The Company does not have any dilutive potential ordinary shares in issue for the period under review.

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