

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

	3 months ended 30 June			6 months ended 30 June		
	2019 RM'000 Unaudited	2018 RM'000 Unaudited	%	2019 RM'000 Unaudited	2018 RM'000 Unaudited	%
<b>Revenue</b>	17,036	14,928	14%	30,263	28,784	5%
Cost of sales	(11,344)	(9,188)		(20,019)	(18,031)	
<b>Gross profit</b>	5,693	5,740	-1%	10,244	10,753	-5%
Other income	347	265		580	543	
Administrative and other operating expenses	(3,554)	(3,040)		(6,702)	(6,137)	
Selling and distribution expenses	(1,001)	(946)		(1,885)	(1,971)	
<b>Operating profit</b>	1,485	2,019	-26%	2,237	3,188	-30%
Finance costs	-	-		-	-	
<b>Profit before taxation</b>	1,485	2,019	-26%	2,237	3,188	-30%
Taxation	(581)	(565)		(938)	(933)	
<b>Profit for the period</b>	904	1,454	-38%	1,299	2,255	-42%
Other comprehensive income	(1)	4		3	6	
Foreign currency translation difference	-	-		-	-	
<b>Total comprehensive income for the period</b>	903	1,458	-38%	1,302	2,261	-42%

Profit after taxation attributable to the equity holders of the Company	904	1,454	1,299	2,255
Total comprehensive income attributable to the equity holders of the Company	903	1,458	1,302	2,261
Weighted average no. of ordinary shares in issue ('000)	141,160	141,160	141,160	141,160
Earnings per share (sen):				
- Basic	0.64	1.03	0.92	1.60
- Diluted	0.64	1.03	0.92	1.60

Note:

- 1) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended ("FYE") 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**

	<b>UNAUDITED</b> <b>As at</b> <b>30/06/2019</b> <b>RM'000</b>	<b>AUDITED</b> <b>As At</b> <b>31/12/2018</b> <b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	5,628	5,542
Investment securities	67	66
Right of Use Assets	1,681	-
Goodwill on consolidation	8	8
	<b>7,385</b>	<b>5,616</b>
<b>Current Assets</b>		
Inventories	9,640	7,948
Trade receivables	12,785	15,015
Other receivables, deposits and prepayments	1,219	3,215
Tax recoverable	90	126
Other investment	15,894	13,697
Cash and bank balances	5,387	6,769
	<b>45,016</b>	<b>46,770</b>
<b>TOTAL ASSETS</b>	<b>52,401</b>	<b>52,386</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	24,079	24,079
Reserves	19,578	18,356
<b>Total equity</b>	<b>43,657</b>	<b>42,435</b>
<b>Non current liabilities</b>		
Deferred tax liabilities	92	92
Long Term Lease	808	-
	<b>900</b>	<b>92</b>
<b>Current liabilities</b>		
Trade payables	3,154	5,044
Other payables, deposits and accruals	2,949	3,787
Short term lease	957	-
Hire purchase payables	-	-
Bank borrowing	-	127
Tax payables	785	901
	<b>7,845</b>	<b>9,859</b>
<b>Total liabilities</b>	<b>8,745</b>	<b>9,951</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>52,401</b>	<b>52,386</b>
Net assets per share attributable to ordinary equity owners of the Company (sen)	30.93	30.06

Note:

- 1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

	Non-Distributable				Distributable	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Fair value Adjustment Reserve RM'000	Foreign Currency Translation Reserve RM'000	Retained Profits RM'000	
Balance as at 1.1.2018	24,079	-	72	-	15,979	40,130
Opening balance adjustments from adoption of MFRS 9 At 1 January 2018 (Restated)	-	-	-	-	(43)	(43)
Dividends	-	-	-	-	(4,799)	(4,799)
Total comprehensive income for the financial year	-	-	(2)	-	7,149	7,147
At 31 December 2018 ( <i>Audited</i> )	24,079	-	70	-	18,286	42,435
Balance as at 1.1.2019	24,079	-	70	-	18,286	42,435
Opening balance adjustments from adoption of MFRS 16	-	-	-	-	(80)	(80)
Total comprehensive income for the financial year	24,079	-	70	-	18,206	42,355
	-	-	3	0	1,299	1,302
Balance as at 30.06.2019 ( <i>Unaudited</i> )	24,079	-	73	0	19,505	43,657

Note:

- 1) The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

<b>UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2019</b>		
	<b>6 months ended 30/06/2019 RM'000</b>	<b>12 months ended 31/12/2018 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,237	9,551
Adjustments for		
- Bad debts written off	-	7
- Depreciation	642	587
- Gain/loss on disposal of property, plant and equipment	(88)	(14)
- Impairment loss on trade receivables	-	103
- Fixed asset written off	-	5
- Reversal of impairment loss on trade receivables	-	(98)
- Reversal of inventory written down	-	-
- Dividend received	-	-
- Unrealised loss/(gain) on foreign exchange	-	(5)
- Fair value gain on financial assets	(247)	(602)
- Interest income	(45)	(74)
- Finance cost	-	-
- Interest expenses	46	-
<b>Operating profit before working capital changes</b>	<b>2,545</b>	<b>9,460</b>
Changes in working capital		
Inventories	(1,692)	(1,107)
Receivables	1,083	(2,309)
Payables	2,854	1,194
<b>Net cash generated from operations</b>	<b>4,790</b>	<b>7,238</b>
Interest received	45	74
Interest expenses	-	-
Taxation refund	66	130
Taxation paid	(1,090)	(2,335)
<b>Net cash flows from operating activities</b>	<b>3,811</b>	<b>5,107</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net (purchase) / withdrawal of other investments	(1,949)	1,229
Sales proceeds on disposal of property, plant and equipment	88	15
Investment in subsidiaries	(41)	-
Dividend received	0	-
Dividend paid	(2,400)	(4,657)
Purchase of property, plant and equipment	(441)	(1,239)
<b>Net cash flows from investing activities</b>	<b>(4,743)</b>	<b>(4,652)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Contributed Share Capital	43	-
Repayment of Financial Liabilities	(329)	-
Repayment of hire purchase liabilities	-	(25)
<b>Net cash used in financing activities</b>	<b>(286)</b>	<b>(25)</b>
<b>Net Changes In Cash And Cash Equivalents</b>	<b>(1,218)</b>	<b>430</b>
<b>Cash And Cash Equivalents At The Beginning Of The Period</b>	<b>6,606</b>	<b>6,167</b>
<b>Effect of exchange translation differences on cash and cash equivalents</b>	<b>(1)</b>	<b>45</b>
<b>Cash And Cash Equivalents At The End Of The Period</b>	<b>5,387</b>	<b>6,642</b>
<b>Analysis of Cash And Cash Equivalents</b>		
Cash and bank balances	5,387	6,769
	<b>5,387</b>	<b>6,769</b>
Less: Bank borrowings	-	(127)
	<b>5,387</b>	<b>6,642</b>

Note:

1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2019  
NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM  
FINANCIAL REPORTING

**A1. Basis of reporting preparation**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Appendix 9B of the Bursa Malaysia Securities Berhad ACE Market Listing Requirements.

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Company for the FYE 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

The Group has adopted the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January 2019. The adoption of MFRS 9 does not have any significant impact to the financial report of the Group. MFRS 15 gives impact to the financial statements of the Group in the following manner :

- Reclassification of certain expenses previously presented as selling and distribution expenses to revenue.

**A2. Summary of significant accounting policies**

The significant accounting policies adopted in the preparation of the interim financial statements are consistent with those used in the preparation of the Group's audited financial statements for the financial year ended 31 December 2018 except for the adoption of the pronouncements that become effective from 1 January 2019.

**MFRSs and amendments effective for annual period beginning on or after 1 January 2019:**

MFRS 16: Leases

IC Interpretation 23, Uncertainty over Income Tax Treatments

Amendments to MFRS 9: Prepayment Features with Negative Compensation

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

Amendments to MFRS 128: Long-term interests in Associates and Joint Ventures

Annual Improvements to MFRSs 2015 – 2017 Cycle:

- Amendments to MFRS 3
- Amendments to MFRS 11
- Amendments to MFRS 112
- Amendments to MFRS 123

Amendments to References to the Conceptual Framework in MFRS Standards

The adoption of the above pronouncement did not have a material impact on the financial statements of the Group. The adoption of the above pronouncement did not have a material impact on the financial statements of the Group, other than as disclosed below

**MFRS 16 'Leases'**

MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and will replace the current guidance on lease accounting when it becomes effective. Under MFRS 16, the classification of leases as either finance leases or operating leases is eliminated for lessees. All lessees are required to recognise their leased assets and the related lease obligations in the statement of financial position (with limited exceptions). The leased assets are subject to depreciation and the interest on lease liabilities are calculated using the effective interest method.

The following table presents the impact of changes to the consolidated statement of financial position of the Group resulting from the adoption of MFRS 16 Leases as at 1 January 2019:

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

A2. Summary of significant accounting policies (cont'd)

<b>Group</b>	As at 31 December 2018 RM'000	Changes RM'000	As at 1 January 2019 RM'000
<b>Non-current assets</b>			
Right-of-use assets	-	1,359	1,359
<b>Non-current liabilities</b>			
Lease liabilities	-	727	727
<b>Current liabilities</b>			
Lease liabilities	-	712	712
<b>Equity</b>			
Retained Earnings	-	(80)	(80)

The Group recognised right-of-use of assets for office and factory leases, except for short-term leases and leases of low-value assets. Lease liabilities are recognised based on the present value of the remaining lease payments, discounted using the weighted average incremental borrowing rate of the Group.

Subsequent to initial recognition, the Group measure the lease liabilities by increasing the carrying value to reflect the interest on the lease liabilities, reducing the carrying amount to reflect lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications

The Group has not applied the following new MFRSs, new interpretations and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group:

		<b>Effective dates for financial periods beginning on or after</b>
		<hr/>
Amendments MFRS 3	Definition of a Business	1 January 2020
Amendments MFRS 101	Definition of Material	1 January 2020
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group plans to apply the abovementioned accounting standards, interpretation and amendments when they become effective, except for MFRS 17 *Insurance Contracts*, as it is not applicable to the Group. The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impacts to the financial statements.

A3. Auditors' report

There was no qualification on the audited financial statements of the Group for the FYE 31 December 2018.

**QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

**A4. Seasonal or cyclical factors**

The operations of the Group were not significantly affected by seasonal or cyclical factors during the current quarter and current year to date under review.

**A5. Items of unusual nature and amount**

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

**A6. Material changes in estimates**

There were no changes in the estimates that had a material effect in the current quarter and period to date results.

**A7. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities**

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

**A8. Dividends paid**

(a) A single tier tax exempt interim dividend of 1.7 sen per ordinary share amounting to RM 2,399,722.35 in respect of the financial year ending 31 December 2019 was paid on 19 July 2019.

(b) There was no dividend paid during the financial period ended 30 June 2018.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

A9. Segmental information

Segmental information of the Group's revenue is as follows:

	3 months ended		6 months ended	
	30/06/2019	30/06/2018	30/06/2019	30/06/2018
	RM'000	RM'000	RM'000	RM'000
<b>Profit</b>				
Reportable segment profit	904	1,454	1,299	2,255
<i>Included in the measure of segment profit are:</i>				
Revenue - Animal Health Products	7,939	7,762	14,731	15,439
- Foodservice Equipment	4,861	3,523	7,966	5,778
- Food Supplies	4,225	3,606	7,532	7,412
- Food Manufacturing	11	37	34	155
	17,036	14,928	30,263	28,784
Add: Inter-segment sales	3,931	1,754	5,698	6,318
Total revenue before eliminating inter company transaction	20,968	16,682	35,961	35,102
Depreciation of property, plant and equipment	(183)	(135)	(355)	(285)
<b>Reconciliation of reportable segment profit and revenue</b>				
<b>Profit</b>				
Reportable segment revenue	17,036	14,928	30,263	28,784
Unallocated expenses	(15,572)	(12,927)	(28,072)	(25,630)
Finance cost	-	-	-	-
Finance income	21	18	45	34
Taxation	(581)	(565)	(938)	(933)
Consolidated profit after tax	904	1,454	1,299	2,255
<b>Revenue</b>				
Reported segment	17,036	14,928	30,263	28,784
Non-reportable segment	-	-	-	-
Consolidated revenue	17,036	14,928	30,263	28,784

No segmental information is provided on a geographical basis as the Group's activities are carried out predominantly in Malaysia.

**Segment assets**

Segment assets information is not presented regularly to Board of Directors and hence, no disclosure is made on segment assets.

**Segment liabilities**

Segment liabilities information is not presented regularly to Board of Directors and hence, no disclosure is made on segment liabilities.

The comments on page 6 apply to operating segments.



**QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

**A10. Valuation of property, plant and equipment**

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

**A11. Capital commitments**

As at the balance sheet date, there was no outstanding capital commitments not provided for in the interim financial report.

**A12. Material subsequent event**

There was no material subsequent event.

**A13. Changes in the composition of the Group**

There was no change in the composition of the Group for the current quarter under review.

**A14. Contingent liabilities and contingent assets**

There were no contingent liabilities and contingent assets, which upon becoming enforceable may have a material effect on the net assets, profits or financial position of the Group for the current quarter and current year to date under review since the last annual balance sheet date.

**A15. Significant related party transactions**

Save as disclosed in the Audited Financial Statements for the FYE 31 December 2018, there were no other significant related party transactions for the current quarter under review.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

**B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS**

**B1. Review of performance**

The comparison of the current year 2nd quarter revenue against previous year 2nd quarter revenue is set out below:

	3 months ended 30 June			6 months ended 30 June		
	30/06/2019	30/06/2018	Change	30/06/2019	30/06/2018	Change
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	17,036	14,928	14%	30,263	28,784	5%
Cost of sales	(11,344)	(9,188)	23%	(20,019)	(18,031)	11%
Gross profit	5,693	5,740	-1%	10,244	10,753	-5%
Profit before interest and tax	1,485	2,019	-26%	2,237	3,188	-30%
Profit before tax	1,485	2,019	-26%	2,237	3,188	-30%
Profit after tax	904	1,454	-38%	1,299	2,255	-42%

**Quarter Ended 30 June 2019 compared to Quarter Ended 30 June 2018**

The Group's revenue for the current quarter ended 30 June 2019 increased by 14% to RM17.04 million compared to RM14.93 million in the preceding corresponding quarter ended 30 June 2018. The increase was mainly due to reasons as explained below.

During the current quarter ended 30 June 2019, Animal Health Product Division recorded revenue of RM7.94 million as compared to RM7.76 million in the preceding corresponding quarter ended 30 June 2018. The increase of approximately 2% was due to increase in demand by customers.

During the current quarter ended 30 June 2019, Foodservice Equipment Division recorded revenue of RM9.09 million as compared to RM7.13 million in the preceding year quarter ended 30 June 2018. The increase of approximately 27% was due to higher demand for equipment by fast food chains during the current quarter.

During the current quarter ended 30 June 2019, Food Manufacturing Division recorded revenue of RM0.01 million as compared to RM0.04 million in the preceding year quarter ended 30 June 2018. The decrease of approximately 70% was due to the decrease in demands from chain restaurants during current quarter under review.

The profit before tax for the current quarter ended 30 June 2019 decreased by 26% as compared to the preceding corresponding quarter ended 30 June 2018, mainly due to increase in Cost of Sales caused by the weakening Ringgit and increase in Operating Expenditure.

**Six Months Ended 30 June 2019 compared to Six Months Ended 30 June 2018**

The Group achieved revenue of RM30.26 million for the current year ended 30 June 2019 as compared to RM28.78 million in the preceding year to date ended 30 June 2018. The increase in revenue by approximately 5% was mainly due to reasons as explained below.

During the current year to date ended 30 June 2019, Animal Health Product Division recorded revenue of RM14.73 million as compared to RM15.44 million in the preceding year to date ended 30 June 2018. The decrease of approximately of 5% was due to lower demand from customers.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

**B1. Review of performance (cont'd)**

During the current year to date ended 30 June 2019, Foodservice Equipment Division recorded revenue of RM15.50 million as compared to RM13.19 million in the preceding year ended 30 June 2018. The increase of approximately 18% was due to overall increased demand for our food service equipment and food supplies by our customers.

During the current year to date ended 30 June 2019, Food Manufacturing Division recorded revenue of RM0.03 million as compared to RM0.16 million. The decrease of approximately 78% was due to decrease in demands from chain restaurants during the current year to date.

**B2. Material changes in the profit before taxation for the current quarter as compared to the immediate preceding quarter**

	3 months ended		
	30/06/2019	31/03/2019	Change
	RM'000	RM'000	%
Revenue	17,036	13,227	29%
Operating profit	1,485	752	97%
Profit before interest and tax	1,485	752	97%
Profit before tax	1,485	752	97%
Profit after tax	904	395	129%

For current quarter ended 30 June 2019, the Group achieved a profit before tax of approximately RM1.48 million as compared to RM0.75 million in the immediate preceding quarter ended 31 March 2019. The increase in profit before taxation approximately by 97% compared to the immediate preceding quarter was mainly due to increase in revenue during the current quarter.

**B3. Prospects**

The instability caused by the escalation of the trade war between the US and China, which is likely to drag on beyond the 2020 US presidential election, coupled by fears of a disorderly Brexit pose a challenging backdrop for the country's economy.

The prolonged presence of such disruptive uncertainties has dented economic sentiments and hence economic activities both at home and abroad.

Having said that, Bank Negara's latest quarterly review shows that the country's economic growth is expected to remain resilient amid a slower global growth.

Despite the challenges it faces, the Group will continue to align and diversify its business strategies in order to thrive in the face of a dynamic business environment.

The Board of Directors would exercise extra caution in conducting their duties during these periods and are optimistic of the Group's long term prospect.

**B4. Profit forecast**

No profit forecast has been issued by the Group previously in any public document.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

**B5. Taxation**

	3 months ended		6 months ended	
	30/06/2019 RM'000	30/06/2018 RM'000	30/06/2019 RM'000	30/06/2018 RM'000
Income tax:				
- current year	581	565	938	933
- (Over) / under provision of tax in prior year	-	-	-	-
	581	565	938	933
Deferred tax				
- Relating to origination and reversal of temporary differences	-	-	-	-
- (Over) /under provision of tax in prior year	-	-	-	-
	581	565	938	933

The Group's effective tax rate for the current quarter ended 30 June 2019 was 39% and current year to date ended 30 June 2019 was 42% which was higher than the statutory rate due to certain non tax-deductible expenses and losses incurred by some subsidiaries during the current quarter.

**B6. Status of corporate proposal**

There is no corporate proposal announced but not completed at a date not earlier than 7 days from the date of this quarterly report.

**B7. Group borrowings and debt securities**

The Group has no borrowings as at 30 June 2019.

**B8. Trade Receivables**

	Financial period ended 30/06/2019 RM'000	Immediate preceding financial year ended 31/12/2018 RM'000
Trade receivables		
Third party	12,998	15,366
Less: Impairment losses		
- brought forward	(351)	(303)
- Opening balance adjustment from adoption of MFRS 9	-	(43)
- reversal of impairment loss for bad debts recovered	-	98
- written off	138	-
- impaired during the period / year	-	(103)
	(213)	(351)
	12,785	15,015

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

**B8. Trade Receivables (Cont'd)**

The Groups' normal trade credits range from 30 to 90 days. Other credit terms are assessed and approved on a case-by-case basis. The credit period varies from customers to customers after taking into consideration their payment track record, financial background, length of business relationship and size of transactions.

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

**Ageing analysis of trade receivables is as follow:**

	<b>Financial period ended 30/06/2019 RM'000</b>	<b>Immediate preceding financial year ended 31/12/2018 RM'000</b>
Neither past due nor impaired	7,790	6,150
Up to 90 days past due not impaired	3,857	7,360
More than 90 days past due not impaired	1,351	1,856
	5,209	9,216
Impaired		
- brought forward	(351)	(303)
- Opening balance adjustment from adoption of MFRS 9	-	(43)
- reversal of impairment loss for bad debts recovered	-	98
- written off	138	-
- impaired during the period / year	-	(103)
	(213)	(351)
	12,785	15,015

**Commentaries for the recoverability of trade receivables which exceed the average credit terms granted:**

All trade receivables which exceeded the average credit terms are closely monitored by the credit control committee.

**B9. Fair value information**

The carrying amounts of cash and cash equivalents, short term receivables and payables and short term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments. Fair value of quoted equity instrument is determined directly by reference to their published market bid price at the reporting date.

There have been no transfers between Level 1 and Level 2 during the financial year.

The table below analyses financial instruments carried at fair value shown in the statement of financial position.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

**B9. Fair value information (Cont'd)**

As at 30.06.2019				
Fair value of financial instruments carried at fair value				
Level 1	Level 2	Level 3	Total	
RM'000	RM'000	RM'000	RM'000	
<b>Financial assets</b>				
Investment securities	67	-	-	67
Other investment	15,894	-	-	15,894
	15,961	-	-	15,961

As at 31.12.2018				
Fair value of financial instruments carried at fair value				
Level 1	Level 2	Level 3	Total	
RM'000	RM'000	RM'000	RM'000	
<b>Financial assets</b>				
Investment securities	66	-	-	66
Other investment	13,697	-	-	13,697
	13,763	-	-	13,763

**B10. Material litigation**

There are no material litigations during the current quarter under review.

**B11. Dividend**

No dividend was paid, declared or proposed during the quarter under review.

**B12. Earnings per share**

The basic and diluted earnings per share is calculated based on the Group's profit after tax attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

	3 months ended 30 June		6 months ended 30 June	
	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
Group's profit after tax attributable to ordinary equity holders of the parent (RM)	904	1,454	1,299	2,255
Weighted average number of ordinary shares	141,160	141,160	141,160	141,160
Earnings per share (sen)	0.64	1.03	0.92	1.60

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2019

**B13. Profit for the year**

Profit for the current quarter ended 30 June 2019 was arrived at after crediting / (charging) the following:

	3 months ended 30 June		6 months ended 30 June	
	2019 RM'000	2018 RM'000	2019 RM'000	2018 RM'000
<b>Profit for the period is arrived at after charging/(crediting):</b>				
Interest income	21	18	45	34
Fair value gain on financial assets	132	163	247	294
Gain on disposal of quoted or unquoted investments or properties	88	-	88	-
Foreign exchange gain /(loss)	-	18	-	51
Gain / (loss) on derivatives	-	-	-	-
Finance costs	-	-	-	-
Depreciation and amortization	(470)	(135)	(642)	(285)

**B14. Authorisation for issue**

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 22 August 2019.

By order of the Board  
SCC Holdings Berhad

Wong Yuet Chyn (MAICSA 7047163)  
Company Secretary  
Kuala Lumpur  
Date: 22 August 2019