

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019**

	----- Individual Quarter ----		----- Cumulative Quarter -----	
	Current Quarter Ended 31 Oct 2019 RM'000	*Preceding Corresponding Quarter Ended 31 Oct 2018 RM'000	(Unaudited) 3 months to date ended 31 Oct 2019 RM'000	(Unaudited) *Preceding corresponding 3 months Period Ended 31 Oct 2018 RM'000
Revenue	405	425	405	425
Cost of Sales	(2)	(3)	(2)	(3)
Gross Profit/(Loss)	403	422	403	422
Other income /(loss)	0	0	0	0
Administrative expenses	(234)	(386)	(234)	(386)
Selling and distribution expenses	0	0	0	0
Other expenses	0	0	0	0
Operating Profit/(Loss)	169	36	169	36
Finance cost	0	0	0	0
Profit/(Loss) Before Taxation	169	36	169	36
Taxation	0	0	0	0
Net Profit/(Loss) After Taxation	169	36	169	36
Other comprehensive loss, net of tax - Foreign currency translation on foreign entity	0	0	0	0
Total comprehensive income/(loss)	169	36	169	36
Net Loss attributable to :				
- Owners of the Company	169	36	169	36
- Non-controlling interests	0	0	0	0
Net Profit/(Loss)	169	36	169	36
Total comprehensive income/(loss) attributable to :				
- Owners of the Company	169	36	169	36
- Non-controlling interests	0	0	0	0
Total comprehensive income/(loss)	169	36	169	36

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CON'T)**

	----- Individual Quarter -----		----- Cumulative Quarter -----	
	Current Quarter Ended	Preceding Period Corresponding Quarter Ended	(Unaudited) 3 months to date ended	(Unaudited) Preceding corresponding 3 months Period Ended
	31 Oct 2019	31 Oct 2018	31 Oct 2019	31 Oct 2018
Weighted average no. of ordinary shares in issue ('000)	176,691	146,608	176,691	146,608
Weighted average no. of ordinary shares in issue adjusted for the effect of dilutive potential ordinary shares('000)	176,691	146,608	176,691	146,608
Earnings/(loss) per ordinary share (sen):				
Basic earnings/(loss) per share (sen)	0.10	0.02	0.10	0.02
Diluted earnings/(loss) per share (sen)	0.10	0.02	0.10	0.02

Notes:

- (i) Basic earnings/(loss) per share for the quarter and financial period is calculated based on the net loss divided by the weighted average number of ordinary shares for the quarter and year-to-date respectively.
- (ii) Diluted earnings/(loss) per share for the quarter and financial period is calculated based on the net profit/(loss) divided by the weighted average number of ordinary shares after adjustment for the effects of all dilutive potential ordinary shares. No diluted earnings/(loss) per share is disclosed as all potential ordinary shares are anti-dilutive.
- (iii) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial period ended ("FPE") 31 July 2019 and the accompanying notes attached to this interim financial report.
- (iv) The loss before taxation is arrived at after charging/ (crediting) the following items:-

	Current Quarter Ended	3 months to date ended
	31 Oct 2019	31 Oct 2018
	RM'000	RM'000
(a) Depreciation and amortisation	25	36
(b) Gain/(loss) on disposal of property, plant & equipment	0	0

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CON'T)**

	(Unaudited) As at 31 Oct 2019 RM'000	(Audited) As at 31 July 2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	104	129
Purchased Goodwill	2,785	
Other receivables, deposit and prepayment	4,944	4,944
	<u>7,833</u>	<u>5,073</u>
Current assets		
Trade receivables	1,252	3,624
Other receivables, deposits and prepayment	9,436	5,152
Amount owing by an associate	408	405
Tax recoverable	1	1
Cash and bank balances	208	47
	<u>11,305</u>	<u>9,229</u>
Total Assets	19,138	14,302
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	23,655	17,385
Accumulated profit	(5,680)	(5,849)
Shareholders' funds	17,975	11,536
Non-controlling interests	10	(0)
Total Equity	17,985	11,536
Current liabilities		
Trade Payables	133	141
Other payables and accruals	1,020	2,625
Total liabilities	1,153	2,766
Total equity and liabilities	19,138	14,302
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.10	0.08

Notes:

- (i) The net asset per share for the quarter under review and financial period is calculated based on the net asset as at 31 Oct 2019 divided by the number of outstanding ordinary shares as at 31 Oct 2019.
- (ii) The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the FPE 31 July 2018 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CON'T)**

	3 months to date 31 Oct 2019 RM'000	Audited 12 months Year Ended 31 July 2019 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Taxation	169	(1,775)
Adjustment / Loss on acquiring subsidiary	15	2
Adjustments for Non-cash items / Depreciation	25	67
Operating profit/(loss) before working capital changes	<u>209</u>	<u>(1,706)</u>
Changes in working capital		
Net change in inventories	-	0
Net change in trade and other receivables	(1,902)	107
Net change in trade and other payables	(1,613)	1,010
Net cash flows from operations	<u>(3,515)</u>	<u>(589)</u>
Tax paid / refund	-	-
Net cash flows from operating activities	<u>(3,306)</u>	<u>(589)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Change in investment in jointly controlled entity	-	-
Product development costs incurred	-	-
Purchase of intangible assets	-	-
Purchase of property, plant and equipment	-	-
Proceeds from disposal of property, plant and equipment	-	-
Cash proceed of disposal of subsidiary company	-	-
Net cash flows from investing activities	<u>0</u>	<u>0</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Advance to related company	(3)	0
Net proceeds from issuance of shares	6,270	615
Net purchase of subsidiary	(2,800)	0
Net cash flows from financing activities	<u>3,467</u>	<u>615</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	161	26
Effects of Foreign Exchange Translation	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	47	21
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>208</u>	<u>47</u>
Cash and cash equivalents at end of the financial period comprise the following:		
Cash and bank balances	208	47
Fixed deposits placed with licensed banks	-	-
	<u>208</u>	<u>47</u>

Note:

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements of the Group for the FPE 31 July 2019 and the accompanying notes attached to this interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CON'T)

	Attributable to owners of the Company							Total equity RM'000
	Non-distributable			Distributable				
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000	Employee Share Option Reserve RM'000	Accumulated Losses RM'000	Shareholders' Fund RM'000	Non- controlling Interest RM'000	
Balance as at 1 August 2019	17,385	-	-	-	(5,849)	11,536		11,536
Total comprehensive profit	-	-	-	-	169	169	10	179
	-	-	-	-	(5,680)	11,705	10	11,715
Transactions with owners:								
Share issuance	6,270	-	-	-	-	6,270	-	6,270
Total Transaction with owner	6,270	-	-	-	-	6,270	-	6,270
Balance as at 31 Oct 2019	23,655	-	-	-	(5,680)	17,975	10	17,985

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CONT'D)

As at financial year ended 31 July 2019

	← Attributable to owners of the Company →							Total equity RM'000
	← Non-distributable →			Distributable				
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000	Employee Share Option Reserve RM'000	Accumulated Losses RM'000	Shareholders' Fund RM'000	Non- controlling Interest RM'000	
At 1 August 2018	16,770	-	-	-	(4,073)	12,697	(2)	12,695
Net loss for the financial period	-	-	-	-	(1,774)	(1,774)		(1,774)
Other Comprehensive expenses	-	-	-	-	(2)	(2)	2	0
Foreign currency translation	-	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(1,776)	(1,776)	-	(1,774)
		-	-	-	(5,849)	10,921	(0)	10,921
Transactions with owners:								
Acquisition of subsidiary	-	-	-	-	-	-	0.05	0.05
Issuance of share capital	615	-	-	-	-	615		615
	615	-	-	-	-	615	0.05	615
At 31 July 2019	17,385	-	-	-	(5,849)	11,536		11,536

Note:

- (i) The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FPE 31 July 2019 and the accompanying notes attached to this interim financial report.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CON'T)**

A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting, Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial period ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial report.

The Group has also adopted all Amendments/Improvements to MFRSs that are relevant and effective for accounting periods beginning on or after 1 August 2015. The adoption of these Amendments/Improvements to MFRSs has not resulted in any material impact on the financial statements of the Group.

A2. Auditors’ Report of preceding period financial statements

The auditor report on financial statements for the year ended 31 July 2018 of the Group were no qualified by external auditor.

A3. Seasonal or cyclical factors

The Group’s operations are not materially affected by seasonal and/or cyclical factors.

A4. Unusual Items affecting assets, liabilities, equity, net income or cash flows

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

A5. Material changes in estimates

There were no material changes in estimates in the quarter under review and financial year-to-date.

A6. Debts and equity securities

There were 14,890,000 ordinary shares issued under private placement and 12,900,00 ordinary shares were issued under ESOS for the quarter under review.

A7. Dividends

There were no dividends paid or declared for the quarter under review.

A8. Segmental Information

The Group has only one reportable segment, which is principally engaged in the distribution, research, design and deployment of the radio frequency identification (RFID) tag and operates predominantly in one country, that is, Malaysia. Accordingly, information by operating and geographical segments on the Group’s operations as required by MFRS 8 is not presented.

Further information on the Group’s revenue is discussed in Section B1.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019****A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134 (CONT’D)****A9. Valuation of property, plant and equipment**

The Company has not carried out valuation on its property, plant and equipment in the current financial quarter under review. However, the Company may carry out valuation for certain plant and equipment to ascertain their fair value.

A10. Capital commitments

There were no material capital commitments in respect of property, plant and equipment as at the current financial quarter under review.

A11. Other commitments

There were no material other commitments as at the current financial quarter under review.

A12. Changes in the composition of the Group

During the quarter under review, the Company (SMTrack Berhad) has acquired 3,240,000 ordinary shares of RM1 each representing 60% equity interest in Citilink Aviation (M) Sdn Bhd (fka Dexma Express Sdn Bhd) for a consideration of RM2,800,000.

A13. Contingent assets or liabilities

Save as disclosed in the quarterly reports, the Directors are of the opinion that the Group has no other contingent liabilities which, upon crystallisation would have material impact on the financial position and business performance of the Group as at reporting date.

A14. Material events pending completion

On 10 March 2016, the Company announced that it has entered into a joint venture agreement with Cherish Words Sdn. Bhd to participate in a joint venture to undertake sub-contracting works for the design and build of a proposed housing scheme for a statutory body. As at the report date, the Company has provided working capital and advances to CWSB in total of RM5,000,000.

On 17 June 2016, the Company announced that it has entered into a strategic partnership agreement with Cherish Words Sdn. Bhd. (CWSB) and Anhui Construction Engineering (M) Sdn. Bhd. to undertake various construction and civil engineering projects and related activities in the region.

On 13 April 2019, the Company announced that it has entered into a Memorandum of Understanding with Dexma Express Sdn Bhd. Dexma is specialised on the sale of carriages by air services for both passengers and cargo. Dexma has a partnership programme with Citilink whereby Dexma is appointed as general sales agent for air carriage services for both passenger and cargo. Dexma will establish another partnership program for set up of Citilink Malaysia’s operation. SMTrack will acquire 60% in Dexma for consideration of RM2,800,000.00 (RM Two Million Eight Hundred Thousand Only).

A15. Material events subsequent to the end of the quarter

There are no material events subsequent to the end of the reporting quarter that have not been reflected in the quarter under review.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CONT'D)**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of the performance of the Group

For the financial period ended 31 October 2019, the Group recorded revenue of 0.405million compared to RM0.425 million in the preceding year corresponding period.

The Group recorded a profit before taxation of RM0.169 million for FPE 31 October 2019 as compared to a profit before taxation of RM0.036 million registered in the preceding year corresponding quarter.

B2. Comparison to the Results of the Preceding Quarter

	Current Quarter Ended 31 Oct 2019 RM'000	Preceding Quarter Ended 31 July 2019 RM'000
Revenue	405	424
Profit/(Loss) before tax	169	(1,984)

B3. Prospects

The Group will be focusing on its new potential track and traceability software solution systems. In this respect, the Group strives to team-up with other overseas companies to explore the market opportunities for Logistics Information Platforms both locally and overseas, which will augur well for the Group and the Company in the near future. In the same time, the Group is exploring vibrant opportunities presented in the civil engineering and construction projects as well as food chain business.

In view of the uncertain domestic economic conditions, the Group is anticipating a challenging year ahead and will continue its efforts to diversify in various lucrative and sustainable businesses in order to boost the Group's revenue base and income streams.

B4. Profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter under review or in any public documents.

B5. Taxation

	Current Quarter Ended 31 Oct 2019 RM'000	Cumulative 3 Months Period Ended 31 Oct 2019 RM'000
Current tax expense	-	-

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CONT'D)**

**B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES
(CONT'D)**

Non-pioneer business

There is no tax expense for the current quarter and current year to date as the Group and the Company incurred business losses and have no chargeable income.

Pioneer business

The Company was accorded the MSC (Multimedia Super Corridor) status and granted Pioneer Status on 11 July 2007 which exempts 100% of its eligible statutory business income for a period of five (5) years, which has been extended for a further period of five (5) years till 11 July 2017. The Company will still enjoy other benefits as an MSC Status.

B6. Status of Corporate Proposal

There is no Corporate Exercise.

B7. Group borrowings and debt securities

As at the report date, the Group does not have any borrowings and debt securities.

B8. Off balance sheet financial instruments

As at the report date, the Group does not have any off balance sheet financial instruments.

B9. Material Litigations

**(i) *Shah Alam Magistrate Court: Summon No: BA –A72NCC- 124-01/2017*
SMTrack Berhad (“the Company”) vs Observision Sdn Bhd (“OBS”)**

The Company claimed against OBS for RM 86,084.57 being payment for the goods supplied by the Company to OBS. The Company succeeded in the application for Summary Judgement but OBS was dissatisfied and filed two appeals to the Shah Alam High Court.

***Shah Alam High Court:
Appeal No: BA-11ANCC-18-10-2017
Appeal No: BA-11ANCC-17-10/2017
Observision Sdn Bhd (“OBS”) vs SMTrack Berhad (“the Company”)***

The appeal was justified, the court had ordered for full trial at the Magistrate’s Court.

The trial was concluded on 11 April 2019 and decision was given on the same date whereas the company’s claim was allowed by the Court for the amount of RM 86,084.57.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CONT'D)**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B9. Material Litigations (Cont'd)

Shah Alam High Court:

Appeal No: BA-11BNCC-3-05/2019

Observision Sdn Bhd ("OBS") vs SMTrack Berhad ("the Company")

Dissatisfied with the decision, OBS filed an appeal at Shah Alam High Court. The appeal was fixed for Case Management on 26th June 2019. Further to Case Management on 22nd October 2019, OBS was required to file Additional Record of Appeal.

On 22nd October 2019, the matter was fixed for decision/clarification on 20th December 2019. We have filed the submission against the appeal and now waiting for the Appellant's (OBS) submission for us to reply.

(ii) Sepang Session Court: Summon No: BK-A52NCVC-04-02/2017

Shah Alam High Court:

Appeal No: BA12ANCVC – 187-12/2017

Appeal No: BA-12ANCVC – 188-12/2017

SMTrack Berhad ("the Company") vs Observision Sdn Bhd ("OBS")

The Company claimed against OBS for RM 461,385.29 being payment for the goods supplied by the Company to the OBS. The Company filed an application for summary judgement. Both parties had filed submission.

In the summary, the Company had succeeded in getting a judgment against OBS for RM466,385.29. OBS had appealed to the Shah Alam High Court for dissatisfaction with the judgment against RM466,385.29.

The Court allowed the appeal and the matter was returned back to Session Court for full trial.

The matter is fixed for Case Management on 26th December 2019.

(iii) Kuala Lumpur High Court: Writ Summon: WA-22NCVC-39-01/2018

Observision Sdn Bhd ("OBS") vs SMTrack Berhad ("the Company")

OBS claimed that the Company has breach the contract terms and claimed for special damages and liquidated damages of RM 493,540.00 and RM 9,950,000.00.

This case was fixed for trial on 18th & 19th October 2018. Thereafter the company filed in the written submission.

On 21st January 2019, the judgement was delivered by the Honourable Judge Dato Zaki whereas the court has dismissed OBS's claim and awarded RM 10,000.00 as cost to SMTRACK. OBS dissatisfied with the decision and filed an appeal at the Court of Appeal Malaysia, Putrajaya by appeal number W-02(NCVC)(W)-244-02/2019.

Court Of Appeal Malaysia, Putrajaya

Appeal No: W-02(NCVC)(W)-244-02/2019

Observision Sdn Bhd ("OBS") vs SMTrack Berhad ("the Company")

The court fixed a Case Management date on 4th July 2019. On 4/7/2019, it was fixed for further Case Management on 28/08/2019.

On 28/08/2019, The court fixed a Case Management date on 09th October 2019. Awaiting the Ground of Judgment from the High Court.

On 9/10/2019, the Court fixed the appeal for further Case Management on 25/11/2019. It is still pending the Ground of Judgment from the High Court.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CONT'D)**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B9. Material Litigations (Cont'd)

**(iv) *Sepang Session Court Suit No: BK52-A52-04-04/2018*
SMTrack Berhad ("the Company") vs Observision Sdn Bhd ("OBS")**

The cause of action is breach of sales of goods contract. OBS failed to pay the amount of goods that the Company have supplied and delivered. The amount of claim is RM 152,731.84.

The Company filed an application for Summary Judgement under Order 14 Rule 1 of the High Court Rules 2012. Up to date, the Defendant failed to serve an Affidavit In Reply to the Company's application. Thus, the Company sought the Court for an Order In Term in the Company's submission. The submission was filed on 22nd October 2018 and decision was fixed on 8th November 2018.

The Company had succeeded in the Summary of Judgment with the amount claimed on 23 January 2019 but OBS made an appeal to Shah Alam High Court (Suit No: BA-12A-95-12/2018).

On 8th August 2019, we went for the Hearing of Appeal. The Court fixed for a decision date on 01st October 2019.

On 1st October 2019, the High Court dismissed the appeal by OBS with cost of RM 5,000.00.

We have proceeded with a garnishee proceeding at the Sepang Session Court to freeze OBS account for RM 152,731.84. Next Case Management was fixed on 25/11/2019.

OBS dissatisfied with the High Court Decision and filed a Notice of Motion to appeal to the Court of Appeal. We have been served with an unseal copy of the Notice and Affidavit in Support. We are still waiting for the sealed copy to reply the said affidavit.

**(v) *Sepang Session Court Suit No: BK-S1-A52-07-05/2018*
SMTrack Berhad ("the Company") vs Lor Ching Peng ("LCP")**

The Company has filed a new case against an ex-employee of the Company, the cause of action is breached of contract whereby LCP has breached his contract term when he terminated the contract six (6) months earlier.

LCP should report to work despite giving six (6) months' notice, but there has not been any amount since the trial has not been conducted. The total amount of the claim is RM 102,000.00.

The court fixed the trial date on 19th November 2018. However, it was postponed by the court. To date, we have yet to receive any date for trial from the court.

The court had fixed the Case for Trial on 26th December 2019.

**(vi) *Kuala Lumpur High Court Suit No. WA-28NCC-135-02/2019*
SMTrack Berhad ("the Company") vs Lor Ching Peng ("LCP")**

LCP failed in their attempt to wind up the Company.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019 (CONT'D)**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B9. Material Litigations (Cont'd)

**(vii) Notice Section 466 (1) (a) Companies Act 2016
SMTrack Berhad ("the Company") vs Observision Sdn Bhd ("OBS")**

We have initiated a winding up procedure against OBS based on judgement dated 08/11/2018 [Sepang Session Court Suit No: BK52-A52-04-04/2018]

We already sent the notice on 24/10/2019.

We will start filing the winding up of OBS by December 2019.

B10. Dividends

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

B11. Earnings / (loss) per share

a) Basic earnings/ (loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31 October 2019	Preceding Corresponding Quarter Ended 31 October 2018	3 Months to date ended 31 October 2019	Preceding 3 Months Corresponding Period To date ended 31 October 2018
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	169	36	169	36
Weighted average number of ordinary shares in issue ('000)	176,691	146,608	176,691	146,608
Basic earnings/(loss) per share (sen)	0.10	0.02	0.10	0.02

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2019**

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B11. Earnings / (loss) per share (Cont'd)

b) Diluted earnings/ (loss) per share

No diluted earnings/ (loss) per share is disclosed as all potential ordinary shares are anti-dilutive.

B12. Disclosure of realised and unrealised profits or losses

	As at 31 October 2019 RM'000	As at 31 October 2018 RM'000
Total accumulated profit / (losses) of the Company and its subsidiaries		
- Realised	(5,680)	(4,037)
- Unrealised	-	-
	(5,680)	(4,037)
Total share of accumulated profit/(losses) of a jointly controlled entity		
- Realised	-	-
- Unrealised	-	-
	(5,680)	(4,037)
Add: Consolidation adjustments	-	-
Total Accumulated profit / (losses)	(5,680)	(4,037)

B13. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 30TH December 2019.

SMTRACK BERHAD
30TH December 2019
BY ORDER OF THE BOARD