



GLOMAC BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2019

GLOMAC BERHAD
Company No. 110532-M
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2019**

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GLOMAC BERHAD (110532-M)
Quarterly Report On Consolidated Results
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2019
(The figures have not been audited)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT
OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30/04/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/04/2018 RM'000 (Restated)	CURRENT YEAR TO DATE 30/04/2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/04/2018 RM'000 (Restated)
Revenue	80,935	93,601	273,337	402,405
Cost of sales	(51,212)	(70,072)	(189,794)	(310,127)
Gross profit	29,723	23,529	83,543	92,278
Investment income	2,141	4,398	5,220	8,409
Other operating income	9,384	26,648	10,710	27,930
Share of losses of associated companies	(160)	(486)	(341)	(752)
Marketing expenses	(2,754)	(1,808)	(6,723)	(8,793)
Administration expenses	(1,222)	(5,897)	(21,377)	(31,172)
Finance cost	(7,090)	(8,896)	(22,048)	(22,844)
Other operating expenses	(5,932)	(3,248)	(11,333)	(8,650)
Profit before tax	24,090	34,240	37,651	56,406
Income tax expense	(14,056)	(7,915)	(23,528)	(22,905)
Profit for the period	10,034	26,325	14,123	33,501
Other Comprehensive Income:				
Foreign currency translation	(29)	(60)	(23)	(135)
Total comprehensive income for the period	10,005	26,265	14,100	33,366



	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/04/2019 RM'000	30/04/2018 RM'000 (Restated)	30/04/2019 RM'000	30/04/2018 RM'000 (Restated)
Profit attributable to:-				
Owners of the Company	10,099	23,831	13,601	31,133
Non-controlling interests	(65)	2,494	522	2,368
	10,034	26,325	14,123	33,501
Total comprehensive income attributable to:				
Owners of the Company	10,070	23,771	13,578	30,998
Non-controlling interests	(65)	2,494	522	2,368
	10,005	26,265	14,100	33,366
Earnings per share (sen)				
(i) Basic	1.30	3.01	1.73	3.93
(ii) Diluted	1.30	3.01	1.73	3.93

(This Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 30 April 2018)



GLOMAC BERHAD (110532-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2019

	As at 30/04/2019 RM'000	As at 30/04/2018 RM'000 (Restated)	As at 01/05/2017 RM'000 (Restated)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	47,426	50,830	51,002
Prepaid lease payments on leasehold land	49	53	57
Investment properties	375,475	349,613	349,185
Inventories - Land held for property development	786,040	794,700	740,029
Investment in associated companies	29,204	30,700	33,762
Other investment - Unquoted	4,000	4,000	4,000
Goodwill on consolidation	395	395	395
Deferred tax assets	36,037	31,906	24,933
Total Non-current Assets	1,278,626	1,262,197	1,203,363
CURRENT ASSETS			
Inventories - Completed units	132,750	139,690	143,726
Inventories - Property development costs	77,233	66,343	35,116
Contract costs	5,706	327	889
Contract assets	74,164	86,372	78,253
Trade receivables	124,460	136,970	150,108
Other receivables	25,594	29,371	32,434
Tax recoverable	26,098	21,486	18,957
Fixed deposits and short term placements	24,208	45,136	34,316
Cash and bank balances	130,517	130,938	273,435
Total Current Assets	620,730	656,633	767,234
TOTAL ASSETS	1,899,356	1,918,830	1,970,597
EQUITY AND LIABILITIES			
EQUITY			
Issued capital	418,632	418,632	418,632
Reserves:-			
Capital reserve	300	300	300
Equity-settled employee benefits reserve	4,686	6,027	6,649
Foreign currency translation reserve	715	738	873
Retained earnings	677,068	673,296	652,701
Reserves	682,769	680,361	660,523
Treasury shares	(10,412)	(5,349)	(4,273)
Restricted shares grant reserve	(1,387)	(1,387)	(238)
Equity attributable to owners of the Company	1,089,602	1,092,257	1,074,644
Non-controlling interests	34,633	37,155	47,527
TOTAL EQUITY	1,124,235	1,129,412	1,122,171



	As at 30/04/2019 RM'000	As at 30/04/2018 RM'000 (Restated)	As at 01/05/2017 RM'000 (Restated)
NON-CURRENT LIABILITIES			
Hire purchase and lease payables	388	827	798
Bank borrowings	254,887	300,327	239,133
Deferred tax liabilities	1,704	1,399	2,284
Total Non-current Liabilities	256,979	302,553	242,215
CURRENT LIABILITIES			
Trade payables	101,204	137,123	126,212
Other payables and accrued expenses	150,936	119,326	157,733
Contract liabilities	11,156	11,008	19,454
Hire-purchase and lease payables	439	530	401
Bank borrowings	253,059	213,304	290,019
Tax liabilities	1,348	5,574	1,547
Dividend payable	-	-	10,845
Total Current Liabilities	518,142	486,865	606,211
Total Liabilities	775,121	789,418	848,426
TOTAL EQUITY AND LIABILITIES	1,899,356	1,918,830	1,970,597
Net assets per share attributable to ordinary equity holders of the parent - RM	1.40	1.38	1.35 *

* The comparative has been restated to take into account the effects of bonus shares issued in financial year ended 30 April 2018.

(This Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 30 April 2018)

GLOMAC BERHAD (110532-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2019

	Attributable to owners of the Company									
	Non-distributable reserves						Distributable reserve			
	Issued capital RM'000	Capital reserve RM'000	Equity-settled employee benefits reserve RM'000	Foreign currency translation reserve RM'000	Treasury shares RM'000	Restricted shares grant reserve RM'000	Retained earnings RM'000	Sub-total RM'000	Non-controlling interest RM'000	Total equity RM'000
Balance as at 1 May 2018 (as previously reported)	418,632	300	6,027	738	(5,349)	(1,387)	676,275	1,095,236	37,155	1,132,391
Effects of transition from FRSS to MFRSS	-	-	-	-	-	-	(2,979)	(2,979)	-	(2,979)
Balance as at 1 May 2018 (as restated)	418,632	300	6,027	738	(5,349)	(1,387)	673,296	1,092,257	37,155	1,129,412
Profit for the period	-	-	-	-	-	-	13,601	13,601	522	14,123
Other comprehensive income for the period	-	-	-	(23)	-	-	-	(23)	-	(23)
Total comprehensive income for the period	-	-	-	(23)	-	-	13,601	13,578	522	14,100
Dividend to non-controlling shareholders of subsidiary companies	-	-	-	-	-	-	-	-	(3,044)	(3,044)
Dividend to owners of the Company	-	-	-	-	-	-	(11,730)	(11,730)	-	(11,730)
Effect of expiration of Employees' Shares Option Scheme ("ESOS")	-	-	(1,901)	-	-	-	1,901	-	-	-
Share-based payment under Employees' Share Scheme ("ESS")	-	-	560	-	-	-	-	560	-	560
Repurchase of treasury shares	-	-	-	-	(5,063)	-	-	(5,063)	-	(5,063)
Balance as at 30 April 2019	418,632	300	4,686	715	(10,412)	(1,387)	677,068	1,089,602	34,633	1,124,235
Balance as at 1 May 2017 (as previously reported)	418,632	300	6,649	873	(4,273)	(238)	655,520	1,077,463	47,527	1,124,990
Effects of transition from FRSS to MFRSS	-	-	-	-	-	-	(2,819)	(2,819)	-	(2,819)
Balance as at 1 May 2017 (as restated)	418,632	300	6,649	873	(4,273)	(238)	652,701	1,074,644	47,527	1,122,171
Profit for the period	-	-	-	-	-	-	31,133	31,133	2,368	33,501
Other comprehensive income for the period	-	-	-	(135)	-	-	-	(135)	-	(135)
Total comprehensive income for the period	-	-	-	(135)	-	-	31,133	30,998	2,368	33,366
Dividend to non-controlling shareholders of subsidiary companies	-	-	-	-	-	-	-	-	(12,740)	(12,740)
Dividend to owners of the Company	-	-	-	-	-	-	(10,803)	(10,803)	-	(10,803)
Effect of vesting of Restricted Share Grant ("RSG")	-	-	(1,913)	-	-	1,648	265	-	-	-
Share-based payment under Employees' Share Scheme ("ESS")	-	-	1,291	-	-	-	-	1,291	-	1,291
Repurchase of treasury shares	-	-	-	-	(1,076)	-	-	(1,076)	-	(1,076)
Re-purchase of shares for RSG	-	-	-	-	-	(2,797)	-	(2,797)	-	(2,797)
Balance as at 30 April 2018	418,632	300	6,027	738	(5,349)	(1,387)	673,296	1,092,257	37,155	1,129,412

(This Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 30 April 2018)



GLOMAC BERHAD (110532-M)
UNAUDITED CONDENSED FINANCIAL CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2019

	Period Ended 30/04/2019 RM'000	Period Ended 30/04/2018 RM'000 (Restated)
Operating Activities		
Profit before tax	37,651	56,406
Adjustments for non-cash and non-operating items	10,761	(3,666)
Operating profit before working capital changes	<u>48,412</u>	<u>52,740</u>
Net changes in working capital	16,279	(84,415)
Cash generated from/(used in) operations	<u>64,691</u>	<u>(31,675)</u>
Income tax paid	(36,192)	(29,265)
Finance costs paid	<u>(29,348)</u>	<u>(24,925)</u>
Net cash flows used in operating activities	<u>(849)</u>	<u>(85,865)</u>
Investing Activities		
Purchase of property, plant and equipment	(253)	(1,201)
Dividend received from investment in associated companies	1,155	2,310
Interest received	<u>4,673</u>	<u>6,833</u>
Net cash flows generated from investing activities	<u>5,575</u>	<u>7,942</u>
Financing Activities		
Repurchase of shares under Employees' Share Scheme (ESS)	-	(2,797)
Repurchase of treasury shares	(5,063)	(1,076)
Repayment of bank borrowings	(5,685)	(15,521)
Drawdown/(Placement) of deposits with maturity in excess of 90 days and deposits pledged	8,591	(1,328)
(Repayment)/Drawdown of hire-purchase and lease payables	(530)	158
Dividend paid	(11,730)	(21,643)
Dividend paid to non-controlling interest	<u>(3,044)</u>	<u>(12,740)</u>
Net cash flows used in financing activities	<u>(17,461)</u>	<u>(54,947)</u>
Net decrease in cash and cash equivalents	(12,735)	(132,870)
Cash and cash equivalents at beginning of period	146,554	279,559
Effect of currency translation	(23)	(135)
Cash and cash equivalents at end of period	<u>133,796</u>	<u>146,554</u>
Cash and cash equivalents consist of:-		
Cash in hand and at banks	130,517	130,938
Fixed and short term deposits	24,208	45,136
Cash and bank balances	<u>154,725</u>	<u>176,074</u>
Fixed deposits with maturity in excess of 90 days	(11,511)	(19,668)
Deposits pledged	<u>(9,418)</u>	<u>(9,852)</u>
	<u>133,796</u>	<u>146,554</u>

(The Unaudited Consolidated Cashflow Statement should be read in conjunction with the Annual Financial Statements for the year ended 30 April 2018)



GLOMAC BERHAD
NOTES TO THE UNAUDITED INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED
30 APRIL 2019

A. EXPLANATORY NOTES

A1. Accounting Policies and Methods of Computation

The unaudited interim financial report has been prepared in accordance with *MFRS 134 "Interim Financial Reporting"* and *Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad*.

The unaudited interim financial report should be read in conjunction with the Group's audited financial statements for the year ended 30 April 2018.

The explanatory notes attached to the unaudited interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2018.

For the periods up to and including the year ended 30 April 2018, the Group prepared its financial statements in accordance with the Financial Reporting Standards ("FRS"). The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted in the financial statements for the financial year ended 30 April 2018, except for the effects arising from the transition from FRSs to MFRSs, which are disclosed below.

The interim financial report of the Group for the quarter ended 31 July 2018 is the first interim financial report prepared in accordance with MFRS Framework, including *MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards*. The Group adopts this standard using the full retrospective method.

The Group has consistently applied the same accounting policies in its opening MFRS statement of financial position as at 1 May 2017, being the transition date, and throughout all comparable interim periods presented, as if these policies had always been in effect. Comparative information in these interim financial statements have been restated as a result of transition to MFRS Framework.

Transition from FRSs to MFRSs

The Group, in its consolidated financial statements, measured the assets and liabilities of subsidiaries and associates at the same carrying amounts as in the financial statements of these subsidiaries and associates that have adopted the MFRS framework or International Financial Reporting Standards (IFRS) earlier than the Group, after adjusting for consolidated adjustments.



The effects of first-time adoption of MFRS are primarily from the following:

(i) MFRS 9 *Financial Instruments*

MFRS 9 introduces the expected credit losses (“ECL”) model on impairment that replaces the incurred loss impairment model used in the MFRS 139. The ECL model requires impairment to be recognised on initial recognition including expected future credit losses whilst the incurred loss impairment model only requires recognition of credit losses incurred as at reporting date.

The assessment of credit risk, as well as the estimation of ECL, are required to be unbiased, probability-weighted and should incorporate all available information which is relevant to the assessment, including information about past events, current conditions and reasonable and supportable forecasts of future events and economic conditions at the reporting date. In addition, the estimation of ECL should also take into account the time value of money.

The Group has assessed the impact of the adoption of MFRS 9 and concluded that the adoption does not have any significant impact to the financial performance or position of the Group.

(ii) MFRS 15 *Revenue from Contracts with Customers*

MFRS 15 replaces MFRS 118 *Revenue*, MFRS 111 *Construction Contracts* and related interpretations.

With the adoption of MFRS 15, revenue is recognised by reference to each distinct performance obligation in the contracts with customers. Transaction price is allocated to each performance obligation on the basis of the relative standalone selling prices of each distinct good or service promised in the contract. Depending on the substance of the contract, revenue is recognised when the performance obligation is satisfied, which may be at a point in time or over time.

As a result of adoption of MFRS Framework, the following comparatives in the interim financial report have been restated.



The effects of the transition from FRSs to MFRSs are as follows:

Consolidated Statement of Comprehensive Income
For the financial period ended 30 April 2018

	As previously stated under FRSs RM'000	Effects of adoption of of MFRS 15 RM'000	Year-to-date ended 30/04/2018 As restated RM'000
Revenue	405,927	(3,522)	402,405
Cost of sales	(308,971)	(1,156)	(310,127)
Gross profit	<u>96,956</u>		<u>92,278</u>
Investment income	8,409	-	8,409
Other operating income	27,930	-	27,930
Share of losses of associated companies	(752)	-	(752)
Marketing expenses	(13,596)	4,803	(8,793)
Administration expenses	(31,172)	-	(31,172)
Finance cost	(22,844)	-	(22,844)
Other operating expenses	(8,650)	-	(8,650)
Profit before tax	<u>56,281</u>		<u>56,406</u>
Income tax expense	(22,619)	(286)	(22,905)
Profit for the period	<u>33,662</u>		<u>33,501</u>
Profit attributable to:-			
Owners of the Company	31,294	(161)	31,133
Non-controlling interests	2,368	-	2,368
Profit for the period	<u>33,662</u>		<u>33,501</u>
<u>Other comprehensive income</u>			
Foreign currency translation	(135)	-	(135)
Total comprehensive income for the period	<u>33,527</u>		<u>33,366</u>
Total comprehensive income attributable to:-			
Owners of the Company	31,159	(161)	30,998
Non-controlling interests	2,368	-	2,368
	<u>33,527</u>		<u>33,366</u>



The effects of the transition from FRSs to MFRSs are as follows:

Consolidated Statement of Comprehensive Income
For the financial quarter ended 30 April 2018

	As previously stated under FRSs RM'000	Effects of adoption of of MFRS 15 RM'000	Quarter ended 30/04/2018 As restated RM'000
Revenue	93,375	226	93,601
Cost of sales	(69,886)	(186)	(70,072)
Gross profit	<u>23,489</u>		<u>23,529</u>
Investment income	4,398	-	4,398
Other operating income	26,648	-	26,648
Share of losses of associated companies	(486)	-	(486)
Marketing expenses	(2,570)	762	(1,808)
Administration expenses	(5,897)	-	(5,897)
Finance cost	(8,896)	-	(8,896)
Other operating expenses	(3,248)	-	(3,248)
Profit before tax	<u>33,438</u>		<u>34,240</u>
Income tax expense	(7,466)	(449)	(7,915)
Profit for the period	<u>25,972</u>		<u>26,325</u>
Profit attributable to:-			
Owners of the Company	23,478	353	23,831
Non-controlling interests	2,494	-	2,494
Profit for the period	<u>25,972</u>		<u>26,325</u>
<u>Other comprehensive income</u>			
Foreign currency translation	(60)	-	(60)
Total comprehensive income for the period	<u>25,912</u>		<u>26,265</u>
Total comprehensive income attributable to:-			
Owners of the Company	23,418	353	23,771
Non-controlling interests	2,494	-	2,494
	<u>25,912</u>		<u>26,265</u>



The effects of the transition from FRSs to MFRSs are as follows:

Consolidated Statement of Financial Position
As at 30 April 2018

	As previously stated under FRSs RM'000	Effects of adoption of of MFRS 15 RM'000	30/04/2018 As restated RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	50,830	-	50,830
Prepaid lease payments on leasehold land	53	-	53
Investment properties	349,613	-	349,613
Inventories - Land held for property development	-	794,700	794,700
Land held for property development	794,700	(794,700)	-
Investment in associated companies	30,700	-	30,700
Other investment - Unquoted	4,000	-	4,000
Goodwill on consolidation	395	-	395
Deferred tax assets	31,301	605	31,906
Total Non-current Assets	1,261,592		1,262,197
CURRENT ASSETS			
Inventories - Completed units	139,690	-	139,690
Inventories - Property development costs	-	66,343	66,343
Property development costs	66,343	(66,343)	-
Contract costs	-	327	327
Contract assets	-	86,372	86,372
Accrued billings	84,816	(84,816)	-
Trade receivables	136,970	-	136,970
Other receivables	29,371	-	29,371
Tax recoverable	21,486	-	21,486
Fixed deposits and short term placements	45,136	-	45,136
Cash and bank balances	130,938	-	130,938
Total Current Assets	654,750		656,633
TOTAL ASSETS	1,916,342		1,918,830
EQUITY AND LIABILITIES			
EQUITY			
Issued Capital	418,632	-	418,632
Reserves:-			
Capital reserve	300	-	300
Equity-settled employee benefits reserve	6,027	-	6,027
Foreign currency translation reserve	738	-	738
Retained earnings	676,275	(2,979)	673,296
Reserves	683,340		680,361
Treasury shares	(5,349)	-	(5,349)
Restricted shares grant reserve	(1,387)	-	(1,387)
Equity attributable to owners of the Company	1,095,236		1,092,257
Non-controlling interests	37,155	-	37,155
TOTAL EQUITY	1,132,391		1,129,412
NON-CURRENT LIABILITIES			
Hire purchase and lease payables	827	-	827
Bank borrowings	300,327	-	300,327
Deferred tax liabilities	1,399	-	1,399
Total Non-current Liabilities	302,553		302,553
CURRENT LIABILITIES			
Trade payables	137,123	-	137,123
Other payables and accrued expenses	120,797	(1,471)	119,326
Contract Liabilities	-	11,008	11,008
Advance billings	4,070	(4,070)	-
Hire-purchase and lease payables	530	-	530
Bank borrowings	213,304	-	213,304
Tax liabilities	5,574	-	5,574
Dividend payable	-	-	-
Total Current Liabilities	481,398		486,865
Total Liabilities	783,951		789,418
TOTAL EQUITY AND LIABILITIES	1,916,342		1,918,830



The effects of the transition from FRSs to MFRSs are as follows:

Consolidated Statement of Financial Position
As at 1 May 2017

	As previously stated under FRSs RM'000	Effects of adoption of of MFRS 15 RM'000	01/05/2017 As restated RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	51,002	-	51,002
Prepaid lease payments on leasehold land	57	-	57
Investment properties	349,185	-	349,185
Inventories - Land held for property development	-	740,029	740,029
Land held for property development	740,029	(740,029)	-
Investment in associated companies	33,762	-	33,762
Other investment - Unquoted	4,000	-	4,000
Goodwill on consolidation	395	-	395
Deferred tax assets	24,042	891	24,933
Total Non-current Assets	1,202,472		1,203,363
CURRENT ASSETS			
Inventories - Completed units	143,726	-	143,726
Inventories - Property development costs	-	35,116	35,116
Property development costs	35,116	(35,116)	-
Contract costs	-	889	889
Contract assets	-	78,253	78,253
Accrued billings	75,264	(75,264)	-
Trade receivables	150,108	-	150,108
Other receivables	32,434	-	32,434
Tax recoverable	18,957	-	18,957
Fixed deposits and short term placements	34,316	-	34,316
Cash and bank balances	273,435	-	273,435
Total Current Assets	763,356		767,234
TOTAL ASSETS	1,965,828		1,970,597
EQUITY AND LIABILITIES			
EQUITY			
Issued Capital	418,632	-	418,632
Reserves:-			
Capital reserve	300	-	300
Equity-settled employee benefits reserve	6,649	-	6,649
Foreign currency translation reserve	873	-	873
Retained earnings	655,520	(2,819)	652,701
Reserves	663,342		660,523
Treasury shares	(4,273)	-	(4,273)
Restricted shares grant reserve	(238)	-	(238)
Equity attributable to owners of the Company	1,077,463		1,074,644
Non-controlling interests	47,527	-	47,527
TOTAL EQUITY	1,124,990		1,122,171
NON-CURRENT LIABILITIES			
Hire purchase and lease payables	798	-	798
Bank borrowings	239,133	-	239,133
Deferred tax liabilities	2,284	-	2,284
Total Non-current Liabilities	242,215		242,215
CURRENT LIABILITIES			
Trade payables	126,212	-	126,212
Other payables and accrued expenses	158,272	(539)	157,733
Contract Liabilities	-	19,454	19,454
Advance billings	11,327	(11,327)	-
Hire-purchase and lease payables	401	-	401
Bank borrowings	290,019	-	290,019
Provision for taxation	1,547	-	1,547
Dividend payable	10,845	-	10,845
Total Current Liabilities	598,623		606,211
Total Liabilities	840,838		848,426
TOTAL EQUITY AND LIABILITIES	1,965,828		1,970,597



The effects of the transition from FRSs to MFRSs are as follows:

Consolidated Statement of Cash Flow
For the financial period ended 30 April 2018

	As previously stated under FRSs RM'000	Effects of transition from FRSs to MFRSs RM'000	30/04/2018 As restated RM'000
Operating Activities			
Profit before tax	56,281	125	56,406
Adjustments for non-cash and non-operating items	(3,666)	-	(3,666)
Operating profit before working capital changes	<u>52,615</u>		<u>52,740</u>
Net changes in working capital	(84,290)	(125)	(84,415)
Cash used in operations	<u>(31,675)</u>		<u>(31,675)</u>
Income tax paid	(29,265)	-	(29,265)
Finance costs paid	(24,925)	-	(24,925)
Net cash flows used in operating activities	<u>(85,865)</u>		<u>(85,865)</u>
Investing Activities			
Purchase of property, plant and equipment	(1,201)	-	(1,201)
Dividend received from investment in associated companies	2,310	-	2,310
Interest received	6,833	-	6,833
Net cash flows generated from investing activities	<u>7,942</u>		<u>7,942</u>
Financing Activities			
Repurchase of shares under Employees' Share Scheme (ESS)	(2,797)	-	(2,797)
Repurchase of treasury shares	(1,076)	-	(1,076)
Repayment of bank borrowings	(15,521)	-	(15,521)
Placement of deposits with maturity in excess of 90 days and deposits pledged	(1,328)	-	(1,328)
Drawdown of hire-purchase and lease payables	158	-	158
Dividend paid	(21,643)	-	(21,643)
Dividend paid to non-controlling interest	(12,740)	-	(12,740)
Net cash flows used in financing activities	<u>(54,947)</u>		<u>(54,947)</u>
Net decrease in cash and cash equivalents	(132,870)	-	(132,870)
Cash and cash equivalents at beginning of period	279,559	-	279,559
Effect of currency translation	(135)	-	(135)
Cash and cash equivalents at end of period	<u>146,554</u>		<u>146,554</u>



Adoption of amendments to standards and IC interpretations

Following the adoption of MFRS framework, the Group has adopted the following amendments to standards and IC interpretations which are applicable and effective for annual periods beginning on 1 May 2018:

Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions
Amendments to MFRS 140	Transfer of Investment Property
IC interpretation 22	Foreign Currency Transactions and Advance Consideration
Amendments to MFRSs contained in the document entitled Annual Improvements to MFRSs 2014-2016 Cycle	

The adoption of these amendments and IC interpretations did not have any material impact on the interim financial report of the Group.

A2. Audit Qualification

There were no audit qualifications on the annual financial statements for the year ended 30 April 2018.

A3. Seasonality or Cyclicity of Operations

Our business operations are not significantly affected by seasonality or cyclicity of operations.

A4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the current financial period to-date.

A5. Material Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in prior financial year which have material effect in the financial statements under review.



A6. Debt and Equity Securities

There were no issuance, cancellation, resale and repayment of debt and equity securities during the current financial period except for the following:-

Repurchase of shares

a. Treasury shares

On 24 October 2018, the shareholders of the Company renewed their approval for the Company's plan to repurchase its own ordinary shares. As at 30 April 2019, the company holds 19,700,800 of its issued ordinary shares repurchased from open market at an overall average price at RM0.53 per share. These shares are being held as treasury shares in accordance with Section 127 of the Companies Act, 2016.

b. Restricted Shares Grant ("RSG") Reserve

As of 30 April 2019, the Company has repurchased a total of 14,993,000 of its issued ordinary shares from the open market at an average price of RM0.90 per share. A total of 224,675 shares are being granted under bonus issue during financial year 2018. These shares are being held in trust by the Company and recorded as restricted shares grant ("RSG") reserve for the purpose of granting restricted shares to eligible employees in future. The first, second and third tranches of RSG under ESS scheme totalling 12,746,250 shares have been vested and awarded to a selected group of eligible employees. The balance shares held in trust by the Company as at 30 April 2019 is amounted to 2,471,425 shares at an average price of RM0.56 per share.

A7. Dividend Paid

The shareholders have approved the single-tier final dividend of 1.5 sen per ordinary shares in respect of the previous financial year ended 30 April 2018 at the Annual General Meeting held on 24 October 2018. The dividend of RM11,730,519 was paid on 28 December 2018.



A8. Segmental Reporting

The segmental analysis for the financial period ended 30 April 2019 was as follows:

Analysis by Activity

	Property Development RM'000	Construction RM'000	Property Investment RM'000	Other Operations RM'000	Eliminations RM'000	Consolidated RM'000
REVENUE						
External	247,558	-	23,818	1,961	-	273,337
Inter-segment	-	38,302	3,472	10,623	(52,397)	-
Total revenue	247,558	38,302	27,290	12,584	(52,397)	273,337
RESULTS						
Segment results	55,822	2,775	(3,088)	6	(2,326)	53,189
Unallocated corporate expenses						(7,019)
Operating profit						46,170
Interest expenses						(22,048)
Interest income						5,220
Fair value gain on investment properties	8,805	(449)	294	-	-	8,650
Share of results of associates	(341)	-	-	-	-	(341)
Taxation						(23,528)
Profit for the period						14,123
ASSETS						
Segment assets	1,415,058	35,863	368,877	30,431	-	1,850,229
Investment in associated companies	29,204	-	-	-	-	29,204
Unallocated corporate assets						19,923
Consolidated total assets						1,899,356

The financial information by geographical location was not presented as the Group's activities are primarily conducted in Malaysia.



A8. Segmental Reporting (continued)

**Year-to-Date
Ended
30/04/2019
RM'000**

Revenue comprise the following:

Revenue from contracts with customers	249,519
Revenue from other sources	23,818
	273,337

Timing of revenue recognition:

- overtime	249,519
- others	23,818
	273,337

A9. Valuations of Property, Plant and Equipment

Valuation of property, plant and equipment have been brought forward without amendment from the last audited annual financial statements.

A10. Material Events Subsequent to the End of Financial Period

There were no material events subsequent to the end of the financial period reported that have not been reflected in this financial statements.

A11. Changes in Composition of the Group

There were no changes in the composition of the Group since the previous quarter.

A12. Changes in Contingent Liabilities

Save for the item disclosed as material litigation, there were no significant changes in contingent liabilities since the last audited financial statements as at 30 April 2018.

A13. Capital Commitments

Capital commitments for the Group as at 30 April 2019 are as follows:

**30/04/2019
RM'000**

Approved and contracted for:

Purchase of land held for property development	2,000
	2,000

A14. Significant Related Party Transactions

**Year-to-Date ended
30/04/2019
RM'000**

Sale of properties to a company in which certain director of the Company has direct interest and is also director of the Company	4,969
Sale of properties to certain director of the Company	1,064
Sale of properties to close members of the family of certain director of the Company	906
Rental charges to a company in which certain directors of the Company have direct interest and are also directors of the Company	258
Rental income from a company in which certain director of the Company has direct interest and is also director of the Company	164
	164



B. ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Group Performance

The Group's revenue for the quarter and cumulative year to date decreased by 14% and 32% respectively compared to previous corresponding period, mainly due to decline in revenue from property development during the period.

Profit Attributable to Owners of the Group for the quarter decreased by 58% and cumulative year to date 56% respectively mainly due to higher base in previous corresponding quarter and year-to-date arising from allowance for foreseeable losses on property development and write-back of accrued construction cost no longer required.

An analysis of the results of each segment is as follows:

Property Development

Revenue from property development for the period mainly contributed from project Saujana Perdana located at Bandar Saujana Utama. Decrease in revenue from property development segment for the quarter and cumulative year to date by 16% and 35% respectively are mainly due to the completion of certain phases of Saujana KLIA in previous financial year and lower construction activities. Furthermore, Plaza @ Kelana Jaya which has been successfully launched during the year is still at its initial stage of development.

Property Investment

Revenue from property investment segment mainly arose from carpark rental and mall rental income. Loss for this segment is mainly due to the low operating occupancy rate of the retail mall.

Other Operations

Revenue for the segment comprise mainly from property management fees.

B2. Comment on Material Change in the Profit Before Taxation for Current Quarter as Compared to the Immediate Preceding Quarter

The Group's Profit Before Tax for current quarter increased by 189% as compared to previous quarter mainly contributed by cost savings achieved upon finalisation of development cost for certain completed phases and fair value gain on investment properties.

B3. Prospects for the Next Financial Year

The Directors are of the opinion that the Group's performance for the financial year ending 30 April 2020 is expected to remain challenging.

B4. Variance of Actual Profit from Forecast Profit

Not applicable.



B5. Taxation

The taxation charge for the current quarter and financial period to-date include the followings:

	Current Quarter Ended 30/04/2019 RM'000	Year-to-Date Ended 30/04/2019 RM'000
Current taxation	15,926	27,354
Deferred taxation	(1,870)	(3,826)
	14,056	23,528

The Group's current quarter and year-to-date effective tax rate is higher than the statutory tax rate by the Inland Revenue Board mainly due to the non-recognition of deferred tax assets on tax losses and underprovision of prior years tax expenses.

During the financial year ended 30 April 2018, the Malaysian Inland Revenue Board commenced tax investigation on the Company and certain subsidiary companies covering years of assessment 2011 to 2016. The tax investigation has been concluded in April 2019 with total net settlement amounted to RM4,615,668.

B6. Status of Corporate Proposals

a) Status of Corporate Proposal Announced But Not Completed

There was no corporate proposal announced but not completed.

b) Status of Utilisation of Proceeds Raised From Corporate Proposal

Not applicable.

B7. Group Borrowings and Debt Securities

The Group borrowings as at 30 April 2019 were as follows:-

	Due within 12 months RM'000	Due after 12 months RM'000	Total as at 30/04/2019 RM'000	Total as at 30/04/2018 RM'000
<u>Secured</u>				
Hire Purchase and Lease Borrowings	439	388	827	1,357
Bank Borrowings	80,559	173,637	254,196	252,381
	80,998	174,025	255,023	253,738
<u>Unsecured</u>				
Bank Borrowings	172,500	81,250	253,750	261,250
	253,498	255,275	508,773	514,988

There were no borrowings in foreign currency.



B8. Material Litigation

On 16 August 2017, a subsidiary company, Glomac Alliance Sdn. Bhd. (“GASB”), received an Amended Writ and Amended Statement of Claim dated 10 August 2017 from a former joint venture (“JV”) partner of a property development project (“the Project”). The suit was inter alia based on the JV Agreement dated 17 January 2003, which was subsequently terminated and the underlying Project Land was acquired by GASB from the receiver of the said former JV partner. In the suit dated 10 August 2017, the said former JV partner is claiming for:

- (i) A compensation sum of RM107,800,000 for the loss of the Project Land;
- (ii) An unspecified amount of loss of expenses of the Project; and
- (iii) 22% of gross development value of the Project or a minimum of RM47,000,000, whichever the higher.

In 2011, similar claims were brought up by the said former JV partner in a civil suit whereby it has been struck off by the High Court and the Court of Appeal.

The High Court has fixed the main suit for Case Management on 19 July 2019.

Further, the Court of Appeal has fixed the following:

- (i) Hearing for GASB’s appeal against dismissal of its striking out application on 17 July 2019.
- (ii) Hearing for Liquidator’s appeal against dismissal of its application to intervene on 17 July 2019.
- (iii) Case Management for GASB’s appeal against dismissal of application for security for cost on 1 August 2019.

No provision for losses has been made in the financial statements of the Group in respect of this claim given the preliminary stage of the litigation whereby the outcome is not presently determinable.

B9. Dividend

The Board has on 27 June 2019, proposed a single-tier final dividend of 0.80 sen per ordinary shares in respect of financial year ended 30 April 2019, subject to shareholders’ approval in the forthcoming Annual General Meeting.

B10. Earnings Per Share

a) Basic Earnings Per Share

The basic earnings per share is calculated by dividing the net profits for the period and the weighted average number of ordinary shares in issue during the period.

Description	Current quarter ended 30/04/2019	Preceding year corresponding quarter ended 30/04/2018 (Restated)	Current year to date ended 30/04/2019	Preceding year corresponding period ended 30/04/2018 (Restated)
Profit attributable to equity holders of the Company (RM’000)	10,099	23,831	13,601	31,133
Weighted average number of ordinary shares in issue (’000)	778,474	791,288	784,954	793,148
Basic earnings per share (sen)	1.30	3.01	1.73	3.93



b) Diluted Earnings Per Share

There is no dilution effect to the earnings per share for the current financial period.

B11. Provision of Financial Assistance

- a) There has been no additional financial assistance provided pursuant to Paragraph 8.23 of the Main Market Listing Requirement during the current quarter.
- b) The aggregate amount of financial assistance provided during the current quarter was as follows:-

<u>Type of Financial Assistance</u>	Limit of Amount RM' million
Corporate Guarantee for Equipment Leasing Facilities	2.0

As at 30 April 2019, RM0.5 million remained outstanding in respect of the above guarantees.

There was no financial impact on the Group arising from the financial assistance provided.

B12. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Notes to the Statement of Profit or Loss and Other Comprehensive Income comprises of the followings:-

	Current Quarter Ended 30/04/2019 RM'000	Year-to-Date Ended 30/04/2019 RM'000
Expense recognised in respect of equity-settled share-based payments	4	(560)
Depreciation and amortisation	(871)	(3,661)
Fair value gain on investment properties	8,650	8,650

Save for the items disclosed in the Statement of Comprehensive Income and the note above, other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B13. Derivatives Financial Instrument

As at 30 April 2019, the Group does not have any derivatives financial instruments.

B14. Fair Value Changes of Financial Liabilities

The fair value changes arising from discounting future retention sum payables to present value for the current quarter under review has been accounted accordingly. The net fair value loss for the year to date financial period amounted to approximately RM52,000.