



**FOUNDPAC GROUP BERHAD**  
(Company No. 1165946-H)  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2019**

**FOUND PAC GROUP BERHAD**

(Incorporated in Malaysia)

Company No: 1165946-H

**Unaudited Condensed Consolidated Statement Of Comprehensive Income  
For The Financial Period Ended 30 September 2019**

		Individual Quarter		Cumulative Period	
		Corresponding		Corresponding	
		Current	Preceding	Current	Preceding
	Note	Quarter	Quarter	Period-To-Date	Period-To-Date
		Ended	Ended	Ended	Ended
		30.9.2019	30.9.2018	30.9.2019	30.9.2018
		RM'000	RM'000	RM'000	RM'000
Revenue		12,962	10,252	12,962	10,252
Cost of goods sold		(5,773)	(5,224)	(5,773)	(5,224)
Gross profit		<u>7,189</u>	<u>5,028</u>	<u>7,189</u>	<u>5,028</u>
Interest income		264	269	264	269
Other income		207	240	207	240
Administrative and general expenses		(1,119)	(1,267)	(1,119)	(1,267)
Selling and distribution expenses		(637)	(740)	(637)	(740)
Finance costs		(5)	-	(5)	-
Profit before tax	B11	<u>5,899</u>	<u>3,530</u>	<u>5,899</u>	<u>3,530</u>
Tax expense	B5	(1,477)	(925)	(1,477)	(925)
Profit for the financial period		<u>4,422</u>	<u>2,605</u>	<u>4,422</u>	<u>2,605</u>
Other comprehensive income for the financial period		-	-	-	-
Comprehensive income for the financial period		<u>4,422</u>	<u>2,605</u>	<u>4,422</u>	<u>2,605</u>
Profit for the financial period attributable to:-					
- Owners of the Company		4,081	2,418	4,081	2,418
- Non-controlling interests		341	187	341	187
		<u>4,422</u>	<u>2,605</u>	<u>4,422</u>	<u>2,605</u>
Comprehensive income for the financial period attributable to:-					
- Owners of the Company		4,081	2,418	4,081	2,418
- Non-controlling interests		341	187	341	187
		<u>4,422</u>	<u>2,605</u>	<u>4,422</u>	<u>2,605</u>
Earnings per share:-	B10				
- Basic (sen)		0.78	0.47	0.78	0.47
- Diluted (sen)		<u>0.78</u>	<u>0.47</u>	<u>0.78</u>	<u>0.47</u>

Note:-

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report.

# FOUND PAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

## Condensed Consolidated Statement Of Financial Position As At 30 September 2019

	As at 30.9.2019 (Unaudited) RM'000	As at 30.6.2019 (Audited) RM'000
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	28,355	23,207
Goodwill	12,647	12,647
	<u>41,002</u>	<u>35,854</u>
<b>CURRENT ASSETS</b>		
Inventories	3,770	3,472
Receivables	12,334	11,568
Prepayments	226	6,001
Current tax assets	28	22
Cash and cash equivalents	38,004	32,428
	<u>54,362</u>	<u>53,491</u>
<b>CURRENT LIABILITIES</b>		
Payables	3,636	3,242
Lease liability	211	-
Current tax liabilities	1,495	918
	<u>5,342</u>	<u>4,160</u>
<b>NET CURRENT ASSETS</b>	<b>49,020</b>	<b>49,331</b>
<b>NON-CURRENT LIABILITIES</b>		
Lease liability	166	-
Deferred tax liabilities	2,377	2,398
Deferred income on government grants	314	334
	<u>2,857</u>	<u>2,732</u>
<b>NET ASSETS</b>	<b>87,165</b>	<b>82,453</b>
<b>EQUITY</b>		
Share capital	52,338	51,960
Share option reserve	1,659	1,747
Revaluation surplus	1,852	1,852
Retained profits	28,694	24,613
Equity attributable to owners of the Company	<u>84,543</u>	<u>80,172</u>
Non-controlling interests	2,622	2,281
<b>TOTAL EQUITY</b>	<b>87,165</b>	<b>82,453</b>
Net assets per share attributable to owners of the Company (sen)	<u>16.25</u>	<u>15.45</u>

Note:-

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report.

## FOUNDPAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

### Unaudited Condensed Consolidated Statement Of Changes In Equity For The Financial Period Ended 30 September 2019

	Non-distributable			Distributable	Equity attributable to owners of the Company RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share option reserve RM'000	Revaluation surplus RM'000	Retained profits RM'000			
Balance as at 1 July 2019	51,960	1,747	1,852	24,613	80,172	2,281	82,453
Issue of shares pursuant to Employees' Share Option Scheme (representing total transactions with owners)	378	(88)	-	-	290	-	290
Profit (representing comprehensive income) for the financial period	-	-	-	4,081	4,081	341	4,422
Balance as at 30 September 2019	<u>52,338</u>	<u>1,659</u>	<u>1,852</u>	<u>28,694</u>	<u>84,543</u>	<u>2,622</u>	<u>87,165</u>
Balance as at 1 July 2018	51,605	1,155	-	18,019	70,779	1,660	72,439
Share-based payments	120	(28)	-	-	92	-	92
Issue of shares pursuant to Employees' Share Option Scheme	-	212	-	(8)	204	8	212
Total transactions with owners	120	184	-	(8)	296	8	304
Profit (representing comprehensive income) for the financial period	-	-	-	2,418	2,418	187	2,605
Balance as at 30 September 2018	<u>51,725</u>	<u>1,339</u>	<u>-</u>	<u>20,429</u>	<u>73,493</u>	<u>1,855</u>	<u>75,348</u>

Note:-

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report.

**FOUNDPAC GROUP BERHAD**

(Incorporated in Malaysia)

Company No: 1165946-H

**Unaudited Condensed Consolidated Statement Of Cash Flows  
For The Period Ended 30 September 2019**

	<b>Current Period-To-Date Ended 30.9.2019 RM'000</b>	<b>Corresponding Preceding Period-To-Date Ended 30.9.2018 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	5,899	3,530
Adjustments for:-		
Amortisation of deferred income	(20)	-
Depreciation of property, plant and equipment	1,099	653
Gain on disposal of property, plant and equipment	(62)	(3)
Impairment loss on receivables	-	100
Interest expense	5	-
Interest income	(264)	(269)
Reversal of inventories written down	(6)	-
Share-based payments	-	212
Unrealised loss/(gain) on foreign exchange	33	(125)
Operating profit before working capital changes	<u>6,684</u>	<u>4,098</u>
Changes in:-		
Inventories	(292)	(370)
Receivables	(766)	(672)
Prepayments	5,775	1,466
Payables	394	479
Cash generated from operations	<u>11,795</u>	<u>5,001</u>
Tax paid	(927)	(580)
Net cash from operating activities	<u>10,868</u>	<u>4,421</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	264	269
Proceeds from disposal of property, plant and equipment	67	3
Purchase of property, plant and equipment	(5,824)	(5,016)
Net cash used in investing activities	<u>(5,493)</u>	<u>(4,744)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issue of shares	290	92
Repayment of lease obligations	(56)	-
Net cash from financing activities	<u>234</u>	<u>92</u>
Effect of exchange rate changes on cash and cash equivalents	(33)	17
Net increase/(decrease) in cash and cash equivalents	5,576	(214)
Cash and cash equivalents brought forward	32,428	33,144
Cash and cash equivalents carried forward	<u>38,004</u>	<u>32,930</u>
Analysis of cash and cash equivalents:-		
- Short-term highly liquid investments	34,312	28,555
- Cash and bank balances	3,692	4,375
	<u>38,004</u>	<u>32,930</u>

**Notes:**

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report.

# FOUNDPAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

## Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

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### Part A: Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting

#### A1 Basis of Preparation

This 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 interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report.

The significant accounting policies and method of computation adopted in the interim financial report are consistent with those adopted as disclosed in the audited financial statements of the Group for the financial year ended 30 June 2019 except for the adoption of the following MFRS:-

The following MFRSs became effective for the financial period under review:-

<u>MFRS (issued as at the end of the reporting period)</u>	<u>Effective for annual periods beginning on or after</u>
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 3 <i>Previously Held Interest in a Joint Operation</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 11 <i>Previously Held Interest in a Joint Operation</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 112 <i>Income Tax Consequences of Payments on Financial Instruments Classified as Equity</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to MFRS 123 <i>Borrowing Costs Eligible for Capitalisation</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019

The adoption of the above MFRSs did not result in any significant changes in the accounting policies of the Group except as follows:-

#### MFRS 16 Leases

MFRS 16, which replaces MFRS 117 *Leases* and other related interpretations, eliminates the distinction between finance and operating leases for lessees. It introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. The initial application of MFRS 16 using a single lessee accounting model were not material to the Group.

# FOUNDPAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

## Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

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### Part A: Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting (cont’d)

#### A1 Basis of Preparation (cont’d)

The Group has not applied the following MFRSs which have been issued as at the end of the reporting period but are not yet effective:-

<u>MFRS (issued as at the end of the reporting period)</u>	<u>Effective for annual periods beginning on or after</u>
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Interest Rate Benchmark Reform (Amendments to MFRS 9 <i>Financial Instruments</i> , MFRS 139 <i>Financial Instruments: Recognition and Measurement</i> and MFRS 7 <i>Financial Instruments: Disclosures</i> )	1 January 2020

Management foresees that the initial application of the above MFRSs will not have any significant impacts on the financial statements.

#### A2 Seasonality or Cyclicity of Operations

The business operations of the Group were not materially affected by any seasonal or cyclical factor.

#### A3 Unusual Items Due to Their Nature, Size or Incidence

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

#### A4 Significant Estimates and Changes in Estimates

There were no changes in estimates of amounts reported in prior interim period of current financial year or change in estimates of amounts reported in prior financial year.

#### A5 Debt and Equity Securities

During the current quarter, the Company issued 1,094,500 new ordinary shares at exercise price of RM0.265 pursuant to the Employees’ Shares Option Scheme.

Save as disclosed above, there were no other issuances, cancellations, repurchases, resale or repayments of debt and equity securities during the current quarter under review.

#### A6 Dividends Paid

No dividend was paid during the current quarter under review.

# FOUND PAC GROUP BERHAD

(Incorporated in Malaysia)

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## Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

### Part A: Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting (cont’d)

#### A7 Segmental Information

##### Operating Segments

The Group is organised into business units based on their nature of business and services and has the following reportable operating segments:-

- (i) Precision engineering - Design, development, manufacture, marketing and sale of stiffeners, test sockets, hand lids and related accessories
- (ii) Laser stencils - Manufacture and sale of laser stencils

	Precision engineering RM'000	Laser stencils RM'000	Total RM'000
<u>Financial period ended 30.9.2019</u>			
STATEMENT OF FINANCIAL POSITION			
Segment assets	70,880	24,484	95,364
Included in the measure of segment assets are:-			
- Additions to non-current assets	5,793	31	5,824
Segment liabilities	7,238	961	8,199
STATEMENT OF COMPREHENSIVE INCOME			
Segment profit	3,061	1,361	4,422
Included in the measure of segment profit are:-			
- External revenue	9,603	3,359	12,962
- Interest income	229	35	264
- Non-cash income	26	-	26
- Depreciation	960	139	1,099
- Other non-cash expenses	33	5	38
- Tax expense	997	480	1,477
<u>Financial period ended 30.9.2018</u>			
STATEMENT OF FINANCIAL POSITION			
Segment assets	59,695	21,182	80,877
Included in the measure of segment assets are:-			
- Additions to non-current assets	4,675	341	5,016
Segment liabilities	4,735	794	5,529
STATEMENT OF COMPREHENSIVE INCOME			
Segment profit	1,860	745	2,605
Included in the measure of segment profit are:-			
- External revenue	7,746	2,506	10,252
- Interest income	239	30	269
- Non-cash income	125	-	125
- Depreciation	592	61	653
- Other non-cash expenses	277	35	312
- Tax expense	650	275	925

# FOUNDPAC GROUP BERHAD

(Incorporated in Malaysia)

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## Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

### Part A: Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting (cont’d)

#### A7 Segmental Information (cont’d)

##### Geographical Information

The Group operates principally in Malaysia and generates revenue from the following geographical locations of customers:-

	Individual Quarter		Cumulative Period	
	Current Quarter Ended 30.9.2019 RM'000	Corresponding Preceding Quarter Ended 30.9.2018 RM'000	Current Period-To-Date Ended 30.9.2019 RM'000	Corresponding Preceding Period-To-Date Ended 30.9.2018 RM'000
Malaysia	2,072	2,483	2,072	2,483
Other Asian countries	4,392	2,098	4,392	2,098
North America	4,620	3,524	4,620	3,524
Europe	1,866	2,147	1,866	2,147
Others	12	-	12	-
	<u>12,962</u>	<u>10,252</u>	<u>12,962</u>	<u>10,252</u>

##### Major Customer

For the current quarter under review, there was 1 major customer that contributed 10% or more of the Group’s total revenue and the total revenue generated from this major customer in precision engineering segment amounted to RM2.867 million. The Group did not have any major customer that contributed 10% or more of its total revenue for the quarter ended 30 September 2018.

#### A8 Contractual Commitments

	30.9.2019 RM'000
Purchase of property, plant and equipment	<u>589</u>

#### A9 Changes in Composition

There were no significant changes in the composition of the Group during the current quarter under review.

#### A10 Contingencies

There were no significant changes in contingent assets and contingent liabilities since 30 June 2019.

#### A11 Material Events

There were no other material events subsequent to 30 September 2019 that have not been reflected in this interim financial report.

#### A12 Significant Related Party Transactions

There were no significant related party transactions during the current quarter under review.

## **FOUNDPAC GROUP BERHAD**

(Incorporated in Malaysia)

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### **Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019**

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#### **Part A: Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting (cont’d)**

##### **A13 Financial Instruments**

###### **Derivatives**

There were no outstanding derivatives as at 30 September 2019.

###### **Fair Value Changes of Financial Liabilities**

The Group does not remeasure its financial liabilities at fair value after the initial recognition.

###### **Fair Value**

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The inputs to valuation techniques used to measure fair value are categorised into the following levels of fair value hierarchy:-

- (i) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- (ii) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- (iii) Level 3 - unobservable inputs for the asset or liability.

###### **Non-financial Assets**

The fair values of land and buildings are measured using the market comparison approach. Under this approach, the fair values are derived from observable market data such as prices per square foot for comparable properties in similar locations (i.e. Level 2).

###### **Financial Assets and Financial Liabilities**

The carrying amounts of receivables, cash and cash equivalents and payables which are short-term in nature or repayable on demand are reasonable approximations of fair values.

There were no transfers between levels of fair value hierarchy during the current quarter under review.

# FOUNDPAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

## Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

### Part B: Explanatory Notes Pursuant to Main Market Listing Requirements of Bursa Malaysia Securities Berhad

#### B1 Review of Performance

##### - Comparison with Corresponding Period and Cumulative Period of Preceding Year

	Individual Quarter Corresponding				Cumulative Period Corresponding			
	Current	Preceding			Current	Preceding		
	Quarter	Quarter			Period-To-Date	Period-To-Date		
	Ended	Ended	Variance		Ended	Ended	Variance	
30.9.2019	30.9.2018	RM'000	%	30.9.2019	30.9.2018	RM'000	%	
Revenue	12,962	10,252	2,710	26.43	12,962	10,252	2,710	26.43
Profit before tax	5,899	3,530	2,369	67.11	5,899	3,530	2,369	67.11
Profit for the financial period	4,422	2,605	1,817	69.75	4,422	2,605	1,817	69.75
Profit attributable to owners of the Company	4,081	2,418	1,663	68.78	4,081	2,418	1,663	68.78

#### Current Period vs Corresponding Preceding Period

For the current quarter, the Group recorded revenue of RM12.962 million and profit before tax ("PBT") of RM5.899 million respectively.

The increase in revenue for the current quarter, which representing an increase of RM2.710 million or 26.43% as compared to revenue of RM10.252 million recorded in the corresponding preceding quarter ended 30 September 2018 ("Corresponding Preceding Quarter"), was mainly attributable to the higher revenue contribution in export sales from both precision engineering and laser stencil segments.

The export sales remained the main contributor to our Group's total revenue for the current quarter, which accounted for RM10.890 million or 84.01% of our Group's total revenue for the current quarter. Export sales recorded in the current quarter is higher by RM3.121 million or 40.17% as compared to RM7.769 million recorded in the Corresponding Preceding Quarter. This was mainly due to surge in revenue generated from our customers in other Asian Countries and North America by RM2.294 million and RM1.096 million respectively.

Our Group recorded PBT of RM5.899 million for the current quarter, representing an increase of RM2.369 million or 67.11% as compared to PBT of RM3.530 million recorded in the Corresponding Preceding Quarter. Increase in PBT was in line with hike in revenue in the current quarter. Besides that, increase in Gross Profit margin from 49.04% recorded in the Corresponding Preceding Quarter to 55.46% in the current quarter also contributed to spike in PBT.

There was no unusual or material one-off gain/loss affecting the revenue or profit for the current quarter.

## FOUND PAC GROUP BERHAD

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### Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

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#### Part B: Explanatory Notes Pursuant to Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

##### B2 Review of Performance

###### - Comparison between Current Quarter and Immediate Preceding Quarter

	Current Quarter Ended 30.9.2019 RM'000	Immediate Preceding Quarter Ended 30.6.2019 RM'000	Variance	
			RM'000	%
Revenue	12,962	12,038	924	7.68
Profit before tax	5,899	5,026	873	17.37
Profit for the financial period	4,422	3,924	498	12.69
Profit attributable to owners of the Company	4,081	3,650	431	11.81

The Group recorded revenue of RM12.962 million in the current quarter, which was RM0.924 million or 7.68% higher than the revenue of RM12.038 million recorded in the immediate preceding quarter. Both segments of the Group; precision engineering and laser stencil segments generated additional revenue of RM0.529 million and RM0.395 million respectively.

The Group recorded PBT of RM5.899 million in the current quarter as compared to RM5.026 million attained in the immediate preceding quarter. The hike of RM0.873 million was mainly attributable to increase in revenue coupled with cost saving measures taken by the Group.

##### B3 Commentary on Prospects

Despite the challenging market outlook in the semiconductor and electronics industries, the Board is positive about our prospect in the coming year, taking into consideration our Group's competitive strengths and strategies. Our Group will continue to uphold its core and long-term strategy to focus on business expansion and diversification, product development, as well as business process optimisation through lean implementation across all operations in the organisation.

##### B4 Profit Forecast

The Group does not issue any profit forecast in any form of public documentation and announcement.

## FOUNDPAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

### Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

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#### Part B: Explanatory Notes Pursuant to Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

##### B5 Tax Expense

	Individual Quarter		Cumulative Period	
	Current Quarter Ended 30.9.2019 RM'000	Corresponding Preceding Quarter Ended 30.9.2018 RM'000	Current Period-To-Date Ended 30.9.2019 RM'000	Corresponding Preceding Period-To-Date Ended 30.9.2018 RM'000
Current tax	1,498	767	1,498	767
Deferred tax	(21)	158	(21)	158
	<u>1,477</u>	<u>925</u>	<u>1,477</u>	<u>925</u>

The effective tax rates of the Group for the current period and corresponding period were higher than the statutory tax rate of 24%. This was mainly due to non-deductible expenses.

##### B6 Status of Corporate Proposals

There were no other corporate proposals announced but not completed as at the date of this interim financial report.

##### B7 Borrowings

There were no borrowings as at the end of the current quarter under review.

##### B8 Changes in Material Litigation

As at the date of this interim financial report, there is no litigation or arbitration against the Group, which has a material effect on the financial position of the Group, and the Board is not aware of any material proceedings pending or of any fact likely to give rise to any proceedings.

##### B9 Dividend

The Board does not propose any dividend during the current quarter under review.

# FOUND PAC GROUP BERHAD

(Incorporated in Malaysia)

Company No: 1165946-H

## Explanatory Notes to Condensed Consolidated Financial Statements - 30 September 2019

### Part B: Explanatory Notes Pursuant to Main Market Listing Requirements of Bursa Malaysia Securities Berhad (cont'd)

#### B10 Earnings Per Share ("EPS")

	Individual Quarter		Cumulative Period	
	Current Quarter Ended 30.9.2019	Corresponding Preceding Quarter Ended 30.9.2018	Current Period-To-Date Ended 30.9.2019	Corresponding Preceding Period-To-Date Ended 30.9.2018
Profit attributable to owners of the Company (RM'000)	4,081	2,418	4,081	2,418
Weighted average number of shares for computing basic EPS ('000)	520,125	518,347	520,125	518,347
Basic EPS (sen)	<u>0.78</u>	<u>0.47</u>	<u>0.78</u>	<u>0.47</u>
Weighted average number of shares for computing diluted EPS ('000)	525,831	518,347	525,831	518,347
Diluted EPS (sen)	<u>0.78</u>	<u>0.47</u>	<u>0.78</u>	<u>0.47</u>

#### B11 Profit Before Tax

	Individual Quarter		Cumulative Period	
	Current Quarter Ended 30.9.2019 RM'000	Corresponding Preceding Quarter Ended 30.9.2018 RM'000	Current Period-To-Date Ended 30.9.2019 RM'000	Corresponding Preceding Period-To-Date Ended 30.9.2018 RM'000
Profit before tax is arrived at after charging/(crediting):-				
Amortisation of deferred income	(20)	-	(20)	-
Depreciation of property, plant and equipment	1,099	653	1,099	653
Gain on disposal of property, plant and equipment	(62)	(3)	(62)	(3)
(Gain)/Loss on foreign exchange:-				
- Realised	(113)	(112)	(113)	(112)
- Unrealised	33	(125)	33	(125)
Impairment loss on receivables	-	100	-	100
Interest expense	5	-	5	-
Interest income	(264)	(269)	(264)	(269)
Reversal of inventories written down	<u>(6)</u>	<u>-</u>	<u>(6)</u>	<u>-</u>

Save for the above, the other items as required under Paragraph 16 of Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.