



CARING PHARMACY GROUP BERHAD

(Company No.1011859-D)

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2019

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Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Financial Period Ended 31 August 2019

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31 August 2019 RM000	Preceding Year Quarter 31 August 2018 RM000 Restated	Current Year To Date 31 August 2019 RM000	Preceding Year To Date 31 August 2018 RM000 Restated
REVENUE		163,256	149,970	163,256	149,970
COST OF SALES		(126,903)	(116,899)	(126,903)	(116,899)
GROSS PROFIT		36,353	33,071	36,353	33,071
OTHER OPERATING INCOME		1,098	938	1,098	938
		37,451	34,009	37,451	34,009
SELLING AND DISTRIBUTION EXPENSES		(21,832)	(20,493)	(21,832)	(20,493)
ADMINISTRATIVE EXPENSES		(6,805)	(6,069)	(6,805)	(6,069)
OTHER OPERATING EXPENSES		(1,057)	(922)	(1,057)	(922)
FINANCE COSTS		(979)	(25)	(979)	(25)
PROFIT BEFORE TAXATION	B5	6,778	6,500	6,778	6,500
TAXATION	B6	(1,762)	(1,755)	(1,762)	(1,755)
PROFIT AFTER TAXATION		5,016	4,745	5,016	4,745
OTHER COMPREHENSIVE INCOME , NET OF TAX		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		5,016	4,745	5,016	4,745
PROFIT AFTER TAXATION ATTRIBUTABLE TO :-					
- Owners of the Company		4,181	4,088	4,181	4,088
- Non-Controlling interests		835	657	835	657
		5,016	4,745	5,016	4,745
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO :-					
- Owners of the Company		4,181	4,088	4,181	4,088
- Non-Controlling interests		835	657	835	657
		5,016	4,745	5,016	4,745
Earnings per share (Sen) attributable to Owners of the Company					
- Basic ⁽²⁾	B11	1.92	1.88	1.92	1.88
- Diluted		N/A	N/A	N/A	N/A

Notes:

N/A Not applicable.

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying explanatory notes attached to these financial statements.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B11.

(3) Preceding year quarter figures have been reclassified to conform with the presentation of the current year quarter.

Unaudited Condensed Consolidated Statement of Financial Position as at 31 August 2019

	Note	AS AT 31 August 2019 RM'000	AS AT 31 May 2019 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		39,606	39,646
Intangible assets		4,594	3,476
Right of use assets		77,603	-
Deferred tax assets		1,286	1,250
		<u>123,089</u>	<u>44,372</u>
CURRENT ASSETS			
Inventories		96,742	96,633
Trade receivables		747	232
Other receivables, deposits and prepayments		12,544	11,673
Amount owing by related parties		1	9
Tax recoverable		2,922	2,977
Short term investments		74,888	74,079
Fixed deposits with financial institutions		419	418
Cash and bank balances		71,216	57,047
		<u>259,479</u>	<u>243,068</u>
TOTAL ASSETS		<u>382,568</u>	<u>287,440</u>

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Unaudited Condensed Consolidated Statement of Financial Position as at 31 August 2019 (Cont'd)

	Note	AS AT 31 August 2019 RM'000	AS AT 31 May 2019 RM'000
EQUITY AND LIABILITIES			
EQUITY			
Share capital		225,108	225,108
Retained profits		110,589	110,343
Merger deficit		(181,984)	(181,984)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY		153,713	153,467
NON-CONTROLLING INTERESTS		5,074	4,934
TOTAL EQUITY		158,787	158,401
NON-CURRENT LIABILITIES			
Long term borrowings	B8	7,285	7,632
Lease liabilities		61,969	-
Deferred tax liabilities		139	139
		69,393	7,771
CURRENT LIABILITIES			
Trade payables		116,695	105,836
Other payables and accruals		11,547	10,118
Amount owing to non-controlling shareholders		3,519	2,328
Amount owing to related parties		1	117
Contract liabilities		1,063	924
Lease liabilities		20,044	-
Provision for taxation		152	593
Short term borrowings	B8	1,367	1,352
		154,388	121,268
TOTAL LIABILITIES		223,781	129,039
TOTAL EQUITY AND LIABILITIES		382,568	287,440
Net assets per share attributable to ordinary equity holders of the parent (RM) ⁽²⁾			
		0.71	0.70

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying explanatory notes attached to these financial statements.
- (2) Based on the issued share capital of 217,706,400 shares

Unaudited Condensed Consolidated Statement of Changes in Equity for the Financial Period Ended 31 August 2019 (Cont'd)

	<----- Non-distributable ----->		<Distributable>		Non-Controlling Interests	Total Equity
	Share Capital	Merger Deficit	Retained Profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Period Ended 31 August 2018</u>						
At 1 June 2018	225,108	(181,984)	100,585	143,709	5,780	149,489
Initial application of MFRS15	-	-	(51)	(51)	-	(51)
At 1 June 2018 (as restated)	225,108	(181,984)	100,534	143,658	5,780	149,438
Total comprehensive income for the period	-	-	4,088	4,088	657	4,745
Contribution by and distributions to owners of the Company:-						
- Issuance of shares by subsidiaries	-	-	-	-	70	70
- Dividends: -						
- by the Company	-	-	-	-	-	-
- by subsidiaries to non-controlling interests	-	-	-	-	-	-
Changes in subsidiaries' ownership interests that do not result in a loss of control	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	70	70
At 31 August 2018	225,108	(181,984)	104,622	147,746	6,507	154,253

Unaudited Condensed Consolidated Statement of Changes in Equity for the Financial Period Ended 31 August 2019 (Cont'd)

	<----- Non-distributable ----->		<Distributable>		Non-Controlling Interests	Total Equity
	Share Capital	Merger Deficit	Retained Profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Period Ended 31 August 2019</u>						
At 1 June 2019 (as previously stated)	225,108	(181,984)	110,343	153,467	4,934	158,401
Initial application of MFRS16	-	-	(3,570)	(3,570)	(800)	(4,370)
At 1 June 2019 (as restated)	225,108	(181,984)	106,773	149,897	4,134	154,031
Total comprehensive income for the period	-	-	4,181	4,181	835	5,016
Contribution by and distributions to owners of the Company:-						
- Issuance of shares by subsidiaries	-	-	-	-	120	120
- Dividends: -						
- by the Company	-	-	-	-	-	-
- by subsidiaries to non-controlling interests	-	-	-	-	(94)	(94)
Changes in subsidiaries' ownership interests that do not result in a loss of control	-	-	(365)	(365)	79	(286)
Total transactions with owners	-	-	(365)	(365)	105	(260)
At 31 August 2019	225,108	(181,984)	110,589	153,713	5,074	158,787

Notes :

- (1) *The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying explanatory notes attached to these financial statements.*

Unaudited Condensed Consolidated Statement of Cash Flows for the Financial Period Ended 31 August 2019

	Current Year To Date 31 August 2019 RM'000	Preceding Year To Date 31 August 2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	6,778	6,500
Adjustments for:-		
Depreciation of property, plant and equipment	1,040	879
Depreciation of right-of-use assets	4,906	-
Interest expense	32	25
Lease interest expense	947	-
Interest income	(944)	(747)
Rental income	(37)	(49)
Operating profit before working capital changes	12,722	6,608
(Increase)/decrease in inventories	(109)	7,276
(Increase)/decrease in trade and other receivables	(1,378)	734
Increase in trade and other payables	12,311	10,520
CASH FROM OPERATIONS	23,546	25,138
Income tax paid	(2,428)	(1,049)
Income tax refunded	244	-
Interest paid	(979)	(25)
NET CASH FROM OPERATING ACTIVITIES	20,383	24,064
CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES		
Changes in subsidiaries' ownership interests that do not result in a loss of control	(286)	70
Interest received	944	747
Increase in pledged fixed deposits with licensed bank	(1)	-
Purchase of property, plant and equipment	(1,000)	(772)
Payment of goodwill	(1,118)	-
Rental received	37	49
NET CASH (FOR)/FROM INVESTING ACTIVITIES	(1,424)	94
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Dividend paid to :		
- non-controlling shareholders of subsidiaries	(94)	-
Proceeds from issuance of shares by subsidiaries to non-controlling shareholders	120	-
Repayment of hire purchase obligations	-	(17)
Payment of lease liabilities	(4,866)	-
Repayment of term loan	(332)	(276)
Advances from non-controlling shareholders	1,191	430
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(3,981)	137
NET INCREASE IN CASH AND CASH EQUIVALENTS	14,978	24,295
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	131,344	111,909
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	146,322	136,204
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD COMPRISE:-		
- Short term investments	74,888	49,018
- Fixed deposits with financial institutions	218	406
- Cash and bank balances	71,216	86,780
	146,322	136,204

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying explanatory notes attached to these financial statements.

Interim Financial Report for the Financial Period Ended 31 August 2019
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134,
Interim Financial Reporting

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Para 9.22 and 9.40 (Appendix 9B Part A) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2019 and the accompanying explanatory notes attached to these financial statements.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 May 2019. The interim consolidated financial report and notes thereon do not include all the information required for a full set of financial statements prepared in accordance with MFRSs.

The group has adopted merger accounting method for the preparation of this Interim Financial Statements.

A2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the adopted as disclosed in the Audited Financial Statements for the financial year ended 31 May 2019.

A2.1 New MFRSs adopted during the current financial year

During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

Title	Effective Date
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019

Interim Financial Report for the Financial Period Ended 31 August 2019
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134,
Interim Financial Reporting

A2. Changes in Accounting Policies (cont’d)
A2.1 New MFRSs adopted during the current financial year (cont’d)

During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) (cont’d):-

Title	Effective Date
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group and of the Company except for the following:-

MFRS 16 Leases

As a result of the adoption of MFRS 16, the existing requirements for a lessee to distinguish between finance leases and operating leases under the MFRS 117 are no longer required. This Standard introduces a single accounting model, requiring the lessee to recognise the right-of-use of the underlying lease assets and the future lease payments liabilities in the statements of financial position. For a lessor, MFRS 16 continues to allow the lessor to classify leases as either operating leases or finance leases and to account for these two types of leases differently.

The following summarises the impact of adopting MFRS 16 on the statements of profit or loss and other comprehensive income of the Group for the quarter and financial year then ended for each of the line items affected.

	INDIVIDUAL QUARTER / CUMULATIVE QUARTER Current Year Quarter/ Year To Date 31-August-19		
	As reported RM'000	Impact of MFRS 16 RM'000	Without adoption of MFRS 16 RM'000
Revenue	163,256	-	163,256
Cost of sales	(126,903)	-	(126,903)
Other operating income	1,098	-	1,098
Selling and distribution expenses	(21,832)	(947)	(22,779)
Administrative expenses	(6,805)	-	(6,805)
Other operating expenses	(1,057)	-	(1,057)
Finance costs	(979)	947	(32)
Taxation	(1,762)	-	(1,762)
Profit after taxation	5,016	-	5,016
Total comprehensive income	5,016	-	5,016

Interim Financial Report for the Financial Period Ended 31 August 2019
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134,
Interim Financial Reporting

A2. Changes in Accounting Policies (cont’d)

A2.1 New MFRSs adopted during the current financial year (cont’d)

During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) (cont’d):-

MFRS 16 Leases (cont’d)

The following summarises the impact of adopting MFRS 16 on the statements of financial position of the Group resulting from the adoption of MFRS 16 as at 1 June 2019.

	As at 31 May 2019 RM’000	Changes RM’000	As at 1 June 2019 RM’000
Non-current assets			
Right-of-use assets	-	78,242	78,242
Non-current liabilities			
Lease liabilities	-	63,321	63,321
Current liabilities			
Lease liabilities	-	19,291	19,291
Total lease liabilities	-	82,612	82,612
Equity attributable to owners of the Company			
Retained earnings	110,343	(3,570)	106,773
Non-controlling interests	4,934	(800)	4,134

The Group apply modified retrospective approach upon adopting MFRS 16, as such, comparative figures are not been restated. Instead, the Group recognises the cumulative effect of initially applying MFRS 16 as an adjustment to the opening balance of retained earnings and non-controlling interests at 1 June 2019. The Group is using the weighted average incremental borrowing rate of 4.36%. Subsequent to initial recognition, the Group measures the lease liabilities by increasing the carrying amount 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.

Other than the above, the Group elected to apply exemption for lease of premises expiring within 12 months under the Appendix C, paragraph 10(c) of this Standard. The lease payments of these premises are recognised as an expense on a straight line basis over the remaining lease terms.

Interim Financial Report for the Financial Period Ended 31 August 2019
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134,
Interim Financial Reporting

A2. Changes in Accounting Policies (cont’d)

A2.2 New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2019

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

Title	Effective Date
<i>Amendments to References to the Conceptual Framework in MFRS Standards</i>	1 January 2020
<i>Amendments to MFRS 3 Definition of a Business</i>	1 January 2020
<i>Amendments to MFRS 101 and MFRS 108 Definition of Material</i>	1 January 2020
<i>Amendments to MFRS 101 Presentation of Financial Statements</i>	1 January 2020
<i>Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors</i>	1 January 2020
<i>Amendments to MFRS 134 Interim Financial Reporting</i>	1 January 2020
<i>Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets</i>	1 January 2020
<i>Amendments to MFRS 138 Intangible Assets</i>	1 January 2020
<i>MFRS 17 Insurance Contracts</i>	1 January 2021
<i>Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

A3. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 31 May 2019.

A4. Seasonal or Cyclical Factors

The financial performance of the Group is not significantly affected by any seasonal or cyclical factors save for the materialization of purchase rebate entitlements from our suppliers which can only be determined in the third quarter of the financial year.

A5. Item of Unusual Nature

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flow because of their nature, size or incidence for the financial quarter under review.

Interim Financial Report for the Financial Period Ended 31 August 2019
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134,
Interim Financial Reporting

A6. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years that have had a material effect in the current financial quarter.

A7. Changes in Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter.

A8. Dividend Paid

There was no dividend paid in respect of the current financial period to date.

A9. Segmental Information

No segmental analysis is prepared as the Group is primarily engaged in retail pharmacy and related activities in Malaysia.

A10. Capital Commitments

Capital commitment for property and equipment not provided for as at 31 August 2019 are as follows:-

Capital expenditure commitments	As at 31-August-19 RM'000
Purchase of property, plant and equipment	2,060

A11. Material Events during the Interim Period

There were not material events subsequent to the end of the current financial quarter that have not been reflected in this quarterly report as at the date of this report.

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Interim Financial Report for the Financial Period Ended 31 August 2019
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134,
Interim Financial Reporting

A12. Changes in Composition of the Group

- a) Acquisition of 15,000 ordinary shares in Viva Caring Sdn. Bhd. for a total consideration of nil by Caring Pharmacy Retail Management Sdn. Bhd. (“CPRM”), resulting an increase in CPRM’s effective equity interest in the subsidiary from 85% to 100%.
- b) Acquisition of 5,420 ordinary shares and subscription of 260,001 new ordinary shares in Fuji Acre Sdn. Bhd. for a total consideration of RM260,001 by Caring Pharmacy Retail Management Sdn. Bhd. (“CPRM”), resulting an increase in CPRM’s effective equity interest in the subsidiary from 81.25% to 86.67%.
- c) Acquisition of 12,250 ordinary shares in Health Solutions Sdn. Bhd. for a total consideration of RM283,710 by Caring Pharmacy Retail Management Sdn. Bhd. (“CPRM”), resulting an increase in CPRM’s effective equity interest in the subsidiary from 75.50% to 87.25%.

A13. Contingent Liabilities or Contingent Assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

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Interim Financial Report for the Financial Period Ended 31 August 2019
Part B–Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities

B1. Review of Performance of the Group

The Group registered a revenue of RM163.26 million and profit before tax of RM6.78 million for the current financial quarter as compared to a revenue of RM149.97 million and profit before tax of RM6.50 million reported in the previous year corresponding quarter. The higher revenue was mainly contributed by the sales generated from the establishment of 16 new outlets.

During the quarter under review, we have established additional of 3 complex outlets, 1 high street outlet. As of 31 August 2019, we have a total of 129 community pharmacies.

The increase in profit before taxation for the current quarter compared to the corresponding quarter in the preceding year is mainly contributed by higher revenue.

B2. Variation of Results with the Immediate Preceding Quarter

For the current quarter under review, the Group reported an increase in profit before tax by RM0.03 million, from RM6.75 million (immediate preceding quarter) to RM6.78 million.

B3. Prospect for the Group

In response to the challenging business environment locally, Caring will continue to deploy appropriate business strategies to strengthen its operational productivity, digitalise business operations and also adjust its products and marketing strategies in order to maintain its market share during these challenging economic conditions time.

B4. Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate previously in any public document.

B5. Notes to the Statement of Profit or Loss and Other Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-August-19 RM'000	Preceding Year Quarter 31-August-18 RM'000	Current Year To Date 31-August-19 RM'000	Preceding Year To Date 31-August-18 RM'000
Depreciation of property, plant and equipment	1,040	879	1,040	879
Depreciation of right-of-use assets	4,906	-	4,906	-
Interest expense	32	25	32	25
Lease interest expense	947	-	947	-
Interest income	(944)	(747)	(944)	(747)
Rental income	(37)	(49)	(37)	(49)

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

Interim Financial Report for the Financial Period Ended 31 August 2019
Part B–Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities

B6. Income Tax Expense

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Quarter	Current Year To Date	Preceding Year To Date
	31-August-19	31-August-18	31-August-19	31-August-18
	RM'000	RM'000	RM'000	RM'000
<u>Income Tax</u>				
Tax Expense	1,762	1,755	1,762	1,755

Note:

The effective tax rate for the current quarter and financial year under review is higher than the statutory tax rate of 24% mainly due to deferred tax assets not recognized

B7. Status of Corporate Proposals

There were no corporate proposals commenced but not completed as at the date of this report.

B8. Group Borrowings

The Group's borrowings as at 31 August 2019 are as follows:

	As at 31-August-19 RM'000	As at 31-August-18 RM'000
Long term borrowings		
Secured:		
Hire purchase	-	-
Term loan	7,285	6,461
	<u>7,285</u>	<u>6,461</u>
Short term borrowings		
Secured:		
Hire purchase	-	40
Term loan	1,367	1,457
	<u>1,367</u>	<u>1,497</u>
Total borrowings	<u>8,652</u>	<u>7,958</u>

Interim Financial Report for the Financial Period Ended 31 August 2019
Part B–Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities

B9. Material Litigation

There was no material litigation and the Directors do not aware of any proceedings pending or threatened against the Group as at the date of issuance of this interim financial report.

B10. Dividends

No dividend was declared or recommended for payment by the Company for the quarter under review.

B11. Earnings Per Share
(a) Basic Earnings Per Share

The basic earnings per share for the current quarter and financial year to date are computed as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	To Date	To Date
	31-August-19	31-August-18	31-August-19	31-August-18
	RM'000	RM'000	RM'000	RM'000
Profit for the period	4,181	4,088	4,181	4,088
Number of ordinary shares of RM1.00 each in issue	217,706	217,706	217,706	217,706
Basic Earnings Per Share (sen)	1.92	1.88	1.92	1.88

(b) Diluted Earnings Per Share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue for the current quarter and financial year-to-date.

By order of the Board
30 October 2019