

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2019**

	Individual Quarter		Cumulative Quarter	
	Current year quarter 31-Mar-19 RM'000	Preceding year corresponding quarter 31-Mar-18 RM'000	Current period to date 31-Mar-19 RM'000	Preceding year corresponding period 31-Mar-18 RM'000
Revenue	222,061	260,915	524,781	723,753
Cost of sales	(181,067)	(229,872)	(432,434)	(604,946)
Gross profit	40,994	31,043	92,347	118,807
Other income	11,143	16,444	47,852	40,298
Administration expenses	(14,842)	(20,293)	(47,063)	(60,973)
Profit from operations	37,295	27,194	93,136	98,132
Finance costs	(13,607)	(9,532)	(37,138)	(23,178)
Profit before tax	23,688	17,662	55,998	74,954
Income tax expense	(1,182)	(2,229)	(4,484)	(12,828)
Profit for the period	22,506	15,433	51,514	62,126
Other comprehensive income/(expense):				
Exchange translation differences	(4,979)	(19,848)	3,753	(35,644)
Total comprehensive income/(loss) for the period	17,527	(4,415)	55,267	26,482
Profit for the period attributable to:				
Owners of the Company	21,590	9,207	46,009	42,477
Non-controlling interests	916	6,226	5,505	19,649
	22,506	15,433	51,514	62,126
Total comprehensive income/(loss) for the period attributable to:				
Owners of the Company	18,047	(4,494)	48,524	16,995
Non-controlling interests	(520)	79	6,743	9,487
	17,527	(4,415)	55,267	26,482
EBITDA	41,050	30,452	102,049	103,827
Earnings per share				
- Basic (Sen)	2.82	1.21	6.02	5.56

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2018.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2019**

	Note	Unaudited as at 31-Mar-19 RM'000	Audited as at 30-Jun-18 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		85,980	83,177
Intangible assets		87,482	90,520
Investment in an associated company		313	309
Derivative financial instruments		7,391	13,474
Concession assets		448,929	435,503
Total non-current assets		630,095	622,983
Current assets			
Amount due from contract customers		870,665	708,639
Concession assets		50,041	49,459
Inventories		22,375	33,882
Trade receivables	A13	163,548	122,391
Other receivables, deposits and prepayments		42,477	33,541
Amount due from related companies		-	81
Tax recoverable		18,223	18,093
Cash and bank balances	A14	71,441	118,608
Total current assets		1,238,770	1,084,694
Total assets		1,868,865	1,707,677

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2019 (CONT'D)**

	Note	Unaudited as at 31-Mar-19 RM'000	Audited as at 30-Jun-18 RM'000
EQUITY AND LIABILITIES			
EQUITY			
Share capital		212,672	212,672
Reserves		232,972	244,596
		445,644	457,268
Non-controlling interests		75,805	69,062
Total equity		521,449	526,330
LIABILITIES			
Non-current liabilities			
Finance lease liabilities	A15	4,071	582
Loans and borrowings	A15	457,583	372,428
Deferred tax liabilities		241	241
Total non-current liabilities		461,895	373,251
Current liabilities			
Amount due to contract customers		-	5,827
Trade payables		465,025	392,356
Other payables and accruals		29,224	28,770
Amount due to Directors		-	31
Amount due to related companies		879	-
Finance lease liabilities	A15	1,203	544
Loans and borrowings	A15	375,576	362,605
Tax payable		13,614	17,963
Total current liabilities		885,521	808,096
Total liabilities		1,347,416	1,181,347
Total equity and liabilities		1,868,865	1,707,677
Net assets per share (Sen)		68.14	61.00*

* As at 30 June 2018, net assets per share is restated at RM0.61 with the initial application of new accounting standards, MFRS 15 Revenue from Contracts with Customer.

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2018.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2019

	Attributable to owners of the Company					Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Exchange translation reserve RM'000	Merger reserve RM'000	Capital reserve RM'000	Retained earnings RM'000			
As at 1 July 2018	212,672	(10,294)	(33,137)	8,534	279,493	457,268	69,062	526,330
Effect of adoption of MFRS15 (Note A1)	-	-	-	-	(60,148)	(60,148)	-	(60,148)
Profit for the financial period	-	-	-	-	46,009	46,009	5,505	51,514
Other comprehensive income for the financial period	-	2,515	-	-	-	2,515	1,238	3,753
Total comprehensive income for the financial period	-	2,515	-	-	46,009	48,524	6,743	55,267
As at 31 March 2019	212,672	(7,779)	(33,137)	8,534	265,354	445,644	75,805	521,449

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND PERIOD ENDED 31 MARCH 2019 (CONT'D)

	← Attributable to owners of the Company →				Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Exchange translation reserve RM'000	Merger reserve RM'000	Retained earnings RM'000			
As at 1 July 2017	211,265	(186)	(33,137)	230,057	407,999	56,367	464,366
Profit for the financial period	-	-	-	42,477	42,477	19,649	62,126
Other comprehensive expenses for the financial period	-	(25,482)	-	-	(25,482)	(10,162)	(35,644)
Total comprehensive income for the financial period	-	(25,482)	-	42,477	16,995	9,487	26,482
Transactions with owners:							
Issue of share capital	1,405	-	-	-	1,405	-	1,405
As at 31 December 2017	212,670	(25,668)	(33,137)	272,534	426,399	65,854	492,253

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2018.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2019

	9-months ended	
	31-Mar-19 RM'000	31-Mar-18 RM'000
OPERATING ACTIVITIES		
Profit before tax	55,998	74,954
Adjustments for:		
Amortisation of intangible assets	3,993	2,037
Amortisation of unwinding discount of financial liability	1,100	1,066
Depreciation of property, plant and equipment	4,920	3,658
Fair value (gain)/loss on derivative financial instruments	(2,240)	23,601
Finance income arising from MFRS15	(6,431)	-
Gain on disposal of property, plant and equipment	(845)	(80)
Interest expense	36,038	23,178
Interest income	(258)	(68)
Interest income arising from concession assets	(30,371)	(37,010)
Share grant expenses	-	1,405
Unrealised (gain)/loss on foreign exchange	(7,055)	3,194
Operating profit before working capital changes	54,849	95,935
Changes in working capital:		
Inventories	11,507	9,042
Receivables	(53,566)	(39,379)
Payables	79,060	244,471
Concession assets	22,032	(36,823)
Contract customers	(215,744)	(321,145)
Cash used in operations	(101,862)	(47,899)
Tax paid	(8,962)	(8,289)
Net cash used in operating activities	(110,824)	(56,188)
INVESTING ACTIVITIES		
Interest received	258	68
Proceeds from disposal of property, plant and equipment	845	80
Purchase of property, plant and equipment*	(2,803)	(12,361)
Advance to an associated company	961	-
Acquisition of intangible assets	(26)	(12,222)
Net cash used in investing activities	(765)	(24,435)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2019 (CONT'D)

	9-months ended	
	31-Mar-19 RM'000	31-Mar-18 RM'000
FINANCING ACTIVITIES		
Repayment to Directors	-	(626)
Interest paid	(36,038)	(23,178)
Drawdown from borrowings	528,086	408,671
Repayment of borrowings	(449,579)	(327,133)
Net cash from financing activities	42,469	57,734
CASH AND CASH EQUIVALENTS		
Net changes	(69,120)	(22,889)
Cash and cash equivalents at beginning of the period	108,859	15,298
Effect of foreign exchange translation	8,610	17,927
Cash and cash equivalents at end of the period	48,349	10,336

* During the financial period, the aggregate costs of property, plant and equipment acquired by means of:

	31-Mar-19 RM'000	31-Mar-18 RM'000
Purchase of property, plant and equipment	7,661	8,336
Finance by way of finance lease arrangements	(4,858)	-
Cash payments on purchase of property, plant and equipment	2,803	8,336

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2018.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1. Accounting policies and basis of preparation

The condensed financial report is unaudited and has been prepared in accordance with MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The condensed financial report should be read in conjunction with the audited financial statements presented in Annual Report for the financial year ended 30 June 2018.

The explanatory notes attached to the condensed financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company, its subsidiaries and associate since the financial year ended 30 June 2018.

The accounting policies and methods of computation adopted by the Company in this condensed financial report are consistent with those adopted in the most recent annual financial report for the year ended 30 June 2018, except for the adoption of the following:

New MFRSs, Amendments to MFRSs and IC Interpretation effective 1 January 2018:

MFRS 9	Financial Instruments IFRS 9 Issued by International Accounting Standards Board (“IASB”) in July 2014
MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 2	Share-based Payment: Classification and Measurement of Share-based Payment Transactions
Amendments to MFRS 4*#	Insurance Contracts: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
Annual Improvements to MFRS Standards 2014 – 2016 Cycle (except for amendments to MFRS 12 Disclosures of Interests in Other Entities)*	

The application of these MFRSs, amendments to MFRSs and IC interpretation did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial statements of the Group except as disclosed below:

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**A1. Accounting policies and basis of preparation (Cont'd)****MFRS 15: Revenue from Contracts with Customers**

MFRS 15 established a new five-step model that will apply to revenue arising from contracts with customers. MFRS 15 superseded previous revenue recognition guidance including *MFRS 118: Revenue*, *MFRS 111: Construction Contracts* and the related interpretations.

The core principle of MFRS 15 is that an entity should recognise revenue which depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Under MFRS 15, an entity recognises revenue when (or as) as performance obligation is satisfied, i.e when control of the goods or services underlying the particular performance obligation is transferred to the customer.

The Group has adopted the new standard on the required effective date using the modified retrospective method and apply all the practical expedients available for the modified restrospective method.

The Group had reassessed the total financial impact on the Group's financial statements upon adoption of MFRS 15 on 1 July 2018 which have been summarised in the table below.

The financial impact from the initial adoption of MFRS 15 as at 1 July 2018 as follows:

	As previously reported RM'000	Retrospective adjustment of MFRS 15 RM'000	After MFRS 15 adjustment RM'000
Statement of financial position			
<u>Assets</u>			
Amount due from contract customers	708,639	(60,148)	648,491
<u>Equity</u>			
Retained earnings	279,493	(60,148)	219,345
Net assets per share (Sen)	68.86	(7.86)	61.00

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1. Accounting policies and basis of preparation (Cont'd)

MFRS 9: Financial Instruments

MFRS 9 introduces new requirements for classification and measurements, impairment and hedge accounting. MFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory.

i) Classification and measurements

Loans as well as trade receivables are held to collect contractual cash flows and are expected to give rise to cash flows representing solely payments of principal and interest. The Group analysed the contractual cash flows characteristics of those instruments and concluded that they meet the criteria for amortised cost measurement under MFRS 9. Therefore, reclassification for these instruments is not required.

ii) Impairment of financial assets

MFRS 9 requires the Group to record expected credit losses on all of its loans and trade receivables, either on a 12-month or lifetime basis. The Group apply the simplified approach and record lifetime expected losses on the trade receivables.

The trade receivables mainly consist of creditworthy debtors with good payment records and debtors with no concerns on the credit worthiness. The Group minimises credit risk by dealing credit rating counterparties and continuous monitoring procedures. There is no significant impact to the Group's financial statements from the impairment based on the expected credit loss model on its trade receivables.

For other non-trade receivables, there is no significant impact to the Group's financial statements.

At the date of authorisation of the condensed financial report, the following new MFRSs, amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRS, Amendments to MFRSs and IC Interpretation effective 1 January 2019:

MFRS 16	Leases
Amendments to MFRS 9*	Financial Instruments: Prepayment Feature with Negative Compensation
Amendments to MFRS 119	Post-employment Benefits: Defined Benefits Plans
Amendments to MFRS 128	Investments in Associates and Joint Ventures: Long-terms Interest in Associates and Joint Ventures
IC Interpretation 23*	Uncertainty over Income Tax Treatments
Annual Improvements to MFRS Standards 2015-2017 Cycle*	

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1. Accounting policies and basis of preparation (Cont'd)

Amendments to MFRSs and IC Interpretation effective 1 January 2020:

Amendments to References to the Conceptual Framework in MFRS Standards (MFRS 2, 3, 6, 14, 101, 108, 134, 137, 138 and IC Interpretation 12, 19, 20, 22 and 132)

MFRS effective 1 January 2021:

MFRS 17*# Insurance Contracts

Amendments to MFRSs - effective date deferred indefinitely:

Amendments to MFRS 10 and MFRS 128 Consolidated Financial Statements and Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

* Not applicable to the Group's operation

Not applicable to the Company's operation

The initial application of the above standards, amendments and interpretation are not expected to have any financial impacts to the financial statements, except for:

MFRS 16 Leases

MFRS 16 replaces MFRS 117 *Leases*. MFRS 16 eliminates the distinction between finance and operating leases for lessees. As off-balance sheet will no longer be allowed except for some limited practical exemptions, all leases will be brought onto the statement of financial position by recognising a "right-of-use" asset and a lease liability. In other words, for a lessee that has material operating leases, the assets and liabilities reported on its statement of financial position are expected to increase substantially.

MFRS 16 also:

- Changes the definition of a lease;
- Sets requirements on how to account for the asset and liability, including complexities such as non-lease elements, variable lease payments and option periods;
- Changes the accounting for sale and leaseback arrangements;
- Largely retains MFRS 117's approach to lessor accounting; and
- Introduces new disclosure requirements.

The Group is currently assessing the impact of MFRS 16 and plans to adopt the new standard on the required effective date.

A2. Seasonal or cyclical factors

The Group's operations are not subject to seasonal or cyclical factors.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A3. Items of unusual nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter ended 31 March 2019.

A4. Material changes in estimates

There were no changes in estimates of amounts reported in previous financial year that have had a material effect for the current financial quarter ended 31 March 2019.

A5. Changes in debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities during the current financial quarter ended 31 March 2019.

A6. Dividends paid

There were no dividends paid during the current financial quarter ended 31 March 2019.

A7. Changes in composition of the Group

There were no changes in the composition of the Group for the current financial quarter ended 31 March 2019.

A8. Valuation of property, plant and equipment

There were no valuation of property, plant and equipment for the current financial quarter ended 31 March 2019.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A9. Segmental information

The Group is organised into business units based on their products and services, which comprises the following:

	←	Results for the quarter ended 31 March 2019			→
	Investment RM'000	Project RM'000	Product RM'000	Elimination RM'000	Total RM'000
Revenue					
External	-	216,677	5,384	-	222,061
Inter-segment	1,193	87,353	5,339	(93,885)	-
Total revenue	1,193	304,030	10,723	(93,885)	222,061
Interest income	-	11,425	-	-	11,425
Finance costs	-	(13,546)	(61)	-	(13,607)
Net finance income/ (expenses)	-	(2,121)	(61)	-	(2,182)
Segment profit/ (loss) before tax	(830)	7,388	911	16,219	23,688
Segment profit/ (loss) after tax	(846)	6,222	911	16,219	22,506

	←	Results for the quarter ended 31 March 2018			→
	Investment RM'000	Project RM'000	Product RM'000	Elimination RM'000	Total RM'000
Revenue					
External	-	255,984	4,931	-	260,915
Inter-segment	591	83,861	1,389	(85,841)	-
Total revenue	591	339,845	6,320	(85,841)	260,915
Interest income	-	15,136	-	-	15,136
Finance costs	-	(9,510)	(22)	-	(9,532)
Net finance income/ (expenses)	-	5,626	(22)	-	5,604
Segment profit/ (loss) before tax	(6,604)	31,166	13	(6,913)	17,662
Segment profit/ (loss) after tax	(6,604)	28,938	(19)	(6,882)	15,433

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A9. Segmental information (Cont'd)

The Group is organised into business units based on their products and services, which comprises the following (Cont'd):

	←	Results for the period ended 31 March 2019			→
	Investment RM'000	Project RM'000	Product RM'000	Elimination RM'000	Total RM'000
Revenue					
External	-	512,715	12,066	-	524,781
Inter-segment	3,244	141,388	13,268	(157,900)	-
Total revenue	3,244	654,103	25,334	(157,900)	524,781
Interest income	-	37,060	-	-	37,060
Finance costs	-	(36,936)	(202)	-	(37,138)
Net finance income/ (expenses)	-	124	(202)	-	(78)
Segment profit/ (loss) before tax	471	33,310	(32)	22,249	55,998
Segment profit/ (loss) after tax	421	28,876	(32)	22,249	51,514

	←	Results for the period ended 31 March 2018			→
	Investment RM'000	Project RM'000	Product RM'000	Elimination RM'000	Total RM'000
Revenue					
External	-	702,313	21,440	-	723,753
Inter-segment	1,982	147,463	3,222	(152,667)	-
Total revenue	1,982	849,776	24,662	(152,667)	723,753
Interest income	-	37,077	1	-	37,078
Finance costs	-	(23,129)	(49)	-	(23,178)
Net finance income/ (expenses)	-	13,948	(48)	-	13,900
Segment profit/ (loss) before tax	(12,581)	82,887	469	4,179	74,954
Segment profit/ (loss) after tax	(12,581)	70,060	263	4,384	62,126

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A10. Income tax expense

	Current year quarter 31-Mar-19 RM'000	Preceding year corresponding quarter 31-Mar-18 RM'000	Current period to date 31-Mar-19 RM'000	Preceding year corresponding period 31-Mar-18 RM'000
Tax expenses	(1,182)	(2,229)	(4,484)	(12,828)

Income tax is calculated at Malaysian statutory tax rate of 24% (2018: 24%) of the estimated assessable profit for the financial period.

Taxation for other jurisdiction is calculated at the rates prevailing in the respective jurisdictions.

A11. Earnings per share

A11.1. Basic earnings per share

The calculation of basic earnings per share for the financial period is based on the net profit attributable to owners of the Company and divided by the weighted average number of ordinary shares outstanding during the financial period.

	Current year quarter 31-Mar-19	Preceding year corresponding quarter 31-Mar-18	Current period to date 31-Mar-19	Preceding year corresponding period 31-Mar-18
Profit attributable to owners of the Company (RM'000)	21,590	9,207	46,009	42,477
Weighted average number of ordinary shares in issue ('000)	764,294	763,604	764,294	763,604
Basic earnings per share (Sen)	2.82	1.21	6.02	5.56

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A11. Earnings per share (Cont'd)

A11.2. Diluted earnings per share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue as at the end of the financial period under review.

A12. Property, plant and equipment

During the current financial quarter ended 31 March 2019, the Group acquired assets at a cost of RM1.0 million.

A13. Trade receivables

The trade receivables of the Group were as follows:

	Unaudited as at 31-Mar-19 RM'000	Audited as at 30-Jun-18 RM'000
Trade receivables	98,108	64,278
Retention sums on contracts	65,440	58,113
	163,548	122,391

A14. Cash and bank balances

For the purpose of the Consolidated Statement of Cash Flows, cash and cash equivalents comprising the following:

	Unaudited as at 31-Mar-19 RM'000	Unaudited as at 31-Mar-18 RM'000
Cash and bank balances	71,059	26,741
Short-term deposits with licensed institutions	382	-
	71,441	26,741
Bank overdrafts	(23,092)	(16,405)
	48,349	10,336

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A15. Borrowings and debts securities

Total borrowings of the Group were as follows:

	Unaudited as at 31-Mar-19 RM'000	Audited as at 30-Jun-18 RM'000
Non-current liabilities		
Secured:		
Finance lease liabilities	4,071	582
Term loans	457,583	372,428
	461,654	373,010
Current liabilities		
Secured:		
Finance lease liabilities	1,203	544
Term loans	28,345	25,954
Bank overdrafts	23,092	9,749
Banker acceptances	33,659	64,488
Trust receipts	153,525	171,744
Revolving credit	136,955	90,670
	376,779	363,149
	838,433	736,159

The currencies exposure profile of borrowings of the Group was as follows:

	Unaudited as at 31-Mar-19 RM'000	Audited as at 30-Jun-18 RM'000
Ringgit Malaysia	386,671	343,631
United States Dollar	451,308	387,785
Euro	454	4,743
	838,433	736,159

Included in term loan is RM443.1 million (30.06.2018: RM352.5 million) to part finance projects in Cambodia. The repayment of these term loan are ring fenced by the proceeds from the projects.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A16. Material event subsequent to the end of financial period reported

On 2 April 2019, a wholly-owned subsidiary company, PESTECH Energy Sdn. Bhd. (“PEN”), incorporated a 70%-owned subsidiary namely PESTECH Solutions Sdn. Bhd. (“PES”) under the Companies Act 2016 as a private company limited by shares. The total issued share capital of PES is RM10.00 comprising 10 ordinary shares. The intended principal activity of PES is to market PEN’s products and all kinds of commercial trading businesses which are in line with the long-term strategic plans of PESTECH Group.

A17. Financial guarantees

Corporate guarantees extended by the Company to financial institutions for credit facilities granted to subsidiaries as at the end of the reporting period were as follows:

	Unaudited as at 31-Mar-19 RM’000	Audited as at 30-Jun-18 RM’000
Secured outstanding as at:		
Finance lease liabilities of the Group	5,274	1,126
Loan and borrowings of subsidiaries	833,159	735,033

The corporate guarantees do not have a determinable effect on the terms of the credit facilities due to banks, financial institutions and suppliers requiring parent guarantees as a pre-condition for approving the credit facilities granted to the subsidiaries. The actual terms of the credit facilities are likely to be the best indicator of “at market” terms and hence the fair value of the credit facilities is equal to the credit facilities amount received by the subsidiaries. As such, there is no value on corporate guarantee to be recognised in the financial statements.

PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**A18. Capital commitments**

The outstanding capital commitments at the end of the financial period were as follows:

	Unaudited as at 31-Mar-19 RM’000	Audited as at 30-Jun-18 RM’000
Amount authorised and contracted for property, plant and equipment	1,140	9,462

A19. Significant related party transactions

The Group had the following transactions during the financial period under review with related parties in which certain directors of the Company have substantial financial interest:

	Unaudited as at 31-Mar-19 RM’000	Audited as at 30-Jun-18 RM’000
Related companies by virtue of common shareholders: Purchased of material and services rendered	14,752	16,284

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B1. Review of performance

(a) Performance of the current quarter against the same quarter in the preceding year

	Current year quarter 31-Mar-19 RM'000	Preceding year corresponding quarter 31-Mar-18 RM'000	Changes	
			RM'000	%
Revenue	222,061	260,915	(38,854)	-15%
Other income	11,143	16,444	(5,301)	-32%
Profit before tax ("PBT")	23,688	17,662	6,026	34%
Profit after tax ("PAT")	22,506	15,433	7,073	46%

The Group registered a revenue of RM222.1 million for current quarter under review as compared to RM260.9 million for the preceding year corresponding quarter. The Group revenue reflects the stage of projects completion during the quarter under review.

During the current financial quarter, revenue for Project segment was recorded at RM216.7 million as compared to RM256.0 million in the preceding year corresponding financial quarter. The performance was in line with the planned progress of the on-going transmission, distribution and rail electrification projects. As of 31.3.2019, our order book balance stood at RM1.8 billion, which will be realised progressively over the contract period.

Other income of the Group is mainly arising from concession assets and adoption of new accounting standard, MFRS 15 *Revenue from Contracts with Customers* in current financial year. Reduction in other income in the current quarter are mainly due to strengthening of United States Dollar against Ringgit Malaysia compared to preceding year corresponding quarter. However, the Group reported an unrealised gain on foreign exchange of RM7.1 million for current period to date.

The Group has recorded profit before tax of RM23.7 million as compared to RM17.7 million for the preceding year corresponding quarter. The PBT margin for the quarter under review was 11% which is higher as compared to the PBT margin for the preceding year corresponding quarter of 7%.

The Group has recorded profit after tax of RM22.5 million as compared to RM15.4 million for the preceding year corresponding quarter. The PAT margin for the quarter under review was 10% which is within the Group target of 9% to 11%.

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B1. Review of performance (Cont'd)

(b) Performance of the current quarter against the immediate preceding quarter

	Current year to-date 31-Mar-19 RM'000	Immediate preceding quarter 31-Dec-18 RM'000	Changes	
			RM'000	%
Revenue	222,061	178,635	43,426	24%
Other income	11,143	17,124	(5,981)	-35%
Profit before tax ("PBT")	23,688	19,715	3,973	20%
Profit after tax ("PAT")	22,506	17,366	5,140	30%

The Group recorded revenue of RM222.1 million for current quarter under review as compared to RM178.6 million for the immediate preceding quarter.

Profit before tax for the current quarter under review is recorded at RM23.7 million as compared to RM19.7 million for the immediate preceding quarter. The profit before tax for current quarter under review are higher, this was mainly due to higher gross profit at RM41.0 million, while immediate preceding quarter at RM29.0 million.

Other income of the Group is mainly arising from concession assets and adoption of new accounting standard, MFRS 15 *Revenue from Contracts with Customers* in current financial year. Reduction in other income in the current quarter are mainly due to strengthening of United States Dollar against Ringgit Malaysia compared to immediate preceding quarter.

The Group has recorded profit before tax of RM23.7 million as compared to RM19.7 million for the immediate preceding quarter. The PBT margin for the quarter under review and immediate preceding quarter were 11%.

The Group has recorded profit after tax of RM22.5 million as compared to RM17.3 million for the immediate preceding quarter. The PAT margin for the quarter under review and immediate preceding quarter were 10% which is within the Group target of 9% to 11%.

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B2. Profit before tax

Included in the profit before tax are the following items:

	Current year quarter 31-Mar-19 RM'000	Preceding year corresponding quarter 31-Mar-18 RM'000	Current period to date 31-Mar-19 RM'000	Preceding year corresponding period 31-Mar-18 RM'000
Amortisation of intangible assets	1,537	2,037	3,993	2,037
Amortisation of unwinding discount of financial liability	375	332	1,100	1,066
Depreciation of property, plant and equipment	2,218	1,221	4,920	3,658
Fair value (gain)/loss on derivative financial instruments	(2,711)	8,125	(2,240)	23,601
Finance income arising from MFRS15	(2,193)	-	(6,431)	-
Gain on disposal of property, plant and equipment	(255)	-	(845)	(80)
Interest expense	13,232	9,532	36,038	23,178
Interest income	(88)	(32)	(258)	(68)
Interest income arising from concession assets	(9,144)	(15,104)	(30,371)	(37,010)
Unrealised (gain)/loss on foreign exchange	2,162	(539)	(7,055)	3,194

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B3. Prospects

The Group is upbeat on the overall regional power infrastructure development in transmission and rail electrification areas.

In Malaysia, the continuation of East Coast Rail Link, Light Rail Transit 3, and the pending Rapid Transit System projects presents positive prospects to the Group for further involvement in rail electrification in addition to our current projects in Klang Valley Double Track Phase 1, Mass Rapid Transit 2, and Southern Double Track projects, which are progressing accordingly as planned.

Regionally, the Thailand 3-airports high speed rail link, and Philippine National Railways Clark 1 projects are the major infrastructure undertakings that the Group may explore for further growth potential in rail electrification.

Recently, the Group has collaborated with RS Renewables KK of Japan for a bid towards the Large Scale Photovoltaic Plants for Peninsular Malaysia (“LSS3”). This would mark the Group's initial foray into renewable energy (“RE”) generation segment as an independent power producer, and the start of the Group's regional exploration in the RE potentials in the region.

The management believes that the Group's continuous strive for various aspects of power infrastructure build up, with consistently reliable, and value-added offerings will sustain its growth in the long run.

B4. Profit forecast and profit guarantee

There were no profit forecast or profit guarantee in any public document by the Group.

B5. Material litigation

There were no material litigation as at the date of issuance of this quarterly report.

B6. Dividends

There were no dividends declared during the current financial quarter under review.

B7. Auditors' report

There were no qualifications to the audited financial statements of PESTECH Group for previous financial year ended 30 June 2018.

**PART B : ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

B8. Status of corporate proposal

The proposed listing of Pestech (Cambodia) PLC, a wholly-owned subsidiary of the Company, is in progress as at the date of issuance of this quarterly report.

B9. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors.