

# **CYMAO HOLDINGS BERHAD**

(Company No. 445931 - U)

(Incorporated in Malaysia)

## **INTERIM**

## **FINANCIAL STATEMENTS**

**FOR THE FIRST  
QUARTER ENDED**

**31ST MARCH 2018**

**CONDENSED CONSOLIDATED INCOME STATEMENT  
 FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - UNAUDITED**

	Individual Period (1st Quarter)		Changes Amount	Changes (%)	Cumulative Period Unaudited		Changes Amount	Changes (%)
	Current Year Quarter 31.03.2018 RM'000	Preceding Year Corresponding Quarter 31.03.2017 RM'000			Current Year To- date 31.03.2018 RM'000	Preceding Year Corresponding Period 31.03.2017 RM'000		
Revenue	22,666	19,651	3,015	15.34	22,666	19,651	3,015	15.34
Cost of sales	(22,196)	(19,294)	(2,902)	15.04	(22,196)	(19,294)	(2,902)	15.04
<b>Gross profit</b>	470	357	113	31.65	470	357	113	31.65
Other income	452	197	255	129.44	452	197	255	129.44
Other operating expenses	(196)	(73)	(123)	168.49	(196)	(73)	(123)	168.49
Administrative expenses	(1,720)	(1,579)	(141)	8.93	(1,720)	(1,579)	(141)	8.93
Selling and marketing expenses	(1,286)	(1,044)	(242)	23.18	(1,286)	(1,044)	(242)	23.18
Interest income	10	5	5	100.00	10	5	5	100.00
Finance costs	(41)	(85)	44	(51.76)	(41)	(85)	44	(51.76)
<b>Loss before tax</b>	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
Income tax expenses	-	-	-	-	-	-	-	-
<b>Loss net of tax</b>	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
<b>Total comprehensive loss attributable to:</b>								
Owners of the Company	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
<b>Loss attributable to:</b>								
Owners of the Company	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
Non-controlling interest	-	-	-	-	-	-	-	-
<b>Loss for the period</b>	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
<b>Total comprehensive loss attributable to:</b>								
Owners of the Company	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
Non-controlling interest	-	-	-	-	-	-	-	-
<b>Total comprehensive loss for the period</b>	(2,311)	(2,222)	(89)	4.01	(2,311)	(2,222)	(89)	4.01
<b>Basic Loss per ordinary share (sen):</b>								
Loss from continuing operations	(3.15)	(3.02)	(0.12)	4.09	(3.15)	(3.02)	(0.12)	4.09

The above Condensed Consolidated Income Statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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**CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE First QUARTER ENDED 31 MARCH 2018 - UNAUDITED**

	Current Quarter 31.03.2018	Immediate Preceding Quarter 31.12.2017	Changes Amount	Changes (%)
Revenue	22,666	28,812	(6,146)	-21.33%
Operating Loss	(2,311)	(1,913)	(398)	20.81%
Loss Before Interest and Tax	(2,301)	(1,902)	(399)	20.98%
Loss Before Tax	(2,311)	(1,912)	(399)	20.87%
Loss After Tax	(2,311)	(1,830)	(481)	26.28%
Loss Attributable to Ordinary Equity Holders of the Parent	(3.15)	(2.50)	(1)	26.00%

**CYMAO HOLDINGS BERHAD**

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2018 - UNAUDITED**

	As at 31.03.2018 (Unaudited) RM'000	As at 31.12.2017 (Audited) RM'000
<b>ASSETS</b>		
Property, plant and equipment	34,749	35,260
Land use right	836	840
Other receivables	-	-
Associate Company	51	51
<b>Total non-current assets</b>	<b>35,636</b>	<b>36,151</b>
Inventories	15,451	21,349
Trade receivables	9,558	11,290
Other receivables	5,577	2,824
Tax refundable	660	790
Fixed deposit with licensed bank	632	1,432
Cash and bank balances	5,498	4,052
<b>Total current assets</b>	<b>37,376</b>	<b>41,737</b>
<b>Total assets</b>	<b>73,012</b>	<b>77,888</b>
<b>Equity</b>		
Share capital	75,000	75,000
Share premium	17,374	17,374
Treasury shares	(694)	(694)
Accumulated losses	(31,438)	(29,127)
<b>Total equity</b>	<b>60,242</b>	<b>62,553</b>
<b>LIABILITIES</b>		
Borrowings - Long term	1,744	1,789
Deferred tax liabilities	1,638	1,638
<b>Total non-current liabilities</b>	<b>3,382</b>	<b>3,427</b>
Borrowings - Short term	3,453	6,446
Trade payables	4,505	3,500
Other payables	1,430	1,962
Tax payables	-	-
<b>Total current liabilities</b>	<b>9,388</b>	<b>11,908</b>
<b>Total liabilities</b>	<b>12,770</b>	<b>15,335</b>
<b>Total equity and liabilities</b>	<b>73,012</b>	<b>77,888</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>0.80</b>	<b>0.83</b>

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES EQUITY  
FOR THE THREE MONTHS ENDED 31 MARCH 2018 - UNAUDITED**

	Attributable to Equity Holders of the Company				Total Equity RM'000
	Non-Distributable		Distributable		
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Accumulated Losses RM'000	
<b>At 1 January 2017</b>	75,000	17,374	(631)	(21,658)	70,085
Total comprehensive loss for the 12-month period	-	-	(63)	(7,469)	(7,532)
<b>At 31 December 2017</b>	<u>75,000</u>	<u>17,374</u>	<u>(694)</u>	<u>(29,127)</u>	<u>62,553</u>
<b>At 1 January 2018</b>	75,000	17,374	(694)	(29,127)	62,553
Total comprehensive loss for the 3-month period	-	-	-	(2,311)	(2,311)
<b>At 31 March 2018</b>	<u>75,000</u>	<u>17,374</u>	<u>(694)</u>	<u>(31,438)</u>	<u>60,242</u>

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017 and accompanying explanatory notes attached to these interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE THREE MONTHS ENDED 31 MARCH 2018 - UNAUDITED**

	3 months ended	
	31.03.2018 (Unaudited) RM'000	31.03.2017 (Unaudited) RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(2,311)	(2,222)
Adjustments for:		
Depreciation of property, plant and equipment	930	891
Amortisation of land use right	4	4
Interest income	(10)	(5)
Finance costs	41	86
Operating loss before working capital changes	(1,346)	(1,246)
Decrease in inventories	5,898	1,227
Decrease in receivables	(1,209)	2,396
Decrease in payables	473	(2,245)
Net cash generated from operations	3,816	132
Interest paid	(41)	(86)
Net tax paid	130	(107)
Net cash generated from operating activities	3,905	(61)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Movement in fixed deposits under pledged	-	(4)
Acquisition of property, plant and equipment	(232)	(359)
Purchase of treasury shares	-	-
Proceeds from disposal of plant and equipment	-	-
Interest received	10	5
Net cash (used in)/generated from investing activities	(222)	(358)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bankers' acceptance drawn down	2,333	5,861
Short Term Loan	68	233
Repayment of term loan	(44)	(44)
Repayment of bankers' acceptance	(5,394)	(6,126)
Net cash (used in)/generated from financing activities	(3,037)	(76)
<b>Net decrease in cash and cash equivalents</b>	646	(495)
<b>Cash and cash equivalents at beginning of financial period</b>	4,852	2,557
<b>Cash and cash equivalents at end of financial period</b>	5,498	2,062

**CYMAO HOLDINGS BERHAD**

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE THREE MONTHS ENDED 31 MARCH 2018 - UNAUDITED**

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Cash and cash equivalents at the end of financial period comprise of the followings:

	<b>As at 31.03.2018 (Unaudited) RM'000</b>	<b>As at 31.03.2017 (Unaudited) RM'000</b>
Cash in hand and at bank	5,498	2,792
Bank overdraft	-	(730)
Fixed deposit with a licensed bank	1,432	1,114
Cash and bank balances	<u>6,930</u>	<u>3,176</u>
Less: Deposit with a licensed bank pledged for bank guarantees	<u>(1,432)</u>	<u>(1,114)</u>
	<u><u>5,498</u></u>	<u><u>2,062</u></u>

The above Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and accompanying explanatory notes attached to these interim financial statements.

## **CYMAO HOLDINGS BERHAD**

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### **NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2017 - (UNAUDITED)**

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#### **1 Corporate Information**

The Company is a public limited liability company incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad. The registered office of the Company is located at MPT 4604, 3rd Floor, Lot 15 - 16, Block B, Bandaran Baru, Jalan Baru, 91000 Tawau, Sabah. The principal place of business of the Company is located at 9.1 KM, Jalan Batu Sapi, 90000 Sandakan, Sabah.

The principal activity of the Company is investment holding.

The principal activities of the subsidiaries are manufacturing and sale of veneer, plywood, decorative plywood, blockboard, provision of barge hiring services, and sale and extraction of log timbers. There have been no significant changes in the nature of these principal activities during the financial year.

#### **2 Basis of Preparation**

These condensed consolidated interim financial statements (Condensed Report) for the period ended 30 September 2017, have been prepared in accordance with Malaysian Financial Reporting Standard (MFRS) 134 "*Interim Financial Reporting*" and paragraph 9.22 of the Main Market Listing Requirement of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016.

The accounting policies used in the preparation of interim financial statements are consistent with those previously adopted in the audited financial statements of the Group for the year ended 31 December 2016. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2017.

#### **3 Significant Accounting Policies**

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended 31 December 2015, except for the adoption of the following new/revised MFRSs and amendments to MFRSs:

Effective for financial periods beginning on or after 1 January 2016:

Amendments to MFRS 11: Accounting for Acquisition of the Interests in Joint Operations

Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Method Depreciation and Amortisation

Amendments to MFRS 116 and MFRS 141: Agriculture & Bearer Plants

Amendments to MFRS 127: Equity Method in Separate Financial Statements

Amendments to MFRS 101: Disclosure Initiative

Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities : Applying the Consolidation Exception  
Annual Improvements to MFRSs 2012 - 2014 Cycle

MFRS 14: Regulatory Deferral Accounts



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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)**

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**3 Significant Accounting Policies**

Effective for financial periods beginning on or after 1 January 2017:

Amendments to MFRS 107 : Disclosure Initiative

Amendments to MFRS 112 : Recognition of Deferred Tax Assets for Unrealised Losses

Effective for financial periods beginning on or after 1 January 2018:

MFRS 15: Revenue from Contracts with Customers

Amendments to MFRS 2 : Classification and Measurement of Share - based Payment Transaction

MFRS 9: Financial Instruments

Effective for financial periods beginning on or after 1 January 2019:

MFRS 16 : Leases

Deferred

Amendments to MFRS 10 and MFRS 128 : Sale or contribution of Assets between an Investor and its Associate or Joint Venture

The adoption of the above revised MFRSs, and Amendment do not have any significant financial impact on the Group.

**4 Auditors' Report**

The auditors' report on the financial statements of the Group for the year ended 31 December 2017 was not qualified.

**5 Seasonality of operations**

The Group's business operation and performance are to a certain extent affected by weather conditions especially on the supply of logs.

**6 Unusual Items due to their Nature, Size or Incident**

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

**7 Changes in Estimates**

There was no estimation of amount used in the preceding reporting having a material effect in the current reporting quarter.

**8 Dividend Paid**

There was no dividend paid by the Group during the current quarter.

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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)**

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**9 Carrying Amount of Revalued Assets**

There were no brought forward valuations of property, plant and equipment from the year ended 31 December 2017 and there were no valuations of property, plant and equipment carried out during the current financial year-to-date.

**10 Debt and Equity Securities**

There were no issuances, cancellations, resale and repayments of debt and equity securities during the quarter under review.

**11 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the reporting quarter.

**12 Segmental Information**

No segmental information has been presented as the Group activities are predominantly in Malaysia.

**13 Capital Commitments**

There were no capital commitments for the quarter ended 31 March 2018.

**14 Changes in Contingent Liabilities or Contingent Assets**

There were no changes in contingent liabilities or contingent assets since the last statement of financial position as at 31 December 2017 and up to the date of this report.

**15 Subsequent Events**

There were no material subsequent events to the end of the current quarter.

**16 Trade Receivables**

The trade receivable turnover is 68 days which is within the industry average. Export sales are through Letter of Credit. The Group has not experienced any debt issues with the customers as the customers are long established and reliable.

There are no write down of debts during the quarter.

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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)****17 Performance Review****Turnover**

The quarter registered a turnover of RM22.666 million an increase in turnover of RM3.015 million as compared to immediate corresponding period of RM19.651 million last year. The increase in turnover is due to International export market which has improved but the local domestic demand is sluggish. The average sales volume of 3,558 m3 per month this quarter is 2.64 % more than 3,464 m3 average sale volume for 2017 same quarter. Production volume for Group lever slightly increased by 1,643 m3 from 8,953 m3 to 7,310 m3, an increase of 18.35 % for this quarter as compared to the immediate corresponding quarter due to veneer supply from Jengka and purchase of Pine Veneer and Veneer from China for Sandakan mill production.

**Loss before Tax**

The Group registered a loss of RM2.311 million as compared to a loss of RM2.222 million in the same quarter last year. This represents an increase of RM0.089 million loss this quarter due to lower sales in Klang and shortage of logs supply in Sandakan.

	31.03.2018	31.03.2017
	RM'000	RM'000
Sandakan	(1,584)	(2,009)
Klang	(179)	(143)
Jengka	(525)	-
Other companies	(23)	(70)
Group loss	<u>(2,311)</u>	<u>(2,222)</u>

As explained, the decrease in loss in Sandakan is due to better margin and higher sales. The profit before tax in Klang has reduced compare to last corresponding quarter due to competitive pricing and lower sales, Jengka operation is stab helped to supply veneer to Sandakan operation as Sandakan operation is short of logs supply.

**Comparison with immediate preceding quarter's result:**

As a result of increased production volume and the increase in sales volume, revenue has increased by RM3.015 million or 1.53 % as compared to the immediate preceding quarter. The gross profit for the Group has improved from 1.82 % to 2.07% for this quarter as compared to the immediate preceding quarter. For this quarter the loss of RM2.311 million from corresponding quarter of RM2.222 million before tax is due to a lower sales for Klang and shortage of logs in Sandakan.

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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)****17 Performance Review****Comparison with immediate preceding quarter's result:**

The changes in sales volumes can be analyzed as follows:

	31.03.2018	31.03.2017	Net change
Sandakan mills : Export (m <sup>3</sup> )	4,466	2,116	2,350
: Local (m <sup>3</sup> )	2,517	4,087	(1,570)
	<u>6,983</u>	<u>6,203</u>	<u>780</u>
Poly-Ply at Klang : Export (m <sup>3</sup> )	424	656	(232)
: Local (m <sup>3</sup> )	2,723	3,532	(809)
	<u>3,147</u>	<u>4,188</u>	<u>(1,041)</u>
Poly-Ply at Jengka : Export (m <sup>3</sup> )	327	-	327
: Local (m <sup>3</sup> )	216	-	216
: Local (m <sup>3</sup> ) to Sandakan	2,295	-	2,295
	<u>2,838</u>	<u>-</u>	<u>2,838</u>

Sandakan has an increase of 780 m<sup>3</sup> of sales and Klang recorded a reduction of 1,041 m<sup>3</sup> sales for this quarter as compared to the immediate corresponding quarter. Overall the increase of sales for this quarter has improved gross profit.

**Group's Prospect:**

The last three (3) months has been challenging for the Group mainly due to critical shortage of timber logs supply in Sabah overall thus a lower production volume in Sandakan. Sandakan is now operating one merged mill, the production cost is lower and therefore gross margin has improved. The international export market has picked up in the last six (6) months with the improve pricing but the local market is slow in sales. The Group is focusing more on export sales to capture the better margin.

As reported in the last quarter, in order to address the shortage of logs supply in Sandakan, the Group leased a plywood mill in Jengka, Pahang in July 2017. For the past three months, the bulk of the veneer produced is shipped back to Sandakan for plywood processing. The contribution of Jengka will be more conclusive from 2018 onwards as there are still repairs and additions of machinery and manpower training at the Jengka operation. With the improved export market and a more clement weather for better logs supplies and the Jengka veneer supply, Sandakan operation is showing signs of revival and looking forward to a better performance.

Klang operation has slowed down due to a slow demand for value-added plywood products. The challenge is for the Klang operation management to fix the situation and put more efforts to capture more customers and to manage the cost to bring the Klang operation to a better profitability.

The latest decision by the U.S Commerce Department on 13 November 2017 that it had made final determinations that hardwood plywood from China was being subsidized. As a result, there will be anti-dumping and anti-subsidy duties imposed on China plywood selling to the U.S. market. The Group has tapped into this opportunity on this development and it is expected to contribute positively to the Group operation.

The new Chief Minister of Sabah just announced in the 23 May 2018 that all logs, will be banned for export in Sabah with immediate effect. It is anticipated that this will have an impact on the future logs supply and could be a positive development for the Group especially the Sandakan operation.

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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)****18 Bank Borrowing**

The total banking facilities of the Group remained at RM14 million comprising of trade facilities of RM10 million, overdraft of RM2 million and loan of RM2 million.

The average interest rate charged by the banks were 4.50% - 7.50%

**Borrowings (Secured)**

As at 1 st quarter ended 2018						
	Long Term		Short Term		Total Borrowings	
	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination
<b>Secured</b>						
Banker Acceptance	-	-	-	3,147	-	3,147
Term Loan	-	1,744	-	-	-	1,744
Hire Purchase	-	-	-	306	-	306
Bank Overdraft	-	-	-	-	-	-
<b>Unsecured</b>						
Banker Acceptance	-	-	-	-	-	-
Term Loan	-	-	-	-	-	-
Bank Overdraft	-	-	-	-	-	-
As at 1st quarter ended 2017						
	Long Term		Short Term		Total Borrowings	
	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination	Foreign denomination ^	RM denomination
<b>Secured</b>						
Banker Acceptance	-	-	-	6,667	-	6,667
Term Loan	-	1,888	-	-	-	1,888
Bank Overdraft	-	-	-	730	-	730
<b>Unsecured</b>						
Banker Acceptance	-	-	-	-	-	-
Term Loan	-	-	-	-	-	-
Bank Overdraft	-	-	-	-	-	-

All the borrowings are denominated in Ringgit Malaysia.

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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE First QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)****19 Impairment**

The valuation for the fixed assets of the Group amounted to RM74,822 million as at 31 December 2016 and the net book value is RM35,585 million as at 31 March 2018. Therefore, there is no impairment provision required for this quarter.

**20 Commentary on Prospects**

The Group is consciously endeavouring to strengthen its competitive advantage in term of quality, recovery rate and operational efficiency to improve the margin of its products. In addition, the Group has managed to secure continuous logs supply at favourable terms.

**Marketing strategy**

The Group will continue to focus on USD export market to take advantage of the strong Dollar. With the improved quality raw material sourcing, it is expected this strategy will accrue more benefit to the Group.

**Business opportunity**

The Group will continue to explore positive business opportunities to enhance the core performance of the Group. The Group has entered a lease agreement to lease a plywood factory in Jengka Pahang in July 2017 to tap into logs supplies in West Malaysia. As the veneer produced in Pahang is shipped back to Sandakan, It is anticipated this operation will contribute positively to the performance of Cymao from July 2018 as Jengka is not fully in production due to continued machines repairs and man power training.

**21 Profit Forecast/Profit Guarantee**

Not applicable as the Group has not provided any profit forecast or profit guarantee for the quarter ended 31 December 2017.

**22 Additional disclosure - (Loss) before tax**

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	(Unaudited) 31.03.2018 RM' 000	(Audited) 31.03.2017 RM' 000	(Unaudited) 31.03.2018 RM' 000	(Audited) 31.03.2017 RM' 000
(Loss)/ before tax is arrived at after				
Amortisation and depreciation	934	1,141	934	894
Interest expense	41	87	41	86
Interest income	<u>10</u>	<u>9</u>	<u>10</u>	<u>5</u>

There were no impairment loss on receivables, gain or loss on disposal of quoted or unquoted investment and other exceptional items for the current quarter under review and financial year-to-date.

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**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2018 - (UNAUDITED)****23 Income Tax expense**

	<b>Current quarter 3 months ended 31.03.2018 (Unaudited) RM' 000</b>	<b>Year To-date 3 months ended 31.03.2017 (Audited) RM' 000</b>
Income tax:		
Current Taxation	-	107
Deferred Tax	-	-
	<u>-</u>	<u>107</u>

**24 Accumulated Losses**

	<b>As at 31.03.2018 (Unaudited) RM' 000</b>	<b>As at 31.03.2017 (Unaudited) RM' 000</b>
Total Accumulated Losses of the Group		
- Realised	(26,341)	(19,584)
- Unrealised	1,638	1,708
	<u>(24,703)</u>	<u>(17,876)</u>
Less : Consolidation adjustments	(6,735)	(6,004)
Total Group accumulated losses as per	<u>(31,438)</u>	<u>(29,127)</u>

The disclosure of realised and unrealised profits above is solely for compliance with the directive issued by Bursa Malaysia Securities Berhad and should not be used for any other purpose.

**25 Status of Corporate Proposals**

As at the date of this report, there were no corporate proposals announced and not completed, being the latest practical date that shall not be earlier than 7 days from the date of this quarterly report.

**26 Changes in Material Litigation**

As at the date of this report, the Group has not engaged in any material litigation.

**27 Dividend Payable**

No dividend has been recommended for the quarter under review.

**CYMAO HOLDINGS BERHAD**

(Company No. 445931-U)

(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE QUARTERLY FINANCIAL STATEMENTS  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017 - (UNAUDITED)**

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**28 (Loss) per share**

Basic loss per share is calculated by dividing the loss attributable to the ordinary equity holders of the owner by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	<b>Current quarter</b>		<b>Year-To-Date</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>31.03.2018</b>	<b>31.03.2017</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
(Loss) attributable to ordinary equity holders of the parent (RM' 000)	<u>(2,311)</u>	<u>(2,222)</u>	<u>(2,311)</u>	<u>(2,222)</u>
Weighted average number of shares in issue (' 000)	<u>73,473</u>	<u>73,535</u>	<u>73,473</u>	<u>73,535</u>
Basic (loss) per share (Sen)	<u>(3.15)</u>	<u>(3.02)</u>	<u>(3.15)</u>	<u>(3.02)</u>
Diluted (loss) per share (Sen)	<u>(3.15)</u>	<u>(3.02)</u>	<u>(3.15)</u>	<u>(3.02)</u>



	Cumulative quarter	
	31.03.18 RM' 000	31.03.18 RM' 000
<b>Continuing Operations</b>		
Revenue	22,666	
Cost of sales	(22,196)	
<b>Gross profit/(loss)</b>	470	0
Other income	452	
Other operating expenses	(196)	
Administrative expenses	(1,720)	
Selling and marketing expenses	(1,286)	
Interest income	10	
Finance costs	(41)	
Share loss in joint venture	0	
<b>Loss before tax</b>	(2,311)	0
Income tax expenses	0	0
<b>Loss for the period</b>	(2,311)	0
<b>Other comprehensive loss, net of tax</b>		
Currency translation differences arising from consolidation	0	0
<b>Total comprehensive loss attributable to:</b>		
Owners if the Company	(2,311)	0
<b>Loss attributable to:</b>		
Owners of the Company	(2,311)	0
Non-controlling interest	-	-
<b>Loss for the period</b>	(2,311)	0
<b>Total comprehensive loss attributable to:</b>		
Owners of the Company	(2,311)	0
Non-controlling interest	-	-
<b>Total comprehensive loss for the period</b>	(2,311)	0
<b>Basic earnings per ordinary share (sen):</b>		
Loss from continuing operations	(3.15)	0.00

The above Condensed Consolidated Income Statements should be read in conjunction with the explanatory notes attached to these interim financial statements.

#### 19 Additional disclosure - Loss before tax

	Cumulative quarter	
	31.03.18 RM' 000	31.03.18 RM' 000

Loss before tax is arrived at after  
charging/(crediting):

Amortisation and depreciation	934	-
Gain on disposal of plant and equipment	-	-
Interest expense	41	-
Interest income	10	-

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There were no impairment loss on receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment and other exceptional items for the current quarter under review and financial year-to-date.

**Current quarter**  
**12 months ended**  
**31.03.18**  
**RM'000**

22,666
<u>(22,196)</u>
470
452
(196)
(1,720)
(1,286)
10
(41)
<u>0</u>
<u>(2,311)</u>
<u>0</u>
<u><u>(2,311)</u></u>

0

(2,311)

(2,311)

-

(2,311)

(2,311)

-

(2,311)

(3.08)

:companying

**Current quarter**  
**12 months ended**  
**31.03.18**  
**RM'000**

934	-
-	-
41	-
10	-

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