



## **ANEKA JARINGAN HOLDINGS BERHAD**

*(Registration No.: 201801030681 (1292707-D))*

*(Incorporated in Malaysia under the Companies Act 2016)*

### **INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020**

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ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))

UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020<sup>(1)</sup>

	UNAUDITED CURRENT YEAR QUARTER 31.08.20 RM'000	UNAUDITED PRECEDING YEAR QUARTER <sup>(2)</sup> 31.08.19 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.08.20 RM'000	UNAUDITED PRECEDING YEAR TO DATE <sup>(2)</sup> 31.08.19 RM'000
Revenue	31,120	N/A	135,346	N/A
Cost of sales	(28,693)	N/A	(115,164)	N/A
Gross profit	2,427	N/A	20,182	N/A
Other income	1,054	N/A	5,839	N/A
Administrative expenses	(1,844)	N/A	(9,019)	N/A
Operating profit	1,637	N/A	17,002	N/A
Finance costs	(516)	N/A	(3,161)	N/A
Profit before taxation	1,121	N/A	13,841	N/A
Income tax benefit/(expense)	464	N/A	(3,037)	N/A
<b>Profit after taxation</b>	<b>1,585</b>	<b>N/A</b>	<b>10,804</b>	<b>N/A</b>
Other comprehensive (loss) / income, net of tax				
<i>Item that may not be reclassified subsequently to profit or loss</i>				
Remeasurement of defined benefit plan	(36)	N/A	(8)	N/A
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	(439)	N/A	(422)	N/A
<b>Total comprehensive income for the financial period</b>	<b>1,110</b>	<b>N/A</b>	<b>10,374</b>	<b>N/A</b>
<b>PROFIT ATTRIBUTABLE TO:-</b>				
Owners of the Company	1,399	N/A	10,043	N/A
Non-controlling interests	186	N/A	761	N/A
	<b>1,585</b>	<b>N/A</b>	<b>10,804</b>	<b>N/A</b>



ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))

UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020<sup>(1)</sup> (CONT'D)

	UNAUDITED CURRENT YEAR QUARTER 31.08.20 RM'000	UNAUDITED PRECEDING YEAR QUARTER <sup>(2)</sup> 31.08.19 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.08.20 RM'000	UNAUDITED PRECEDING YEAR TO DATE <sup>(2)</sup> 31.08.19 RM'000
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-</b>				
Owners of the Company	1,139	N/A	9,807	N/A
Non-controlling interests	(29)	N/A	567	N/A
	<u>1,110</u>	<u>N/A</u>	<u>10,374</u>	<u>N/A</u>
<b>Earnings per share attributable to owners of the Company:-</b>				
- Basic (Sen)	0.35 <sup>(3)</sup>	N/A	2.52 <sup>(3)</sup>	N/A
- Diluted (Sen)	0.35 <sup>(3)</sup>	N/A	2.52 <sup>(3)</sup>	N/A

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report for the financial period ended 31 May 2020 as disclosed in the Prospectus of the Company dated 1 October 2020 ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter and year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**").
- (3) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 August 2020. The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have any convertible securities outstanding.

N/A Not applicable



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 AUGUST 2020<sup>(1)</sup>**

	<b>Unaudited 31.08.20 RM'000</b>	<b>Audited<sup>(3)</sup> 31.08.19 RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	54,922	N/A
Investment properties	4,647	N/A
Deferred tax assets	-	N/A
Trade and other receivables	17,277	N/A
<b>Total non-current assets</b>	<b>76,846</b>	<b>N/A</b>
<b>Current Assets</b>		
Current tax assets	1,790	N/A
Trade and other receivables	42,554	N/A
Contract assets	64,377	N/A
Other current assets	3,005	N/A
Cash and short-term deposits	15,889	N/A
<b>Total current assets</b>	<b>127,615</b>	<b>N/A</b>
<b>TOTAL ASSETS</b>	<b>204,461</b>	<b>N/A</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to the Owners of the Company</b>		
Share capital	79,642	N/A
Reorganisation reserve	(76,342)	N/A
Exchange reserve	(221)	N/A
Retained earnings	85,671	N/A
Shareholders' fund	88,750	N/A
Non-controlling interests	5,315	N/A
<b>TOTAL EQUITY</b>	<b>94,065</b>	<b>N/A</b>
<b>Non-Current Liabilities</b>		
Loans and borrowings	26,326	N/A
Employees benefits	794	N/A
Deferred tax liabilities	1,471	N/A
Trade payables	2,279	N/A
<b>Total Non-Current Liabilities</b>	<b>30,870</b>	<b>N/A</b>
<b>Current Liabilities</b>		
Loans and borrowings	40,758	N/A
Provisions	-	N/A
Current tax liabilities	800	N/A
Trade and other payables	37,850	N/A
Contract liabilities	118	N/A
<b>Total Current Liabilities</b>	<b>79,526</b>	<b>N/A</b>
<b>TOTAL LIABILITIES</b>	<b>110,396</b>	<b>N/A</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>204,461</b>	<b>N/A</b>



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 AUGUST 2020<sup>(1)</sup>  
(CONT'D)**

	<b>Unaudited 31.08.20</b>	<b>Audited<sup>(3)</sup> 31.08.19</b>
Number of issued shares ('000)	398,210 <sup>(2)</sup>	-
Net assets per ordinary share attributable to owners of the Company (Sen)	<u>22.29</u>	<u>-</u>

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report for the financial period ended 31 May 2020 as disclosed in the Prospectus of the Company dated 1 October 2020 and the accompanying explanatory notes attached to this interim financial report.
- (2) Number of ordinary shares in the Company in issue after the acquisitions of subsidiaries by the Company on 25 August 2020, as further detailed in Note A7.
- (3) No comparative figures for the preceding year's quarter and year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.



ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))

UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020<sup>(1)</sup>

	<----- Non-Distributable ----->			Distributable	Attributable to Owners of the Company	Non-controlling interests	Total Equity
	Share Capital RM'000	Reorganisation Reserve RM'000	Exchange Reserve RM'000	Retained Earnings RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1.9.2019<sup>(2)</sup></b>	(*)	-	-	<b>(19)</b>	<b>(19)</b>	-	<b>(19)</b>
Profit for the financial period				10,043	10,043	761	10,804
Other comprehensive income for the financial period	-	-	(232)	(4)	(236)	(194)	(430)
Total comprehensive income for the financial period			(232)	10,039	9,807	567	10,374
Transactions with owners:-							
- Acquisition of subsidiaries	82,942	(79,642)	11	75,651	78,962	4,748	83,710
- Adjustment on the acquisition of subsidiaries	(3,300)	3,300	-	-	-	-	-
<b>Balance as at 31.8.20</b>	<b>79,642</b>	<b>(76,342)</b>	<b>(221)</b>	<b>85,671</b>	<b>88,750</b>	<b>5,315</b>	<b>94,065</b>

\* RM4



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020<sup>(1)</sup>  
(CONT'D)**

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report for the financial period ended 31 May 2020 as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter and year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020<sup>(1)</sup>**

	<b>CURRENT YEAR TO DATE 31.08.20 RM'000</b>	<b>PRECEDING YEAR TO DATE 31.08.19<sup>(2)</sup> RM'000</b>
<b>CASH FLOWS (FOR) / FROM OPERATING ACTIVITIES</b>		
Profit before taxation	13,841	N/A
Adjustments for:		
Amortisation / Depreciation of investment properties	80	N/A
Depreciation of property, plant and equipment	16,175	N/A
Gain on disposal of property, plant and equipment	(951)	N/A
Interest income	(394)	N/A
Interest expenses	3,161	N/A
Reversal of impairment loss on trade receivables	(310)	N/A
Unrealised (gain) / loss on foreign exchange	(70)	N/A
Operating (loss)/profit before working capital changes	<u>31,532</u>	<u>N/A</u>
Changes in working capital		
Trade and other receivables	22,953	N/A
Contract assets	8,508	N/A
Trade and other payables	(29,780)	N/A
Employee benefits	85	N/A
Provisions	(3,760)	N/A
Contract liabilities	(2,154)	N/A
<b>CASH (FOR) / FROM OPERATIONS</b>	<u>27,384</u>	<u>N/A</u>
Income tax paid	(4,830)	N/A
Interest received	394	N/A
Interest paid	(182)	N/A
<b>NET CASH (FOR) / FROM OPERATING ACTIVITIES</b>	<u>22,766</u>	<u>N/A</u>
<b>CASH FLOWS FROM / (FOR) INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,398)	N/A
Proceeds from disposal of property, plant and equipment	951	N/A
Change in pledged deposits	498	N/A
<b>NET CASH FROM / (FOR) INVESTING ACTIVITIES</b>	<u>51</u>	<u>N/A</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(2,979)	N/A
Net Change in term loans	(1,291)	N/A
Net Change in finance lease liabilities	(14,732)	N/A
Net Change in bankers acceptances	3,304	N/A
Net Change in invoice financing	(266)	N/A
Net Change in promissory notes	284	N/A
Net Change in amount to directors	(215)	N/A
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<u>(15,895)</u>	<u>N/A</u>





**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020<sup>(1)</sup> (CONT'D)**

	<b>CURRENT YEAR TO DATE 31.08.20 RM'000</b>	<b>PRECEDING YEAR TO DATE 31.08.19<sup>(2)</sup> RM'000</b>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	6,922	N/A
EFFECT OF FOREIGN EXCHANGE TRANSLATION	132	N/A
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	482	N/A
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	7,536	N/A
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR COMPRISES:		
Cash and bank balances	7,536	N/A
Fixed deposits with licensed banks	8,353	N/A
	15,889	N/A
Less: Fixed deposits pledged to licensed banks	(8,353)	N/A
	7,536	N/A

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report for the financial period ended 31 May 2020 as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020**

**A1. Basis of Preparation**

The interim financial report of the Group is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“**MFRS**”) 134, Interim Financial Reporting, International Financial Reporting Standards (“**IFRS**”) 34, Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

This is the first interim financial report on the Company’s unaudited condensed consolidated financial results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the Accountants’ Report for the financial period ended 31 May 2020 as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.

**A2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those as disclosed in the Accountants’ Report in the Prospectus. The Group has adopted those standards, amendments and interpretations that have become effective and such adoptions do not have material impact on the financial position and performance of the Group.

New MFRS, amendments/improvements to MFRSs and new IC Interpretation (“**IC Int**”) adopted during the financial yea.

New MFRS

MFRS 16            Leases

Amendments/Improvements to MFRSs

MFRS 3            Business Combinations  
MFRS 9            Financial Instruments  
MFRS 11           Joint Arrangements  
MFRS 112          Income Taxes  
MFRS 119          Employee Benefits  
MFRS 123          Borrowing Costs  
MFRS 128          Investments in Associates and Joint Ventures

New IC Int

IC Int 23            Uncertainty over Income Tax Treatments



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020 (CONT'D)**

**A2. Changes in Accounting Policies (cont'd)**

The Group has not applied in advance the following accounting standards and interpretations (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 period ended 31 August 2020:-

Standards issued but not yet effective

The Group has not adopted the following standards that have been issued but not yet effective:

Effective for financial period beginning on or after 1 January 2020

Amendments to MFRS 3	Business Combination
Amendments to MFRS 101	Presentation of Financial Statements
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors

Effective for financial periods beginning on or after 1 January 2021

MFRS 17	Insurance Contracts
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Effective date yet to be determined by the Malaysian Accounting Standards Board

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
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The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) is not expected to have a material impact on the financial statements of the Group upon their initial application.

**A3. Auditors' Report on Preceding Annual Financial Statements**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 August 2019.

**A4. Seasonal or Cyclical Factors**

The business operations of the Group during the current financial quarter under review were not materially affected by any seasonal or cyclical factors.

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items for the current financial quarter under review.

**A6. Changes in Estimates**

There were no material changes in estimates for the current financial quarter under review.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020 (CONT'D)**

**A7. Debt and Equity Securities**

There were no significant issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter under review except for the following:-

	<b>Amount RM</b>	<b>Number of shares</b>
Issued and fully paid shares		
At 1 June 2020	4	21
Issue of ordinary shares of the Company	79,641,996	398,209,979
At 31 August 2020	<u>79,642,000</u>	<u>398,210,000</u>

Pre-listing internal restructuring exercise

On 21 January 2020, the Company entered into a conditional share sale agreement with Pang Tse Fui, Chong Ngit Sooi, Loke Kien Tuck and Tan Hoon Thean (as vendors) for the acquisitions of 100% shareholdings in Aneka Jaringan Sdn Bhd and Aneka Geotechnics Sdn Bhd for a total purchase consideration of RM79,641,996. The said purchase consideration was entirely satisfied by the issuance of 398,209,979 new ordinary shares in the Company at an issue price of RM0.20 per share. The share issuance and acquisition were completed on 25 August 2020.

**A8. Dividends Paid**

There was no dividend paid by the Company during the current financial quarter under review.

**A9. Segmental Reporting**

The Group's operating segments information are as follows:-

<b>Current year quarter ended 31 August 2020</b>	<b>Construction RM'000</b>	<b>Rental of Equipment RM'000</b>	<b>Adjustment and Elimination RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>				
External revenue	31,120	-	-	31,120
Inter-segment revenue	-	5,008	(5,008)	-
	<u>31,120</u>	<u>5,008</u>	<u>(5,008)</u>	<u>31,120</u>
<b>Results</b>				
Other income				986
Interest income				68
Finance costs				(516)
Unallocated expenses				(30,537)
Consolidated profit before taxation				<u>1,121</u>
Income tax benefit				464
Consolidated profit after taxation				<u>1,585</u>



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020 (CONT'D)**

**A9. Segmental Reporting (Cont'd)**

Current year-to-date ended 31 August 2020	Construction RM'000	Rental of Equipment RM'000	Adjustment and Elimination RM'000	Total RM'000
<b>Revenue</b>				
External revenue	135,337	9	-	135,346
Inter-segment revenue	-	22,990	(22,990)	-
	<u>135,337</u>	<u>22,999</u>	<u>(22,990)</u>	<u>135,346</u>
<b>Results</b>				
Other income				5,445
Interest income				394
Finance costs				(3,161)
Unallocated expenses				<u>(124,183)</u>
Consolidated profit before taxation				13,841
Income tax expense				<u>(3,037)</u>
Consolidated profit after taxation				<u>10,804</u>

There are no comparative figures for the preceding quarter available as this is the first interim financial report for the final quarter ended 31 August 2020 announced in compliance with the Listing Requirements.

**A10. Significant Events Subsequent to the End of the Interim Financial Period**

There were no significant events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report except for the following:-

(a) Listing on the ACE Market of Bursa Securities

In conjunction with the Company's listing on the ACE Market of Bursa Securities on 20 October 2020, the Company issued its Prospectus dated 1 October 2020 for its initial public offering ("IPO") comprising public issue of 139,890,000 new ordinary shares in the Company at an issue price of RM0.33 per share ("IPO Price") in the following manner:-

- (i) 26,906,000 new ordinary shares in the Company made available for application by the Malaysian public through a balloting process;
- (ii) 13,453,000 new ordinary shares in the Company made available for application by the eligible directors, employees and persons who have contributed to the success of the Company;
- (iii) 45,721,000 new ordinary shares in the Company made available by way of private placement to selected investors; and
- (iv) 53,810,000 new ordinary shares in the Company made available by way of private placement to Bumiputera investors approved by the Ministry of International Trade and Industry.

The Company completed its IPO exercise on 20 October 2020.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020 (CONT'D)**

(b) Coronavirus outbreak

On 11 March 2020, the World Health Organisation declared the Coronavirus (“**Covid-19**”) outbreak as a pandemic in recognition of its rapid spread across the globe. On 16 March 2020, the Malaysian Government has imposed the Movement Control Order (“**MCO**”) starting from 18 March 2020 to curb the spread of the Covid-19 outbreak in Malaysia. The Covid-19 outbreak also resulted in travel restriction, lockdown, and other precautionary measures imposed in various countries. The emergence of the Covid-19 outbreak since early 2020 has brought significant economic uncertainties in Malaysia and markets in which operate.

The Group has performed an assessment of the overall impact of the situation on the Group’s operation, including the recoverability of the carrying amount of assets and measurements of assets and liabilities and concluded that there is no material adverse effects on the financial statements for the financial year ended 31 August 2020.

The Group is unable to reasonably estimate the financial impact of these events on its financial position, results of operations or cash flows in the next financial period due to the uncertainty of the future outcome of the current events. It is however certain that the worldwide measures against the spread of the coronavirus will have direct and indirect effects on its operations. The Group will continuously monitor the impact of Covid-19 on its operations and financial performance and will be taking appropriate and timely measures to minimise the impact of the outbreak on the Group’s operation.

**A11. Changes in the Composition of the Group**

Save for the pre-IPO reorganisation as disclosed under Note A7 above to facilitate the Company’s listing as disclosed in the Prospectus, there were no changes in the composition of the Group for the current financial quarter under review.

**A12. Fair Value of Financial Instruments**

There were no gain or losses arising from fair value changes for all financial assets and liabilities for the current financial quarter under review.

**A13. Capital Commitments**

	<b>As at 31.08.2020</b>	<b>As at 31.08.2019</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Approved but not contracted for:-</b>		
- Construction Machinery and equipment for Malaysia Operations	17,300	N/A
- Construction Machinery and equipment for Indonesia Operations	13,939	N/A
- Investment Properties	1,600	N/A



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 AUGUST 2020 (CONT'D)**

	<b>As at 31.08.2020</b>	<b>As at 31.08.2019</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Approved and contracted for:-</b>		
- Purchase of property, plant and equipment	904	N/A
- Purchase of investment properties	2,148	N/A

No comparative figures for the preceding year's corresponding period is available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.

**A14. Contingent Assets and Contingent Liabilities**

The Group has no contingent assets as at the date of this report. Contingent liabilities of the Group as at 31 August 2020 are as follows:-

	<b>As at 31.08.2020</b>
	<b>RM'000</b>
<b>Secured</b>	
Bank guarantees for performance bonds and tender bonds of various construction projects	15,859

**A15. Related Party Transactions**

Listed below are the significant transactions with related parties of the Group during the current financial period under review:-

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>CURRENT YEAR QUARTER</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER</b>	<b>CURRENT YEAR TO DATE</b>	<b>PRECEDING YEAR TO DATE</b>
	<b>31.08.20</b>	<b>31.08.19</b>	<b>31.08.20</b>	<b>31.08.19</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Purchase of consumables from a major shareholder	142	N/A	680	N/A
Provision of mechanical and electrical works	11	N/A	167	N/A

There are no comparative figures for the preceding year's quarter and year-to-date available as this is the first interim financial report for the final quarter ended 31 August 2020 announced in compliance with the Listing Requirements.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of Group Performance**

For the quarter ended 31 August 2020 (4Q20)

The Group recorded a revenue of RM31.12 million and a profit after tax of RM1.58 million for the current quarter ending 31 August 2020. All of the Group's revenue for the current quarter was generated from its construction business segment. The Group's revenue was negatively affected by one of its projects which was deferred for 3 months due to the COVID-19 pandemic as reported in the Prospectus resulting in a lower revenue.

The Group recorded a gross profit of RM2.43 million after accounting for, among others, depreciation of machinery and labour costs. The Group recorded other income of RM1.05 million for the current quarter from the disposal of machinery of RM0.95 million with the remainder contributed by rental of premises and interest from short term deposits. Administrative expenses were RM1.84 million, mainly comprising staff costs.

In terms of taxation, the Group reported a tax benefit for the quarter due to a deferred tax of RM0.93 million from new machines acquired.

For the year-to-date ended 31 August 2020

The Group closed the year with a revenue of RM135.35 million and a profit after tax of RM10.80 million. The lower revenue, as compared to previous years, was mainly due to the shutdown of the Group's operations in Malaysia for a period of about 2½ months pursuant to the MCO imposed by the Malaysia Government from March 2020 to May 2020 where there was no revenue generated. As cost of depreciation and salaries were still ongoing during the shutdown, this has negatively affected the Group's gross profit, which was reported at RM20.18 million.

The Group also recorded an other income of RM5.84 million comprising mainly of RM3.93 million from a recovery of liquidated ascertained damages previously imposed by one of our customers and also a gain on disposal of RM0.95 million from the sale of a fully depreciated machine.

In terms of tax, the Group's effective tax rate was lower due to the reversal of deferred taxation recognised in the previous quarters.

There are no comparative figures for the preceding year's quarter and year-to-date available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.

**B2. Comparison with Immediate Preceding Quarter Results**

There are no comparative figures for the preceding quarter available as this is the first interim financial report for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.





**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B3. Prospects**

In terms of prospects, the Group is cautiously optimistic about the outlook of the construction sector. The Group is of the view that the COVID-19 pandemic will not have a material adverse impact on our prospects in Malaysia and Indonesia in the long run. This view takes into consideration the gradual improvement in Malaysia's economy in the second half of 2020 underpinned by key growth drivers including continued improvement in global growth, trade and technology cycle, reopening of the domestic economy, improvement in income prospects and sentiments to support consumption spending, and fiscal, monetary and financial stimulus measures by Malaysian government.

Meanwhile, it is also expected that once the health crisis is contained, the focus on infrastructure development in Indonesia will continue to be back on track.

**B4. Profit Forecast**

The Group did not issue any profit forecast or guarantee during the current financial quarter under review.

**B5. Income Tax Expense**

The breakdown of income tax expense<sup>(1)</sup> are as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER <sup>(3)</sup>	CURRENT YEAR-TO-DATE	PRECEDING YEAR-TO-DATE <sup>(3)</sup>
	31.08.20 RM'000	31.08.19 RM'000	31.08.20 RM'000	31.08.19 RM'000
Current tax expenses	462	N/A	3,386	N/A
Deferred tax expenses	(926)	N/A	(349)	N/A
	<u>(464)</u>	<u>N/A</u>	<u>3,037</u>	<u>N/A</u>
Effective tax rate (%) <sup>(2)</sup>	<u>(41.39%)</u>	<u>N/A</u>	<u>21.94%</u>	<u>N/A</u>

**Notes:**

(1) Income tax expense is recognised based on management's best estimate.

(2) The Group's effective tax rate for the quarter ended 31 August 2020 of -41.39% is lower than the statutory tax rate of 24.00% mainly due to deferred tax arising from purchase of new machines.

The effective tax rate for the year-to-date ended 31 August 2020 of 21.94% is lower than the statutory tax rate of 24.00% mainly due to deferred tax and also lower tax rate enjoyed by our Indonesian subsidiary.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

- (3) No comparative figures for the preceding year's quarter and year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.

**B6. Status of Corporate Proposals**

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

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ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B7. Use of Proceeds Raised from IPO**

Subsequent to 31 August 2020, the Company completed its IPO exercise on 20 October 2020, which raised gross proceeds of RM46.16 million. The proceeds raised from the IPO are proposed to be utilised as follows:-

No.	Purpose	Proposed utilisation		Actual utilisation	Balance to be utilised	Intended timeframe for utilisation (from the listing date 20 October 2020)
		RM'000	%	RM'000	RM'000	
1.	Purchase of new rotary drilling rigs and crawler crane	17,300	37.48	-	17,300	Within 36 months
2.	Repayment of borrowings	24,264	52.56	-	24,264	Within 3 months
3.	Estimated Listing expenses	4,600	9.96	-	4,600	Within 3 months
<b>Total</b>		<b>46,164</b>	<b>100.00</b>	<b>-</b>	<b>46,164</b>	

The use of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 1 October 2020.



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B8. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 August 2020 are as follows:

	< ----- As at 31.08.20 ----- >		Total RM'000
	Payable within 12 months RM'000	Payable after 12 months RM'000	
<b>Denominated in: RM</b>			
- Term Loan	277	8,768	9,045
- Hire Purchase <sup>(*)</sup>	13,387	17,558	30,945
- Trade Facilities	27,094	-	27,094
<b>Total</b>	40,758	26,326	67,084

All the borrowings are secured.

\* Included IDR9,146 million (RM2.606 million at exchange rate 0.000285)

**B9. Material Litigation**

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

**B10. Dividend**

No dividend has been declared or recommended for payment by the Company during the current financial quarter under review.

**B11. Earnings Per Share**

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPON- DING QUARTER <sup>(1)</sup>	CURRENT YEAR-TO- DATE	PRECEDING YEAR-TO- DATE <sup>(1)</sup>
	31.08.20	31.08.19	31.08.20	31.08.19
Profit after taxation attributable to owners of the Company (RM'000)	1,399	N/A	10,043	N/A
Weighted average number of shares in issue ('000)	398,210	N/A	398,210	N/A
Basic and diluted earnings per share (sen)	0.35	N/A	2.52	N/A



**ANEKA JARINGAN HOLDINGS BERHAD (REGISTRATION NO.: 201801030681 (1292707-D))**

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**Notes:**

- (1) No comparative figures for the preceding year's quarter and year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.
- (2) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 August 2020. The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have any convertible securities outstanding.

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

Profit before taxation is arrived at after charging / (crediting):-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR-TO-DATE	PRECEDING YEAR-TO-DATE
	31.08.20 RM'000	31.08.19 RM'000	31.08.20 RM'000	31.08.19 RM'000
Interest Income	(68)	N/A	(394)	N/A
Interest Expense	516	N/A	3,161	N/A
Reversal of impairment loss on trade receivables	-	N/A	(310)	N/A
Amortisation / Depreciation of investment properties	20	N/A	80	N/A
Amortisation / depreciation of property, plant & equipment	4,312	N/A	16,113	N/A

No comparative figures for the preceding year's quarter and year-to-date are available as this is the first interim financial report on the consolidated results for the final quarter ended 31 August 2020 announced by the Company in compliance with the Listing Requirements.

**BY ORDER OF THE BOARD**

**Date: 28 October 2020**