

SWS CAPITAL BERHAD (502246-P)
Condensed Consolidated Statement of Financial Position
As At 31 December 2019

	Unaudited As At 31.12.2019 (16 months)	Audited As At 31.08.2018 (12 months)
	RM	RM
ASSETS		
Non-current Assets		
Property, plant and equipment	94,996,418	96,081,500
Investment properties	<u>3,100,000</u>	<u>3,260,000</u>
Sub-total	<u>98,096,418</u>	<u>99,341,500</u>
Current Assets		
Inventories	42,743,401	38,636,414
Trade receivables	25,416,143	34,734,615
Other receivables	3,788,453	2,866,384
Tax Recoverable	2,055,969	1,530,330
Cash and bank balances	4,293,681	4,462,715
Fixed deposits with licensed bank	<u>3,754,558</u>	<u>5,768,117</u>
Sub-total	<u>82,052,205</u>	<u>87,998,575</u>
TOTAL ASSETS	<u>180,148,623</u>	<u>187,340,075</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	91,242,917	91,171,891
Share premium	-	71,026
Share option reserve	1,524,600	-
Warrant Reserve	68,816,475	68,816,475
Discount on shares	(68,816,475)	(68,816,475)
Revaluation Reserve	8,837,235	8,993,843
Accumulated losses	<u>(10,717,022)</u>	<u>(1,436,745)</u>
Sub-total	90,887,730	98,800,015
Non-controlling interest	<u>112,752</u>	<u>983,802</u>
Total Equity	<u>91,000,482</u>	<u>99,783,817</u>
LIABILITIES		
Non-current Liabilities		
Loans and borrowings	14,942,546	13,864,367
Deferred tax liabilities	<u>3,410,978</u>	<u>4,297,423</u>
Sub-total	<u>18,353,524</u>	<u>18,161,790</u>
Current Liabilities		
Trade payables	20,437,430	23,591,771
Other payables	5,134,942	4,855,484
Derivatives financial instruments at fair value	-	40,525
Loans and borrowings	<u>45,222,245</u>	<u>40,906,688</u>
	<u>70,794,617</u>	<u>69,394,468</u>
Net Current Assets	11,257,588	18,604,107
Total Liabilities	<u>89,148,141</u>	<u>87,556,258</u>
Net Assets	<u>91,000,482</u>	<u>99,783,817</u>
TOTAL EQUITY AND LIABILITIES	<u>180,148,623</u>	<u>187,340,075</u>
Net asset per share attributable to Owners of the Parent (In RM)	0.4984	0.5418

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018)

SWS CAPITAL BERHAD (502246-P)
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the period ended 31 December 2019
(Unaudited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT PERIOD	PRECEDING YEAR CORRESPONDING PERIOD	CURRENT PERIOD TO DATE	PRECEDING YEAR CORRESPONDING PERIOD TO DATE
	01.09.2019 to 31.12.2019 (4 months) RM	01.09.2018 to 31.12.2018 (4 months) RM	01.09.2018 to 31.12.2019 (16 months) RM	01.09.2017 to 31.12.2018 (16 months) RM
Revenue	43,624,733	N/A	178,295,817	N/A
Cost of Sales	(39,370,513)	N/A	(154,636,179)	N/A
Gross Profit	4,254,220	N/A	23,659,638	N/A
Administration expenses	(4,661,646)	N/A	(20,853,929)	N/A
Selling and distribution expenses	(2,282,436)	N/A	(9,700,482)	N/A
Other income	1,390,637	N/A	1,747,994	N/A
Operating loss	(1,299,225)	N/A	(5,146,779)	N/A
Finance costs	(1,184,486)	N/A	(4,719,543)	N/A
Loss before tax	(2,483,711)	N/A	(9,866,322)	N/A
Income tax expense	371,590	N/A	(112,613)	N/A
Loss after tax for the period	(2,112,121)	N/A	(9,978,935)	N/A
Other comprehensive income net of tax	38,601	N/A	154,404	N/A
Total comprehensive loss for the period	(2,073,520)	N/A	(9,824,531)	N/A
Loss attributable to :				
Owners of the Parent	(1,807,490)	N/A	(9,107,885)	N/A
Non-Controlling Interest	(304,631)	N/A	(871,050)	N/A
	(2,112,121)	N/A	(9,978,935)	N/A
Total comprehensive loss attributable to :				
Owners of the Parent	(1,768,889)	N/A	(8,953,481)	N/A
Non-Controlling Interest	(304,631)	N/A	(871,050)	N/A
	(2,073,520)	N/A	(9,824,531)	N/A
Basic loss per share (in sen)	(0.99)	N/A	(4.99)	N/A
Fully diluted loss per share (in sen)	(0.95)	N/A	(4.81)	N/A

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018)

SWS CAPITAL BERHAD (502246-P)
Condensed Consolidated Statement of Changes In Equity
For the period ended 31 December 2019
(Unaudited)

	← Attributable to Owners of the Parent →							Non-Controlling Interest RM	Total Equity RM	
	Share Capital RM	Share Premium RM	Share Option Reserve RM	Warrant Reserve RM	Discount On Reserve RM	Revaluation Reserve RM	Accumulated Losses RM			Total RM
Balance as at 1 September 2018	91,171,891	71,026	-	68,816,475	(68,816,475)	8,993,843	(1,436,745)	98,800,015	983,802	99,783,817
Effect of adopting MFRS 9	-	-	-	-	-	-	(329,000)	(329,000)	-	(329,000)
Balance as at 1 September 2018, as restated	91,171,891	71,026	-	68,816,475	(68,816,475)	8,993,843	(1,765,745)	98,471,015	983,802	99,454,817
Loss after tax for the period	-	-	-	-	-	-	(9,107,885)	(9,107,885)	(871,050)	(9,978,935)
Transfer pursuant to the Companies Act, 2016	71,026	(71,026)	-	-	-	-	-	-	-	-
Realisation of revaluation surplus upon depreciation	-	-	-	-	-	(156,608)	156,608	-	-	-
Transaction with owner:										
Employee share option	-	-	1,524,600	-	-	-	-	1,524,600	-	1,524,600
Balance as at 31 December 2019	91,242,917	-	1,524,600	68,816,475	(68,816,475)	8,837,235	(10,717,022)	90,887,730	112,752	91,000,482
Balance as at 1 September 2017	72,937,519	18,305,398	-	-	-	9,429,771	(834,553)	99,838,135	868,887	100,707,022
Loss after tax for the year	-	-	-	-	-	-	(1,038,120)	(1,038,120)	114,915	(923,205)
Realisation of revaluation surplus upon depreciation	-	-	-	-	-	(435,928)	435,928	-	-	-
Transaction with owner:										
Issuance of bonus shares	18,234,372	(18,234,372)	-	-	(68,816,475)	-	-	(68,816,475)	-	(68,816,475)
Issuance of warrants	-	-	-	68,816,475	-	-	-	68,816,475	-	68,816,475
Balance as at 31 August 2018	91,171,891	71,026	-	68,816,475	(68,816,475)	8,993,843	(1,436,745)	98,800,015	983,802	99,783,817

(The Condensed Consolidated Statement of Change In Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018)

SWS CAPITAL BERHAD (502246-P)
Condensed Consolidated Cash Flows Statement
For the period ended 31 December 2019
(Unaudited)

	CUMULATIVE PERIOD	
	CURRENT PERIOD TO DATE	PRECEDING YEAR CORRESPONDING PERIOD TO DATE
	01.09.2018 to 31.12.2019 (16 months) RM	01.09.2017 to 31.08.2018 (12 months) RM
Cash flows from operating activities		
(Loss) / Profit before tax	(9,866,322)	647,237
Adjustments for :		
Bad debts recovered	(66,401)	(10,000)
Bad debts written off	18,500	-
Depreciation of property, plant and equipment	9,052,592	6,507,651
Equity-settled share-based payment expenses	1,524,600	-
Fair value adjustment on investment properties	(40,000)	(42,000)
Fair value gain on financial instruments measured at fair value	(40,525)	46,944
Gain on disposal of property, plant & equipments	(1,346,196)	(1,271,331)
Impairment loss on trade receivables	(31,127)	379,560
Finance costs	4,719,543	3,185,550
Interest income	(225,828)	(263,581)
Inventories written off	20,984	-
Inventories written down	111,884	191,531
Unrealised foreign exchange loss	35,843	75,126
Operating cash flows before changes in working capital	<u>3,867,547</u>	<u>9,446,687</u>
Increase in inventories	(4,239,855)	(2,587,995)
Decrease in trade and other receivables	8,196,372	1,018,169
Decrease in other current assets	(49,941)	-
(Decrease)/Increase in trade and other payables	<u>(2,874,884)</u>	<u>733,138</u>
Cash flows from operations	4,899,239	8,609,999
Income tax paid	(1,524,696)	(1,342,657)
Interest paid	<u>(4,719,543)</u>	<u>(3,185,550)</u>
Net cash flows (used in) / from operating activities	<u>(1,345,000)</u>	<u>4,081,792</u>
Purchase of property, plant and equipment	(7,968,714)	(6,703,577)
Proceeds from disposal of property, plant and equipment	1,547,399	1,290,445
Interest received	225,828	263,581
Withdrawal of deposits with licensed banks	<u>2,035,898</u>	<u>401,995</u>
Net cash flows used in investing activities	<u>(4,159,589)</u>	<u>(4,747,556)</u>
Increase / (Decrease) in borrowings and term loans	3,153,597	(2,440,088)
Proceed from / (Repayment of) obligations under finance lease	<u>1,410,423</u>	<u>(885,698)</u>
Net cash flows from / (used in) financing activities	<u>4,564,020</u>	<u>(3,325,786)</u>
Net decrease in cash and cash equivalents	(940,569)	(3,991,550)
Effect of exchange rate changes on cash and cash equivalents	(35,843)	(38,206)
Cash and cash equivalents at beginning of financial period	(808,641)	3,221,115
Cash and cash equivalents at end of financial period	<u><u>(1,785,053)</u></u>	<u><u>(808,641)</u></u>

Cash and cash equivalents included in the cash flow statements comprise the followings:

Bank and cash balances	8,048,239	10,230,832
Less: Deposits pledged with banks	(3,187,089)	(5,222,987)
Less: Bank Overdrafts	<u>(6,646,203)</u>	<u>(5,816,486)</u>
	<u><u>(1,785,053)</u></u>	<u><u>(808,641)</u></u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 August 2018)