

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

	<b>Unaudited As At 31.08.2019</b>	<b>Audited As At 31.08.2018</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	96,358,747	96,081,500
Investment properties	<u>3,060,000</u>	<u>3,260,000</u>
Sub-total	<u>99,418,747</u>	<u>99,341,500</u>
<b>Current Assets</b>		
Inventories	45,444,200	38,636,414
Trade receivables	28,380,932	34,734,615
Other receivables	3,151,234	2,866,384
Tax Recoverable	2,069,241	1,530,330
Cash and bank balances	2,800,565	4,462,715
Fixed deposits with licensed bank	<u>3,712,697</u>	<u>5,768,117</u>
Sub-total	<u>85,558,869</u>	<u>87,998,575</u>
<b>TOTAL ASSETS</b>	<b><u>184,977,616</u></b>	<b><u>187,340,075</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent</b>		
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	8,878,039	8,993,843
Accumulated losses	<u>(8,621,336)</u>	<u>(1,436,745)</u>
Sub-total	93,024,220	98,800,015
Non-controlling interest	<u>417,384</u>	<u>983,802</u>
<b>Total Equity</b>	<b><u>93,441,604</u></b>	<b><u>99,783,817</u></b>
<b>LIABILITIES</b>		
<b>Non-current Liabilities</b>		
Loans and borrowings	14,826,785	13,864,367
Deferred tax liabilities	<u>4,291,329</u>	<u>4,297,423</u>
Sub-total	<u>19,118,114</u>	<u>18,161,790</u>
<b>Current Liabilities</b>		
Trade payables	21,324,537	23,591,771
Other payables	3,751,732	4,855,484
Derivatives financial instruments at fair value	40,525	40,525
Loans and borrowings	<u>47,301,104</u>	<u>40,906,688</u>
	<u>72,417,898</u>	<u>69,394,468</u>
Net Current Assets	13,140,971	18,604,107
Total Liabilities	<u>91,536,012</u>	<u>87,556,258</u>
<b>Net Assets</b>	<b><u>93,441,604</u></b>	<b><u>99,783,817</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>184,977,616</u></b>	<b><u>187,340,075</u></b>
<b>Net asset per share attributable to Owners of the Parent (In RM)</b>	<b>0.5102</b>	<b>0.5418</b>

(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 quarter ended 31 Aug 2019**  
**(Unaudited)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	31.08.2019	31.08.2018	31.08.2019	31.08.2018
	RM	RM	RM	RM
Revenue	33,532,708	33,845,762	134,671,084	130,666,306
Cost of Sales	(30,299,239)	(27,419,231)	(115,265,666)	(106,628,201)
<b>Gross Profit</b>	<b>3,233,469</b>	<b>6,426,531</b>	<b>19,405,418</b>	<b>24,038,105</b>
Administration expenses	(5,041,481)	(5,047,643)	(16,192,283)	(15,574,717)
Selling and distribution expenses	(1,704,079)	(1,296,865)	(7,418,046)	(6,458,678)
Other income	169,836	489,942	357,357	1,828,075
<b>Operating profit / (loss)</b>	<b>(3,342,255)</b>	<b>571,965</b>	<b>(3,847,554)</b>	<b>3,832,785</b>
Finance costs	(851,321)	(798,471)	(3,535,058)	(3,185,549)
<b>Profit / (loss) before tax</b>	<b>(4,193,576)</b>	<b>(226,506)</b>	<b>(7,382,612)</b>	<b>647,236</b>
Income tax expense	(15,349)	(1,122,913)	(484,201)	(1,570,441)
<b>Loss after tax for the period</b>	<b>(4,208,925)</b>	<b>(1,349,419)</b>	<b>(7,866,813)</b>	<b>(923,205)</b>
<b>Other comprehensive income net of tax</b>	<b>28,951</b>	<b>346,955</b>	<b>115,804</b>	<b>435,930</b>
<b>Total comprehensive loss for the year</b>	<b>(4,179,974)</b>	<b>(1,002,464)</b>	<b>(7,751,009)</b>	<b>(487,275)</b>
(Loss) / Profit attributable to :				
Owners of the Parent	(3,883,178)	(1,409,265)	(7,300,395)	(1,038,120)
Non-Controlling Interest	(325,747)	59,846	(566,418)	114,915
	<b>(4,208,925)</b>	<b>(1,349,419)</b>	<b>(7,866,813)</b>	<b>(923,205)</b>
Total comprehensive (loss) / income attributable to :				
Owners of the Parent	(3,854,227)	(1,062,310)	(7,184,591)	(602,190)
Non-Controlling Interest	(325,747)	59,846	(566,418)	114,915
	<b>(4,179,974)</b>	<b>(1,002,464)</b>	<b>(7,751,009)</b>	<b>(487,275)</b>
Basic loss per share (in sen)	(2.13)	(0.77)	(4.00)	(0.57)
Fully diluted loss per share (in sen)	(2.05)	(0.77)	(3.86)	(0.57)

(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 quarter ended 31 Aug 2019**  
**(Unaudited)**

	← Attributable to Owners of the Parent →							Total RM	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			
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
Loss after tax for the period	-	-	-	-	-	-	(7,300,395)	(7,300,395)	(566,418)	-7,866,813
Transfer pursuant to the Companies Act, 2016	71,026	(71,026)	-	-	-	-	-	-	-	-
Realisation of revaluation surplus upon depreciation	-	-	-	-	-	(115,804)	115,804	-	-	-
<b>Transaction with owner:</b>										
Employee share option	-	-	1,524,600	-	-	-	-	1,524,600	-	1,524,600
<b>Balance as at 31 Aug 2019</b>	<b>91,242,917</b>	<b>-</b>	<b>1,524,600</b>	<b>68,816,475</b>	<b>(68,816,475)</b>	<b>8,878,039</b>	<b>(8,621,336)</b>	<b>93,024,220</b>	<b>417,384</b>	<b>93,441,604</b>
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 period	-	-	-	-	-	-	(1,038,120)	-1,038,120	114,915	-923,205
Realisation of revaluation surplus upon depreciation	-	-	-	-	-	(435,928)	435,928	-	-	-
<b>Transaction with owner:</b>										
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
<b>Balance as at 31 Aug 2018</b>	<b>91,171,891</b>	<b>71,026</b>	<b>0</b>	<b>68,816,475</b>	<b>(68,816,475)</b>	<b>8,993,843</b>	<b>(1,436,745)</b>	<b>98,800,015</b>	<b>983,802</b>	<b>99,783,817</b>

(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 quarter ended 31 Aug 2019**  
**(Unaudited)**

	<b>CUMULATIVE QUARTERS</b>	
	<b>31.08.2019</b>	<b>31.08.2018</b>
	<b>RM</b>	<b>RM</b>
Cash flows from operating activities (Loss) / Profit before tax	(7,382,612)	647,237
Adjustments for :		
Bad debts recovered	(42,493)	(10,000)
Bad debts written off	153,881	-
Depreciation of property, plant and equipment	6,727,385	6,507,651
Equity-settled share-based payment expenses	1,524,600	-
Fair value adjustment on investment properties	-	(42,000)
Fair value gain on financial instruments measured at fair value	-	46,944
Gain on disposal of property, plant & equipments	(232,000)	(1,271,331)
Impairment loss on trade receivables	-	379,560
Finance costs	3,535,058	3,185,550
Interest income	(174,917)	(263,581)
Inventories written off	20,984	-
Inventories written down	62,033	191,531
Unrealised foreign exchange (gain) / loss	(63,196)	75,126
Operating cash flows before changes in working capital	<u>4,128,723</u>	<u>9,446,687</u>
Increase in inventories	(6,890,802)	(2,587,995)
Decrease in trade and other receivables	5,521,718	1,018,169
Decrease in other current assets	435,728	-
(Decrease)/Increase in trade and other payables	<u>(3,370,986)</u>	<u>733,138</u>
<b>Cash flows (used in) / from operations</b>	<b>(175,619)</b>	<b>8,609,999</b>
Income tax paid	(1,029,206)	(1,342,657)
Interest paid	<u>(3,535,058)</u>	<u>(3,185,550)</u>
<b>Net cash flows (used in) / from operating activities</b>	<b><u>(4,739,883)</u></b>	<b><u>4,081,792</u></b>
Purchase of property, plant and equipment	(7,004,634)	(6,703,577)
Proceeds from disposal of property, plant and equipment	432,000	1,290,445
Interest received	174,917	263,581
Withdrawal of deposits with licensed banks	<u>2,073,950</u>	<u>401,995</u>
<b>Net cash flows used in investing activities</b>	<b><u>(4,323,767)</u></b>	<b><u>(4,747,556)</u></b>
Increase / (Decrease) in borrowings and term loans	3,938,298	(2,440,088)
Proceed from / (Repayment of) obligations under finance lease	<u>1,373,948</u>	<u>(885,698)</u>
<b>Net cash flows from / (used in) financing activities</b>	<b><u>5,312,246</u></b>	<b><u>(3,325,786)</u></b>
Net decrease in cash and cash equivalents	(3,751,404)	(3,991,550)
Effect of exchange rate changes on cash and cash equivalents	63,196	(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	<b><u>(4,496,849)</u></b>	<b><u>(808,641)</u></b>
Cash and cash equivalents included in the cash flow statements comprise the followings:		
Bank and cash balances	6,513,262	10,230,832
Less: Deposits pledged with banks	(3,149,037)	(5,222,987)
Less: Bank Overdrafts	<u>(7,861,074)</u>	<u>(5,816,486)</u>
	<b><u>(4,496,849)</u></b>	<b><u>(808,641)</u></b>

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