



JOHAN HOLDINGS BERHAD

(Company No. 314-K)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2019

	Note	Current Quarter 3 months ended 31 October		Cumulative 9 months ended 31 October	
		2019 Unaudited RM'000	2018 Unaudited RM'000	2019 Unaudited RM'000	2018 Unaudited RM'000
Continuing operations					
Revenue	K2	24,270	25,151	74,005	77,315
Cost of sales		(779)	(242)	(2,854)	(2,011)
Gross profit		23,491	24,909	71,151	75,304
Net fair value loss on investment securities	M5	(3,066)	(8,020)	(1,179)	(64,397)
Net foreign exchange loss		(4,351)	(2,601)	(2,548)	(3,685)
Other income		2,559	1,100	19,642	3,306
Marketing and distribution expenses		(4,991)	(5,003)	(15,440)	(13,158)
Administrative expenses		(18,168)	(19,032)	(56,712)	(57,756)
Other operating expenses	M5	(4,832)	(1,329)	(7,119)	(3,590)
(Loss)/Earnings before interest, tax, depreciation and amortisation		(9,358)	(9,976)	7,795	(63,976)
Depreciation and amortisation		(1,919)	(1,945)	(6,201)	(5,956)
Finance costs		(8,719)	(8,947)	(27,412)	(26,268)
Loss before tax	K2/K6	(19,996)	(20,868)	(25,818)	(96,200)
Income tax (expense)/credit	K7	(307)	(155)	(2,437)	1,750
Loss from continuing operations		(20,303)	(21,023)	(28,255)	(94,450)
(Loss)/Profit from discontinued operations	K9	-	(165)	-	1,029
Loss for the period		(20,303)	(21,188)	(28,255)	(93,421)
Other comprehensive income:					
Foreign currency translation difference for foreign operations		1,582	1,207	1,023	2,070
Total comprehensive loss for the year		(18,721)	(19,981)	(27,232)	(91,351)
Loss for the period attributable to :					
Owners of the Company		(20,062)	(20,964)	(27,692)	(92,774)
Non-controlling interests		(241)	(224)	(563)	(647)
		(20,303)	(21,188)	(28,255)	(93,421)
Total comprehensive loss attributable to:-					
Owners of the Company		(18,480)	(19,757)	(26,669)	(90,704)
Non-controlling interests		(241)	(224)	(563)	(647)
		(18,721)	(19,981)	(27,232)	(91,351)
Earning/(Loss) per share attributable to owners of the Company:					
Basic & diluted earning/(loss) per share for the year (sen)					
- Continuing operations	K15	(3.22)	(3.34)	(4.45)	(15.06)
- Discontinued operations	K15	-	(0.03)	-	0.17
Continuing and discontinued operations	K15	(3.22)	(3.37)	(4.45)	(14.89)

(The Condensed Consolidated Statements of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 January 2019 and the accompanying explanatory notes attached to the interim financial statements)

**JOHAN HOLDINGS BERHAD**

(Company No. 314-K)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited	Audited
		As at	As at
		31 October 2019	31 January 2019
		RM'000	RM'000
Non-current assets	Note		
Property, plant and equipment		174,455	306,770
Right-of-use assets		2,242	-
Inventories-Non current		6,144	6,144
Intangible assets		8,752	9,248
Investment securities		-	39
Total non-current assets		<u>191,593</u>	<u>322,201</u>
Current assets			
Inventories		1,147	777
Receivables		624,235	549,024
Tax recoverable		327	395
Investment securities		24,297	25,476
Cash and bank balances		47,420	68,625
Asset held for sale		127,000	-
Total current assets		<u>824,426</u>	<u>644,297</u>
Total assets		<u>1,016,019</u>	<u>966,498</u>
Share capital	M7	380,889	380,889
Reserves			
Exchange reserve		31,800	30,777
Investments & Properties revaluation reserve		73,956	73,956
Accumulated losses		(421,959)	(394,267)
Attributable to equity holders of the parent		<u>64,686</u>	<u>91,355</u>
Non-controlling interests		<u>1,622</u>	<u>2,185</u>
Total equity		<u>66,308</u>	<u>93,540</u>
Non-current liabilities			
Loans and borrowings	K11	86	94
Lease liabilities	K11	696	-
Deferred tax liabilities		21,008	20,902
Investor certificates		302,272	300,740
Total non-current liabilities		<u>324,062</u>	<u>321,736</u>
Current liabilities			
Payables		315,735	235,669
Tax payable		2,327	2,299
Investor certificates		199,407	177,665
Loans and borrowings	K11	106,635	135,589
Lease liabilities	K11	1,545	-
Total current liabilities		<u>625,649</u>	<u>551,222</u>
Total liabilities		<u>949,711</u>	<u>872,958</u>
Total equity and liabilities		<u>1,016,019</u>	<u>966,498</u>
Net assets per share (sen)		<u>10.64</u>	<u>15.02</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 January 2019 and the accompanying explanatory notes attached to the interim financial statements)

**JOHAN HOLDINGS BERHAD**(Company No. 314-K)
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2019**

←————— **Attributable to owners of the Company** —————→
 ←————— **Non-distributable reserves** —————→

	Share capital RM'000	Exchange reserve RM'000	Properties revaluation reserve RM'000	Accumulated profit/(losses) RM'000	Equity attributable to owners of the Company, total RM'000	Non- controlling interests RM'000	Total RM'000
Balance as at 1 February 2018	380,889	28,355	71,818	(297,541)	183,521	2,965	186,486
Total comprehensive gain/(loss) for the period	-	2,070	-	(92,774)	(90,704)	(647)	(91,351)
Balance as at 31 October 2018	<u>380,889</u>	<u>30,425</u>	<u>71,818</u>	<u>(390,315)</u>	<u>92,817</u>	<u>2,318</u>	<u>95,135</u>
Balance as at 1 February 2019	380,889	30,777	73,956	(394,267)	91,355	2,185	93,540
Total comprehensive gain/(loss) for the period	-	1,023	-	(27,692)	(26,669)	(563)	(27,232)
Balance as at 31 October 2019	<u>380,889</u>	<u>31,800</u>	<u>73,956</u>	<u>(421,959)</u>	<u>64,686</u>	<u>1,622</u>	<u>66,308</u>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2019 and the accompanying explanatory notes attached to the interim financial statements)



JOHAN HOLDINGS BERHAD

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE
FINANCIAL PERIOD ENDED 31 OCTOBER 2019**

	Cumulative 9 months ended 31 October			
	2019 Unaudited RM'000	2018 Unaudited RM'000		
Cash flows from/(used in) operating activities				
(Loss)/Profit before tax				
-Continued operations	(25,818)	(96,200)		
-Discontinued operations	-	1,057		
	<u>(25,818)</u>	<u>(95,143)</u>		
Adjustments for non-cash and non-operating items:				
- Non-cash items	8,688	71,092		
- Investing and financing items	27,127	25,787		
Operating cash flows before working capital changes	<u>9,997</u>	<u>1,736</u>		
Changes in working capital:				
- Changes in current assets	(66,035)	(29,784)		
- Changes in current liabilities	77,451	(25,131)		
Tax paid	(2,365)	(283)		
Net cash flows from/(used in) operating activities	<u>19,048</u>	<u>(53,462)</u>		
Cash flows (used in)/from investing activities				
Interest received	261	147		
Proceeds from disposal of property, plant and equipment	-	2,117		
Dividend income	24	36		
Proceeds from disposal of investment securities	40	-		
Purchase of intangible assets	(983)	(474)		
Purchase of property, plant and equipment	(360)	(255)		
Net cash (used in)/from investing activities	<u>(1,018)</u>	<u>1,571</u>		
Cash flows (used in)/from financing activities				
Net proceeds from investor certificates	17,519	8,342		
Decrease in deposit pledged with licensed financial institutions	2,082	2,196		
Repayment of bank borrowings	(10,240)	(4,731)		
Loan interest paid	(27,412)	(25,970)		
Net cash used in financing activities	<u>(18,051)</u>	<u>(20,163)</u>		
Net increase/(decrease) in cash and cash equivalents	(21)	(72,054)		
Effects of foreign exchange rate changes	(203)	226		
Cash and cash equivalents at beginning of year	(25,940)	8,402		
Cash and cash equivalents at end of year	<u>(26,164)</u>	<u>(63,426)</u>		
Analysis of cash and cash equivalents:				
Cash and bank balances	47,420	45,015		
Bank overdrafts	(73,426)	(105,110)		
Pledged deposit with licensed financial institutions	(158)	(3,331)		
	<u>(26,164)</u>	<u>(63,426)</u>		
Reconciliation of liabilities arising from financing activities:				
	Carrying amount As at 01.02.2019 RM'000	Cash flows RM'000	Non-cash changes Foreign exchange movement RM'000	Carrying amount As at 31.10.2019 RM'000
Investor certificates	478,405	17,519	5,755	501,679
Loan and borrowings, excluding bank overdrafts	43,358	(10,240)	176	33,294
Total liabilities from financing activities	<u>521,763</u>	<u>7,279</u>	<u>5,931</u>	<u>534,973</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 January 2019 and the accompanying explanatory notes attached to the interim financial statements)



NOTES TO THE INTERIM FINANCIAL STATEMENTS

M1 Basis of Preparation

The interim financial statements are unaudited and had been prepared in compliance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134-Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Malaysia") and should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2019.

Adoption of New and Revised Malaysian Financial Reporting Standards

During the current financial year, the Group and the Company have adopted all the new and revised Standards and Interpretation issued by the Malaysian Accounting Standards Board ("MASB") that are relevant to their operations and effective for annual periods beginning on or after 1 February 2019 as follows:

MFRS 16	Leases
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
IC Int. 23	Uncertainty Over Income Tax Treatments.
Amendments to MFRSs contained in the document entitled Annual Improvements to MFRSs 2015 - 2017 Cycle	

The adoption of these new and revised Standards and Interpretation does not have any material impact on the amounts reported in the financial statements of the Group and of the Company in the current and previous financial year.

Standards in issue but not yet effective

At the date of authorisation for issue of these financial statements, the new and revised Standards, Amendments and Interpretations ("IC Int.") to the Group and the Company which were in issue but not yet effective and not early adopted by the Group and the Company are as listed below:

MFRS 17	Insurance Contracts ²
Amendments to MFRS 3	Definition of a Business ¹
Amendments to MFRS 10 and 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture ³
Amendments to MFRS 101 and MFRS 108	Definition of Material ¹
Amendments to References to Conceptual Framework in MFRS Standards ¹	

¹ Effective for annual periods beginning on or after 1 January 2020.

² Effective for annual periods beginning on or after 1 January 2021.

³ Effective date deferred to a date to be announced by MASB.

The Directors expect that the adoption of the above Standards, Amendments and IC Int. will not result in any significant changes in the accounting policies and will not have significant effect on the financial position, results and disclosures in the financial statements of the Group and the Company in the period of initial application.



NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

M2 MFRS 16 Leases

MFRS 16 is effective for annual periods beginning on or after 1 January 2019. MFRS 16 replaces the guidance in MFRS 117 Lease, IC interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Leases - Incentives and IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease.

MFRS 16 introduces a single, on-balance sheet model for lease which is similar to the accounting for finance lease under MFRS 117. Lessor accounting remains similar to MFRS 117 which continues to be classified as finance or operating lease.

The Group adopted MFRS 16 using a modified retrospective method. The Group did not restate the comparative information, which continued to be reported under MFRS 117.

The effects of adoption MFRS 16 are as follows :

(a) Leases previously accounted for as operating leases

The Group recognised right-of-use ("ROU") assets and lease liabilities for those leases previously classified as operating leases. The Group had elected to apply the practical expedient for the fixed non-lease components embed in the lease contract, these components were not separated out from lease payments in measuring lease liabilities and capitalised as ROU assets.

The lease liabilities were stated at the present value of the remaining outstanding lease payments. The Group had opted to measure the ROU assets at an amount equal to lease liabilities. The Group applied practical expedient and excluded the initial direct costs from the measurement of the ROU assets at the date of initial application. Hence, there was no financial impact to its retained earnings as the initial application date.

The ROU assets are depreciated using the straight-line method from the date of initial application to the earlier of the end of useful life of the ROU assets or the end of the lease term. The finance charges are charged to profit or loss. The total lease payments are separated into a principal portion, which is presented within financial activities and finance charges, which is presented within operating activities in the statement of cashflows.

(b) Financial impacts of adoption of MFRS 16

In summary, the financial impacts of adopting MFRS 16 to opening balances as at 1 February 2019 are as follows:

1 February 2019

	As previously reported RM'000	MFRS 16 adjustments RM'000	After MFRS 16 adjustment RM'000
Assets			
Right-of-use assets	-	2,242	2,242
Liabilities			
Current lease liabilities	-	1,545	1,545
Non-current lease liabilities	-	696	696
Impact to liabilities	-	2,242	2,242



JOHAN HOLDINGS BERHAD

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

M3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 January 2019 was unqualified.

M4 Seasonal or Cyclical Factors

Overall, the business operations of the Group were not significantly affected by any seasonal or cyclical factors.

M5 Unusual Items Due to Their Nature, Size or Incidence

Included in investment securities as of 31 January 2019 was investment in the quoted shares of George Kent (Malaysia) Berhad of RM25.476 million, measured at the market value of RM1.08 per share. As of 31 October 2019, the market value of the said investment has decreased to RM1.03 per share, resulted in a fair value loss of RM1.179 million.

Included in other operating expenses is an impairment of land and building of RM 3.362 million, by a wholly owned subsidiary, Prestige Ceramics Sdn Bhd.

M6 Changes in Accounting Estimates

During the financial quarter, there was no change in accounting estimates adopted by the Group.

M7 Share Capital, Debt and Equity Securities

During the financial quarter, there were no issuance, cancellations, repurchase, resales and repayments of debt and equity securities.

M8 Dividend Paid

During the financial quarter, no dividend was paid by the Company.

M9 Segmental Information

	General Trading		Property		Hospitality and card services				Investment holding & secretarial services				Elimination		Total	
	2019	2018	2019	2018	Malaysia		Singapore		Malaysia		Singapore		2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 months ended 31 October																
Revenue:																
External customers	45	35	-	-	7,152	5,708	65,468	70,249	1,340	1,323	-	-	-	-	74,005	77,315
Inter-segment	-	-	-	-	-	-	-	-	165	165	-	-	(165)	(165)	-	-
Total revenue	45	35	-	-	7,152	5,708	65,468	70,249	1,505	1,488	-	-	(165)	(165)	74,005	77,315
Results :																
Interest income	-	-	-	-	-	-	10,848	10,507	611	345	10,248	9,178	(21,446)	(19,883)	261	147
Dividend income	-	-	24	34	-	-	-	-	-	-	-	-	-	-	24	34
Depreciation and amortisation	-	-	-	-	2,156	1,741	3,952	4,106	93	109	-	-	-	-	6,201	5,956
Finance costs	-	-	910	901	-	-	26,879	25,352	11,011	10,104	-	-	(11,388)	(10,089)	27,412	26,268
Earnings/(loss) before interest, tax, depreciation and amortisation	(9)	(34)	(97)	(1,595)	129	(163)	10,286	16,668	7,222	(71,122)	2,317	1,471	(12,053)	(9,201)	7,795	(63,976)
Segment profit / (loss)	(9)	(34)	(1,007)	(2,496)	(2,027)	(1,904)	(20,545)	(12,790)	(3,882)	(81,335)	2,317	1,471	(665)	888	(25,818)	(96,200)

	Building materials (Discontinued)		General Trading		Property		Hospitality and card services				Investment holding & secretarial services				Elimination		Total	
	2019	2018	2019	2018	2019	2018	Malaysia		Singapore		Malaysia		Singapore		2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 months ended 31 October																		
Assets :																		
Additions to non-current assets	-	2	-	-	-	-	127	39	1,216	684	-	4	-	-	-	-	1,343	729
Segment assets	128,130	131,738	42	38	7,289	7,257	94,160	101,587	722,396	668,299	39,741	44,590	49	57	24,212	14,788	1,016,019	968,354
Segment liabilities	4,359	4,519	79	83	14,861	15,015	7,925	8,568	720,848	647,294	492	12,706	5,439	4,890	195,708	180,144	949,711	873,219

**JOHAN HOLDINGS BERHAD**

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)**M10 Event Subsequent to the end of the reporting period**

There was no event subsequent to the end of the financial quarter that require to be reflected in the financial statements for the current financial quarter except on 27 November 2019 the Group has announced the proposed disposal by a wholly owned subsidiary, Prestige Ceramics Sdn Bhd, of a piece of freehold land measuring approximately 112,396 square meters, held under GRN 150651, Lot No. 1115, Batu 15, Jalan Puchong, 47100 Puchong, Selangor Darul Ehsan to Aspect Potential Sdn Bhd ("Purchaser"), for a total disposal consideration of RM 127 million to be satisfied via combination of cash and payment in kind. The proposed disposal is subject to shareholders' approval at an EGM targeted to be held in first quarter of Financial Year Ending 2021.

M11 Changes in Composition of the Group

There were no changes in the composition of the Group during the financial quarter under review.

M12 Changes in Contingent Liabilities

There were no contingent liabilities as at the reporting date.

M13 Capital Commitments

The capital commitment for the purchase of property, plant, equipment and computer systems not provided for in the interim financial statements is as follows :

	Unaudited As at 31 October 2019 RM'000
Approved and contracted for	<u>157</u>

M14 Related Party Transactions

	Current Quarter 3 months ended 31 October		Cumulative 9 months ended 31 October	
	2019 Unaudited RM'000	2018 Unaudited RM'000	2019 Unaudited RM'000	2018 Unaudited RM'000
Transactions with corporations in which three Directors are also directors and/or deemed interested				
Sales of air tickets	107	241	477	914
Recovery of secretarial, share registration and accounting fees	51	59	123	101
Income from rental of motor vehicles	-	22	-	82
Income from rental of land	120	120	360	360

The Directors of the Company are of the opinion that the above transactions were in the normal course of business and have been established under terms that are no less favourable than those arranged with independent parties.

**JOHAN HOLDINGS BERHAD**(Company No. 314-K)
(Incorporated in Malaysia)**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS****K1 Gross Billings**

	Current Quarter 3 months ended 31 October		Cumulative 9 months ended 31 October	
	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000
Gross billings	801,579	714,476	2,308,068	1,948,052

Gross billings comprise of amount spent by charge and credit card customers, invoices to air ticketing and travel customers, revenue from sales of goods, hotel operations, sales of properties and management services income.

K2 Review of Performance

Continuing operations:

- For the financial quarter under review, the Group registered revenue of RM24.270 million compared to corresponding quarter of RM25.151 million, lower by 3.50%.
- The Group recorded a lower loss before tax of RM19.996 million in current quarter compared to corresponding quarter of RM20.868 million, due to lower fair value loss of investment securities and impairment of land and building of RM3.362 million.
- Card services business recorded a higher loss before tax of RM4.640 million in current quarter compared to corresponding quarter of RM4.426 million mainly due to lower revenue.
- Hospitality business recorded a lower loss before tax of RM801,000 in current quarter compared to corresponding quarter of RM975,000 mainly due to higher revenue, higher other income and lower staff cost.

The loss attributable to shareholders was RM16.7 million compared to corresponding quarter loss of RM20.964 million.

K3 Variation of Results Against Preceding Quarter

	Current Quarter 3 months ended		Changes (Amount/%)
	31.10.2019	31.07.2019	
	RM'000	RM'000	
Revenue from continuing operation	24,270	24,013	1.07%
Loss before tax from continuing operation	(19,996)	(13,572)	-47.33%
Loss after tax	(20,303)	(13,620)	-49.07%
Loss for the period attributable to owners of the Company	(20,062)	(13,389)	-49.84%

Total revenue for the current financial quarter was RM24.27 million compared to preceding quarter's of RM24.013 million. The Group recorded a higher loss before tax from continuing operation of RM16.634 million compared to preceding quarter of RM13.572 million mainly due to higher fair value loss on investment securities and higher foreign exchange loss.

K4 Prospects

On 27 November 2019, the Directors announced that the Company has sold its land on which the Prestige Ceramics tile factory used to be sited. The disposal of the land at RM127 million, excluding the land premium payment of RM18,287,974, is subject to shareholders' approval at a general meeting to be convened. This proposed transaction, if approved, will monetise the vacant land. The Group deems the proposed disposal as an opportunity to divest its currently dormant property which will strengthen its cashflow for repayment of a term loan; general working capital, and future business investment opportunity.

Diners Club Singapore continues to increase its marketing efforts. Recently, it launched the Charge & Win campaign and several other marketing programs which will have a positive impact at operating level.

The business of the hotel at Lumut has also improved substantially.

K5 Profit Forecast

No profit forecast was issued by the Group.

**JOHAN HOLDINGS BERHAD**(Company No. 314-K)
(Incorporated in Malaysia)**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)****K6 Loss Before Tax**

	Current Quarter 3 months ended 31 October		Cumulative 9 months ended 31 October	
	2019	2018	2019	2018
	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000
Loss before tax from continuing operations is arrived at after crediting/(charging) :				
a) Interest income	98	42	261	147
b) Net fair value (loss)/gain on investment securities	(3,066)	(8,020)	(1,179)	(64,397)
c) Other income including investment income	2,461	1,058	19,381	3,159
d) Interest expense	(8,719)	(8,947)	(27,412)	(26,268)
e) Depreciation and amortisation	(1,919)	(1,945)	(6,201)	(5,956)
f) Provision for and write off of receivables	(24)	(462)	(69)	(1,435)
g) Net foreign exchange loss	(4,351)	(2,601)	(2,548)	(3,685)
h) Impairment of land & building	(3,362)	-	(3,362)	-

K7 Income Tax (Expense)/Credit

	Current Quarter 3 months ended 31 October		Cumulative 9 months ended 31 October	
	2019	2018	2019	2018
	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000
Tax (expense)/credit based on results for continuing operations: -				
Current				
- Malaysian tax	(45)	(18)	(164)	(35)
Over/(Under) provision in prior years	(262)	(137)	(2,273)	1,785
	<u>(307)</u>	<u>(155)</u>	<u>(2,437)</u>	<u>1,750</u>

The tax expense for the nine months ended 31 October 2019 is mainly due to under provision of tax expense in prior years.

K8 Status of Corporate Proposal Announced

There were no outstanding corporate proposal for the financial quarter.

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K9 Profit from Discontinued Operations

On 30 August 2017, the Group has announced the cessation of tile manufacturing of Prestige Ceramics Sdn Bhd due to market outlook and competitive intensity of the industry. The cessation has been completed at the end of the financial year ended 31 January 2018. The Group therefore presents and disclose in its financial statements, the financial effects of discontinued operations to MFRS 5 (Non Current Assets Held for Sale and Discontinued Operations). The results of the discontinued operations are as follow:-

	Cumulative 9 months ended 31 October 2018 Unaudited RM'000
Revenue	-
Cost of sales	-
Gross profit	-
Other income	2,531
Marketing and distribution expenses	-
Administrative expenses	(464)
Other operating expenses	(21)
Profit before interest, tax, depreciation	2,046
Depreciation and amortisation	(54)
Finance costs	(935)
Profit before tax	1,057
Income tax expense	(28)
Profit for the period	1,029

The following (charges)/credits have been included in arriving at the profit before tax of discontinued operations:

	Cumulative 9 months ended 31 October 2018 Unaudited RM'000
Other income	2,531
Interest expense	(935)
Depreciation and amortisation	(54)

**JOHAN HOLDINGS BERHAD**(Company No. 314-K)
(Incorporated in Malaysia)**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)****K10 Trade Receivables**

The Group's credit period generally ranges from 30 to 90 days. Other credit terms are assessed and approved on a case by case basis.

a) Ageing of trade receivables not impaired

	Unaudited As at 31 October 2019 RM'000	Audited As at 31 January 2019 RM'000
Not past due	470,253	329,327
Past due 30 days	30,868	32,668
Past due 31-90 days	16,268	63,165
Past due more than 90 days	93,541	107,234
	<u>610,930</u>	<u>532,394</u>

b) The Group's trade receivables that are subject to collective/individual impairment review at the end of the reporting period are as follows:

	Unaudited As at 31 October 2019 RM'000	Audited As at 31 January 2019 RM'000
Trade receivables - gross amounts	814,555	736,058
Less: Allowance for doubtful debts	(203,625)	(203,664)
	<u>610,930</u>	<u>532,394</u>

K11 Borrowings and Debt Securities

	Unaudited As at 31 October 2019 SGD'000	Unaudited As at 31 October 2019 RM'000	Audited As at 31 January 2019 SGD'000	Audited As at 31 January 2019 RM'000
a) Short term borrowings				
Secured				
- Bank overdrafts	24,056	73,426	30,599	92,325
- Revolving credits & short term loans	-	-	-	10,070
- Trust receipts and bankers' acceptance	6,000	18,314	6,000	18,104
- Term loans	-	14,852	-	14,853
- Lease creditors	215	1,545	-	-
- Hire purchase	-	43	33	237
Total short term borrowings	<u>30,271</u>	<u>108,180</u>	<u>36,632</u>	<u>135,589</u>
b) Long term borrowings				
Secured				
- Lease creditors	350	696	-	-
- Hire purchase	-	86	-	94
Total long term borrowings	<u>350</u>	<u>782</u>	<u>-</u>	<u>94</u>

K12 Off Balance Sheet Financial Instruments

The Group does not have any financial instrument with off balance sheet risk as at 19 December 2019.

K13 Changes in Material Litigation

There were no material litigation for the financial quarter.

K14 Dividend

The Board does not recommend any dividend for the financial quarter ended 31 October 2019 (31 October 2018: Nil).

**JOHAN HOLDINGS BERHAD**

(Company No. 314-K)
(Incorporated in Malaysia)

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS (CONT'D)**K15 Earning/(Loss) per Share****Basic & diluted**

Basic and diluted earning/(loss) per share are calculated by dividing earning/(loss) for the period attributable to ordinary equity holders of the Company by the number of ordinary shares in issue as at the end of the financial period.

Diluted earning/(loss) per share is the same as basic loss per share.

	Current Quarter 3 months ended 31 October		Cumulative 9 months ended 31 October	
	2019 Unaudited RM'000	2018 Unaudited RM'000	2019 Unaudited RM'000	2018 Unaudited RM'000
Profit/(Loss) for the year attributable to ordinary equity holders of the Company				
- Continuing operations	(20,062)	(20,799)	(27,692)	(93,803)
- Discontinuing operations	-	(165)	-	1,029
	<u>(20,062)</u>	<u>(20,964)</u>	<u>(27,692)</u>	<u>(92,774)</u>
Number of ordinary shares ('000) in issue	<u>622,948</u>	<u>622,948</u>	<u>622,948</u>	<u>622,948</u>
Basic & diluted earning/(loss) per share (sen)				
- Continued operations	(3.22)	(3.34)	(4.45)	(15.06)
- Discontinued operations	-	(0.03)	-	0.17
Continuing and discontinued operations	<u>(3.22)</u>	<u>(3.37)</u>	<u>(4.45)</u>	<u>(14.89)</u>

BY ORDER OF THE BOARD**Teh Yong Fah**

Group Secretary
Kuala Lumpur
19 December 2019