



UOA DEVELOPMENT BHD
INTERIM FINANCIAL REPORT
THIRD QUARTER ENDED 30 SEPTEMBER 2019





INTERIM FINANCIAL REPORT

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UOA DEVELOPMENT BHD (654023-V)
(Incorporated in Malaysia)

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(Cover) United Point is an all new destination in Kepong that features a balanced combination of 3 residential blocks, a 4-storey retail boulevard and welcoming landscapes.

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UOA DEVELOPMENT BHD (654023-V)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2019

	As At 30 September 2019 RM'000	As At 31 December 2018 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	434,945	401,609
Investment properties	1,800,427	1,755,242
Inventories	571,117	509,085
Investment in quoted shares	19,022	20,259
Deferred tax assets	56,834	45,585
	<u>2,882,345</u>	<u>2,731,780</u>
Current assets		
Inventories	1,482,300	1,636,526
Contract assets	354,064	295,059
Trade and other receivables	293,927	486,884
Amount owing by holding company	2	-
Amount owing by related company	180	4
Current tax assets	58,459	62,505
Short term investments	233,109	134,137
Fixed deposits with licensed banks	185,927	179,791
Cash and bank balances	392,492	264,718
	<u>3,000,460</u>	<u>3,059,624</u>
TOTAL ASSETS	<u>5,882,805</u>	<u>5,791,404</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	2,286,285	546,343
Share premium	-	1,496,594
Merger reserve	2,252	2,252
Fair value reserve	928	2,165
Retained earnings	2,664,237	2,635,498
Less : Treasury shares	(2,119)	(2,119)
Equity attributable to owners of the Company	4,951,583	4,680,733
Non-controlling interests	237,738	265,105
Total equity	<u>5,189,321</u>	<u>4,945,838</u>
Non-current liabilities		
Amount owing to non-controlling shareholders of subsidiary companies	-	5,060
Hire purchase and finance lease liabilities	1,524	1,832
Deferred tax liabilities	87,044	93,756
	<u>88,568</u>	<u>100,648</u>
Current liabilities		
Trade and other payables	443,830	559,448
Amount owing to holding company	391	552
Amount owing to related companies	42,551	42,972
Amount owing to non-controlling shareholders of subsidiary company	15,672	49,632
Hire purchase and finance lease liabilities	1,323	2,499
Short term borrowings	74,000	74,000
Current tax liabilities	27,149	15,815
	<u>604,916</u>	<u>744,918</u>
TOTAL LIABILITIES	<u>693,484</u>	<u>845,566</u>
TOTAL EQUITY AND LIABILITIES	<u>5,882,805</u>	<u>5,791,404</u>
Net Asset Per Share (RM)	<u>2.52</u>	<u>2.54</u>
Based on number of shares net of treasury shares	<u>1,966,023,200</u>	<u>1,843,738,100</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

UOA DEVELOPMENT BHD (654023-V)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2019 RM'000	30 September 2018 RM'000	30 September 2019 RM'000	30 September 2018 RM'000
Revenue	288,438	300,377	877,437	777,325
Cost of sales	(184,600)	(190,484)	(537,050)	(448,002)
Gross profit	103,838	109,893	340,387	329,323
Other income	82,995	56,679	203,783	155,218
Impairment losses of financial assets	205	(1,574)	(2,577)	(4,587)
Administrative and general expenses	(35,855)	(37,285)	(108,454)	(104,851)
Other expenses	(18,246)	(18,842)	(51,396)	(50,790)
Finance income	6,437	2,813	15,578	11,511
Finance costs	(1,539)	(1,358)	(6,149)	(5,440)
Profit before tax	137,835	110,326	391,172	330,384
Tax expense	(22,173)	(13,830)	(84,125)	(69,502)
Profit for the year	115,662	96,496	307,047	260,882
Other comprehensive income, net of tax				
<i>Items that will not be reclassified to profit or loss</i>				
Fair value loss on remeasuring of financial assets	(1,237)	(619)	(1,237)	(3,093)
Total comprehensive income for the year	114,425	95,877	305,810	257,789
Profit attributable to:				
Owners of the Company	101,914	92,164	286,862	242,469
Non-controlling interests	13,748	4,332	20,185	18,413
	115,662	96,496	307,047	260,882
Total comprehensive income attributable to:				
Owners of the Company	100,677	91,545	285,625	239,376
Non-controlling interests	13,748	4,332	20,185	18,413
	114,425	95,877	305,810	257,789
Earnings per share (Sen)				
- Basic earnings per share	5.28	5.07	15.32	13.77
- Diluted earnings per share	N/A	N/A	N/A	N/A

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

UOA DEVELOPMENT BHD (654023-V)
 (Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	Attributable to Owners of the Company									
	Share Capital		Share Premium		Non-distributable		Retained earnings		Treasury shares	Total
	RM'000	RM'000	RM'000	RM'000	Merger Reserve	Fair Value Reserve	RM'000	RM'000	RM'000	RM'000
										Non-controlling interest
										RM'000
										Total Equity
										RM'000
Balance at 1 January 2019	546,343	1,496,594		2,252	2,165	2,635,498	(2,119)	4,680,733	265,105	4,945,838
Transition to no-par value regime [^]	1,496,594	(1,496,594)	-	-	-	-	-	-	-	-
Dividend to shareholders of the Company	243,348	-	-	-	-	(258,123)	-	(14,775)	-	(14,775)
Total comprehensive income for the year	-	-	-	-	(1,237)	286,862	-	285,625	20,185	305,810
Dividend paid to non-controlling shareholders of subsidiary companies	-	-	-	-	-	-	-	-	(47,552)	(47,552)
Balance at 30 September 2019	2,286,285	-	2,252	928	2,664,237	(2,119)	4,951,583	237,738	5,189,321	
Balance at 1 January 2018	309,607	1,496,594	2,252	6,959	2,516,549	(2,119)	4,329,842	257,182	4,587,024	
Dividend to shareholders of the Company	236,736	-	-	-	(259,967)	-	(23,231)	-	(23,231)	
Total comprehensive income for the year	-	-	-	(3,093)	242,469	-	239,376	18,413	257,789	
Dividend paid to non-controlling shareholders of subsidiary companies	-	-	-	-	-	-	-	(24,750)	(24,750)	
Balance at 30 September 2018	546,343	1,496,594	2,252	3,866	2,499,051	(2,119)	4,545,987	250,845	4,796,832	

[^] The new Companies Act 2016 ("Act") which came into effect on 31 January 2017, abolished the concept of nominal or par value in shares and consequently, the authorised share capital of a company is no longer applicable. Consequently, the amount standing to the credit of the share premium account of the Company on the commencement of the Act became part of the Company's share capital pursuant to Section 618(2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use the amount of RM1,496,594,000 standing to the credit of its share premium account on 31 January 2017 for the purposes set out in Section 618(3) of the Act. There is no impact on the number of ordinary shares in issue of the Company as a result of this transition.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

UOA DEVELOPMENT BHD (654023-V)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	Current Year To Date 30 September 2019 RM'000	Preceding Year To Date 30 September 2018 RM'000
OPERATING ACTIVITIES		
Profit before tax	391,172	330,384
Adjustments for:		
Non-cash items	18,073	20,111
Non-operating items	(8)	(22)
Dividend income	(1,443)	(1,301)
Net interest income	(9,429)	(6,071)
Operating profit before changes in working capital	398,365	343,101
Changes in working capital:		
Inventories	92,194	74,909
Contract assets	(59,005)	(32,729)
Contract liabilities	-	17,106
Receivables	190,380	(145,459)
Payables	(115,683)	(137,057)
Cash generated from operations	506,251	119,871
Interest received	6,623	4,674
Tax paid	(86,706)	(67,835)
Net cash from operating activities	426,168	56,710
INVESTING ACTIVITIES		
(Advances to)/Repayments from holding company	(2)	10
(Advances to)/Repayments from related company	(176)	362
Dividend received	1,443	1,301
Proceeds from disposal of property, plant and equipment	12	37
Acquisition of subsidiary, net of cash	-	(61,124)
Additions to investment properties	(45,185)	(63,101)
Purchase of property, plant and equipment	(48,008)	(35,257)
Interest income	8,799	6,834
Net cash used in investing activities	(83,117)	(150,938)
FINANCING ACTIVITIES		
Repayments to holding company	(161)	2,503
Repayments to related companies	(356)	(3,022)
Payment of hire purchase and finance lease liabilities	(2,312)	(3,918)
Dividends paid to owners of the Company	(14,775)	(23,231)
Dividends paid to non-controlling shareholders of subsidiary companies	(47,552)	(24,750)
Net repayment of borrowings	-	(22,820)
Fixed deposit unpledged to secure bank borrowings	1,527	614
(Repayments to)/Advances from non-controlling shareholders of subsidiary companies	(39,062)	46,523
Interest paid	(5,951)	(3,633)
Net cash used in financing activities	(108,642)	(31,734)
CASH AND CASH EQUIVALENTS		
Net changes	234,409	(125,962)
At beginning of financial period	576,965	567,053
At end of financial period	811,374	441,091
Represented by:		
Short term investments	233,109	117,334
Fixed deposits with licensed banks	185,927	176,805
Cash and bank balances	392,492	148,986
	811,528	443,125
Fixed deposit pledged	(154)	(2,034)
	811,374	441,091

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial report.

EXPLANATORY NOTES TO THE INTERIM REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019

A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1 BASIS OF PREPARATION

The interim financial report has been prepared in accordance with MFRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial reports should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to this interim financial report.

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 Company and its subsidiaries (“the Group”) since the year ended 31 December 2018.

A2 CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements of the Group for the year ended 31 December 2018, except for the adoption of the following MFRSs and amendments to MFRSs that are relevant to its operations:

MFRS 16 Leases

Except as otherwise indicated below, the adoption of the above MFRSs and amendments to MFRSs does not have significant impact on the financial statements of the Group.

MFRS 16 Leases

MFRS 16 was issued in January 2016 and it replaces MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under MFRS 117.

The standard includes two recognition exemptions for lessees – leases of ‘low-value’ assets (e.g., personal computers) and short-term leases (i.e., leases with a lease term of 12 months or less). At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e., the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e., the right-of-use asset). Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset.

Lessees will be also required to remeasure the lease liability upon the occurrence of certain events (e.g., a change in the lease term, a change in future lease payments resulting from a change in an index or rate used to determine those payments). The lessee will generally recognise the amount of the remeasurement of the lease liability as an adjustment to the right-of-use asset.

Lessor accounting under MFRS 16 is substantially unchanged from today’s accounting under MFRS 117. Lessors will continue to classify all leases using the same classification principle as in MFRS 117 and distinguish between two types of leases: operating and finance leases.

MFRS 16, which is effective for annual periods beginning on or after 1 January 2019, requires lessees and lessors to make more extensive disclosures than under MFRS 117.

Transition to MFRS 16

The Group plans to adopt MFRS 16 retrospectively to each prior reporting year presented with the cumulative effect of initially applying MFRS 16 as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the date of initial application. The Group will elect to apply the standard to contracts that were previously identified as leases applying MFRS 117 and IC Interpretation 4. The Group will therefore not apply the standard to contracts that were not previously identified as containing a lease applying MFRS 117 and IC Interpretation 4.

The Group has performed a detailed impact assessment of MFRS 16. As the Group mainly acts as a lessor, the impact of MFRS 16 adoption is expected to be insignificant to the financial statements.

The Group will elect to use the exemptions proposed by the standard on lease contracts for which the lease terms ends within 12 months as of the date of initial application, and lease contracts for which the underlying asset is of low value.

Due to the adoption of MFRS 16, the Group’s operating profit will improve, while its interest expense will increase. This is due to the change in the accounting for expenses of leases that were classified as operating leases under MFRS 117.

The Group adopt the standard using the full retrospective approach, requiring the restatement of comparative period presented in the financial statements.

A3 QUALIFIED AUDIT REPORT

The auditors' report of the financial statements of the Company for the financial year ended 31 December 2018 was not qualified.

A4 COMMENTS ON SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of the Group during the financial period under review have not been materially affected by any seasonal or cyclical factors.

A5 UNUSUAL ITEMS

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

A6 MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates that have had a material effect in the current quarter results.

A7 ISSUES, CANCELLATION, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

Save as disclosed below, there were no issuance, cancellation, repurchase, resale and repayment of debt and/or equity securities, share buybacks, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

(a) Issuance of shares pursuant to the Dividend Reinvestment Scheme

The issued and paid-up share capital of the Company has increased from RM2,042,937,717 to RM2,286,285,066 by the issuance of 122,285,100 new ordinary shares in the Company at an issue price of RM1.99 per share pursuant to the Dividend Reinvestment Scheme of the Company.

(b) Share buyback by the Company

During the current quarter, there was no buyback of shares nor resale or cancellation of treasury shares.

(c) As at 30 September 2019, the Company has 1,133,800 ordinary shares held as treasury shares and the issued and paid-up share capital of the Company remained unchanged at 1,967,157,000 ordinary shares.

A8 DIVIDENDS PAID

The total dividend paid out of shareholders' equity for the ordinary shares during the year is as follows:

	Year To Date	
	30 September 2019	30 September 2018
	RM'000	RM'000
Dividend in respect of financial year ended 31 December 2018:		
- First and final single tier dividend of 14 sen per share	258,123	-
Dividend in respect of financial year ended 31 December 2017:		
- First and final single tier dividend of 15 sen per share	-	259,967

A9 EFFECT OF CHANGES IN THE COMPOSITION OF THE GROUP

There were no material events as at the latest practicable date from the date of this report.

A10 EVENTS AFTER THE END OF THE INTERIM PERIOD

There were no material events as at the latest practicable date from the date of this report.

A11 SEGMENT INFORMATION

	Property development	Construction	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Cumulative quarter ended 30 September 2019</u>					
Revenue					
External revenue	877,437	-	-	-	877,437
Inter-segment revenue	(106,402)	581,076	-	(474,674)	-
Total revenue	771,035	581,076	-	(474,674)	877,437
Results					
Segment results	322,568	70,317	(1,713)	-	391,172
Tax expense					(84,125)
Profit for the period					307,047
Segment assets	4,107,371	167,216	1,473,903	-	5,748,490

	Property development RM'000	Construction RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
Cumulative quarter ended 30 September 2018					
Revenue					
External revenue	777,325	-	-	-	777,325
Inter-segment revenue	2,006	488,674	-	(490,680)	-
Total revenue	779,331	488,674	-	(490,680)	777,325
Results					
Segment results	305,110	29,201	(3,927)	-	330,384
Tax expense					(69,502)
Profit for the period					260,882
Segment assets	4,143,686	204,490	1,298,893	-	5,647,069

A12 CONTINGENT LIABILITIES OR CONTINGENT ASSETS

The contingent liabilities of the Company as at the end of the current quarter are as follows:

	As at 30 September 2019 RM'000
(a) Corporate guarantees given to banks to secure banking facilities granted to subsidiary companies	159,672

- (b) As announced by the Company on 11 February 2019, two of its wholly-owned subsidiaries, namely Windsor Triumph Sdn Bhd and Sunny Uptown Sdn Bhd were served by the Inland Revenue Board of Malaysia ("IRB") with Notices of Additional Assessment for the Year of Assessment 2013, for additional income tax totalling RM25,558,750.50 and penalty totalling RM14,057,312.78 as follows:

Name of Company	Additional Assessment (RM)	Penalty (RM)	Total Amount (RM)
Windsor Triumph Sdn Bhd	8,990,750.00	4,944,912.50	13,935,662.50
Sunny Uptown Sdn Bhd	16,568,000.50	9,112,400.28	25,680,400.78

The additional assessment raised against Windsor Triumph Sdn Bhd by the IRB arises from an adjustment by the IRB of the market value of properties that Windsor Triumph Sdn Bhd has withdrawn as a stock-in-trade to hold as investment property.

The additional assessment raised against Sunny Uptown Sdn Bhd by the IRB arises from an adjustment by the IRB of the selling price at market value, of properties that Sunny Uptown Sdn Bhd had assigned to another wholly-owned subsidiary of the Company on an “as is” basis.

Both subsidiaries relied on valuations by a professional, independent and experienced registered Valuer. These valuations were adjusted by the IRB by substituting them with valuations subsequently conducted by the Jabatan Penilaian dan Perkhidmatan Harta.

Upon consulting the Company’s tax solicitors, the Company is of the view that there are strong grounds to challenge the basis and validity of the disputed Notices of Additional Assessment raised by the IRB and the penalty imposed. Windsor Triumph Sdn Bhd and Sunny Uptown Sdn Bhd have filed an appeal to dispute the said Notices of Additional Assessment.

Accordingly, the Directors of the Company are of the opinion that no provision in respect of the tax liability in dispute is required to be made in the financial statements as at the reporting date.

A13 RELATED PARTY TRANSACTIONS

There were no significant related party transactions as at the date of this announcement.

A14 CAPITAL COMMITMENTS

The Group has the following capital commitments:

	As at 30 September 2019 RM’000
Approved and contracted for	
- Purchase of plant and equipment	19,959
- Purchase of investment property	78,608
	98,567

B EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 REVIEW OF PERFORMANCE

	Individual quarter ended		Increase/ (Decrease)
	30 September 2019	30 September 2018	
	RM'000	RM'000	%
Revenue	288,438	300,377	(4.0%)
Gross profit	103,838	109,893	(5.5%)
Profit before tax	137,835	110,326	24.9%
Profit after tax	115,662	96,496	19.9%
Profit attributable to owners of the Company	101,914	92,164	10.6%

The Group's revenue for the quarter ended 30 September 2019 was at RM288.4 million compared to RM300.4 million in the preceding year. The profit after tax after minority interest ("PATAMI") for the quarter under review was at RM101.9 million compared to RM92.2 million in the same quarter of the preceding year. Total expenditure for the quarter under review of RM55.4 million comprises mainly administrative and operating expenses of RM34.0 million.

The Group's revenue and profit attributable to the Company for the quarter under review were mainly derived from the progressive recognition of the Group's on-going development projects namely United Point Residence, Sentul Point Suite Apartments, South Link Lifestyle Apartments and sale of stocks.

B2 MATERIAL CHANGES IN PROFIT BEFORE TAX FOR THE CURRENT QUARTER AS COMPARED WITH THE IMMEDIATE PRECEDING QUARTER

	Current quarter ended 30 September 2019	Immediate Preceding quarter ended 30 June 2019	Increase/ (Decrease)
	RM'000	RM'000	%
Revenue	288,438	344,330	(16.2%)
Profit before tax	137,835	169,598	(18.7%)

The Group's profit before tax of RM137.8 million for the current quarter ended 30 September 2019 was lower than the immediate preceding quarter of RM169.6 million. The higher profit in the preceding quarter was mainly due to the higher contribution from Sentul Point Suite Apartments and United Point Residence.

B3 PROSPECTS

The total new property sales for the period ended 30 September 2019 was approximately RM583.26 million. The property sales for the year were derived, mainly, from Sentul Point Suite Apartments, South Link Lifestyle Apartments, The Goodwood Residence and Desa Green.

The total unbilled sales as at 30 September 2019 amounted to approximately RM1.05 billion.

The Group's strategy remains focused on development at targeted geographical locations and continue to explore for opportune development land acquisition.

B4 VARIANCES BETWEEN ACTUAL PROFIT AND FORECAST PROFIT

Not applicable as no profit forecast was published.

B5 TAX EXPENSE

The breakdown of the tax components is as follows:

	Current Quarter		Year To Date	
	30 September 2019 RM'000	30 September 2018 RM'000	30 September 2019 RM'000	30 September 2018 RM'000
In respect of current period				
- income tax	37,963	27,165	109,709	87,572
- deferred tax	(8,168)	(3,341)	(16,878)	(8,388)
In respect of prior period				
- income tax	(7,623)	(9,971)	(7,623)	(9,971)
- deferred tax	1	(23)	(1,083)	289
Tax expense for the period	22,173	13,830	84,125	69,502

The Group's effective tax rate for the current quarter was lower than statutory tax rate of 24% mainly due to certain income not subjected to tax. The Group's effective tax rate for corresponding quarter and corresponding year to date was lower than statutory tax rate of 24% mainly due to certain income not subjected to tax.

B6 STATUS OF CORPORATE PROPOSAL

There were no corporate proposals announced but not completed during the current financial quarter and financial period to date under review.

B7 BORROWINGS AND DEBT SECURITIES

The Group does not have any debt securities. The Group borrowings are denominated in Ringgit Malaysia (“RM”) as follows:

	As at 30 September 2019 Secured RM'000	As at 31 December 2018 Secured RM'000
<u>Current</u>		
Secured		
- Revolving credit	74,000	74,000
	74,000	74,000

B8 DERIVATIVE FINANCIAL INSTRUMENTS

The Group does not have any derivative financial instruments as at the date of this report.

B9 FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

The Group does not have any financial liabilities that are measured at fair value at the date of this report.

B10 MATERIAL LITIGATION

There was no pending material litigation as at the latest practicable date from the date of issuance of this report.

B11 DIVIDENDS

The Board does not recommend any dividend for the current quarter under review.

B12 PROFIT BEFORE TAX

Profit before tax is stated after charging/(crediting):

	Current Quarter		Year To Date	
	30 September 2019 RM'000	30 September 2018 RM'000	30 September 2019 RM'000	30 September 2018 RM'000
Interest income	(6,437)	(2,813)	(15,578)	(11,511)
Other income including investment income	(35,568)	(28,016)	(101,554)	(76,377)
Interest expense	1,539	1,358	6,149	5,440
Depreciation and amortisation	5,124	5,172	15,475	15,381
Impairment loss on receivables	(205)	1,574	2,577	4,587
Provision for and write off of inventories	-	-	-	-
(Gain)/Loss on disposal				
- Quoted/unquoted investments	-	-	-	-
- Property, plant and equipment	-	(20)	(8)	(22)
Impairment of assets	-	-	-	-
Foreign exchange (gain)/loss	2	2	3	7
(Gain)/Loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

B13 EARNINGS PER SHARE

- a) The basic earnings per share ("EPS") is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Current Quarter		Year to Date	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Profit attributable to owners of the Company (RM'000)	101,914	92,164	286,862	242,469
Weighted average number of ordinary shares	1,928,805,996	1,817,284,392	1,872,405,670	1,761,478,782
Basic EPS (Sen)	5.28	5.07	15.32	13.77

- b) The Company does not have any diluted earnings per share.

BY ORDER OF THE BOARD

YAP KAI WENG
Company Secretary
UOA DEVELOPMENT BHD
Kuala Lumpur

26 NOVEMBER 2019