

## Unaudited Financial Statements and Related Announcement for the Second Quarter Ended 30 June 2020

### PART I – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Comprehensive Income	Group			Group		
	2Q2020	2Q2019	Change	1H2020	1H2019	Change
	RM'000	RM'000		RM'000	RM'000	
<b>Revenue</b>	5,769	14,124	-59%	17,142	29,674	-42%
Cost of sales	(5,351)	(6,400)	-16%	(10,717)	(14,831)	-28%
<b>Gross profit</b>	418	7,724	-95%	6,425	14,843	-57%
Interest income	3	8	-63%	6	12	-50%
Other gains	89	627	-86%	141	1,512	-91%
Marketing and distribution costs	(146)	(430)	-66%	(382)	(737)	-48%
Administrative expenses	(3,116)	(4,590)	-32%	(7,281)	(9,467)	-23%
Other losses	(15)	(148)	-90%	(15)	(151)	-90%
Finance costs	(1,393)	(1,403)	-1%	(2,884)	(2,880)	0%
Share of profit (loss) from equity-accounted associate	28	(3)	N.M.	136	(15)	N.M.
<b>(Loss) Profit before tax</b>	(4,132)	1,785	N.M.	(3,854)	3,117	N.M.
Income tax benefits (expenses)	28	(887)	N.M.	-	(1,224)	-100%
<b>(Loss) Profit, net of tax</b>	<b>(4,104)</b>	<b>898</b>	N.M.	<b>(3,854)</b>	<b>1,893</b>	N.M.
<b>Other comprehensive (loss) income</b>						
<b>Items that may be reclassified subsequently to profit or loss:</b>						
Exchange difference on translating foreign operations, net of tax	(78)	(77)	1%	(25)	(18)	39%
<b>Other comprehensive loss for the period, net of tax</b>	<b>(78)</b>	<b>(77)</b>	1%	<b>(25)</b>	<b>(18)</b>	39%
<b>Total comprehensive (loss) income for the period</b>	<b>(4,182)</b>	<b>821</b>	N.M.	<b>(3,879)</b>	<b>1,875</b>	N.M.
(Loss) Profit attributable to owners of the parent, net of tax	(3,877)	1,524	N.M.	(3,551)	2,644	N.M.
Loss attributable to non-controlling interests, net of tax	(227)	(626)	-64%	(303)	(751)	-60%
<b>(Loss) Profit, net of tax</b>	<b>(4,104)</b>	<b>898</b>	N.M.	<b>(3,854)</b>	<b>1,893</b>	N.M.
Total comprehensive (loss) income attributable to owners of the parent	(3,950)	1,449	N.M.	(3,575)	2,626	N.M.
Total comprehensive loss attributable to non-controlling interests	(232)	(628)	-63%	(304)	(751)	-60%
<b>Total comprehensive (loss) income for the period</b>	<b>(4,182)</b>	<b>821</b>	N.M.	<b>(3,879)</b>	<b>1,875</b>	N.M.

N.M. – Not meaningful

# REGAL International Group Ltd.

(Company Registration No. 200508585R)

- Unaudited Financial Statements and Related Announcement for the second quarter ended 30 June 2020

## 1(a)(ii) Notes to statement of comprehensive income

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

	Group			Group		
	2Q2020 RM'000	2Q2019 RM'000	Change %	1H2020 RM'000	1H2019 RM'000	Change %
Interest income	3	8	-62.5%	6	12	-50.0%
Interest expense	(1,393)	(1,403)	-0.7%	(2,884)	(2,880)	0.1%
Depreciation of property, plant and equipment	(656)	(700)	-6.3%	(1,309)	(1,408)	-7.0%
Allowance for impairment of trade and other receivables	-	(59)	N.M.	-	(59)	N.M.
Reversal for impairment of trade and other receivables	-	1,267	N.M.	-	1,267	N.M.
Foreign exchange adjustment net loss	(18)	(881)	-98.0%	(15)	(151)	-90.1%
Gain on disposal of property, plant and equipment	-	-	N.M.	1	-	N.M.
Plant and equipment written off	-	-	N.M.	-	(3)	N.M.

N.M. - Not meaningful

REGAL International Group Ltd.

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1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Statements of Financial Position	Group		Company	
	As at 30.06.2020	As at 31.12.2019	As at 30.06.2020	As at 31.12.2019
	RM'000	RM'000	RM'000	RM'000
<b>ASSETS</b>				
<b><u>Non-current assets</u></b>				
Property, plant and equipment	12,121	12,475	5	6
Development rights	11,276	11,276	-	-
Investment in subsidiaries	-	-	26,732	26,732
Investment in associate	3,944	3,808	-	-
Investment properties	14,766	13,680	-	-
Deferred tax assets	617	617	-	-
Other assets	480	480	-	-
<b>Total non-current assets</b>	<b>43,204</b>	<b>42,336</b>	<b>26,737</b>	<b>26,738</b>
<b><u>Current assets</u></b>				
Inventories	137,134	136,563	-	-
Trade and other receivables	94,838	102,458	4,874	5,233
Other assets	14,842	14,913	39	47
Cash and cash equivalents	10,114	6,950	497	564
<b>Total current assets</b>	<b>256,928</b>	<b>260,884</b>	<b>5,410</b>	<b>5,844</b>
<b>Total assets</b>	<b>300,132</b>	<b>303,220</b>	<b>32,147</b>	<b>32,582</b>
<b>EQUITY AND LIABILITIES</b>				
<b><u>Equity attributable to owners of the parent</u></b>				
Share capital	144,552	144,552	381,051	381,051
Accumulated losses	(135,493)	(131,942)	(433,260)	(432,022)
Foreign currency translation reserve	2,773	2,797	70,268	70,268
Share option reserve	2,933	2,933	2,933	2,933
Merger reserve	1,563	1,563	-	-
Other reserve	1,495	1,495	-	-
<b>Equity attributable to owners of the parent</b>	<b>17,823</b>	<b>21,398</b>	<b>20,992</b>	<b>22,230</b>
Non-controlling interests	(2,501)	(2,197)	-	-
<b>Total equity</b>	<b>15,322</b>	<b>19,201</b>	<b>20,992</b>	<b>22,230</b>
<b><u>Non-current liabilities</u></b>				
Deferred tax liabilities	9	9	-	-
Other payables	10,172	9,792	-	-
Other financial liabilities	28,154	33,321	-	-
<b>Total non-current liabilities</b>	<b>38,335</b>	<b>43,122</b>	<b>-</b>	<b>-</b>
<b><u>Current liabilities</u></b>				
Income tax payable	19,882	20,197	-	-
Trade and other payables	185,916	183,306	5,789	5,003
Other liabilities	2,531	3,835	-	-
Other financial liabilities	38,146	33,559	5,366	5,349
<b>Total current liabilities</b>	<b>246,475</b>	<b>240,897</b>	<b>11,155</b>	<b>10,352</b>
<b>Total liabilities</b>	<b>284,810</b>	<b>284,019</b>	<b>11,155</b>	<b>10,352</b>
<b>Total equity and liabilities</b>	<b>300,132</b>	<b>303,220</b>	<b>32,147</b>	<b>32,582</b>

## REGAL International Group Ltd.

(Company Registration No. 200508585R)

- Unaudited Financial Statements and Related Announcement for the second quarter ended 30 June 2020

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

Borrowings and Debt Securities	Group	
	As at 30.06.2020	As at 31.12.2019
	RM'000	RM'000
<b>Amount repayable in one year or less, or on demand</b>		
- secured	38,146	33,559
	<b>38,146</b>	<b>33,559</b>
<b>Amount repayable after one year</b>		
- secured	28,154	33,321
	<b>28,154</b>	<b>33,321</b>

### Details of any collateral:

The banking facilities of the Group comprised of bank overdrafts, term loans, finance leases and trade lines.

The bank overdrafts are covered by:-

1. Joint and several guarantees of certain directors of the Company;
2. Joint and several guarantee by directors of certain subsidiaries of the Group;
3. Assignment over the rights, title and interest to the properties held for sale;
4. Corporate guarantees provided by certain subsidiaries of the Group;
5. Legal charge or deed of assignment and power of attorney over certain subsidiaries' properties held for sale;
6. Legal charge over the completed property of associate; and
7. Pledged of cash and cash equivalents in a subsidiary.

The banker acceptance are covered by:

1. Joint and several guarantees of certain directors of the Company;
2. Corporate guarantees provided by certain subsidiaries of the Group;
3. Legal charge or deed of assignment and power of attorney over the associate's properties held for sale; and
4. Legal charge over the subsidiary's properties held for sale.

The term loans are covered by the following:

1. Joint and several guarantees by certain directors of the Company;
2. Joint and several guarantees by directors of certain subsidiaries of the Group;
3. Corporate guarantees provided by certain subsidiaries of the Group;
4. Assignment over the rights, titles and interest or legal charges and/or power of attorney over properties held for sale and leasehold property;
5. Guarantee by Syarikat Jaminan Pembiayaan Perniagaan Berhad ("SJPP") under the Working Capital Guarantee Scheme (WCGS); and
6. Pledged of cash and cash equivalents of a subsidiary.

The preference shares are covered by the following:-

1. Deed of assignment of certain development properties units; and
2. Personal guarantees provided by certain directors of the Company.

# REGAL International Group Ltd.

(Company Registration No. 200508585R)

- Unaudited Financial Statements and Related Announcement for the second quarter ended 30 June 2020

- 1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

<b>Consolidated Statement of Cash Flows</b>	<b>2Q2020</b>	<b>2Q2019</b>	<b>1H2020</b>	<b>1H2019</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>				
(Loss) Profit before tax	(4,132)	1,785	(3,854)	3,117
Adjustments for:				
Depreciation of property, plant and equipment	656	700	1,309	1,408
Interest expense	1,393	1,403	2,884	2,880
Interest income	(3)	(8)	(6)	(12)
Gain on disposal of property, plant and equipment	-	-	(1)	-
Property, plant and equipment written off	-	-	-	3
Reversal of impairment on trade and other receivables - net	-	(1,208)	-	(1,208)
Accrued tax penalties	-	-	34	-
Share of (profit) loss from equity-accounted associates	(28)	3	(136)	15
Operating cash flows before changes in working capital	(2,114)	2,675	230	6,203
Inventories	(650)	17,016	(571)	3,860
Trade and other receivables	1,790	(13,870)	7,368	(96,778)
Other assets	70	(2,904)	71	(2,326)
Trade and other payables	1,311	(1,915)	(2,258)	95,000
Other liabilities	82	(409)	(1,304)	159
Net cash flows from operations before tax	489	593	3,536	6,118
Income tax paid	-	-	(348)	-
<b>Net cash flows from operating activities</b>	<b>489</b>	<b>593</b>	<b>3,188</b>	<b>6,118</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(5)	(107)	(40)	(277)
Proceeds from disposal of property, plant and equipment	-	-	1	-
Interest received	3	8	6	12
<b>Net cash flows used in investing activities</b>	<b>(2)</b>	<b>(99)</b>	<b>(33)</b>	<b>(265)</b>
<b>Cash flows from financing activities</b>				
Repayment of borrowings	(217)	(2,209)	(1,604)	(4,393)
Cash restricted in use	(1)	(1)	(3)	(509)
Proceeds from substantial shareholder - net	391	-	493	-
(Repayment to) Proceeds from related parties - net	(598)	77	286	(26)
Proceeds from associate - net	6	161	552	15
Proceeds from (Repayment to) directors of subsidiaries - net	48	156	(112)	86
Proceeds from directors who are controlling shareholders of Company - net	678	1,345	809	1,439
Interest paid	(156)	(726)	(483)	(1,520)
<b>Net cash flows from (used in) financing activities</b>	<b>151</b>	<b>(1,197)</b>	<b>(62)</b>	<b>(4,908)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>638</b>	<b>(703)</b>	<b>3,093</b>	<b>945</b>
Cash and cash equivalents, statement of cash flows, beginning balance	6,348	3,158	3,891	1,512
Effect of exchange rate changes on cash and cash equivalents	(5)	5	(3)	3
<b>Cash and cash equivalents, statement of cash flows, ending balance</b>	<b>6,981</b>	<b>2,460</b>	<b>6,981</b>	<b>2,460</b>
<b>Cash and cash equivalents comprised of :</b>				
Cash and bank balances	10,114	7,367	10,114	7,367
Bank overdraft	(1,494)	(3,092)	(1,494)	(3,092)
Cash restricted in use	(1,639)	(1,815)	(1,639)	(1,815)
	<b>6,981</b>	<b>2,460</b>	<b>6,981</b>	<b>2,460</b>

# REGAL International Group Ltd.

(Company Registration No. 200508585R)

- Unaudited Financial Statements and Related Announcement for the second quarter ended 30 June 2020

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statements of Changes in Equity	Attributable to owners of the parent			Accumulated losses	Foreign currency translation reserve	Share option reserve	Merger reserve	Other reserve	Non-controlling interests
	Total equity	subtotal	Share capital						
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Group</b>									
<b>Current period:</b>									
Opening balance at 1 January 2020	19,201	21,398	144,552	(131,942)	2,797	2,933	1,563	1,495	(2,197)
<b>Movement in equity:</b>									
Total comprehensive loss for the period	(3,879)	(3,575)	-	(3,551)	(24)	-	-	-	(304)
<b>Closing balance at 30 June 2020</b>	<b>15,322</b>	<b>17,823</b>	<b>144,552</b>	<b>(135,493)</b>	<b>2,773</b>	<b>2,933</b>	<b>1,563</b>	<b>1,495</b>	<b>(2,501)</b>
<b>Previous period:</b>									
Opening balance at 1 January 2019	16,661	18,157	144,552	(135,677)	2,826	3,398	1,563	1,495	(1,496)
<b>Movement in equity:</b>									
Total comprehensive income (loss) for the period	1,875	2,626	-	2,644	(18)	-	-	-	(751)
<b>Closing balance at 30 June 2019 (Restated)</b>	<b>18,536</b>	<b>20,783</b>	<b>144,552</b>	<b>(133,033)</b>	<b>2,808</b>	<b>3,398</b>	<b>1,563</b>	<b>1,495</b>	<b>(2,247)</b>

	Total equity	Share capital	Accumulated losses	Foreign currency	
				translation reserve	Share option reserve
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Company</b>					
<b>Current period:</b>					
Opening balance at 1 January 2020	22,230	381,051	(432,022)	70,268	2,933
<b>Movement in equity:</b>					
Total comprehensive loss for the period	(1,238)	-	(1,238)	-	-
<b>Closing balance at 30 June 2020</b>	<b>20,992</b>	<b>381,051</b>	<b>(433,260)</b>	<b>70,268</b>	<b>2,933</b>
<b>Previous period:</b>					
Opening balance at 1 January 2019	49,040	381,051	(405,677)	70,268	3,398
<b>Movement in equity:</b>					
Total comprehensive income for the period	207	-	207	-	-
<b>Closing balance at 30 June 2019</b>	<b>49,247</b>	<b>381,051</b>	<b>(405,470)</b>	<b>70,268</b>	<b>3,398</b>

Note : The Foreign Currency Translation Reserve and Merger Reserve are not available for distribution as cash dividends.

## REGAL International Group Ltd.

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1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There have been no changes in the Company's share capital since the end of the previous period reported on.

As at 30 June 2020 and 30 June 2019, the Company did not hold any treasury shares and subsidiary holdings.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	<b>As at 30.06.2020</b>	<b>As at 31.12.2019</b>
Total number of issued shares excluding treasury shares	<u>224,917,251</u>	<u>224,917,251</u>

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. There are no treasury shares as at the end of the current financial period reported on.

1(d)(v) A statement showing all sales, transfers, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable. There are no subsidiary holdings as at the end of the current financial period reported on.

2 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by our auditors.

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to its audited financial statements as at 31 December 2019, except as explained in item 5 below.

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- 5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted several new accounting standards and interpretations and amendments to standards that are effective for periods beginning on or after 1 January 2020.

There is no significant impact to the financial statements of the Group.

- 6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

- (a) Based on the weighted average number of ordinary shares on issue;

Earnings Per Share	Group		Group	
	2Q2020	2Q2019	1H2020	1H2019
(Loss) Profit attributable to the owners of the parent during the financial period (RM'000)	(3,877)	1,524	(3,551)	2,644
Weighted average number of ordinary shares on issue	224,917,251	224,917,251	224,917,251	224,917,251
<b>Basic (loss) profit per share for profit attributable to owners of the parent during the financial period (sen)</b>	<b>(1.72)</b>	<b>0.68</b>	<b>(1.58)</b>	<b>1.18</b>

- (b) On a fully diluted basis (detailing any adjustments made to the earnings).

Diluted earnings per share is not presented as there is no potential dilutive ordinary share existing during the relevant financial periods presented.

- 7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the: -

- (a) current financial period reported on; and  
(b) immediately preceding financial year.

Net Asset Value	Group		Company	
	As at 30.06.2020	As at 31.12.2019	As at 30.06.2020	As at 31.12.2019
Net asset value (RM'000)	17,823	21,398	20,992	22,230
Number of issued shares excluding treasury shares	224,917,251	224,917,251	224,917,251	224,917,251
<b>Net asset value per ordinary share (sens)</b>	<b>7.92</b>	<b>9.51</b>	<b>9.33</b>	<b>9.88</b>



- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

### **Statement of Comprehensive Income**

Revenue decreased by RM8.3 million or 59% from RM14.1 million in 2Q2019 to RM5.8 million in 2Q2020 was mainly due to decrease in sale of construction materials and development properties by RM10.0 million in consequence of the Malaysian Government Movement Control Order ("MCO") in response to the COVID-19 pandemic in the country. Such decrease was partially offset by the increase in revenue from construction contracts by RM1.4 million.

Gross profit margin of the Group for 2Q2019 and 2Q2020 were 54.7% and 7.2% respectively. Lower gross profit margin in 2Q2020 was mainly due to the suspension of physical business activities during the MCO period while the Group continued to incur fixed overhead costs that was directly attributed to cost of sales in 2Q2020.

Other gains decreased by RM0.5 million was mainly due to the reversal of allowance for impairment on trade and other receivables in 2Q2019.

Administrative expenses decreased by RM1.5 million from RM4.6 million in 2Q2019 to RM3.1 million in 2Q2020 was mainly resulted by the decrease in employee benefits expense.

Other losses decreased by RM0.1 million was mainly due to the decrease in foreign exchange adjustment net loss as compared to 2Q2019.

Share of profit or loss from equity-accounted associate was the recognition of results in the Group's associate, Tiya Development Sdn Bhd. The share of profit in 2Q2020 was arising from the net profit in the associate for the period.

Following the loss in 1H2020, income tax provision in 1Q2020 was reversed in 2Q2020.

### **Statements of Financial Position**

#### **Group**

Non-current assets of the Group increased by RM0.9 million from RM42.3 million as at FY2019 to RM43.2 million as at 2Q2020 was mainly due to increase in investment properties under construction.

Current assets of the Group decreased by RM4.0 million from RM260.9 million as at FY2019 to RM256.9 million as at 2Q2020. The decrease was mainly due to decrease in trade and other receivables by RM7.7 million resulting from the collections from trade receivables. Such decrease was partially offset by increase in cash and cash equivalents by RM3.1 million and inventories by RM0.5 million.

Non-current liabilities of the Group decreased by RM4.8 million from RM43.1 million as at FY2019 to RM38.3 million as at 2Q2020 was mainly due to the decrease in other financial liabilities following the reclassification of borrowings, which due within 12 months, to current liabilities.

Current liabilities of the Group increased by RM5.6 million from RM240.9 million as at FY2019 to RM246.5 million as at 2Q2020. The increase was mainly due to increase in trade and other payables by RM2.6 million for development and construction projects and increase in other financial liabilities by RM4.6 million mainly arising from reclassification of borrowings, which due within 12 months, from non-current liabilities. Such increase was partially offset by decrease in other liabilities by RM1.3 million in relation to the decrease in refundable deposits.

Overall, the Group's net asset stood at RM15.3 million as at 2Q2020 as compared to RM19.2 million as at FY2019.

### **Statement of Cash Flows**

Net cash and cash equivalents held by the Group increased from RM3.9 million as at FY2019 to RM7.0 million as at 1H2020. The increase was mainly contributed by the net cash inflow from the operating activities.

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- 9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable. No forecast or prospect statement have been previously disclosed.

- 10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Movement Control Order (MCO) and Conditional Movement Control Order (CMCO) by the Malaysian government continued well into the middle of 2Q2020, resulting in an almost complete standstill of nearly all economic sectors and commercial activities. The Group's construction and property business continues to be adversely impacted, and market trends continue to be unpredictable as purchasers continue to exercise caution. The Group steadfastly endeavours its ongoing various cost cutting measures and restructuring of the Group's financial liabilities.

- 11 Dividend

- (a) Current Financial Period Reported On

*Any dividend recommended for the current financial period reported on?*

Nil

- (b) Corresponding Period of the Immediately Preceding Financial Year

*Any dividend recommended for the corresponding period of the immediately preceding financial year?*

Nil

- (c) Date Payable

Not applicable.

- (d) Books Closure Date

Not applicable.

- 12 If no dividend has been declared/recommended, a statement to that effect.

After considering the Group's condition, no dividend has been declared.

## REGAL International Group Ltd.

(Company Registration No. 200508585R)

- Unaudited Financial Statements and Related Announcement for the second quarter ended 30 June 2020

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- 13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained a general mandate from shareholders for Interested Person Transactions.

- 14 Negative confirmation pursuant to Rule 705(5).

The board of directors of the Company confirms to the best of its knowledge that nothing has come to its attention which may render the second quarter results ended 30 June 2020 to be false or misleading in any material aspect.

- 15 Undertaking Confirmation Statement from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Su Chung Jye  
Chairman and Chief Executive Officer

Wong Pak Kiong  
Executive Director

16 April 2021