



IEV HOLDINGS LIMITED

(Company Registration No: 201117734D)

(Incorporated in the Republic of Singapore on 26 July 2011)

(the "Company", and together with its subsidiaries, the "Group")

FULL YEAR UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER ("FY") 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**Exchange**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

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1(a)(i) Statement of Comprehensive Income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group					
	3 months ended 31 December ("4Q")			12 months ended 31 December ("12M")		
	Unaudited 4Q2018 (RM'000)	Unaudited 4Q2017 (RM'000) ^(a)	% change increase/ (decrease)	Unaudited 12M2018 (RM'000)	Audited 12M2017 (RM'000) ^(a) ^(b)	% change increase/ (decrease)
Revenue	943	2,879	(67.2)	2,962	6,616	(55.2)
Cost of sales	(498)	(661)	(24.7)	(1,302)	(1,688)	(22.9)
Gross profit	445	2,218	(79.9)	1,660	4,928	(66.3)
Other operating income	2,640	221	n.m.	3,011	2,103	43.2
Administrative expenses	(2,400)	(2,531)	(5.2)	(10,000)	(12,087)	(17.3)
Selling and distribution costs	(104)	(46)	126.1	(161)	(207)	(22.2)
Exchange (loss)/gain	193	(320)	n.m.	(479)	790	n.m.
Other operating expenses	(2,053)	(1,974)	4.0	(2,194)	(1,993)	10.1
Share of results of associate	83	(296)	n.m.	58	(778)	n.m.
Finance costs	(67)	(144)	(53.5)	(506)	(603)	(16.1)
Loss before tax	(1,263)	(2,872)	(56.0)	(8,611)	(7,847)	9.7
Income tax	(134)	(11)	n.m.	(164)	269	n.m.
Loss for the period/year from continuing operations	(1,397)	(2,883)	(51.5)	(8,775)	(7,578)	15.8
Discontinued Operations^(c)						
Loss for the period/year from discontinued operations	(4,293)	(67,583)	(93.6)	(7,146)	(72,353)	(90.1)
Loss for the period/year	(5,690)	(70,466)	(91.9)	(15,921)	(79,931)	(80.1)
Other comprehensive income/(loss), net of tax						
- Exchange differences on translation of foreign operations	813	(2,853)	n.m.	1,109	(8,743)	n.m.
- Actuarial gains in respect of defined benefit pension plan	-	14	n.m.	-	14	n.m.
Total comprehensive loss for the period/year	(4,877)	(73,305)	(93.3)	(14,812)	(88,660)	(83.3)
Loss attributable to:						
Owners of the parent						
- Continuing operations	(1,397)	(2,883)	(51.5)	(8,775)	(7,578)	15.8
- Discontinued operations	(4,293)	(67,511)	(93.6)	(7,146)	(72,281)	(90.1)
Non-controlling interests						
- Continuing operations	-	-	-	-	-	-
- Discontinued operations	-	(72)	n.m.	-	(72)	n.m.
	(5,690)	(70,466)	(91.9)	(15,921)	(79,931)	(80.1)
Total comprehensive loss attributable to:						
Owners of the parent	(4,877)	(73,239)	(93.3)	(14,812)	(88,585)	(83.3)
Non-controlling interests	-	(66)	n.m.	-	(75)	n.m.
	(4,877)	(73,305)	(93.3)	(14,812)	(88,660)	(83.3)

n.m. denotes not meaningful

Notes:

(a) Financial statements for 4Q2017 and audited financial statements for 31 December 2017 ("2017 Audited FS") have been re-presented to show results from continuing and discontinued operations.

(b) In the 2017 annual report, the 2017 Audited FS had only included the renewable energy business and the exploration and production business under discontinued operations. However, for this results announcement, the 2017 Audited FS have been re-presented to include the mobile natural gas business as discontinued operations.

(c) Discontinued operations is in relation to: (i) the exit from renewable energy business following the sale of the MK-1 biomass plant in Vietnam as announced on 7 November 2017, 11 January 2018 and 4 June 2018; (ii) the exit from the exploration and production sector as announced on 10 January 2018; (iii) the exit from mobile

natural gas sector as announced on 16 October 2018, 18 October 2018, 29 October 2018 and 14 November 2018 in relation to disposal of 95% interest in PT IEV Gas.

1(a)(ii) Loss for the financial period from continuing operations is arrived after crediting / (charging) the following:

	Group					
	3 months ended 31 December			12 months ended 31 December		
	Unaudited 4Q2018 (RM'000)	Unaudited 4Q2017 (RM'000) (re- presented)	% change increase/ (decrease)	Unaudited 12M2018 (RM'000)	Audited 12M2017 (RM'000) (re- presented)	% change increase/ (decrease)
Rental income	56	(20)	n.m.	288	189	52.4
Interest income	-	-	-	1	1	-
Interest expense	(67)	(144)	(53.5)	(506)	(603)	(16.1)
Gain on disposal of property, plant and equipment	17	-	n.m.	18	-	n.m.
Loss on disposal of asset held for sale	(168)	-	n.m.	(168)	-	n.m.
Depreciation of property, plant and equipment (include depreciation accounted for in cost of sales)	(50)	(431)	(88.4)	(909)	(1,873)	(51.5)
Amortisation of intangible assets (include amortisation accounted for in cost of sales)	(32)	(51)	(37.3)	(137)	(210)	(34.8)
(Impairment)/Write back on impairment of property, plant and equipment	(7)	(577)	(98.8)	45	(577)	n.m.
Allowance doubtful receivables for doubtful receivables	(103)	(559)	(81.6)	(103)	(570)	(81.9)
Write back on allowance for doubtful receivables	-	424	n.m.	-	672	n.m.
Impairment of intangible assets	(55)	(515)	(89.3)	(55)	(515)	(89.3)
Receivables written off	(496)	-	n.m.	(496)	-	n.m.
Allowance for inventories	(977)	(305)	220.3	(1,022)	(307)	232.9
Inventory written off	(119)	-	n.m.	(197)	-	n.m.
Property, plant and equipment written off	(157)	-	n.m.	(157)	(1)	n.m.
Write back of payables	-	(14)	-	-	1,226	n.m.
Reversal of accrued commission no longer required	2,541	-	n.m.	2,541	-	n.m.
Gain on settlement of post - employment benefit	55	-	n.m.	55	-	n.m.
(Under)/over provision for tax in respect to prior year	(33)	(2)	n.m.	(33)	278	n.m.

n.m. denotes not meaningful

1(a)(iii) Results of the discontinued operations are as follow:

	Group					
	3 months ended 31 December ("4Q")			12 months ended 31 December ("12M")		
	Unaudited 4Q2018 (RM'000)	Unaudited (re-presented) 4Q2017 (RM'000)	% change increase/ (decrease)	Unaudited 12M2018 (RM'000)	Audited (re-presented) 12M2017 (RM'000)	% change increase/ (decrease)
Discontinued operations						
Revenue	802	9,203	(91.3)	18,438	32,880	(43.9)
Cost of sales	(144)	(8,733)	(98.4)	(17,795)	(33,187)	(46.4)
Gross profit	658	470	40.0	643	(307)	n.m.
Other operating income	(189)	2,852	n.m.	360	3,160	(88.6)
Administrative expenses	(489)	(1,637)	(70.1)	(2,726)	(5,655)	(51.8)
Selling and distribution cost	-	-	-	-	(24)	n.m.
Exchange (loss) gain	(55)	178	n.m.	(422)	(10)	n.m.

	Group					
	3 months ended 31 December ("4Q")			12 months ended 31 December ("12M")		
	Unaudited 4Q2018 (RM'000)	Unaudited (re-presented) 4Q2017 (RM'000)	% change increase/ (decrease)	Unaudited 12M2018 (RM'000)	Audited (re-presented) 12M2017 (RM'000)	% change increase/ (decrease)
Other operating expenses	(4,100)	(68,221)	(94.0)	(4,874)	(68,271)	(92.9)
Finance cost	(1)	(4)	(75.0)	(10)	(23)	(56.5)
Loss before tax	(4,176)	(66,362)	(93.7)	(7,029)	(71,130)	(90.1)
Income tax	(117)	(1,221)	(90.4)	(117)	(1,223)	(90.4)
Loss for the period/year from discontinued operations	(4,293)	(67,583)	(93.6)	(7,146)	(72,353)	(90.1)

n.m. denotes not meaningful

1(a)(iv) Loss for the financial period from discontinued operations is arrived after crediting / (charging) the following:

	Group					
	3 months ended 31 December			12 months ended 31 December		
	Unaudited 4Q2018 (RM'000)	Unaudited 4Q2017 (RM'000)	% change increase/ (decrease)	Unaudited 12M2018 (RM'000)	Audited 12M2017 (RM'000)	% change increase/ (decrease)
Rental income	-	393	n.m.	25	453	(94.5)
Interest income	5	12	(58.3)	42	42	-
Interest expense	(1)	(4)	(75.0)	(10)	(23)	(56.5)
Finance lease (expense) income	(229)	-	n.m.	165	-	n.m.
Depreciation of property, plant and equipment (include depreciation accounted for in cost of sales)	734 ^(a)	(592)	n.m.	(659)	(2,602)	(74.7)
Amortisation of intangible assets (include amortisation accounted for in cost of sales)	3	(74)	n.m.	(3)	(313)	(99.0)
Allowance for doubtful receivables	(2)	(5,099)	n.m.	(2)	(5,099)	n.m.
Receivables written off	(103)	-	n.m.	(103)	-	n.m.
Write-back / (Impairment) of property, plant and equipment	80	(7,130)	n.m.	-	(7,130)	n.m.
Impairment of intangible assets	(3)	(2,718)	(99.9)	-	(2,718)	n.m.
Impairment of oil & gas properties	-	(44,314)	n.m.	-	(44,314)	n.m.
Pledged deposit written off	-	(1,902)	n.m.	-	(1,902)	n.m.
Allowance for inventories	-	(1,000)	n.m.	-	(1,000)	n.m.
Inventory written off	-	-	n.m.	(1)	-	n.m.
Property, plant and equipment written off	(27)	(56)	(51.8)	(27)	(56)	(51.8)
(Loss) / Gain on disposal of property plant and equipment	(3)	(1)	200.0	(371)	100	n.m.
Provision for termination liabilities	-	(7,607)	n.m.	-	(7,607)	n.m.
Write back of accrued liabilities	-	2,333	n.m.	-	2,333	n.m.
Write back for abandonment obligation of offshore production facilities	-	2,447	n.m.	-	2,447	n.m.
Gain on settlement post – employment benefit	95	-	n.m.	95	-	n.m.
Loss on disposal of subsidiary	(4,481)	-	n.m.	(4,481)	-	n.m.
Prepaid leases	-	(70)	n.m.	-	(70)	n.m.
Loss on finance lease receivable	-	(644)	n.m.	-	(644)	n.m.
Gain (Loss) on disposal of finance lease receivables	261	-	n.m.	(44)	-	n.m.

n.m. denotes not meaningful

(a) Depreciation for 4Q2018 was added back to the results of discontinued operations due to over depreciation of property, plant and equipment relating to PT. IEV Gas following the impairment of its assets.

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

	Company			Group		
	Unaudited As at 31 December 2018 (RM'000)	Audited As at 31 December 2017 (RM'000)	Audited As at 1 January 2017 ^(a) (RM'000)	Unaudited As at 31 December 2018 (RM'000)	Audited As at 31 December 2017 (RM'000)	Audited As at 1 January 2017 ^(a) (RM'000)
ASSETS						
Current						
Cash and bank balances	44	87	318	1,111	3,893	22,113
Trade receivables	-	-	-	14,157	17,823	57,717
Other receivables and prepayments	50	1,889	2,296	4,632	3,643	7,865
Finance lease receivables	-	-	-	-	65	-
Inventories	-	-	-	1,529	3,123	4,902
Contract asset	-	-	-	1,000	29	10
	94	1,976	2,614	22,429	28,576	92,607
Assets classified as held for sale	-	-	-	-	9,130	-
	94	1,976	2,614	22,429	37,706	92,607
Non-current						
Property, plant and equipment	-	-	-	1,589	7,213	33,237
Intangible assets	-	-	-	87	287	4,375
Oil and gas properties	-	-	-	-	-	47,740
Subsidiaries	-	25,880	115,847	-	-	-
Associate	-	-	-	83	25	945
Other receivables and prepayments	-	-	-	33	814	8,793
Finance lease receivables	-	-	-	-	5,087	-
Deferred tax assets	-	-	-	13	504	1,614
	-	25,880	115,847	1,805	13,930	96,704
Total assets	94	27,856	118,461	24,234	51,636	189,311
LIABILITIES AND EQUITY						
Current						
Overdrafts and bank borrowings	-	-	-	2,969	9,640	2,812
Trade payables	-	-	-	13,450	19,520	64,292
Other payables and other provisions	1,797	26,809	24,296	15,222	14,735	12,651
Finance leases	-	-	-	-	94	141
Contract liability	-	-	-	2,656	-	365
	1,797	26,809	24,296	34,297	43,989	80,261
Non-current						
Overdrafts and bank borrowings	-	-	-	-	-	6,680
Finance leases	-	-	-	-	86	31
Deferred tax liabilities	-	-	-	90	124	288
Provision for post-employment benefit obligations	-	-	-	-	2,015	2,655
Advances from a third party	-	-	-	-	-	2,500
Provision for decommissioning	-	-	-	-	-	2,702
	-	-	-	90	2,225	14,856
Total liabilities	1,797	26,809	24,296	34,387	46,214	95,117
Capital and reserves						
Share capital	98,338	98,338	97,691	98,338	98,338	97,691
Treasury shares	(38)	(38)	(38)	(38)	(38)	(38)
Currency translation reserve	(121)	(78)	1,767	556	377	9,117

	Company			Group		
	Unaudited As at 31 December 2018 (RM'000)	Audited As at 31 December 2017 (RM'000)	Audited As at 1 January 2017 ^(a) (RM'000)	Unaudited As at 31 December 2018 (RM'000)	Audited As at 31 December 2017 (RM'000)	Audited As at 1 January 2017 ^(a) (RM'000)
Capital reserve	-	-	-	(380)	(380)	(101)
Accumulated losses	(99,882)	(97,175)	(5,255)	(108,621)	(92,700)	(12,855)
Equity attributable to owners of the Company	(1,703)	1,047	94,165	(10,145)	5,597	93,814
Non-controlling interests	-	-	-	(8)	(175)	380
Total equity	(1,703)	1,047	94,165	(10,153)	5,422	94,194
Total liabilities and equity	94	27,856	118,461	24,234	51,636	189,311

Note:

(a) The 2017 comparatives are presented as the Group has adopted the Singapore financial reporting framework, Singapore Financial Reporting Standards (International) ("SFRS(1)") as from 1 January 2018.

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

Group	Unaudited As at 31 December 2018 Secured (RM'000)	Audited As at 31 December 2017 Secured (RM'000)
Bank loans	-	6,665
Bank overdraft	2,969	2,975
Total Bank Borrowings	2,969	9,640
Finance lease obligations	-	180
Total Borrowings & Debt Securities	2,969	9,820
Amount repayable in one year or less, or on demand	2,969	9,734
Amount repayable after one year	-	86

Details of collaterals

Details of collaterals of the above borrowings are as follows: -

The bank loan that was settled during FY2018 was secured by:

- way of assignment to the bank, all rights, title and interest of the demised premises (which include the Group's property at Level 22, PJX-HM Shah Tower, No. 16A, Persiaran Barat, 46050 Petaling Jaya, Selangor Darul Ehsan, Malaysia pending the issuance of a separate document of title / strata title to the property and a legal charge under the National Land Code 1965); and
- a corporate guarantee provided by IEV Holdings Limited.

The bank overdraft is secured by:

- a debenture by way of a fixed and floating charge over all present and future assets of IEV Group Sdn Bhd;
- corporate guarantee provided by IEV Holdings Limited and IEV Group Sdn Bhd; and
- a personal guarantee provided by a director, Christopher Nghia Do.

The finance leases from non-related parties settled during FY2018 was for the lease of motor vehicles, computers and machinery and were secured by the underlying assets.

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

	Group 3 Months ended 31 December ("4Q")		Group 12 Months ended 31 December ("12M")	
	Unaudited 4Q2018 (RM'000)	Unaudited (re-presented) 4Q2017 (RM'000)	Unaudited 12M2018 (RM'000)	Audited (re-presented) 12M2017 (RM'000)
OPERATING ACTIVITIES				
Loss before tax:				
- Continuing operations	(1,263)	(2,872)	(8,611)	(7,847)
- Discontinued operations	(4,176)	(66,362)	(7,029)	(71,130)
	(5,439)	(69,234)	(15,640)	(78,977)
Adjustments for:				
Share of results of associate	(83)	296	(58)	778
Amortisation of intangible assets	29	125	140	523
Depreciation of property, plant and equipment	(684)	1,023	1,568	4,475
Gain on settlement for post-employment benefit	(150)	-	(150)	-
(Reversal of provision)/Provision for post-employment benefits	(86)	(119)	107	63
Loss/(Gain) on disposal of property, plant and equipment	(14)	1	353	(100)
Property, plant and equipment written off	184	56	184	57
Loss on disposal of asset held for sale	168	-	168	-
Provision for termination liabilities	-	7,607	-	7,607
Write back for abandonment obligation of offshore production facilities	-	(2,447)	-	(2,447)
Write back of accrued liabilities	-	(2,333)	-	(2,333)
Reversal of accrued commission	(2,541)	-	(2,541)	-
Inventory written off	119	-	198	-
Receivables written off	599	-	599	-
Payables written back	(5)	14	(4)	(1,226)
(Write-back)/Impairment of property, plant and equipment	(73)	7,707	(45)	7,707
Impairment of intangible assets	58	3,233	55	3,233
Impairment of oil & gas properties	-	44,314	-	44,314
Allowance for inventories	977	1,305	1,022	1,307
Allowance for doubtful receivables	105	5,658	105	5,669
Pledged deposit written off	-	1,902	-	1,902
Loss on disposal of subsidiary	4,481	-	4,481	-
Write back of doubtful receivables	-	(424)	-	(672)
(Income)/Loss from finance lease receivables	229	644	(165)	644
Interest income	(5)	(12)	(43)	(43)
(Gain)/Loss from disposal of finance lease receivables	(261)	-	44	-
Interest expense	68	148	516	626
Operating loss before working capital changes	(2,324)	(536)	(9,106)	(6,893)
Long term other receivables and prepayments	(159)	113	(515)	148
Inventories	40	89	(11)	202
Contract assets	(970)	(28)	(947)	(19)
Trade and other receivables and prepayments	(2,118)	987	(1,167)	7,350
Trade and other payables	(1,296)	(1,310)	1,624	(44,761)
Contract liabilities	2,656	-	2,656	-
Amount due from an associate	(707)	382	(308)	34,020
Cash (used in) generated from operations	(4,878)	(303)	(777,4)	(9,953)
Interest received	5	12	43	43
Interest paid	(68)	(148)	(516)	(626)
Post-employment benefit paid	(391)	5	(502)	(577)
Income tax refunded/(paid)	-	-	(31)	60
Net cash (used in) generated from operating activities	(5,332)	(434)	(8,780)	(11,053)

	Group 3 Months ended 31 December ("4Q")		Group 12 Months ended 31 December ("12M")	
	Unaudited 4Q2018 (RM'000)	Unaudited (re-presented) 4Q2017 (RM'000)	Unaudited 12M2018 (RM'000)	Audited (re-presented) 12M2017 (RM'000)
INVESTING ACTIVITIES				
Acquisition of property, plant and equipment	(139)	222	(867)	(1,099)
Increase in oil and gas properties	-	(12)	-	(1,131)
Proceeds from disposal of property, plant and equipment	(6)	111	110	269
Proceeds from disposal of assets held for sale	-	-	9,200	-
Proceeds from disposal of finance lease assets	4,909	-	4,976	-
Disposal of subsidiary	(529)	-	(529)	-
Proceeds from disposal of an associate	-	142	-	142
Net cash generated from (used in) investing activities	4,235	463	12,890	(1,819)
FINANCING ACTIVITIES				
Repayment of finance lease	(5)	(255)	(84)	(199)
Repayment of bank borrowings	-	(77)	(6,664)	(305)
Repayment of advances from a third party	-	(18)	-	(2,500)
Fixed deposits pledged	-	-	-	1,652
Net cash used in financing activities	(5)	(350)	(6,748)	(1,352)
Net decrease in cash and cash equivalents	(1,102)	(321)	(2,638)	(14,224)
Cash and cash equivalents at beginning of the year	(821)	1,386	853	15,695
Currency translation difference of cash and cash equivalents at beginning of the year	(2)	(212)	(140)	(618)
Cash and cash equivalents at end of year	(1,925)	853	(1,925)	853
<i>Cash and bank balances comprise:</i>				
Cash and bank balances	1,044	3,828	1,044	3,828
Fixed deposits	67	65	67	65
	1,111	3,893	1,111	3,893
Less: Fixed deposits	(67)	(65)	(67)	(65)
Less: Bank overdrafts	(2,969)	(2,975)	(2,969)	(2,975)
Cash and cash equivalents at end of year	(1,925)	853	(1,925)	853

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 year

Company

Current Period	Share capital (RM'000)	Treasury shares (RM'000)	Accumulated losses (RM'000)	Currency translation reserve (RM'000)	Total (RM'000)
Balance as at 1 January 2018	98,338	(38)	(97,175)	(78)	1,047
Loss for the year, representing total comprehensive loss for the year	-	-	(2,707)	(43)	(2,750)
Balance as at 31 December 2018	98,338	(38)	(99,882)	(121)	(1,703)

Previous Period	Share capital (RM'000)	Treasury shares (RM'000)	Accumulated losses (RM'000)	Currency translation reserve (RM'000)	Total (RM'000)
Balance as at 1 January 2017	97,691	(38)	(5,255)	1,767	94,165

Loss for the year, representing total comprehensive loss for the year	-	-	(91,920)	(1,845)	(93,765)
Transaction with owners: Increase in paid-up capital	647	-	-	-	647
Balance as at 31 December 2017	98,338	(38)	(97,175)	(78)	1,047

Group

Current Period	Share capital (RM'000)	Treasury shares (RM'000)	Retained earnings (Accumulated losses) (RM'000)	Capital reserve (RM'000)	Currency translation reserve (RM'000)	Equity attributable to owners of the Company (RM'000)	Non-controlling interests (RM'000)	Total equity (RM'000)
Balance as at 1 January 2018	98,338	(38)	(92,700)	(380)	377	5,597	(175)	5,422
Transactions with owners: Disposal of subsidiary	-	-	-	-	(930)	(930)	166	(764)
Total comprehensive loss for the year: Loss for the year	-	-	(15,921)	-	-	(15,921)	-	(15,921)
Other comprehensive income - Currency translation difference arising from consolidation	-	-	-	-	1,109	1,109	-	1,109
Balance as at 31 December 2018	98,338	(38)	(108,621)	(380)	556	(10,145)	(8)	(10,153)

Previous Period	Share capital (RM'000)	Treasury shares (RM'000)	Retained earnings (Accumulated losses) (RM'000)	Capital reserve (RM'000)	Currency translation reserve (RM'000)	Equity attributable to owners of the Company (RM'000)	Non-controlling interests (RM'000)	Total equity (RM'000)
Balance as at 1 January 2017	97,691	(38)	(12,855)	(101)	9,117	93,814	380	94,194
Transactions with owners: Increase in paid up capital	647	-	-	-	-	647	-	647
Effects of changes in ownership interests of subsidiary	-	-	-	(279)	-	(279)	(480)	(759)
Total comprehensive loss for the year: Loss for the year	-	-	(79,859)	-	-	(79,859)	(72)	(79,931)
Other comprehensive loss - Currency translation difference arising from consolidation	-	-	-	-	(8,740)	(8,740)	(3)	(8,743)
- Actuarial gains in respect of defined benefit pension plan	-	-	14	-	-	14	-	14
Balance as at 31 December 2017	98,338	(38)	(92,700)	(380)	377	5,597	(175)	5,422

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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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 were no changes in the Company's share capital since 30 September 2018 and up to 31 December 2018.

The total number of issued shares (excluding treasury shares) was 285,512,632 as at 31 December 2018 and as at 31 December 2017.

There were no outstanding convertibles, share options or subsidiary holdings as at 31 December 2018 and 31 December 2017.

	As at 31 December 2018	As at 31 December 2017
Total number of treasury shares	200,000	200,000
Total number of ordinary shares	285,512,632	285,512,632
% of treasury shares over total number of ordinary shares	0.07%	0.07%

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

	As at 31 December 2018	As at 31 December 2017
Number of issued shares of the Company	285,712,632	285,712,632
Share buy-backs held as treasury shares	(200,000)	(200,000)
Number of issued shares excluding treasury shares	285,512,632	285,512,632

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.

There were no sales, transfers, disposal, cancellation and /or use of treasury shares as at 31 December 2018.

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

There were no sales, transfers, cancellation and / or use of subsidiary holdings as at 31 December 2018.

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

The figures have not been audited or reviewed by the Company's auditors.

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

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those applied in the Group's most recently audited financial statements for the financial year ended 31 December 2017.

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 all the new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)") that is identical to the International Financial Reporting Standards ("IFRS") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2018, where applicable. The adoption of these standards from the effective date is not expected to result in material adjustments to the financial position, results of operations or cash flows of the Group for 4Q2018 and 12M2018.

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

<u>Group</u>	4Q2018 (Malaysian sen)	4Q2017 (Malaysian sen)	12M2018 (Malaysian sen)	12M2017 (Malaysian sen)
Earnings/(loss) per ordinary share for the period based on the net profit/(loss) attributable to shareholders of the Company:				
(i) Basic				
- from continuing operations	(0.49)	(1.01)	(3.07)	(2.67)
- from discontinued operations	(1.50)	(23.64)	(2.50)	(25.42)
	(1.99)	(24.65)	(5.58)	(28.09)
(ii) On a fully diluted basis	(1.99)	(24.65)	(5.58)	(28.09)
Weighted average number of ordinary shares	285,512,632	285,512,632	285,512,632	284,312,652

Basic and diluted (loss)/earnings per ordinary share have been computed based on the Group's loss attributable to owners of the parent and the weighted average number of ordinary shares in issue during the respective periods.

The basic and fully diluted (loss)/earnings per ordinary share for each 4Q2018, 4Q2017, 12M2018 and 12M2017 were the same as there were no potentially dilutive ordinary shares existing during 4Q2018, 4Q2017, 12M2018 and 12M2017 respectively.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	Net asset value per ordinary share (Malaysian sen)	
	As at 31 December 2018	As at 31 December 2017
Group	(3.6)	2.0
Company	(0.6)	0.4

Net asset value per ordinary share as at 31 December 2018 and 31 December 2017 have been calculated based on the aggregate number of ordinary shares of 285,512,632 as at the respective dates, excluding treasury shares.

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

Review of Statement of Comprehensive Income

Breakdown by business segments

Three Months ended 31 December 2018

Business sector	4Q2018			4Q2017		
	Revenue (RM'000)	Gross Profit/(Loss) (RM'000)	GP Margin %	Revenue (RM'000)	Gross Profit/(Loss) (RM'000)	GP Margin %
<u>Continuing Operations</u>						
Asset Integrity Management Sector ("AIMS")	943	445	47.2%	2,879	2,218	77.0%
Total from continuing operations	943	445	47.2%	2,879	2,218	77.0%

Business sector	4Q2018			4Q2017		
	Revenue (RM'000)	Gross Profit/(Loss) (RM'000)	GP Margin %	Revenue (RM'000)	Gross Profit/(Loss) (RM'000)	GP Margin %
<u>Discontinued Operations</u>						
Renewable Energy Sector	-	-	-	30	(9)	(30.0%)
Mobile Natural Gas Sector	802	658	82.0%	9,173	479	5.2%
Total from discontinued operations	802	658	82.0%	9,203	470	5.1%
Total	1,745	1,103	63.2%	12,082	2,688	22.2%

Twelve Months ended 31 December 2018

Business sector	12M2018			12M2017		
	Revenue (RM'000)	Gross Profit/(Loss) (RM'000)	GP Margin %	Revenue (RM'000)	Gross Profit/(Loss) (RM'000)	GP Margin %
<u>Continuing Operations</u>						
Asset Integrity Management Sector ("AIMS")	2,962	1,660	56.0%	6,616	4,928	74.5%
Total from continuing operations	2,962	1,660	56.0%	6,616	4,928	74.5%
<u>Discontinued operations</u>						
Renewable Energy Sector	-	-	-	399	(98)	(25.0%)
Mobile Natural Gas Sector	18,438	643	3.5%	32,481	(209)	(0.6%)
Total from discontinued operations	18,438	643	3.5%	32,880	(307)	(0.9%)
Total	21,400	2,303	10.8%	39,496	4,621	11.7%

Continuing Operations

Revenue

The Group's revenue from continuing operations for 4Q2018 decreased by 67.2% to RM0.9 million from RM2.9 million in 4Q2017. For 12M2018, the Group's revenue decreased by 55.2% to RM3.0 million from RM6.6 million in 12M2017. The decrease in revenue for 4Q2018 and 12M2018 was due to the Asset Integrity Management Sector ("AIMS") continuing to experience reduced business activities from the prolonged downturn in the upstream oil and gas industry.

Gross Profit

The Group's gross profit for 4Q2018 declined by 79.9% to RM0.4 million from RM2.2 million for 4Q2017. The Group's gross profit for 12M2018 decreased by 66.3% to RM1.7 million from RM4.9 million in 12M2017. In line with the decline in revenue, the reduced gross profit for 4Q2018 and 12M2018 was due to AIMS' reduced business activities from the prolonged downturn in the upstream oil and gas industry.

The Group's gross profit margin for 4Q2018 declined to 47.2% compared to 77.0% in 4Q2017 due to a lower proportion of contribution from the Group's proprietary marine growth control products which had higher margins compared to the sales of non-proprietary products. For that same reason, gross profit margin for 12M2017 declined to 56.0% from 74.5% for 12M2017.

Other Operating Income

The Group's other operating income for 4Q2018 increased by RM2.4 million to RM2.6 million from RM0.2 million for 4Q2017 mainly due to the reversal of accrued sales commission of RM2.5 million that was no longer required due to the expiry of an agency agreement. The Group's other operating income for 12M2018 increased by RM0.9 million to RM3.0 million from RM2.1 million for 12M2017. Other operating income for 12M2018 was mainly contributed by (i) reversal of accrued commission of RM2.5 million that was no longer required, (ii) rental income of RM0.3 million and (iii) RM0.1 million gain on settlement of post employment benefit. In comparison other operating income for 12M2017 was mainly contributed by (i) a reversal of vendor payables and accruals of RM1.2 million due to renegotiations of contract terms and close-out of projects with over-accruals; and (ii) write-back of RM0.7 million of impairment of doubtful receivables and rental income of RM0.2 million.

Administrative Expenses

Administrative expenses from continuing operations in 4Q2018 reduced by 5.2% to RM2.4 million from RM2.5 million in 4Q2017, whilst administrative expenses in 12M2018 reduced by 17.3% to RM10.0 million from RM12.1 million in 12M2017. The lower administrative expenses were mainly due to cost reduction initiatives undertaken by the Group including: (i) reducing manpower headcount and salary cuts; and (ii) disposal of non-essential fixed assets to reduce depreciation expenses. The reduction in depreciation expenses of 51.5% to RM0.9 million in 12M2018 and of 88.4% to RM50K in 4Q2018 was mainly due to the disposal of a corporate office at Level 22 of PJX-HM Shah Tower in Petaling Jaya, Selangor, Malaysia. Amortisation of intangible assets decreased by 37.3% to RM32 thousand in 4Q2018 and by 34.8% to RM137 thousand in 12M2018 mainly due to the full impairment of a license for corrosion control technology no longer in use.

Selling and Distribution Costs from continuing operations

Selling and distribution costs represent commissions payable to agents for AIMS sales made for the Group. 4Q2018 had a selling and distribution cost of RM0.1 million, which was a 126.1% increase from RM46,000 from 4Q2017. This was due to commission payable for the sale of the Group's proprietary marine growth control products in 4Q2018 and for which there was no comparative sale in 4Q2017. Selling and distribution costs for 12M2018 and 12M2017 were about the same level at RM0.2 million.

Exchange (Loss)/Gain from continuing operations

The Group recorded an exchange gain of RM0.2 million for 4Q2018 compared an exchange loss of RM0.3 million for 4Q2017. For 12M2018, the Group recorded an exchange loss of RM0.5 million compared to an exchange gain of RM0.8 million for 12M2017. The exchange loss for 12M2018 was mainly due to (i) the depreciation of the Indonesian Rupiah for an Indonesian subsidiary which had liabilities denominated in US Dollar and Malaysian Ringgit; and (ii) depreciation of the Malaysian Ringgit for Malaysian subsidiaries which had liabilities denominated in US Dollar. However, in 4Q2018, the Indonesian Rupiah and Malaysian Ringgit strengthened against the US Dollar thereby reversing some of the exchange losses recorded earlier in FY2018.

Other Operating Expenses

Other operating expenses from continuing operations for 4Q2018 of RM2.1 million was a 4.0% increase from RM2.0 million in 4Q2017. Other operating expenses for 12M2018 of RM2.2 million was a 10.1% increase from RM2.0 million in 12M2017. The increase in other operating expenses for 4Q2018 and 12M2018 was mainly due to (i) increase in allowance for inventories of RM0.7 million as a provision for slow moving stock; (ii) write-off of receivables from an associate of RM0.5 million in relation to past projects that are deemed uncollectible; (iii) RM0.2 million for inventories written-off; (iv) RM0.2 million loss on disposal on asset held for sale; and (v) write-off of property plant and equipment of RM0.1 million. The increase was offset by (i) a decrease in impairment of intangible assets of approximately RM0.5 million which was previously provided for a licensed technology no longer in use; (ii) decrease in impairment for property plant and equipment of RM0.5 million mainly due to the disposal of PT IEV Gas; and (iii) a decrease in provision for doubtful receivables of RM0.5 million.

Share of Results of Associate

Share of results of associate was a gain of RM83 thousand for 4Q2018 as compared to a loss of RM0.3 million for 4Q2017. For 12M2018 share of results of associates was a gain of RM58 thousand compared to a loss of RM0.8 million for 12M2017. The gain for 4Q2018 and 12M2018 was due to an increase in business activities of an AIMS associate, IEV (Malaysia) Sdn. Bhd. for the period under review.

Finance Costs from continuing operations

Finance cost for 4Q2018 was 53.5% lower at RM67 thousand compared to RM144 thousand for 4Q2017, whereas finance cost for 12M2018 of RM0.5 million was 16.1% lower than for 12M2017 for RM0.6 million. The reduction in finance cost was mainly due to the full settlement of a bank loan associated with the disposal of a commercial office space.

Profit/ Loss Before Taxation from continuing operations

For reasons set out above, the Group reported a loss before taxation of RM1.3 million for 4Q2018, which is a 56.0% reduction from the loss before taxation of RM2.9 million for 4Q2017. For 12M2017, the Group recorded a loss before taxation of RM8.6 million, which is a 9.7% increase from the loss before taxation of RM7.8 million for 12M2017.

Discontinued Operations

Mobile Natural Gas Sector (“MNGS”)

Due to lower world energy prices and a challenging mobile natural gas business landscape in Indonesia following changes to the Indonesian Oil & Gas regulations, the Group’s MNGS has been reporting losses since the financial year ended 31 December 2015. The Group had, on 14 November 2018, received shareholders’ approval in an extraordinary general meeting for the disposal of 630,910 ordinary shares, representing 95% of the total issued and paid-up share capital of PT. IEV Gas to PT. Digas Energi Semesta for a total consideration of Indonesia Rupiah 960 million. With the disposal of this loss-making subsidiary in 4Q2018, PT. IEV Gas ceased to be a subsidiary of the Group and the Group has exited from the mobile natural gas business.

MNGS revenue for 4Q2018 was RM0.8 million compared to RM9.2 million for 4Q2017 in view of the disposal of the MNGS business during 4Q2018 and the expiry of gas sales agreements during FY2018. Mainly for the same reasons, MNGS revenue for 12M2018 was RM18.4 million compared to RM32.5 million for 12M2017. MNGS generated a gross profit of RM0.6 million for 12M2018 compared to a gross loss of RM0.2 million for 12M2017 due to significant impairment provisions for MNGS property plant and equipment during FY2017 thereby reducing cost of sales and cost cutting measures undertaken during FY2018. Loss from discontinued operations in respect of MNGS for 12M2018 was RM1.9 million. In addition, loss from the disposal of PT IEV Gas was RM4.4 million.

Renewable Energy Sector (“RES”)

As stated previously, the Group has decided to exit from the rice-husk biomass business in Vietnam. The Vietnam biomass plant (“**MK-1 Plant**”) is leased to a third party for a two-year period with an option to purchase at the end of the lease period. With the entering into a lease arrangement, the related building and equipment previously listed in property plant and equipment and long-term land use rights have been reclassified as finance lease receivable. On 1 June 2018 the Group entered into a Sales and Purchase Agreement with BSB Investment and Development Co. Ltd. (“**BSB**”) to effect the purchase. The transfer of the MK-1 Plant and its related assets to BSB is expected to be completed during 1Q2019.

No revenue was generated during 4Q2018 and 12M2018 from RES. The revenue generated for 12M2017 of RM0.4 million was from the sale of briquettes which was produced in the previous financial year of FY2016. The price of rice husk, the material required to produce briquettes, has remained high during the harvest seasons in 12M2017, making it uneconomical to produce briquettes. For 12M2017 RES recorded a gross loss of RM0.1 million due to the high cost of rice husk as a feedstock and the capping of briquette sales price due to competition from alternate fuels.

Exploration and Production Sector (“EPS”)

The Group had on 8 January 2018 received a letter from PT Pertamina EP (“PEP”) terminating the Operations Cooperation Agreement (“Agreement”) in the Pabuaran Operation Area effective 2 January 2018 and has made a claim on the disbursement of a bank guarantee amounting to US\$2.34 million. The said letter was served on the basis of PT IEV Pabuaran KSO, a subsidiary of the Group not fulfilling certain conditions and obligations of the Agreement including to spend on a US\$18.6 million work program by 11 December 2017. The Group has completed the process of handing over to PEP the Pabuaran Operation Area and its associated materials and documents. With the termination of the Agreement, the Group has exited from EPS. To date, EPS has not generated any revenue.

In aggregate MNGS, RES and EPS recorded a loss of RM4.3 million for 4Q2018 and a loss of RM7.1 million for 12M2018, compared to a loss of RM67.6 million for 4Q2017 and a loss of RM72.4 million for 12M2017. The termination of the KSO necessitated the impairment of KSO assets and liability provisioning totaling RM63.2 million at the end of FY2017.

Review of Statement of Financial Position

Current Assets

Trade receivables decreased by RM3.6 million to RM14.2 million as at 31 December 2018 from RM17.8 million as at 31 December 2017, due mainly to the removal of RM2.9 million of trade receivables related to a subsidiary, PT. IEV Gas, that had been disposed of during 12M2018 and (ii) the settlement of AIMS project invoices. The current portion of other receivables and prepayments increased by RM1.0 million to RM4.6 million as at 31 December 2018 from RM3.6 million as at 31 December 2017 mainly due to a receivable of RM2.4 million from the purchaser of the MK-1 Biomass Plant and was mainly offset by the removal of PT. IEV Gas’ other receivables and prepayments upon the disposal of PT IEV Gas. The current portion of finance lease receivable was nil as at 31 December 2018 from RM65 thousand as at 31 December 2017 as a result of the transfer of the MK-1 Biomass Plant. The balance of the settlement sum amounting to RM2.4 million in relation to the transfer of the MK-1 Biomass Plant has been reclassified from finance lease receivables to other receivables and prepayments..

Inventories decreased by RM1.6 million to RM1.5 million as at 31 December 2018 from RM3.1 million as at 31 December 2017, due mainly to (i) RM1.0 million allowance for slow-moving inventories; (ii) RM0.2 million write-down and write-off of inventories values; and (iii) RM0.4 million of inventory removed upon the disposal of a subsidiary, PT IEV Gas. Contract Asset as at 31 December 2018 of RM1.0 million is in relation to work done on an AIMS Advanced Inspection Solutions project that will be charged to cost of sale when the project is completed.

Non-Current Assets

Net book value of property, plant and equipment (“PPE”) decreased by RM5.6 million to RM1.6 million as at 31 December 2018 from RM7.2 million as at 31 December 2017. The decrease was mainly due to (i) removal of RM3.9 million of PPE upon the disposal of a subsidiary, PT IEV Gas; (ii) RM1.6 million of depreciation charges; (iii) RM0.5 million for disposal of PPE, mainly briquetting and ancillary equipment from the discontinued MK-1 Biomass Plant; (iv) RM0.4 million of currency fluctuations and (v) RM0.1 million write-off of PPE; which were partially offset by the acquisition of PPE of RM0.9 million.

Net book value of intangible assets decreased to RM0.1 million as at 31 December 2018 from RM0.3 million as at 31 December 2017 due mainly to: (i) amortisation of intangible assets of RM140 thousand and (ii) RM55 thousand write-down of technology licencing fee that is no longer in use.

Other long-term receivables and prepayments were reduced to RM33 thousand as at 31 December 2018 from RM0.8 million as at 31 December 2017 due to the disposal of a subsidiary, PT IEV Gas.

Non-current finance lease receivable totalling RM5.1 million as at 31 December 2017 was in relation to the MK-1 Biomass Plant. The Group is in the midst of transferring the said MK-1 Biomass Plant to the purchaser and has received progress payments for the said transfer. The balance of the settlement sum for the MK-1 Biomass Plant amounting to RM2.4 million was recorded in other receivables and prepayment.

Deferred tax assets as at 31 December 2018 has reduced to RM13 thousand from RM0.5 million as at 31 December 2017 mainly due to the disposal of a subsidiary, PT IEV Gas and the disposal of fixed assets.

Capital and Reserves

Currency translation reserves increased to RM0.6 million as at 31 December 2018 from RM0.4 million as at 31 December 2017 mainly due to the weakening of the Malaysian Ringgit against the US Dollar during 12M2018.

Accumulated losses had increased to RM108.6 million as at 31 December 2018 from RM92.7 million as at 31 December 2017 due to the Group's loss from continuing operations of RM8.8 million and loss from discontinued operations of RM7.1 million for 12M2018.

Liabilities

Bank borrowings (current and non-current portions) decreased to RM3.0 million as at 31 December 2018 from RM9.6 million as at 31 December 2017 due mainly to settlement of a bank loan related to the disposal of a commercial office space and settlement of a finance lease obligation for a machinery.

Trade payables decreased by RM6.1 million to RM13.4 million as at 31 December 2018 from RM19.5 million as at 31 December 2017, mainly due to (i) settlement of AIMS project invoices of RM1.6 million; and (ii) the removal of RM4.6 million of trade payables related to a subsidiary, PT. IEV Gas, that has been disposed of during 12M2018.

Other payables increased by RM0.5 million to RM15.2 million as at 31 December 2018 from RM14.7 million as at 31 December 2017, mainly due to: (i) RM0.2 million increase in value-added tax payable of a discontinued subsidiary; and (ii) RM0.3 million severance payment to employees as part of group cost reduction initiatives. Contract liability of RM2.7 million as at 31 December 2018 is related to an on-going AIMS Advanced Inspection Solutions project in which progress billings have been made and revenue will be recognised when the project is completed.

The Group has a negative working capital of RM11.9 million as at 31 December 2018 as compared to a negative working capital of RM6.3 million as at 31 December 2017, mainly due to (i) administrative expenses of RM3.6 million; (ii) inventory impairment and write-offs of RM1.2 million and (iii) removal of net current assets of RM0.8 million upon the disposal of a subsidiary, PT. IEV Gas. In addition, the Group has a net liability of RM10.1 million as at 31 December 2018 mainly due to loss from continuing and discontinued operations totalling RM15.9 million during FY2018. Barring any unforeseen circumstances, the Group should be able to meet its working capital commitments for the next 12 months in view of the Group's estimated revenue from incoming contracts for FY2019 and potential corporate fund raising exercises.

Review of Statement of Cash Flows

For 4Q2018, The Group's operating activities used a net cash of RM5.3 million. This was mainly due to: (i) operating loss before working capital changes of RM2.3 million; (ii) decrease in operating payables of RM1.3 million; (iii) increase in operating receivables and contract assets of RM3.1 million, (iv) increase in amounts due from an associate of RM0.7 million; (v) payment of post-employment benefits of RM0.4 million; and (vi) increase in long term other receivables and prepayment of RM0.2 million; which were offset by an increase in contract liabilities of RM2.7 million. Net cash generated from investing activities of RM4.2 million during 4Q2018 was from the proceeds from disposal of finance lease assets of RM4.9 million, which was partially offset by (i) cash outflow of RM0.5 million from disposal of a subsidiary, PT. IEV Gas arising from the derecognition of the RM0.8 million cash balance in the subsidiary offset by the RM0.3 million cash proceeds to the Group from the disposal; and (ii) the acquisition of property, plant and equipment of RM0.1 million. There were no material financing activities during 4Q2018.

For 12M2018, the Group's operating activities used a net cash of RM8.8 million. This was mainly due to: (i) operating loss before working capital changes of RM9.1 million; (ii) increase in receivables of RM1.2 million; (iii) increase in contract assets of RM0.9 million; (iv) increase in other receivables and prepayments of RM0.5 million; (v) payment of post-employment benefits of RM0.5 million; (vi) interest payments of RM0.5 million; and (vii) increase in amount due from an associate of RM0.3 million; which were partially offset by (i) increase in contract liabilities of RM2.7 million; and (ii) Increase in operating payables of RM1.6 million. Net cash generated from investing activities of RM12.9 million during 12M2018 was mainly from: (i) proceeds from the sale a corporate office and sale of property plant and equipment totalling RM9.2 million; (ii) proceeds from the disposal of finance lease assets of RM5.0 million; which were partially offset by (i) the net acquisition of property plant and equipment of RM0.8 million and (ii) the net cash outflow of RM0.5 million from the disposal of a subsidiary, PT IEV Gas, as explained above. Net cash used in financing activities of RM6.8 million during 12M2018 was mainly for: (i) repayment of a bank loan of RM6.7 million linked to the disposal of a corporate office; and (ii) repayment of financial lease of RM0.1 million.

As a result of the above the cash and bank balance was RM1.0 million as at 31 December 2018, as compared to RM3.8 million as at 31 December 2017.

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

No forecast or prospect statement has been previously disclosed to shareholders.

10. A commentary at the date of the announcement of the significant trend 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

Despite the renewed pledge of production cut of 1.2 million bpd in 2019¹ from OPEC and 10 other producers, including Russia, to rein in global oversupply, EIA forecasts Brent spot prices will average \$61 per barrel in 2019 and \$62 per barrel in 2020, compared with an average of \$71 per barrel in 2018². The ongoing trade talks between the U.S.A and China has added further volatility to oil prices as the trade war is likely to hurt global demand for oil. Meanwhile, oil production output is expected to grow over the next year. According to government statistics, in 2019 U.S. crude production is projected to reach an expected average of 12.06 million bpd³. Predictions show that U.S. crude could grow to reach up to 15 million bpd of crude and up to 20 million bpd of total oil liquids and would be able to be completely oil-autonomous, producing more than enough to feed the domestic demand of 18-19 million bpd.

The Group has completed the divestment of three (3) business sectors namely Exploration and Production Sector (EPS), Mobile Natural Gas Sector (MNGS) and rice-husk based Renewable Energy Sector (RES) in 2018, which were no longer viable under the low oil price environment. Going forward, the Group actively pursues various corporate options to reduce its exposure to the downturn of the oil and gas industry and strengthen its cash flow and balance sheet.

The Group is currently executing its plan to commercialise its suite of disruptive technologies in Asset Integrity Management (AIM) in Asia whilst continuing to monitor decommissioning prospects in the region. The present AIM focus areas include structural integrity, advanced inspection solutions for offshore risers, pipelines and storage tanks, and corrosion control of objects with complex geometries and plants under insulation. The Group has recently secured long-term contracts for the anti-corrosion thermoplastic coatings with two major customers in Malaysia. Barring any unforeseen circumstances, the Group is expected to receive award for a number of brownfield projects for its proprietary marine growth control technology.

Documentation for the sale of the MK-1 Biomass Plant is in progress and the Group has received 80% payment of the asset as per the terms and conditions of the sales and purchase contract.

The feasibility study on new foundation engineering solutions to support the construction industry through collaboration with EXT Co., Ltd. of Korea, is progressing and scheduled to be completed by mid-2019.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

No.

(b) Previous corresponding period/rate %

None

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision

There is no dividend recommended and declared by the Directors in respect of the current financial period ended 31 December 2018 as the Group is loss making in FY2018.

¹ <https://www.cnbc.com/2019/01/07/oil-prices-goldman-sachs-slashes-2019-forecast-amid-oversupply-fears.html>

² <https://www.eia.gov/outlooks/steo/report/prices.php>

³ <https://oilprice.com/Energy/Crude-Oil/How-Sanctions-Are-Helping-The-US-Become-A-Net-Oil-Exporter.html>

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

(a) Business Segment

	Asset Integrity Management		**Mobile Natural Gas		**Exploration & Production		**Renewable Energy		Combined	
	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE										
Total sales	14,142	11,903	18,438	32,613	-	-	-	399	32,580	44,915
Inter-segment sales	(11,180)	(5,287)	0	(132)	-	-	-	-	(11,180)	(5,419)
External sales	2,962	6,616	18,438	32,481	-	-	-	399	21,400	39,496
RESULTS										
Segment results	(6,250)	(7,683)	(8,312)	(9,500)	(258)	(58,617)	(363)	(1,773)	(15,182)	(77,574)
Finance costs	(506)	(603)	(10)	(23)	-	-	-	-	(516)	(626)
Share of results of associates	58	(554)	-	(223)	-	-	-	-	58	(778)
Taxation	(6,698)	(8,840)	(8,322)	(9,746)	(258)	(58,617)	(363)	(1,773)	(15,640)	(78,977)
Loss for the Year									(281)	(954)
Loss attributable to									(15,921)	(79,931)
- owners of the parent									(15,921)	(79,859)
- non-controlling interest									-	(72)
Loss for the Year									(15,921)	(79,931)
OTHER INFORMATION										
Segment assets	19,516	31,402	110	11,435	17	229	2,744	551	22,387	43,617
Investment in associates	83	26	-	-	-	-	-	-	83	26
Combined total assets (excluding taxation)	19,599	31,428	110	11,435	17	229	2,744	551	22,470	43,643
Unallocated assets									1,764	9,824
Consolidated total assets									24,234	51,636
Segment liabilities (excluding taxation)	19,590	27,087	23	6,656	11,582	12,672	29	216	31,224	46,631
Unallocated liabilities									3,163	1,232
Consolidated total liabilities									34,387	47,863
Capital expenditure										
- property, plant and equipment	610	567	165	649	-	-	43	105	818	1,321
Amortisation of intangible assets	137	210	3	16	-	297	-	-	140	523
Depreciation of property, plant and equipment	909	1,873	594	2,184	24	35	41	384	1,568	4,476
(Write-back)/Impairment of property, plant and equipment	(45)	577	-	7,130	-	-	-	-	(45)	7,707
Impairment of intangible assets	55	515	-	5	-	2,713	-	-	55	3,233
Impairment of oil and gas properties	-	-	-	-	-	44,314	-	-	-	44,314
Allowance for inventories	1,022	307	-	562	-	438	-	-	1,022	1,307
Inventories written off	197	-	-	-	-	-	1	-	198	-
Pledged deposit written off	-	-	-	-	-	1,902	-	-	-	1,902
Write back provision for decommissioning no longer required	-	-	-	-	-	(2,447)	-	-	-	(2,447)

	Asset Integrity Management		**Mobile Natural Gas		**Exploration & Production		**Renewable Energy		Combined	
	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Allowance for doubtful receivables	103	570	-	-	-	5,097	2	2	105	5,669
Receivables written off	496	-	-	-	103	-	-	-	599	-
Gain on settlement of post-employment	(55)	-	-	-	(95)	-	-	-	(150)	-
Reversal of accrued commission	(2,541)	-	-	-	-	-	-	-	(2,541)	-
Loss on disposal of subsidiary	-	-	4,481	-	-	-	-	-	4,481	-
Finance lease income	-	-	-	-	-	-	(165)	-	(165)	-
Loss on disposal of asset held for sale	168	-	-	-	-	-	-	-	168	-
Loss on disposal of finance lease receivable	-	-	-	-	-	-	44	-	44	-
Loss on finance lease receivable	-	-	-	-	-	-	-	664	-	664

** Business segment classified under Discontinued operations

(b) Geographical Segment

The following table shows the distribution of the Group's combined sales based on geographical location of customers.

	FY2018 RM'000	FY2017 RM'000
<u>Continuing operations</u>		
Malaysia	1,228	1,237
Vietnam	625	196
India	587	1,606
Ghana	273	-
Indonesia	209	1,029
Thailand	40	700
Denmark	-	1,386
Brunei	-	388
Others	-	74
Revenue from continuing operations	2,962	6,616
<u>Discontinued operation</u>		
Indonesia	18,438	32,477
Vietnam	-	399
Malaysia	-	4
Revenue from discontinued operations	18,438	32,880
Total Revenue	21,399	39,496

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments

Please refer to Note 8 above.

15. A breakdown of sales

	Group						% change decrease
	FY2018 RM'000			FY2017 RM'000			
	Continuing Operations	Discontinued Operations	Total	Continuing Operations	Discontinued Operations	Total	
a) Sales reported for first half year	1,607	12,315	13,922	2,270	16,735	19,005	(27%)
b) Operating profit/loss after tax before deducting non-controlling interests reported for first half year	(4,489)	(1,896)	(6,385)	(3,737)	(3,686)	(7,423)	(14%)
c) Sales reported for second half year	1,355	6,123	7,478	4,346	16,145	20,491	(64%)
d) Operating profit/loss after tax before deducting non-controlling interests reported for second half year	(4,286)	(5,250)	(9,536)	(3,841)	(68,667)	(72,508)	(87%)

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Company	FY2018 SGD	FY2017 SGD
(a) Ordinary	-	-
(b) Preference	-	-
(c) Total	-	-

17. 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 does not have a general mandate from shareholders for interested person transactions ("IPTs") pursuant to Rule 920(1)(a)(ii) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited the ("Catalist Rules"). There were no IPTs entered into during the financial period reported on which exceeds S\$100,000 in value.

18. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

The Company confirms that all the required undertakings under the Rule 720(1) of the Catalist Rules have been obtained from its Directors and Executive Officers in the format set out in Appendix 7H of the Catalist Rules.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement

The Company confirms that there is no person occupying a managerial position in the Company and its subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company pursuant to Rule 704(10) of the Catalist Rules.

ON BEHALF OF THE BOARD OF DIRECTORS

CHRISTOPHER NGHIA DO PRESIDENT & CEO	HARRY NG LEAD INDEPENDENT DIRECTOR
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Date: 1 March 2019