GD EXPRESS CARRIER BHD (Company No. 630579-A)
(Incorporated in Malaysia under the Companies Act, 1965)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER AND YEAR ENDED 30 JUNE 2019

	Current Quarter Three Months Ended 30 June		Year Ended 30 June	
	Unaudited 2019 (RM'000)	Audited 2018 (RM'000)	Unaudited 2019 (RM'000)	Audited 2018 (RM'000)
Revenue	82,289	74,361	317,576	292,989
Operating expenses	(75,756)	(62,369)	(297,861)	(258,252)
Other operating income	(1,322)	2,564	15,402	11,729
Profit from operations	5,211	14,556	35,117	46,466
Finance costs	(501)	(524)	(2,059)	(1,874)
Share of post-tax profit of associated company	(568)	40	(683)	16
Profit before tax	4,142	14,072	32,375	44,608
Income tax income/(expense)	5,745	(7,550)	95	(20,981)
Net profit for the period	9,887	6,522	32,470	23,627
Other comprehensive income:				
Foreign currency translation differences for foreign operations	22	8	56	(124)
	22	8	56	(124)
Total comprehensive income for the period	9,909	6,530	32,526	23,503
Profit attributable to owners of the company	9,887	6,522	32,470	23,627
Comprehensive income attributable to owners of the company	9,909	6,530	32,526	23,503
Earnings per share :				
Basic EPS (sen)	0.18	0.12	0.58	0.42
Fully Diluted EPS (sen)	0.18	0.11	0.58	0.40

The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements

GD EXPRESS CARRIER BHD (Company No. 630579-A)
(Incorporated in Malaysia under the Companies Act, 1965)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2019

	Unaudited 30.06.2019 (RM'000)	Audited 30.06.2018 (RM'000)
ASSETS		
Non-current Assets		
Property, plant and equipment	106,084	85,850
Prepaid lease payments	22,612	21,507
Investment properties	18,025	17,900
Investment in associated company	29,044	5,677
Goodwill arising from consolidation	-	398
Investment in redeemable convertible preference shares	500	-
Investment in convertible bonds	-	10,380
	176,265	141,712
Current Assets		
Inventories	1,466	1,078
Trade receivables	51,539	51,011
Other receivables and prepaid expenses	24,568	17,558
Loan to associated company	2,000	-
Tax recoverable	19,332	3,383
Short-term funds	12,200	17,036
Deposits with licensed banks	237,443	253,637
Cash and bank balances	30,060	32,640
	378,608	376,343
Total Assets	554,873	518,055
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	337,888	327,809
Reserves	141,279	121,872
Total Equity	479,167	449,681
Non-Current Liabilities		
Hire-purchase payables – non-current portion	18,907	26,063
Provision for retirement benefits	327	326
Deferred tax liabilities	6,273	4,943
Total Non-current Liabilities	25,507	31,332
Current liabilities		
Trade payables	2,829	2,037
Other payables and accrued expenses	27,792	19,666
Hire-purchase payables - current portion	18,959	15,155
Provision for taxation	619	184
Total Current Liabilities	50,199	37,042
Total Liabilities	75,706	68,374
Total Equity And Liabilities	554,873	518,055

Net Assets per share attributable to owners of Company (RM)	0.08	0.08

The above Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

GD EXPRESS CARRIER BHD (Company No. 630579-A)
(Incorporated in Malaysia under the Companies Act, 1965)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR YEAR ENDED 30 JUNE 2019

	Issued Share capital (RM'000)	Non-distributable reserves- Translation reserve (RM'000)	Distributable reserve – Retained earnings (RM'000)	Total (RM'000)
As of 1 July 2017	313,836	414	111,897	426,147
Profit for the year	-	-	23,627	23,627
Other comprehensive income	-	(124)	-	(124)
Total comprehensive income for the year	-	(124)	23,627	23,503
Arising from warrants exercised	702	-	-	702
Arising from dividend reinvestment plan	13,271	-	(13,271)	-
Dividends	-	-	(671)	(671)
	13,973	(124)	9,685	23,534
As of 30 June 2018	327,809	290	121,582	449,681
As of 1 July 2018	327,809	290	121,582	449,681
Effect on the adoption of MFRS15	-	-	(1,395)	(1,395)
Effect on the adoption of MFRS9	-	-	(519)	(519)
Adjusted balance at 1 July 2018	327,809	290	119,668	447,767
Profit for the year	-	-	32,470	32,470
Other comprehensive income		56	-	56
Total comprehensive income for the year	-	56	32,470	32,526
Arising from warrants exercised	-	-	-	-
Dividends	10,079	-	(11,205)	(1,126)
	10,079	56	21,265	31,400
As of 30 June 2019	337,888	346	140,933	479,167

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

GD EXPRESS CARRIER BHD (Company No. 630579-A)
(Incorporated in Malaysia under the Companies Act, 1965)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2019

		Year Ended 30 June
	2019 (RM'000)	**2018 (RM'000)**
Cash flows from operating activities		
Profit for the year	32,470	23,627
Adjustments for non-cash items	6,622	28,181
Operating profit before changes in working capital	39,092	51,808
(Increase)/Decrease in working capital		
Inventories	(387)	476
Receivables, deposits and prepayment	(8,482)	(7,371)
Payables and accruals	8,919	4,051
Cash generated from operations	39,142	48,964
Income tax refunded	2,364	265
Income tax paid	(14,957)	(22,135)
Net cash from operating activities	26,549	27,094
Cash flows from investing activities		
Additions to property, plant and equipment*	(24,519)	(9,150)
Addition to prepaid lease payments	(1,636)	-
Interest received	10,790	11,360
Proceeds from disposal of property, plant and equipment	340	310
Decrease/(Increase) in deposits paid for property, plant and equipment	-	205
Dividend income received	-	52
Decrease/(increased) in fixed deposit pledged with licensed bank	16,126	(22,002)
Increased/(decreased) in short term funds	4,836	(17,036)
Subscription of shares in SAP Express	(26,607)	-
Proceeds from redemption of convertible bonds	17,284	
Additional investment in associated company	(2,200)	
Investment in redeemable convertible preference shares	(500)	-
Increased in loan to related party	(2,000)	-
Net cash outflow on acquisition of subsidiary	-	(19,004)
Net cash used in investing activities	(8,086)	(55,265)
Cash flows from financing activities		
Proceeds from allotment of shares	-	702
Payment of hire purchase payables	(17,982)	(11,944)
Finance costs paid	(2,059)	(1,874)
Dividends paid	(1,127)	(671)
Net cash used in financing activities	(21,168)	(13,787)
Net change in cash and cash equivalents	(2,705)	(41,958)
Effect of exchange difference	56	(106)
Cash and cash equivalents at beginning of year	32,708	74,772
Cash and cash equivalents at end of year*	30,059	32,708

*Cash and cash equivalents are short-term, highly liquid investments with maturities of three months or less from the date of acquisition and are readily convertible to cash with insignificant risk of changes in value.

GD EXPRESS CARRIER BHD (Company No. 630579-A)
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2019 *(Continued)*

*During the current financial year under review, the Group acquired property, plant and equipment and prepaid lease payments by the following means:-

		Year Ended 30 June
	2019 (RM'000)	**2018 (RM'000)**
Purchase of :		
Property, plant and equipment	39,148	32,638
Prepaid lease payment	1,636	-
	40,784	32,638
Financed by:		
Cash payments	24,519	9,150
Hire-purchase	16,265	23,488
	40,784	32,638

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134")

1. BASIS OF PREPARATION

This unaudited condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed consolidated interim financial statements also complies with International Accounting Standard 34: Interim Financial Reporting issued by the International Accounting Standards Board (IASB). The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2018.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in these condensed consolidated financial statements are the same as those applied by the Group in its audited consolidated financial statements for the financial year ended 30 June 2018.

Adoption of New and Revised Malaysian Financial Reporting Standards ("MFRSs")

In the current financial year, the Group have applied the following Amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatorily effective for accounting periods that begin on or after 1 July 2018 as follows:

Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses

Amendments to MFRSs contained in the document entitled Annual Improvements to MFRSs 2014 - 2016 Cycle

The adoption of these Amendments to MFRSs did not have any effect on the financial performance or position of the Group in the current year and prior period.

Amendments to MFRS 107 Disclosure Initiative

The Group have applied these amendments for the first time in the current year. The amendments require an entity to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financial activities, including both cash and non-cash changes.

The Group's liabilities arising from financing activities consist of hire-purchase payables and the application of these amendments has had no impact on the Group's financial statements.

New and Revised Standards, Amendments and Issues Committee Interpretations ("IC Interpretation") in Issue but Not Yet Effective

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

MFRS 9	Financial Instruments[1]
MFRS 15	Revenue from Contracts with Customers[1]
MFRS 16	Leases[2]
MFRS 17	Insurance Contracts[3]
Amendments to MFRS 2	Classification and Measurement of Share-Based Payment Transactions[1]
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts[1]
Amendments to MFRS 9	Prepayment Features with Negative Compensation[2]
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[4]
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement[2]
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures[2]
Amendments to MFRS 140	Transfer of Investment Property[1]
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration[1]
IC Interpretation 23	Uncertainty over Income Tax Payments[2]
Amendments to MFRSs	Annual Improvements to MFRSs 2015 - 2018 Cycle[1]

[1] Effective for annual periods beginning on or after 1 January 2019.
[2] Effective for annual periods beginning on or after 1 January 2019.
[3] Effective for annual periods beginning on or after 1 January 2021.
[4] Effective for annual periods beginning on or after a date to be determined.

The directors anticipate that the abovementioned new and revised Standards and Amendments will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these Standards, Amendments and Interpretation will have no material impact on the financial statements of the Group in the period of initial application, except as discussed below:

MFRS 9 Financial Instruments

MFRS 9 issued in November 2009 introduced new requirements for the classification and measurement of financial assets. MFRS 9 was subsequently amended in October 2010 to include requirements for the classification and measurement of financial liabilities and for derecognition, and in November 2013 to include the new requirements for general hedge accounting. Another revised version of MFRS 9 was issued in July 2014 mainly to include a) impairment requirements for financial assets and b) limited amendments to the classification and measurement requirements by introducing a 'fair value through other comprehensive income' (FVTOCI) measurement category for certain simple debt instruments.

Key requirements of MFRS 9:

- All recognised financial assets that are within the scope of MFRS 139 *Financial Instruments: Recognition and Measurement* to be subsequently measured at amortised cost or fair value. Specifically, debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods. All other debt investments and equity investments are measured at their fair values at the end of subsequent accounting periods. In addition, under MFRS 9, entities may make an irrevocable election to present subsequent changes in fair value of equity instrument (that is not held for trading) in other comprehensive income, with only dividend income generally recognised in profit or loss.

- With regards to the measurement of financial liabilities designated as at fair value through profit or loss, MFRS 9 requires that the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liabilities, be presented in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. Changes in fair value attributable to financial liability's credit risk are not subsequently reclassified to profit or loss. Previously, under MFRS 139, the entire amount of the change in the fair value of the financial liability designated as at fair value through profit or loss was presented in profit or loss.

- In relation to the impairment of financial assets, MFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under MFRS 139. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognised.

- The new general hedge accounting requirements retain the three types of hedge accounting mechanisms currently available in MFRS 139. Under MFRS 9, greater flexibility has been introduced to the types of transactions eligible for hedge accounting, specifically broadening the types of instruments that qualify for hedging instruments and the types of risk components of non-financial items that are eligible for hedge accounting. In addition, the effectiveness test has been overhauled and replaced with the principle of an "economic relationship". Retrospective assessment of hedge effectiveness is also no longer required. Enhanced disclosure requirements about any entity's risk management activities have also been introduced.

The directors of the Group anticipate that the application of the above mentioned Standards in the future may have an impact on the amounts reported and disclosures made in the Company's financial statements. The Group has adopted MFRS9 which is apply retrospectively from 1 July 2018.

MFRS 15 Revenue from Contract with Customers

In May 2014, MFRS 15 was issued which establishes a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers. Subsequently, amendments to MFRS 15 were issued in April 2016 which provide clarifications on certain requirements of MFRS 15 and provide additional transitional relief upon implementing MFRS 15. MFRS 15 will supersede the current revenue recognition guidance including MFRS 118 *Revenue*, MFRS 111 *Construction Contracts* and the related interpretation when it becomes effective.

The core principle of MFRS 15 is that an entity should recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Specifically, the standard introduces a 5-step approach to revenue recognition:

Step 1: Identify the contract(s) with a customer
Step 2: Identify the performance obligations in the contract
Step 3: Determine the transaction price
Step 4: Allocate the transaction price to the performance obligations in the contract
Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Under MFRS 15, an entity recognises revenue when (or as) a performance obligations is satisfied, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer.

Far more prescriptive guidance has been added in MFRS 15 to deal with specific scenarios. Furthermore, extensive disclosures are required by MFRS 15.

The Group currently recognises revenue from the following major sources of which revenue is recognised when rendering of services has been completed:

- Provision of express delivery services.
- Provision of logistics services.

The directors of the Group anticipate that the application of the above mentioned Standards in the future may have an impact on the amounts reported and disclosures made in the Group's financial statements. The Group has adopted MFRS15 which is apply retrospectively from 1 July 2018.

MFRS 16 Leases

MFRS 16 specifies how an MFRS reporter will recognise, measure, present and disclose leases. The standard provides a single lessee accounting model, requiring lessees to recognise assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Lessors continue to classify leases as operating or finance, with MFRS 16's approach to lessor accounting substantially unchanged from its predecessor, MFRS 117.

At lease commencement, a lessee will recognise a right-of-use asset and a lease liability. The right-of use asset is treated similarly to other non-financial assets and depreciated accordingly and the liability accrues interest. The lease liability is initially measured at the present value of the lease payments payable over the lease term, discounted at the rate implicit in the lease if that can be readily determined. If that rate cannot be readily determined, the lessees shall use their incremental borrowing rate.

The directors of the Group anticipate that the application of the above mentioned Standards in the future may have an impact on the amounts reported and disclosures made in the Group's financial statements. The Group is currently assessing the financial impact that may arise from the adoption of MFRS 16.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's business operations cover primarily the express delivery and logistics services. The revenue of the Group will normally be affected by the numerous public and festive holidays during the quarter and financial year ended 30 June 2019 under review.

4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter and financial year ended 30 June 2019 under review.

5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had any material effect on the current quarter and financial year ended 30 June 2019 under review.

6. DEBTS AND EQUITY SECURITIES

There were no issuances or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter and financial year ended 30 June 2019 under review, except for the following:-

As announced on 22 February 2019, the Company had issued and allotted 38,764,142 new GDEX Shares at the issued price of RM0.2600 per share, pursuant to the Dividend Reinvestment Plan ("DRP").

As announced on 25 February 2019, the aforesaid new GDEX Shares were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on the same date, marking the completion of the DRP. With the listing of the new GDEX Shares, the enlarged issued share capital of the Company is RM337,887,801.63 comprising 5,641,388,335 GDEX Shares.

7. DIVIDEND PAID

The following dividends were paid during the current and previous financial year:-

	Year Ended 30 June	
	2019	**2018**
First and final dividend for the financial year	30 June 2018	30 June 2017
Approved and declared on	6 December 2018	6 December 2017
Date paid	22 February 2019	12 February 2018
Number of ordinary shares on which dividends were paid	5,602,624,193	5,576,861,284
Amount per share (Single-tier)	0.20 sen	0.25 sen
Dividend Reinvestment Plan (Total shares issued)*	38,764,142	24,552,737
Net dividend paid in cash (RM'000)	1,126*	672

* As announced on 22 February 2019, the Company had issued 38,764,142 new ordinary shares pursuant to the Dividend Reinvestment Plan ("DRP).

The new shares represented approximately 90.0% of the total number of 43,092,108 new ordinary shares that would have been issued pursuant to the DRP had all the entitled shareholders elected to reinvest their respective Electable Portions into new Shares during the financial year ended 30 June 2018. The said new shares were listed on the Main Market of Bursa Malaysia Securities Berhad on 25 February 2019. The net dividend in cash after the new shares issued amounted to RM1,126,565 was paid on 22 February 2019.

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8. NOTES TO THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Profit for the current quarter and financial year ended 30 June 2019 arrived at after (charging)/crediting:

	Current Quarter Three Months Ended 30 June		Year Ended 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Interest income	2,819	2,510	10,790	11,360
Other income	(4,141)	54	4,612	369
Interest expense	(501)	(524)	(2,059)	(1,874)
Depreciation and amortization	(5,158)	(4,088)	(19,304)	(14,947)
Impairment loss on goodwill	(397)	(949)	(397)	(949)
Reversal of impairment loss/(impairment loss) on trade receivables	682	(381)	682	(381)
Bad debts written off	(152)	(329)	(152)	(329)
Realised foreign exchange loss	(233)	(95)	(233)	(95)
Provision for retirement benefits	1	(45)	1	(45)
Reversal of tax penalty/(Tax penalty) arising from underprovision of income tax expense in prior years	955	(1,169)	955	(1,169)
Provision for and write off of inventories	N/A	N/A	N/A	N/A
Property, plant and equipment written off	N/A	N/A	N/A	N/A
Impairment of property, plant and equipment	N/A	N/A	N/A	N/A
Exceptional items	N/A	N/A	N/A	N/A

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9. OPERATING SEGMENTS

The Group has three (3) reportable business segments and operates predominantly in Malaysia and Singapore as described below, which are the Group's strategic business units. The strategic business units offer different services, and are managed separately because they require different resources management and marketing strategies.

The following is an analysis of the Group's revenue and results by the reportable business segments for the financial year ended 30 June 2019.

Operating Segments

	Segment Revenue Year Ended 30 June		Segment Profit / (Loss) Year Ended 30 June	
	2019 (RM'000)	2018 (RM'000)	2019 (RM'000)	2018 (RM'000)
Express delivery	307,914	286,095	39,223	48,120
Logistics	9,100	6,528	(1,892)	652
Property investment	562	366	(2,499)	(976)
Total	317,576	292,989	34,832	47,796
Finance costs			(2,059)	(1,874)
Impairment loss on goodwill			(397)	(949)
Reversal of Impairment loss/(impairment loss) on trade receivables			682	(381)
Share of (loss)/profit of associated companies			(683)	16
Profit before tax			32,375	44,608

Revenue shown above represents revenue generated from external customers. All inter-company transactions have been eliminated on consolidation level.

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The following is an analysis of the carrying amount of segment assets and liabilities by the business segments in which the assets and liabilities are located:

	Carrying Amount of Segment Assets And Liabilities As At 30 June	
	2019 (RM'000)	**2018 (RM'000)**
Segment Assets		
Express delivery	476,907	466,347
Logistics	7,674	3,668
Property investment	50,960	44,657
	535,541	514,672
Unallocated corporate assets		
- Tax recoverable	19,332	3,383
	554,873	518,055
Segment Liabilities		
Express delivery	67,151	62,277
Logistics	798	399
Property investment	865	571
	68,814	63,247
Unallocated liabilities		
- Tax liabilities	619	184
- Deferred tax liabilities	6,273	4,943
	75,706	68,374

	2019 (RM'000)	**2018 (RM'000)**
Other Segment Information		
Investment properties/valuation gain arising from subsidiary company		
- Property investment	125	17,900
Investment in redeemable convertible preference shares	500	-
Additions to Property, plant & equipment		
- Express delivery	28,423	31,560
- Logistics	4,322	295
- Property investment	8,040	783
Depreciation and amortisation		
- Express delivery	17,232	13,609
- Logistics	933	401
- Property investment	1,139	938

For the purposes of monitoring segment performance and allocating resources between segments, all assets and liabilities are allocated directly to reportable segments.

The following is an analysis of the group's revenue and carrying amount of segment non-current assets by the geographical market.

Geographical Segments

	Revenue by Geographical Market For the Year Ended 30 June		Carrying Amount of Segment Non-Current Assets As At 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Malaysia	316,226	291,846	176,238	141,678
Singapore	1,350	1,143	27	34
Total	317,576	292,989	176,265	141,712

10. MATERIAL EVENTS SUBSEQUENT TO END OF THE FINANCIAL YEAR

Between the end of the financial year and the date of this announcement, there has not been any item, transaction or event of a material and unusual nature which, in the opinion of the Directors is likely to affect substantially the results of the operations of the Group for the current quarter and financial year ended 30 June 2019 under review.

11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the quarter and financial year ended 30 June 2019 under review which including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations.

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets as at the date of this report.

13. CAPITAL COMMITMENTS

All capital commitments undertaken have been included in the financial statements for the current quarter and financial year ended 30 June 2019 under review.

14. RELATED PARTY TRANSACTIONS

The related party transactions between the GDEX Group and the interested related parties are as follows:

	Transaction Value Three Months Ended 30 June		Balance Outstanding As At 30 June	
	2019 (RM'000)	2018 (RM'000)	2019 (RM'000)	2018 (RM'000)
Revenue				
Provision of express delivery services				
- Singapore Post Limited	2	3	-	1
- Quantium Solutions International(Malaysia) Sdn Bhd	611	551	309	344
- Quantium Solutions Singapore Pte Ltd	-	27	-	26
- Yamato Transport (M) Sdn Bhd	241	354	11	362
Interest income				
- Web Bytes Sdn Bhd	50	-	-	-
Expenses				
Provision of advisory services				
-Yamato Asia Pte Ltd	(30)	(25)	(11)	(11)
Provision and development of software solution				
-Web Bytes Sdn Bhd	-	(33)	(30)	(30)

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GD EXPRESS CARRIER BHD (Company No. 630579-A)
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PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISITING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. REVIEW OF PERFORMANCE

Performance for the Fourth (4th) Quarter Ended 30 June 2019 versus the same quarter in Financial Year Ended 30 June 2018

Group Performance

	Current Quarter Three Months Ended 30 June		Year Ended 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Revenue	82,289	74,361	317,576	292,989
Profit Before Taxation	4,142	14,072	32,470	44,608

Group revenue increased 10.7% and 8.4%, and the group profit before tax declined 70.6% and 27.2% respectively in the current quarter and financial year ended 30 June 2019 under review, as compared to the preceding year corresponding quarter and financial year ended 30 June 2018.

Slight improved in the revenue reported in the current quarter and financial year ended 30 June 2019 was mainly due to contribution from e-commerce business, even though there was a slower pace of parcel volume growth currently. Decline in profit before tax mainly due to the deterioration of revenue yield and business margin as a result of the entrance of new players with competitive pricing, as well as the net share of loss in associated companies.

Segmental Performance

	Courier Services Current Quarter Ended 30 June		Logistics Services Current Quarter Ended 30 June		Property Investment Current Quarter Ended 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Revenue	79,291	72,748	2,856	1,533	142	80
Profit/(loss) Before Taxation	5,378	14,627	(404)	92	(832)	(648)

Courier Services

The revenue reported in courier services segment for the current quarter ended 30 June 2019 increased 9.0% and the profit before taxation declined 63.2% as compared to the corresponding quarter ended 30 June 2018.

Revenue slightly improved mainly due to contribution from e-commerce business. Despite better revenue achieved in this segment, the profit before tax had declined mainly due to the deterioration of revenue yield and business margin as a result of the entrance of new players with competitive pricing as well as the net share of loss in associated companies.

Logistics Services

The revenue reported in the logistics services segment increased 86.3%, and the profit before taxation reported decreased 539.1% as compared to the corresponding quarter ended 30 June 2018.

The decline in performance of logistics services segment in current quarter ended 30 June 2019 due to higher warehouse maintenance and rental costs incurred to provide "value added service" to support the business activities in the courier service segment.

Property Investment

The revenue in the property segment increased 77.5% and the loss before taxation declined 28.4% mainly due to higher maintenance expenses incurred during the current quarter under review.

2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

Group Performance

		3 Months Ended
	30.06.2019 (RM'000)	31.03.2019 (RM'000)
Revenue	82,289	76,712
Profit Before Taxation	4,142	4,258

Group revenue for the current quarter under review increased 7.3% as compared to the immediate preceding quarter, mainly due to increase in demand in e-commerce business during the current quarter ended 30 June 2019 under review.

Segmental Performance

	Courier Services Current Quarter Ended		Logistics Services Current Quarter Ended		Property Investment Current Quarter Ended	
	30.06.2019 (RM'000)	31.03.2019 (RM'000)	30.06.2019 (RM'000)	31.03.2019 (RM'000)	30.06.2019 (RM'000)	31.03.2019 (RM'000)
Revenue	79,291	75,303	2,856	1,269	142	140
Profit/(loss) Before Taxation	5,378	6,015	(404)	(1,187)	(832)	(570)

Courier Services

The total revenue generated from courier services segment for the current quarter under review increased 5.3% as compared to the immediate preceding quarter ended 31 March 2019.

The profit before taxation reported in current quarter decreased 10.6% as compared to the immediate preceding quarter mainly due to the deterioration of revenue yield and business margin as a result of the entrance of new players with competitive pricing as well as the net share of loss in associated companies.

Logistics Services

The revenue generated from logistics services segment for the current quarter under review increased 125.1% and the loss before taxation reported decreased by 66.0% as compared to the immediate preceding quarter ended 31 March 2019. Improved in performance of logistics services mainly due to increase in "value added service" to support the courier service segment.

Property Investment

The loss before tax for the current quarter ended 30 June 2019 decreased 46.0% mainly due to higher cost incurred for building maintenance.

3. COMMENTARY ON PROSPECTS

Despite the current challenging market environment, the Group will relentlessly review cost rationalization and operational efficiency while at the same time look at innovative ways to overcome the competition. The Group will cautiously invest in resources and infrastructure to expand its domestic and regional network, as well as pro-actively seek further strategic investment opportunities to enhance its business sustainability.

4. VARIANCE FROM PROFIT FORECAST

No profit forecast was issued during the quarter and financial year ended 30 June 2019 under review.

5. INCOME TAX (INCOME)/EXPENSE

Income tax expense in respect of the current quarter and financial year ended 30 June 2019 comprises the following:

	Current Quarter Three Months Ended 30 June		Year Ended 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Income Tax:-				
Current quarter/year	434	3,054	7,713	12,189
(Overprovision)/under in prior quarter/period	(7,835)	3,202	(9,743)	7,897
	(7,401)	6,256	(2,030)	20,086
Deferred Tax:-				
Current quarter/period	2,066	1,306	2,345	907
Overprovision in prior quarter/period	(410)	(12)	(410)	(12)
	1,656	1,294	1,935	895
	(5,745)	7,550	(95)	20,981

On 14 December 2017, GD Express Sdn Bhd ("GD Express"), a wholly owned subsidiary company of GD Express Carrier Bhd ("GDEX"), was notified that the pioneer status was rescinded as GD Express's equity structure had not met the requirements of the pioneer status. The rescindment took effect retrospectively from 12 February 2016 onwards. Nevertheless, on 10 May 2019, GD Express had obtained the approval from Ministry Of Finance ('MOF") for the change of equity structure condition which will result in lower tax expense for the financial year ended 30 June 2019 due to the reinstatement of pioneer status tax incentive which ended 27 September 2017.

6. UTILISATION OF PROCEEDS

The Group has not raised any proceeds from any of its corporate exercise during the current quarter and financial year ended 30 June 2019 under review.

7. STATUS OF CORPORATE PROPOSALS

- As announced by the Board of Directors of GDEX ("Board") on 2 October 2018 that the Company and two of its wholly-owned subsidiaries namely, GDEX SEA and GD Valueguard (collectively known as "GDEX Companies"), had on the same date confirmed their participation in the IPO of SAP Express for a total cash consideration of approximately IDR92,708,325,000 (equivalent to approximately MYR25.8 Million) from the Initial Public Offering ("IPO") of SAP Express ("Proposed IPO Subscription").

- As announced on 3 October 2018, further to the Company's announcement dated 2 October 2018 in relation to the Proposed IPO Subscription, the Company wishes to announce that the Proposed IPO Subscription was completed on 3 October 2018. Upon completion of the Proposed IPO Subscription, GDEX and its two wholly-owned subsidiaries companies namely, GDEX Sea Sdn Bhd and GD Valueguard Sdn Bhd will hold approximately 16.5%, 18% and 10% respectively of the total number of issued shares of SAP Express as follows:-

GDEX Companies	No. of Ordinary Shares	%	Total Consideration (IDR)	Equivalent to RM
GD Express Carrier Bhd	137,500,000	16.5	34,375,000,000	9,556,250
GDEX SEA Sdn Bhd	150,000,000	18.0	37,500,000,000	10,425,000
GD Valueguard Sdn Bhd	83,333,300	10.0	20,833,325,000	5,791,664
Total	370,833,300	44.5	92,708,325,000	25,772,914

- As announced by the Board on 23 November 2018, the Company had entered into a Subscription Agreement with Mr Kong Ewe Keat ("Promoter") , Web Bytes Sdn Bhd and ALP Capital Sdn Bhd to subscribe 50,000 Series 'A' redeemable convertible preference shares ("A-RCPs') at RM100 per A-RCPS ("Subscription A-RCPS") in ALP Capital Sdn Bhd at the total subscription price of RM5,000,000 (Total Subscription Price) upon the terms and conditions are stipulated in the said in the Subscription Agreement ("Proposed Subscription"). The above proposal was completed on 3 January 2019 as announced, after the Conditions Precedent have been fulfilled.

- As announced by the Board on 12 December 2018 that the Company and its wholly owned subsidiary company, GDEX SEA Sdn Bhd subscribed 100% shares in PT Gede Advisory Indonesia ("PT Gede", a company incorporated on 10 December 2018 with an issued and paid-up share capital of Rp.18,000,000,000. Its intended principal activity is provision of management consultancy services. The details of subscription of shares in PT Gede as follows:-

GDEX Companies	No. of Ordinary Shares	%	Total Consideration (IDR)	Equivalent to RM
GD Express Carrier Bhd	54,000	30.0	5,400,000,000	1,557,342
GDEX SEA Sdn Bhd	126,000	70.0	12,600,000,000	3,633,799
Total	180,000	100.0	18,000,000,000	5,191,141

The above subscription of shares is yet to complete as at 30 June 2019.

- As announced by the Board on 2 May 2019 that the Company has entered into a Subscription Agreement with Web Bytes Sdn Bhd to subscribe for 4,000 new ordinary shares ("Subscription Shares") in Web Bytes Sdn Bhd for total consideration of RM2,200,000 only ("Subscription Price") upon the terms and conditions as stipulated in the said Subscription Agreement ("Subscription"). The above proposal was completed on 7 June 2019 as announced, after the Conditions Precedent have been fulfilled.

There were no corporate proposals announced during the current quarter and financial year ended 30 June 2019 but not completed as at the reporting date.

8. GROUP BORROWINGS AND DEBT SECURITIES

The Group borrowings consist of the following:

	As at 30 June 2019 (RM'000)	2018 (RM'000)
Short term borrowings (secured):		
Denominated in Ringgit Malaysia		
Hire purchase payables	18,959	15,155
Long term borrowings (secured):		
Denominated in Ringgit Malaysia		
Hire purchase payables	18,907	26,063
Total borrowings	37,866	41,218

There was no unsecured debt during the current quarter and financial year ended 30 June 2019.

9. MATERIAL LITIGATION

The Directors of GDEX confirm that the Group is not engaged in any material litigation, claim or arbitration, either as plaintiff or defendant, and the Directors of GDEX do not have any knowledge of proceedings pending or threatened against GDEX and/or its subsidiaries, or of any fact likely to give rise to any proceeding, which might materially and adversely affect the financial position or business of the Group as at the date of this report.

10. DIVIDENDS

The proposed final single tier dividend of 0.20 sen per share in respect of the financial year ended 30 June 2018 amounting to approximately RM11.2 million was approved by the shareholders at the Fifteenth (15th) Annual general Meeting (AGM) of the Company held on 6 December 2018. The dividend was paid on 22 February 2019 as disclosed in Note 7, PART A- EXPLANATORY NOTES PURSUANT TO MFRS 134 above.

The Board proposed a final single tier dividend of 0.25 sen per share in respect of the current financial year ended 30 June 2019. The proposed dividend which subject to the approval of shareholders at the forthcoming Annual General Meeting ("AGM") of the Company, had not been included as a liability in the financial statements for the financial year ended 30 June 2019.

Save as disclosed above, there were no other dividends declared during the current quarter and financial year ended 30 June 2019.under review.

11. EARNINGS PER SHARE

i. Basic Earnings Per Share

The basic earnings per ordinary shares of the Group has been calculated by dividing profit attributable to owners of the Company by the number of ordinary shares in issue during the current quarter and financial period.

	Current Quarter Three Months Ended 30 June		Year Ended 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Net profit attributable to ordinary shareholders	9,887	6,522	32,470	23,627
Weighted average number of ordinary shares in issue (units)	5,615,936,055	5,586,223,268	5,615,936,055	5,586,223,268
Basic Earnings per share (sen)	0.18	0.12	0.58	0.42

ii. Diluted Earnings Per Share

The diluted earnings per share of the Group has been calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares that would have been issued upon full exercise of the remaining warrants, adjusted by the number of such shares that would have been issued at fair value as follows:-

	Current Quarter Three Months Ended 30 June		Year Ended 30 June	
	2019 (RM'000)	**2018 (RM'000)**	**2019 (RM'000)**	**2018 (RM'000)**
Net profit attributable to ordinary shareholders	9,887	6,522	32,470	23,627
Weighted average number of ordinary shares in issue (units)	5,615,936,055	5,586,223,268	5,615,936,055	5,586,223,268
Adjustment for share warrants	(183,288,945)	131,441,861	(54,869,648)	249,469,701
Weighted average number of ordinary share in issue (units)	5,432,647,110	5,717,665,129	5,561,066,407	5,835,692,969
Basic Earnings per share (sen)	0.18	0.11	0.58	0.40

12. AUDIT REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the Group's annual financial statements for the year ended 30 June 2018 was not subject to any audit qualification.

13. AUTHORISATION FOR ISSUE

The Unaudited Condensed Interim Financial Statements were authorized for issue by the Board in accordance with a resolution of the Directors on 26 August 2019.

By Order of the Board

Tai Yit Chan (MAICSA 7009143)
Tan Ai Ning (MAICSA 7015852)
Company Secretaries

Selangor Darul Ehsan
Date: 26 August 2019