

**3I INFOTECH SERVICES SDN. BHD. (518561 - P)**  
(Incorporated in Malaysia)

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

**GERARD & CO. (NO. AF 0371)**  
**CHARTERED ACCOUNTANTS**

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
(Incorporated in Malaysia)

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

<b>CONTENTS</b>	<b>PAGE</b>
Directors' report	1 - 4
Statement by directors	5
Statutory declaration	5
Independent auditors' report	6 - 9
Statement of comprehensive income	10
Statement of financial position	11
Statement of changes in equity	12
Statement of cash flows	13
Notes to the financial statements	14 - 22

**DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

The directors have pleasure in presenting their report together with the audited financial statements of the Company for the financial year ended 31 March 2019.

**1. PRINCIPAL ACTIVITIES**

The Company is principally engaged in the business of computer software consultancy and provision of computer management services. The Company was dormant during the financial year.

**2. RESULTS FOR THE FINANCIAL YEAR**

	<b>RM</b>
Profit for the financial year	<u>15,757</u>

**3. RESERVES AND PROVISION**

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

**4. DIVIDENDS**

No dividends have been recommended or paid since the end of the previous financial year. The directors do not recommend the payment of any dividend in respect of the current financial year.

**5. ISSUE OF SHARES AND DEBENTURES**

No shares or debentures were issued by the Company during the financial year.

**6. OPTIONS GRANTED OVER UNISSUED SHARES**

No share options were granted by the Company during the financial year. There are no unissued shares under options at the end of the financial year.

**7. DIRECTORS**

The directors in office since the date of the last report are:

Shahniza Anom Binti Elias  
Tia Hwei Ping  
Uma Shanker Singh  
Suryanarayan Kasichainula  
Sandip Kumar Jai Prakash Singh

**8. DIRECTORS' INTERESTS**

None of the directors in office at the end of the financial year had any interest in the shares of the Company or its related corporations during the financial year.

**9. DIRECTORS' BENEFITS**

Since the end of previous financial year, no director has received or become entitled to receive any benefits by reason of a contract made by the Company or a related corporation with any director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Neither at the end of the financial year, nor at any time during that financial year, did there subsist any arrangement to which the Company was a party, whereby the directors might acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.

**10. DIRECTORS' REMUNERATION**

None of the directors of the Company have received any remuneration from the Company during the financial year.

None of the directors of the Company have received any other benefits otherwise than in cash from the Company during the financial year.

No payment has been paid to or payable to any third party in respect of the services provided to the Company by the directors of the Company during the financial year.

**11. INDEMNIFYING DIRECTORS, OFFICERS OR AUDITORS**

No indemnities have been given or insurance premium paid, during or since the end of the financial year, for any person who is or has been a director, officer or auditor of the Company.

**12. OTHER STATUTORY INFORMATION**

Before the financial statements of the Company were prepared, the directors took reasonable steps:

- (a) to ascertain that proper action had been taken in relation to the writing-off of bad debts and the making of allowance for doubtful debts, and have satisfied themselves that all known bad debts had been written-off and that adequate allowance had been made for doubtful debts; and
- (b) to ensure that any current assets which were unlikely to be realised at their book values in the ordinary course of business have been written down to their estimated realisable values.

**12. OTHER STATUTORY INFORMATION (CONT'D)**

As of the date of this report, the directors are not aware of any circumstances:

- (a) which would render the amount written off for bad debts or the amount of the allowance for doubtful debts inadequate to any substantial extent in the financial statements of the Company; or
- (b) which would render the values attributed to current assets in the financial statements of the Company misleading; or
- (c) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Company misleading or inappropriate; or
- (d) not otherwise dealt with in this report or financial statements which would render any amount stated in the financial statements of the Company misleading.

As of the date of this report, there does not exist:

- (a) any charge on the assets of the Company which has arisen since the end of the financial year and secures the liability of any other person; or
- (b) any contingent liability of the Company which has arisen since the end of the financial year.

No contingent or other liability has become enforceable, or is likely to become enforceable, within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Company to meet its obligations as and when they fall due.

In the opinion of the directors:

- (a) the results of the operations of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature.
- (b) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of operations of the Company for the financial year in which this report is made.

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### **13. HOLDING COMPANY**


The directors regard 3i Infotech Asia Pacific Pte. Ltd., a company incorporated in Singapore, and 3i Infotech Limited, a company incorporated in India, as the holding and ultimate holding company respectively.

### **14. AUDITORS**

Total amount receivable by the auditors as remuneration for their services as auditors of the Company for the financial year is disclosed in Note 5 to the financial statements.

The auditors, Messrs Gerard & Co., Chartered Accountants, have expressed their willingness to continue in office.

Signed at Kuala Lumpur on behalf of the Board of Directors in accordance with their resolution dated ~~06 MAY 2019~~



**SANDIP KUMAR JAI PRAKASH SINGH**  
Director



**UMA SHANKER SINGH**  
Director

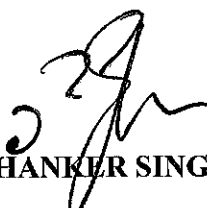
**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
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**STATEMENT BY DIRECTORS PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT 2016**

The directors of 3i Infotech Services Sdn. Bhd. state that, in their opinion, the financial statements set out on pages 10 to 22 are drawn up in accordance with applicable Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Company as at 31 March 2019 and of its financial performance and of its cash flows for the financial year then ended.


Signed at Kuala Lumpur on behalf of the Board of Directors in accordance with their resolution dated 06 MAY 2019

  
**SANDIP KUMAR JAI PRAKASH SINGH**  
Director

  
**UMA SHANKER SINGH**  
Director

**DECLARATION PURSUANT TO SECTION 251(1)(b) OF THE COMPANIES ACT 2016**

I, **Sandip Kumar Jai Prakash Singh**, the director primarily responsible for the financial management of **3I INFOTECH SERVICES SDN. BHD.**, do solemnly and sincerely declare that to the best of my knowledge and belief the financial statements set out on pages 10 to 22 are correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

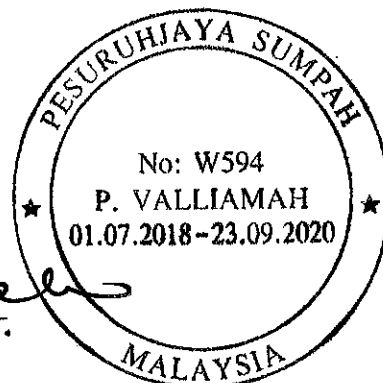
  
**SANDIP KUMAR JAI PRAKASH SINGH**  
Director

Subscribed and solemnly declared

At Kuala Lumpur on 06 MAY 2019

Before me,





**GERARD & CO. (NO. AF 0371)**

CHARTERED ACCOUNTANTS

Unit 16-03A, Q Sentral, Jalan Stesen Sentral 2, 50470, Kuala Lumpur.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
3I INFOTECH SERVICES SDN. BHD. (518561 - P)**

(Incorporated in Malaysia)

**Report on the Financial Statements**

**Opinion**

We have audited the financial statements of 3i Infotech Services Sdn. Bhd. which comprise the statement of comprehensive income as at 31 March 2019, and the statement of financial position, statement of changes in equity and statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 10 to 22.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2019, and of its financial performance and its cash flows for the financial year then ended in accordance with applicable Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

**Basis for Opinion**

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Independence and Other Ethical Responsibilities**

We are independent of the Company in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**Material Uncertainty Related to Going Concern**

We draw attention to Note 2(c) in the financial statements, which indicates that the Company's current liabilities exceeded its current assets by RM2,000. As stated in Note 2(c), these events or conditions, along with other matter as set forth in Note 2(c), indicate that a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.



**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
3I INFOTECH SERVICES SDN. BHD. (518561 - P)**  
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**Information Other than the Financial Statements and Auditors' Report Thereon**

The directors of the Company are responsible for the other information. The other information comprises the Directors' Report but does not include the financial statements of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Company does not cover the Directors' Report and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Company, our responsibility is to read the Directors' Report and, in doing so, consider whether the Directors' Report is materially inconsistent with the financial statements of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the Directors' Report, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of the Directors for the Financial Statements**

The directors of the Company are responsible for the preparation of financial statements of the Company that give a true and fair view in accordance with applicable Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Company, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
3I INFOTECH SERVICES SDN. BHD. (518561 - P)**  
(Incorporated in Malaysia)

**Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)**

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Company, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
3I INFOTECH SERVICES SDN. BHD. (518561 - P)**  
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**Other Matters**

This report is made solely to the members of the Company, as a body, in accordance with section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Signed at Kuala Lumpur on 06 MAY 2019



**GERARD & CO.  
(NO. AF 0371)  
CHARTERED ACCOUNTANTS**



**VENKATRAMANAN VISWANATHAN  
(NO. 1284/12/2019 J)  
CHARTERED ACCOUNTANT  
PARTNER**

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
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**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

	NOTE	2019 RM	2018 RM
REVENUE		-	-
Other operating income		18,099	12,452
Other operating expenses		<u>(2,342)</u>	<u>(10,452)</u>
Profit from operations		15,757	2,000
Finance cost		<u>-</u>	<u>-</u>
Profit before tax	5	15,757	2,000
Income tax expense	6	<u>-</u>	<u>-</u>
Profit for the financial year		15,757	2,000
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the financial year		<u>15,757</u>	<u>2,000</u>

The annexed notes form an integral part of these financial statements.

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
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**STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019**

	NOTE	2019 RM	2018 RM
<b>ASSETS</b>			
<b>Total assets</b>		<u><u>-</u></u>	<u><u>-</u></u>
<b>EQUITY AND LIABILITY</b>			
<b>Equity attributable to equity holders of the Company</b>			
Share capital	7	555,000	555,000
Accumulated losses		<u>(557,000)</u>	<u>(572,757)</u>
<b>Capital deficiency</b>		<u>(2,000)</u>	<u>(17,757)</u>
<b>Current liability</b>			
Other payables	8	<u>2,000</u>	<u>17,757</u>
<b>Total liability</b>		<u>2,000</u>	<u>17,757</u>
<b>Total equity and liability</b>		<u><u>-</u></u>	<u><u>-</u></u>

The annexed notes form an integral part of these financial statements.

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
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**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

	<b>Share capital RM</b>	<b>Accumulated losses RM</b>	<b>Total RM</b>
As at 1 April 2017	555,000	(574,757)	(19,757)
Total comprehensive income for the financial year	<u>-</u>	<u>2,000</u>	<u>2,000</u>
As at 31 March 2018	555,000	(572,757)	(17,757)
Total comprehensive income for the financial year	<u>-</u>	<u>15,757</u>	<u>15,757</u>
As at 31 March 2019	<u><u>555,000</u></u>	<u><u>(557,000)</u></u>	<u><u>(2,000)</u></u>

The annexed notes form an integral part of these financial statements.

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	15,757	2,000
Decrease in other payables	<u>(15,757)</u>	<u>(2,000)</u>
Net cash generated from operating activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	<u>-</u>	<u>-</u>
Cash and cash equivalents carried forward	<u>-</u>	<u>-</u>

The annexed notes form an integral part of these financial statements.

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR  
ENDED 31 MARCH 2019**

**1. GENERAL INFORMATION**

**(a) DOMICILE AND LEGAL FORM**

The Company, 3i Infotech Services Sdn. Bhd. is a private company incorporated and domiciled in Malaysia.

**(b) PRINCIPAL ACTIVITIES**

The Company is principally engaged in the business of computer software consultancy and provision of computer management services. The Company was dormant during the financial year.

**(c) REGISTERED OFFICE**

Level 8, Symphony House, Block D13, Pusat Dagangan Dana 1, Jalan PJU 1A/46, 47301 Petaling Jaya, Selangor.

**(d) PRINCIPAL PLACE OF BUSINESS**

Suite 2A-7-1, Level 7 Block 2A, Plaza Sentral, Jalan Stesen Sentral 5, Kuala Lumpur Sentral, 50470 Kuala Lumpur.

**(e) DATE OF AUTHORISATION OF ISSUE OF FINANCIAL STATEMENTS**

The financial statements of the Company were authorised for issue by the Board of Directors on \_\_\_\_\_.

**2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS**

**(a) ACCOUNTING CONVENTION**

The financial statements of the Company have been prepared using the historical cost convention, unless otherwise disclosed in the financial statements, to comply with applicable Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The financial statements of the Company are presented in the Ringgit Malaysia (RM), which is also the Company's functional currency.

The statement of cash flows is prepared by using the indirect method.





**2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)**

**(b) ADOPTION OF NEW AND AMENDED MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") (CONT'D)**

**MFRS 9 Financial Instruments (cont'd)**

**(ii) Impairment**

The adoption of MFRS 9 has changed the Company's accounting for impairment losses for financial assets by replacing MFRS 135's incurred loss approach with a forward-looking expected credit loss ("ECL") approach.

MFRS 9 required the Company to record an allowance for ECLs for all financial assets not held at fair value through profit or loss and contract assets.

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive.

For trade and other receivables, the Company applied the standards' simplified approach and has calculated ECLs based on lifetime expected credit losses. The Company had established a provision matrix that is based on the Company historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

The Company considers a financial asset to be in default when contractual payment are 90 days past due. However, in certain cases, the Company may also consider a financial asset to be in default when internal or external indicates that the Company is unlikely to receive outstanding contractual amounts in full amount before taking into accounting any credit enhancements held by the Company.

Due to the strong creditworthiness of the Company's debtors, the adoption of the ECL requirements of MFRS 9 did not result in any increase in impairment allowance of the Company's financial assets.

**(iii) Hedge accounting**

The Company does not apply hedge accounting and such the hedging requirements of MFRS 9 did not have an impact on the Company's financial statements.

**2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)**

**(b) ADOPTION OF NEW AND AMENDED MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") (CONT'D)**

The Company has not elected for early adoption of the following new and amended MFRSs relevant to the current operations of the Company, which were issued but not yet effective for the financial year ended 31 March 2019:

<b>MFRS and Interpretations</b>	<b>Effective for financial periods beginning on or after</b>
Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
MFRS 9 Prepayment Features with Negative Compensation (Amendments to MFRS 9)	1 January 2019
IC Interpretation 23                      Uncertainty over Income Tax Treatments	1 January 2019
Amendments to MFRS 101      Definition of Material and MFRS 108	1 January 2020

These new and amended MFRSs are not expected to have any significant impact on the financial statements of the Company upon their initial application.

**(c) GOING CONCERN ASSUMPTION**

As at financial year end, the Company's current liabilities exceeded its current assets by RM2,000.

The financial statements of the Company has been prepared on a going concern basis which assumes:

- (i) the availability of or continual financial support from its holding and related company; and
- (ii) the Company are not expected to materially curtail or ceased their operations in the foreseeable future.

The financial statements do not include any adjustments relating to the recoverability and classification or recorded asset amounts or to amounts and classification of liabilities that may be necessary if the entity is unable to continue as going concern.

### **3. SIGNIFICANT ACCOUNTING POLICIES**

#### **(a) FINANCIAL INSTRUMENTS**

##### **(i) Financial assets**

Financial assets are recognised in the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instruments.

When financial assets are recognised initially, they are measured at fair value, plus or minus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs.

A trade receivables without significant financing component is initially measured at the at the transaction price.

The Company determined the classification of its financial assets at initial recognition.

Financial assets that are held within a business model whose objective is to hold assets to collect contractual cash flows, and its contractual terms give rise on specified dates to cash flows that are solely payments and principal and interest on the principal amount outstanding and are not designated as fair value through profit or loss, are subsequently measured at amortised cost using the effective interest method.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment, Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Interest income is recognised by applying effective interest rate to the gross carrying amount except for credit impaired financial assets in accordance with Note 3(a)(ii) where the effective interest rate is applied to the amortised cost.

Financial assets are subject to impairment assessment in accordance with Note 3(a)(ii).

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss.

### **3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

#### **(a) FINANCIAL INSTRUMENTS (CONT'D)**

##### **(ii) Impairment of financial assets**

The Company recognised an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-months ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

##### **(iii) Financial liabilities**

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

Financial liabilities are recognised in the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instrument.

Financial liabilities are subsequently measured at amortised cost using the effective interest method.

Interest expense and foreign exchange gains and losses are recognised in the profit or loss. Any gains or losses on derecognition are recognised in the profit or loss.

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

Gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another form of the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

**3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**(b) INCOME TAX**

Tax on the profit or loss for the period comprises current and deferred tax. Income tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax expense is the expected tax payable on the taxable income for the period, using applicable statutory tax rates, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided where considered material, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statements. Temporary differences are not recognised for the initial recognition of assets or liabilities that at the time of the transaction affects neither accounting nor taxable profit. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using applicable statutory tax rates.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

**4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of financial statements requires that management makes judgements, estimates and assumptions when applying accounting policies that have significant effect on the amounts recognised in the financial statements. As actual results may differ, such estimates and underlying assumptions are reviewed on an on-going basis. The key assumptions made on estimation uncertainty and critical judgements that could cause material adjustments to the carrying amounts of assets and liabilities in the next financial year.

**5. PROFIT BEFORE TAX**

Profit before tax is stated after charging:

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
Auditors' remuneration	1,500	1,500
Recoverable of waiver amount from a related company	<u>(18,099)</u>	<u>(12,452)</u>

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
(Incorporated in Malaysia)

**6. INCOME TAX EXPENSE**

There is no tax payable as the Company did not earn any chargeable income for the financial year.

A reconciliation of income tax expense applicable to profit before tax at the statutory tax rate to income tax expense at the effective income tax rate of the Company are as follows:

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
Profit before tax	<u>15,757</u>	<u>2,000</u>
Tax at statutory tax rate of 24%	3,782	480
Expenses not deductible for tax purposes	562	2,508
Income not subject to tax expense	<u>(4,344)</u>	<u>(2,988)</u>
Tax charge for current financial year	<u>-</u>	<u>-</u>

**7. SHARE CAPITAL**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
Issued and fully paid 555,000 ordinary shares	<u>555,000</u>	<u>555,000</u>

**8. OTHER PAYABLE**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
Sundry payable	-	15,757
Accruals	<u>2,000</u>	<u>2,000</u>
	<u>2,000</u>	<u>17,757</u>

**9. HOLDING COMPANY AND ULTIMATE HOLDING COMPANY**

The directors regard 3i Infotech Asia Pacific Pte. Ltd., a company incorporated in Singapore, as the holding company, 3i Infotech Limited, a company incorporated in India, as the ultimate holding company and 3i Infotech Sdn. Bhd., a company incorporated in Malaysia as a related company.

## **10. RELATED PARTY DISCLOSURE**

### **(a) RELATED PARTY TRANSACTIONS AND BALANCES**

There were no related party transactions and balances during the financial year.

### **(b) COMPENSATION OF KEY MANAGEMENT PERSONNEL**

The management of the Company was performed by the director of the Company.

There was no compensation paid to the directors during the financial year.

## **11. FINANCIAL RISK MANAGEMENT POLICIES**

The Company's financial risk management policies seek to ensure that adequate financial resources are available for the development of the Company's businesses whilst managing its risks. The Company operates within clearly defined guidelines that are approved by the Board of Directors and the Company's policy is not to engage in speculative transactions. The main areas of financial risks faced by the Company and the objectives and policies in respect of each of these are set out as follows:

### **Liquidity and cash flow risks**

The Company seeks to maintain a balance between certainty of funding and a flexible, cost-effective borrowing structure. This is to ensure that at the minimum, all projected net borrowing needs are covered by committed facilities. Also, the objective for debt maturity is to ensure that the amount of debt maturing in any one year is not beyond the Company's means to repay and refinance.

## **12. CAPITAL MANAGEMENT**

The Company is not subject to any externally imposed capital requirements. The primary objectives of the Company's capital management are to ensure that it maintains an optimal capital structure to support its business and maximise shareholder value by pricing products and services commensurately with the level of risk. The Company manages its capital structure and makes adjustments to it, in the light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholder, return capital to shareholder or issue new shares.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2019 and 31 March 2018.



**3I INFOTECH SERVICES SDN. BHD. (518561 - P)**  
(Incorporated in Malaysia)

**DETAILED INCOME STATEMENT**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

**CONFIDENTIAL**

**3I INFOTECH SERVICES SDN. BHD.(518561 - P)**  
(Incorporated in Malaysia)

FOR MANAGEMENT PURPOSES ONLY

**DETAILED INCOME STATEMENT**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

	<b>2019</b>	<b>2018</b>
	<b>RM</b>	<b>RM</b>
<b>OTHER INCOME</b>		
Recoverable of waiver amount from a related company	<u>18,099</u>	<u>12,452</u>
<b>LESS:</b>		
Auditors' remuneration	(1,500)	(1,500)
General expenses	(342)	(952)
Secretarial and filing fees	-	(7,500)
Tax fee	(500)	(500)
	<u>(2,342)</u>	<u>(10,452)</u>
<b>Profit before tax</b>	<u><u>15,757</u></u>	<u><u>2,000</u></u>