

Notes to the **Financial Statements**

As at 31 March 2019

44. EXPLANATION OF TRANSITION OF MFRSS (CONT'D.)

The significant accounting policies adopted in preparing the financial statements are consistent with those of the audited financial statement for the year ended 31 March 2018, except as discussed below: (cont'd.)

(b) Adoption of MFRS 9 Financial Instruments (cont'd.)

The impact of MFRS 9 adoption is described below:

(i) Classification and measurement

MFRS 9 contains a new classification and measurement approach for the financial assets that reflects the business model in which the assets are managed and their cash flows characteristics.

MFRS 9 contains three principal classification categories for the financial assets as follows:

- Financial assets at amortised cost ("AC")
- Financial assets at fair value through profit and loss ("FVTPL")
- Financial assets at fair value through other comprehensive income ("FVTOCI")

The standard also eliminates the previous FRS 139 categories of Held - to - Maturity, Loan and Receivables ("L&R") and Available-for-Sale ("AFS"). All the Group's and the Company's financial liabilities previously categorised under L&R are now categorised as financial liabilities at amortised cost.

The following table shows the original measurement categories in accordance FRS 139 and the new measurement categories under MFRS 9 for the Group's and the Company's financial assets as at 1 April 2018.

	Original classification under FRS 139	Original carrying amount under FRS 139 RM '000	New classification under MFRS 9	New carrying amount under MFRS 9 RM '000
Group				
Trade receivables	L&R	141,507	AC	139,960
Other receivables, excluding tax recoverable and prepayment	L&R	11,579	AC	11,579
Cash and bank balances	L&R	235,297	AC	235,297
Short term cash investments	FVTPL	51,886	FVTPL	51,886
Company				
Other receivables, excluding tax recoverable and prepayments	L&R	728	AC	728
Amount due from related companies	L&R	237,615	AC	237,615
Cash and bank balances	L&R	11,578	AC	11,578
Short term cash investments	FVTPL	8,003	FVTPL	8,003