

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 197527-H )  
( Incorporated in Malaysia )

**UNAUDITED INTERIM FINANCIAL REPORTS FOR THE PERIOD ENDED 31 DECEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

		Note# ( Unaudited ) ( Unaudited )		( Unaudited ) ( Audited )	
		Fourth Quarter Ended		Cumulative Quarter Ended	
		31.12.2017	31.12.2016	31.12.2017	31.12.2016
		RM ' 000	RM ' 000	RM ' 000	RM ' 000
Revenue		10,698	8,904	34,447	30,413
Cost of Goods Sold		(9,658)	(7,661)	(32,327)	(27,696)
Gross Profit		1,040	1,243	2,120	2,717
Other Operating Income (Net)	#	660	564	1,672	1,728
Administrative Expenses		(2,125)	(437)	(4,459)	(3,124)
Selling and Marketing Expenses		(44)	(23)	(131)	(120)
Other Operating Expenses		(307)	(1,967)	(458)	(2,113)
Loss from operation		(776)	(620)	(1,256)	(912)
Finance Costs, net		-	-	-	-
Share of profit of associated company		569	812	3,289	3,244
(Loss)/profit before tax		(207)	192	2,033	2,332
Taxation	19	556	14	556	14
Profit after tax		349	206	2,589	2,346
Other comprehensive income, net of tax		-	-	-	-
Total comprehensive income for the period		349	206	2,589	2,346
Attributable to :					
Equity holders of the parent		349	206	2,589	2,346
Non-controlling interest		-	-	-	-
		349	206	2,589	2,346
Gross Profit margin (%)		9.72	13.96	6.15	8.93
Profit after tax margin (%)		3.26	2.31	7.52	7.71
Weighted average number of shares ('000)		243,000	243,000	243,000	243,000
Earnings per share attributable to equity holders of the parent in sen					
EPS - Basic (sen)	24a	0.14	0.08	1.07	0.97
- Diluted	24b	-	-	-	-
Note # : Net Other Operating Income					
Property , plant and equipment written off		(1)	(1)	(1)	(1)
Insurance claim		-	-	8	-
Gain on disposal of property, plant and equipm		41	22	58	22
Gain from scrap sales and other disposal		255	232	870	917
Rental Income		110	109	439	372
Interest Income		259	176	320	371
Unrealised (loss)/ gain on foreign exchange		(6)	5	(7)	3
Realised gain/ (loss) on foreign exchange		2	21	(15)	44
		660	564	1,672	1,728

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31st December 2016.**

**SUPERCOMNET TECHNOLOGIES BERHAD**  
**( Company No. : 197527-H )**  
**( Incorporated in Malaysia )**

**UNAUDITED INTERIM FINANCIAL REPORTS FOR THE PERIOD ENDED 31 DECEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Note	(Unaudited) As At End Of Current Quarter 31.12.2017 RM ' 000	(Audited) As At Preceding Financial Year End 31.12.2016 RM ' 000
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment		6,999	6,823
Prepaid Lease Payments on Leasehold Land		2,022	2,076
Investment in associated company		12,488	11,199
Deferred tax assets		584	-
		22,093	20,098
<b>Current Assets</b>			
Inventories		7,520	7,522
Trade and Other Receivables		9,854	8,018
Tax (Prepaid)		450	544
Short-term deposits with licensed bank		6,002	8,002
Cash and Bank Balances		3,363	2,429
		27,189	26,515
Total Assets		49,282	46,613
<b>EQUITY AND LIABILITIES</b>			
Equity attributable to equity holders of the parent			
Share Capital		30,237	24,300
Share Premium		-	5,937
Retained Profits		14,629	12,040
		44,866	42,277
<b>Non-Current Liability</b>			
Deferred Taxation		382	396
		382	396
<b>Current Liabilities</b>			
Trade Payables		2,095	3,006
Other Payables		533	264
Accrued expenses		1,406	670
		4,034	3,940
Total Liabilities		4,416	4,336
<b>TOTAL EQUITY AND LIABILITIES</b>		49,282	46,613
Net asset per share (RM)		0.18	0.17

**The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31st December 2016.**

UNAUDITED INTERIM FINANCIAL REPORTS FOR THE PERIOD ENDED 31 DECEMBER 2017  
 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	( Unaudited ) 2017 12 months ended 31.12.2017 RM ' 000	( Audited ) 2016 12 months ended 31.12.2016 RM ' 000
Profit for the period	2,589	2,346
<b>Adjustments for :-</b>		
Depreciation and amortisation of non-current assets	661	746
Inventories written down	237	976
Impairment loss on Plant ,machinery, equipment	-	310
Property,plant and equipment written off	1	1
Gain on disposal of property, plant and equipment	(58)	(22)
Unrealised loss/ (gain) on foreign exchange	7	(3)
Interest income	(320)	(371)
Tax income recognised in profit or loss	(556)	(14)
Share of profit of an associated company	(3,289)	(3,245)
Operating (loss)/ profit before changes in working capital	(728)	724
<b>Changes in Working Capital :-</b>		
Net Change in Inventories : (Increase)	(235)	(1,719)
Net Change in other current assets : (increase)	(1,730)	(950)
Net Change in current liabilities : Increase	102	1,363
Cash used in operations	(2,591)	(582)
Income tax paid	(254)	(264)
Income tax refunded	306	328
<b>Net cash used in operations</b>	(2,539)	(518)
<b>CASH FLOWS FROM INVESTING ACTIVITIES :-</b>		
Interest received	193	268
Purchase of property, plant and equipment	(784)	(434)
Proceeds from disposal of property, plant and equipment	58	22
Dividend received from associated company	2,000	2,000
<b>Net cash generated from investing activities</b>	1,467	1,856
<b>CASH FLOWS FROM FINANCING ACTIVITIES :-</b>		
Dividend paid	-	(972)
Advances from associated company	12	8
<b>Net cash generated from/ (used in) financing activities</b>	12	(964)
Net change in Cash & Cash Equivalents	(1,060)	374
Cash & Cash Equivalents at beginning of period	10,429	10,050
Effects of foreign exchange rate changes	(6)	5
Cash & Cash Equivalents at end of period	9,363	10,429
Cash and cash equivalents comprise the following:		
Short-term deposits with licensed bank	6,002	8,002
Cash and bank balances	3,363	2,429
	9,365	10,431
Less : Short- term deposit held as security	(2)	(2)
	9,363	10,429

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31st December 2016.

**SUPERCOMNET TECHNOLOGIES BERHAD**  
**( Company No. : 197527-H )**  
**( Incorporated in Malaysia )**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	( Unaudited )			
	<--- Attributable to equity holders of the parent ---->			
	Share Capital	Share Premium	Retained Profit	Total
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
<b><u>Current Year's 12 months ended 31.12.2017</u></b>				
Balance as of 1st January , 2017	24,300	5,937	12,040	42,277
Transfer arising from " no par value " regime	5,937	(5,937)	-	-
Total comprehensive income for the period	-	-	2,589	2,589
Balance as of 31st December 2017	<u>30,237</u>	<u>-</u>	<u>14,629</u>	<u>44,866</u>
<b><u>Preceding Year's 12 months ended 31.12.2016</u></b>				
Balance as of 1st January 2016	24,300	5,937	10,666	40,903
Total comprehensive income for the period	-	-	2,346	2,346
Dividend	-	-	(972)	(972)
Balance as of 31st December 2016	<u>24,300</u>	<u>5,937</u>	<u>12,040</u>	<u>42,277</u>

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31st December 2016.**

**QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2017**

**NOTES TO THE INTERIM FINANCIAL REPORT**

**1. Basis Of Preparation**

This interim financial report is unaudited and has been prepared in accordance with the requirements of Chapter 9, Continuing Disclosure, Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (" Bursa Securities ") for the ACE Market ("AMLR") and in compliance with Malaysian Financial Reporting Standards ("MFRSs") 134, Interim Financial Reporting issued by Malaysian Accounting Standards Board (MASB) and should be read in conjunction with the Group's annual audited financial statements for the financial year ended 31 December 2016.

The explanatory notes attached to the interim financial report provide an explanation of events and transactions are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

Standards and IC Interpretations in issue but not yet effective

The directors anticipate that the following Standards and IC Interpretations will be adopted in the annual financial statements of the Group when they become mandatorily effective for adoption. The adoption of these Standards and IC Interpretations (IC Int.) is not expected to have a material impact on the financial statements of the Group.

MFRS 9	Financial Instruments (a)
MFRS 15	Revenue from Contracts with Customers (and the related Clarifications) (a)
MFRS 16	Leases (b)
IC Int. 22	Foreign Currency Transactions and Advance Consideration (a)
Amendments to MFRSs . Annual Improvements to MFRSs 2014-2016 Cycle (a)	

- (a) Effective for annual periods beginning on or after January 1, 2018 with earlier application permitted.  
(b) Effective for annual periods on or after 1 January 2019 with earlier application is permitted.

**2. Audit Report of Preceding Annual Financial Statements**

The auditors' report on the preceding annual financial statements was not subject to any qualification.

**3. Seasonal or Cyclical Factors**

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

**4. Unusual Material Event**

There was no unusual material event during the quarter.

**5. Material Changes In Estimates**

There were no changes in estimates which materially affect the current interim period.

**6. Changes in Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial period.

**7. Dividend Paid**

There was no dividend paid during the quarter.

**8. Segmental Reporting**

No segmental analysis is prepared as the Group is primarily operating in the manufacture of wires and cables for harnessing and electronic devices.

**9. Valuations of Property, Plant and Equipment**

Not applicable as the Group did not revalue its property, plant and equipment during the current financial period.

**10. Material Subsequent Events**

There were no material subsequent events.

**11. Significant Event**

There were no significant event occurred during the quarter.

**12. Changes in the Composition of The Group**

There were no changes in the composition of the Group during the financial period under review.

**13. Contingent Liabilities and Contingent Assets**

There was no Contingent liabilities / assets during the financial period under review.

**14. Capital Commitments**

There were no commitment for the purchase of property, plant and equipment as at 31st December 2017.

**SUPERCOMNET TECHNOLOGIES BERHAD**

( Company No. : 197527-H )

( Incorporated in Malaysia )

**QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2017**

**ADDITIONAL INFORMATION REQUIRED BY BM LISTING REQUIREMENTS**

**15. Review of Performance**

	Forth Quarter Ended		Variance %	Cumulative Quarter End		Variance %
	31.12.2017	31.12.2016		31.12.2017	31.12.2016	
	RM ' 000	RM ' 000		RM ' 000	RM ' 000	
Revenue	10,698	8,904	20	34,447	30,413	13
Operating Loss	(776)	(620)	25	(1,256)	(912)	38
<i>Profit Before Interest and Tax</i>	(207)	192	(208)	2,033	2,332	(13)
<i>Profit Before Tax</i>	(207)	192	(208)	2,033	2,332	(13)
<i>Profit After Tax</i>	349	206	69	2,589	2,346	11
<i>Profit Attributable to Ordinary Equity Holders of the Parent</i>	349	206	69	2,589	2,346	11

For the quarter under review , total Group revenue for the twelve month period ended 31 December 2017 increased by 13% (or RM 4.04 million) from RM 30.41 million to RM 34.45 million due to increase in sales order from our existing customers.

The Group is making an operational loss of RM 1.26 million which include the expenses incurred in relation to corporate proposals as detailed in note 20 amounting to RM 1.04 million as of todate before the contribution from the associated Company. After taking into consideration of the above contribution, the Company has recorded a profit of RM 2.59 million after tax as compared to RM 2.35 million for the same quarter of preceding year.

**16. Comparison with Immediate Preceding Quarter's Result**

On a quarter to quarter basis, the Group posted a profit after tax of RM 349,000 as compared to a profit after tax of RM 873,000 for the immediate preceding quarter.

**17. Prospects For The Financial Year**

Barring any unforeseen circumstances, the prospect of the Group is expected to improve. However, the management is cautiously optimistic on prospect of the performance.

**18. Profit Forecast or Guarantee**

The Group has not given any profit forecast nor guarantee in respect of any corporate proposals.

**19. Taxation**

Taxation comprises the following :-

	Individual	Individual	Cumulative Quarter	
	Quarter	Quarter	Quarter	Quarter
	31.12.17	31.12.16	31.12.17	31.12.16
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
Deferred tax	598	14	598	14
Taxation charge	(42)	-	(42)	-
	<u>556</u>	<u>14</u>	<u>556</u>	<u>14</u>

## 20. Corporate Proposals

On 13th October 2017, Affin Hwang Investment Bank Berhad ("Affin Hwang IB") had, on behalf of Supercomnet Technologies Berhad ("STB" or "the Company") announced that the Company proposed to undertake the following :-

- (i) Proposed Acquisition of 8,000,000 Ordinary Shares In Supercomal Medical Products Sdn. Bhd. ("SMP"), representing the remaining 80.00% equity interest in SMP not owned by STB, for a total consideration of RM80,000,000 to be satisfied via the issuance of 400,000,000 Ordinary Shares in STB and cash of RM4,000,000 ("Proposed Acquisition"); and
- (ii) Proposed Exemption under Paragraph 4.08(1)(a) of the Rules On Takeovers, Mergers and Compulsory Acquisitions ("Rules") for Shiue, Jong-Zone ("SJZ") and Persons Acting in Concert with him ("PACS"), from the obligation to undertake a mandatory take-overoffer to acquire the remaining Ordinary Shares in STB ("STB shares") not already owned by them after the Proposed Acquisition ("Proposed Exemption").

(collectively referred to as "Proposals")

Bursa Malaysia Securities Berhad ("Bursa Securities") had, vide its letter dated 11th December 2017, resolved to approve the listing of and quotation for the 400,000,000 STB Shares to be issued pursuant to the Proposed Acquisition on the Main Market of Bursa Securities, subject to the conditions as detailed in our announcement dated 11th December 2017.

The Proposals is subject to the approval of the shareholders of STB at the forthcoming Extraordinary General Meeting to be held on 1st March 2018.

## 21. Borrowings and Debts Securities

There was no Group borrowings and Debts Securities at the end of the reporting period.

## 22. Changes in Material Litigation

There was no material litigation pending on the date of this announcement.

## 23. Dividend

No dividend was proposed and declared by the Company in the current quarter under review.

## 24. Earnings Per Share (EPS)

### (a) Basic EPS

	Individual Quarter		Cumulative Quarter	
	31.12.17	31.12.06	31.12.17	31.12.06
Profit attributable to shareholder (RM '000)	349	206	2,589	2,346
Weighted average number of ordinary shares ('000)	243,000	243,000	243,000	243,000
Basic EPS (sen)	0.14	0.08	1.07	0.97

### (b) Fully Diluted EPS

Not applicable. - - - -

## 25. Profit for the Period

	(Unaudited) Fourth Quarter Ended		(Unaudited) Cumulative Quarter Ended	
	31.12.17	31.12.16	31.12.17	31.12.16
	RM ' 000	RM ' 000	RM ' 000	RM ' 000

Profit for the period is arrived at after crediting/(charging) :

Interest income	259	176	320	371
Rental income	110	109	439	372
Depreciation and amortisation	(107)	(190)	(661)	(746)
Gain on disposal of :-				
Property , plant and equipment	41	22	58	22
Net foreign exchange (loss)/gain	(4)	26	(22)	47

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Bursa Securities Ace Market Listing Requirements are not applicable.

## 26. Authorization for Issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 27th February 2018.