

# **BRITE-TECH BERHAD**

Company no. 550212-U  
(Incorporated in Malaysia)

## **UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

### CONTENTS

	Page
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	1
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	2
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	3
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	4
NOTES TO THE INTERIM FINANCIAL STATEMENTS	5 - 7
ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES LISTING REQUIREMENT (APPENDIX 9B)	8 - 11

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE 4TH QUARTER ENDED 31ST DECEMBER 2017**

	<---- Individual Quarter ---->		<---- Cumulative Quarters ---->	
	Current Quarter Ended 31.12.2017 (Unaudited) RM'000	Preceding Year Corresponding Quarter Ended 31.12.2016 (Unaudited) RM'000	Current Year-To-Date 31.12.2017 (Unaudited) RM'000	Preceding Year-To-Date 31.12.2016 (Audited) RM'000
Revenue	5,721	6,660	25,760	30,858
Operating expenses	(5,227)	(6,254)	(21,034)	(25,151)
Other operating income	517	182	982	745
<b>Profit from operating activities</b>	<b>1,011</b>	<b>588</b>	<b>5,708</b>	<b>6,452</b>
Impairment loss of goodwill	(200)	(200)	(200)	(200)
Finance income	112	89	284	297
Finance costs	(97)	(77)	(254)	(204)
<b>Profit before tax</b>	<b>826</b>	<b>400</b>	<b>5,538</b>	<b>6,345</b>
Taxation	(328)	2	(1,526)	(1,393)
Profit for the period	498	402	4,012	4,952
Other comprehensive income for the period, net of tax	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>498</b>	<b>402</b>	<b>4,012</b>	<b>4,952</b>
<b>Total comprehensive income for the period</b>				
Owners of the Company	476	393	3,998	4,890
Non-controlling interests	22	9	14	62
	<u>498</u>	<u>402</u>	<u>4,012</u>	<u>4,952</u>
Number of shares in issue ('000)	252,000	252,000	252,000	252,000
Weighted average number of shares ('000)	252,000	252,000	252,000	252,000
<b>Earnings per ordinary share attributable to owners of the Company (sen):</b>				
- Basic	<u>0.19</u>	<u>0.16</u>	<u>1.59</u>	<u>1.94</u>
- Diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2016.)

**BRITE-TECH BERHAD (550212-U)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 31ST DECEMBER 2017**

	As at End of Current Year Quarter 31.12.2017 (Unaudited) RM'000	As at Preceding Financial Year End 31.12.2016 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	38,436	23,915
Investment properties	9,830	22,309
Deferred taxation	33	33
Goodwill on consolidation	768	968
<b>Total Non-Current Assets</b>	<b>49,067</b>	<b>47,225</b>
<b>Current Assets</b>		
Inventories	1,146	1,366
Trade and other receivables	8,045	8,682
Tax recoverable	221	292
Short-term investments	5,834	6,002
Fixed deposits with licensed banks	-	100
Cash and bank balances	4,869	4,259
<b>Total Current Assets</b>	<b>20,115</b>	<b>20,701</b>
<b>TOTAL ASSETS</b>	<b>69,182</b>	<b>67,926</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	25,200	25,200
Reserves	29,383	29,417
	54,583	54,617
Non-controlling interests	873	859
<b>Total Equity</b>	<b>55,456</b>	<b>55,476</b>
<b>Non-Current Liabilities</b>		
Long term borrowings (secured)	7,052	5,166
Deferred taxation	2,490	2,322
	9,542	7,488
<b>Current Liabilities</b>		
Trade and other payables	2,894	3,469
Amount due to directors	17	20
Bank overdraft	99	93
Short term borrowings (secured)	1,064	1,322
Provision for taxation	110	58
	4,184	4,962
<b>Total Liabilities</b>	<b>13,726</b>	<b>12,450</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>69,182</b>	<b>67,926</b>
Net assets per share attributable to owners of the Company (RM)	0.22	0.22

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2016.)

**BRITE-TECH BERHAD (550212-U)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 4TH QUARTER ENDED 31ST DECEMBER 2017**

	<----- Attributable to owners of the Company ----->						
	<---- Non-distributable---->		<-Distributable ->		Total Shareholders' Equity RM'000	Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation Reserves RM'000	Retained Profits RM'000	Retained Profits RM'000			
<b><u>12 Months Ended 31 December 2017 (Unaudited)</u></b>							
Balance as at 1 January 2017	25,200	11,895	17,522	17,522	54,617	859	55,476
Total comprehensive income for the financial period	-	-	3,998	3,998	3,998	14	4,012
Dividend paid in respect of financial year ended 31 December 2016	-	-	(2,016)	(2,016)	(2,016)	-	(2,016)
Interim dividend paid in 28 September 2017	-	-	(2,016)	(2,016)	(2,016)	-	(2,016)
Balance as at 31 December 2017	<u>25,200</u>	<u>11,895</u>	<u>17,488</u>	<u>17,488</u>	<u>54,583</u>	<u>873</u>	<u>55,456</u>
<b><u>12 Months Ended 31 December 2016 (Audited)</u></b>							
Balance as at 1 January 2016	25,200	11,895	16,060	16,060	53,155	797	53,952
Total comprehensive income for the financial period	-	-	4,890	4,890	4,890	62	4,952
Dividend paid in respect of financial year ended 31 December 2015	-	-	(1,588)	(1,588)	(1,588)	-	(1,588)
Interim dividend paid in 28 September 2016	-	-	(1,840)	(1,840)	(1,840)	-	(1,840)
Balance as at 31 December 2016	<u>25,200</u>	<u>11,895</u>	<u>17,522</u>	<u>17,522</u>	<u>54,617</u>	<u>859</u>	<u>55,476</u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2016.)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE 4TH QUARTER ENDED 31ST DECEMBER 2017**

	<b>12 Months Period Ended 31.12.2017 (Unaudited) RM'000</b>	<b>12 Months Corresponding Period Ended 31.12.2016 (Audited) RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	5,538	6,345
Adjustments for:		
Bad debts written off	-	1
Depreciation on property, plant and equipment	1,006	832
Finance costs	254	204
Finance income	(284)	(297)
Foreign exchange gain - unrealised	(28)	11
Gain on fair value adjustment of investment properties	(261)	-
Impairment of goodwill	200	200
Impairment loss on receivables	407	365
Inventory written off	28	193
Loss on disposal of property, plant and equipment	-	4
Property, plant and equipment written off	25	11
Operating profit before working capital changes	<u>6,885</u>	<u>7,869</u>
Changes in working capital:		
Inventories	192	(170)
Trade & other receivables	230	1,502
Trade & other payables	(547)	(20)
Cash from operations	<u>6,760</u>	<u>9,181</u>
Interest paid	(254)	(204)
Income tax refund	116	67
Income tax paid	(1,351)	(1,598)
<b>Net cash from operating activities</b>	<u>5,271</u>	<u>7,446</u>
<b>Cash flows from investing activities</b>		
Interest received	284	297
Purchase of property, plant and equipment	(2,812)	(3,240)
Purchase of investment properties	-	(4,179)
Proceeds from disposal of property, plant and equipment	-	1
Subsequent expenditure on investment properties	-	(108)
<b>Net cash used in investing activities</b>	<u>(2,528)</u>	<u>(7,229)</u>
<b>Cash flows from financing activities</b>		
Repayments to directors	(3)	(108)
Drawdown of loan and borrowings, net of repayment	1,628	4,343
Dividend paid to owners of the Company	(4,032)	(3,428)
<b>Net cash (used in)/from financing activities</b>	<u>(2,407)</u>	<u>807</u>
<b>Net changes in cash and cash equivalents</b>	336	1,024
<b>Cash and cash equivalent at beginning of period</b>	<u>10,268</u>	<u>9,244</u>
<b>Cash and cash equivalent at end of period</b>	<u>10,604</u>	<u>10,268</u>
<b>Cash and cash equivalents comprise the following:</b>		
Short-term investments	5,834	6,002
Fixed deposits with licensed banks	-	100
Cash and bank balances	4,869	4,259
Bank overdraft	(99)	(93)
<b>Cash and cash equivalents at end of the period</b>	<u>10,604</u>	<u>10,268</u>

**A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 ("MFRS 134")**

**A1 Basis of preparation**

The unaudited interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The unaudited interim financial statements should be read in conjunction with the audited financial statement for the financial year ended 31 December 2016. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that 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.

As at the date of authorisation of the Condensed Report, the following Standards were issued but not yet effective and have not been adopted by the Group:

Effective for financial periods beginning on or after 1 January 2018

MFRS7	Financial Instruments: Disclosures
MFRS9	Financial Instruments
MFRS15	Revenue from Contracts with Customers
MFRS15	Clarifications to MFRS 15
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
Amendments to MFRS2	Classification and Measurement of Share-Based Payment Transactions
Amendments to MFRS140	Transfers of Investment Property
Annual improvements to MFRSs 2014-2016 Cycle	

Effective for financial periods beginning on or after 1 January 2019

MFRS9	Prepayment Features with Negative Compensation
MFRS16	Leases
MFRS128	Long-term Interests in Associates and Joint Ventures
IC Interpretation 23	Uncertainty over Income Tax Treatments
Annual improvements to MFRSs 2015-2017 Cycle	

Effective for financial periods beginning on or after 1 January 2021

MFRS17	Insurance Contracts
--------	---------------------

Effective date to be determined by Malaysia Accounting Standards Board

Amendments to MFRS10 & MFRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
--------------------------------	---

**A2 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the year ended 31 December 2016 was not qualified.

**A3 Comments About Seasonal or Cyclical Factors**

The Group's principal business is not significantly affected by seasonality or cyclicity factors during the current quarter under review.

**A4 Unusual Items Affecting Interim Financial Report**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

**A5 Dividends Paid**

A final single-tier dividend on ordinary share of 0.80 sen per share amounting to RM2,016,000 (2016: RM1,587,600) in respect of the financial year ended 31 December 2016 was approved by the shareholders at the Company's Annual General Meeting held on 22 May 2017 and has been paid by the Company on 23 June 2017 to shareholders whose names appear in the Register of Depositors at the close of business on 15 June 2017.

An interim single-tier dividend on ordinary share of 0.80 sen per share amounting to RM2,016,000 (2016: RM1,839,598) has been paid by the Company on 28 September 2017 to shareholders whose names appear in the Register of Depositors at the close of business on 15 September 2017.

**A6 Material Changes in Estimates Used**

There were no significant changes in the nature and amount of estimates used in prior interim reporting period or prior financial years that have a material effect in the current quarter under review.

**BRITE-TECH BERHAD (550212-U)**  
(Incorporated in Malaysia)  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE 4TH QUARTER ENDED 31ST DECEMBER 2017**

**A7 Debt and Equity Securities**

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter under review.

**A8 Segmental Information**

Segment revenue and segment results for the financial period ended 31 December 2017 by the respective operating segments are as follows:

<u>Financial Period Ended 31.12.2017</u>	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter- segment Eliminations RM'000	Group RM'000
<b>REVENUE</b>					
External revenue	21,601	4,159	-	-	25,760
Inter-segment revenue	351	8	1,568	(1,927)	-
Total revenue	<u>21,952</u>	<u>4,167</u>	<u>1,568</u>	<u>(1,927)</u>	<u>25,760</u>
<b>RESULT</b>					
Segment results (external)	4,882	744	82	-	5,708
Finance income	182	35	67	-	284
Finance costs	(217)	(37)	-	-	(254)
Impairment of goodwill					(200)
Profit before taxation	<u>4,847</u>	<u>742</u>	<u>149</u>	<u>-</u>	<u>5,538</u>
Taxation					(1,526)
Total comprehensive income for the period					<u>4,012</u>
Non-controlling interests					(14)
Profit attributable to Owners of the Company					<u>3,998</u>

<u>Financial Period Ended 31.12.2016</u>	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter- segment Eliminations RM'000	Group RM'000
<b>REVENUE</b>					
External revenue	22,418	8,440	-	-	30,858
Inter-segment revenue	447	7	1,450	(1,904)	-
Total revenue	<u>22,865</u>	<u>8,447</u>	<u>1,450</u>	<u>(1,904)</u>	<u>30,858</u>
<b>RESULT</b>					
Segment results (external)	5,206	1,368	(122)	-	6,452
Finance income	159	40	98	-	297
Finance costs	(196)	(8)	-	-	(204)
Impairment of goodwill					(200)
Profit before taxation	<u>5,169</u>	<u>1,400</u>	<u>(24)</u>	<u>-</u>	<u>6,345</u>
Taxation					(1,393)
Total comprehensive income for the period					<u>4,952</u>
Non-controlling interests					(62)
Profit attributable to Owners of the Company					<u>4,890</u>

**A9 Valuations of Investment Properties**

There were valuation undertaken for the Group's investment properties in the current quarter under review.

**A10 Material Subsequent Event**

There were no material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

**A11 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter under review.

**A12 Derivatives**

- (a) There were no outstanding derivatives (including financial instruments designated as hedging instruments) as at the end of the quarter ended 31st December 2017; and
- (b) The Group has not entered into a type of derivatives not disclosed in the previous financial year or any of the previous quarters under the current financial year.

**A13 Gains / Losses Arising from Fair Value Changes of Financial Liabilities**

There were no material amount of gains or losses arising from fair value changes of its financial liabilities for the current and cumulative quarter.

**A14 Changes in Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets arising since the last financial year ended on 31 December 2016.

**A15 Capital Commitments**

After having made all reasonable enquiries and save as disclosed below, as at the end of the financial year, the Board is not aware of any material commitment for capital expenditure incurred or known to be incurred by the Group that has not been provided for which, upon becoming enforceable, may have a material impact on the financial results / position of the Group:

	<b>31.12.2017</b> <b>(Unaudited)</b> <b>RM'000</b>
Capital expenditures not provided for in the financial statements	
- Approved and contracted for	<u>614</u>

The above mentioned material commitments are expected to be funded through internally-generated fund and / or bank borrowings of the Group.

**A16 Significant Related Party Transactions**

The Group has the following inter companies transactions:	<b>Current Year</b> <b>Quarter</b> <b>31.12.2017</b> <b>RM'000</b>	<b>Cumulative Year</b> <b>To Date</b> <b>31.12.2017</b> <b>RM'000</b>
Management fees	<u>406</u>	<u>1,568</u>
Rental	<u>41</u>	<u>199</u>
Revenue	<u>90</u>	<u>359</u>
Gain on disposal of property, plant and equipment	<u>-</u>	<u>125</u>
Gain on disposal of subsidiaries	<u>-</u>	<u>2,042</u>



**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET**

**B1 Review of Performance for the Current Quarter and Financial Year-To-Date**

	Individual Quarter				Cumulative Quarters			
	Current Quarter Ended 31.12.2017 RM'000	Preceding Year Corresponding Quarter Ended 31.12.2016 RM'000	Changes Amount RM'000	Changes %	Current Year-To-Date 31.12.2017 RM'000	Preceding Year-To-Date 31.12.2016 RM'000	Changes Amount RM'000	Changes %
<b>Revenue</b>	5,721	6,660	(939)	(14.10)	25,760	30,858	(5,098)	(16.52)
<b>Operating Profit</b>	1,011	588	423	71.94	5,708	6,452	(744)	(11.53)
<b>Profit Before Tax</b>	826	400	426	106.50	5,538	6,345	(807)	(12.72)
<b>Profit After Tax</b>	498	402	96	23.88	4,012	4,952	(940)	(18.98)
<b>Profit Attributable to: Owners of the Company</b>	476	393	83	21.12	3,998	4,890	(892)	(18.24)
<b>Non-Controlling Interest</b>	22	9	13	144.44	14	62	(48)	(77.42)

The Group's revenue for the current quarter ended 31 December 2017 showed a decrease of 14.10% to RM5.721 million from RM6.660 million in the preceding corresponding year's quarter. The Group's profit before tax increased by 106.50% to RM0.826 million as against preceding corresponding year's quarter of RM0.4 million.

The Group's revenue for the financial year-to-date ended 31 December 2017 showed a decrease of 16.52% to RM25.760 million from RM30.858 million in the preceding corresponding year's quarter. The Group's profit before tax decreased by 12.72% to RM5.538 million as against preceding corresponding year's quarter of RM6.345 million.

The increase in the Group's profit before tax for the current quarter was mainly due to higher other operating income while the decrease in the Group's profit before tax for the current financial year-to-date was mainly due to lower revenue achieved in the system equipment and ancillary products sector.

Environmental products and services

This segment is the main contributor for the financial period ended 31 December 2017 as it comprised 83.85% of the total revenue.

For the financial period ended 31 December 2017, the revenue in environmental products and services decreased by RM0.913 million or 3.99% to RM21.952 million as compared to RM22.865 million reported in the corresponding financial period ended 31 December 2016. The profit before tax for the financial period ended 31 December 2017 decreased by RM0.322 million or 6.23% to RM4.847 million as compared to RM5.169 million reported in the corresponding financial period ended 31 December 2016.

System equipment and ancillary products

This segment comprised 16.15% of the total revenue for the financial period ended 31 December 2017.

For the financial period ended 31 December 2017, the revenue in system equipment and ancillary products decreased by RM4.280 million or 50.67% to RM4.167 million as compared to RM8.447 million reported in the corresponding financial period ended 31 December 2016. The profit before tax for the financial period ended 31 December 2017 decreased by RM0.658 million or 47% to RM0.742 million as compared to RM1.4 million reported in the corresponding financial period ended 31 December 2016.

The results of the current quarter and financial year-to-date under review have not been affected by any transactions or events of a material or unusual nature.

**B2 Variation of Results Against Immediate Preceding Quarter**

	<b>Current Year Quarter 31.12.2017 RM'000</b>	<b>Immediate Preceding Quarter 31.09.2017 RM'000</b>	<b>Changes Amount RM'000</b>	<b>Changes %</b>
<b>Revenue</b>	5,721	7,210	(1,489)	(20.65)
<b>Operating Profit</b>	1,011	1,524	(513)	(33.66)
<b>Profit Before Tax</b>	826	1,552	(726)	(46.78)
<b>Profit After Tax</b>	498	1,185	(687)	(57.97)
<b>Profit Attributable to: Owners of the Company</b>	476	1,151	(675)	(58.64)
<b>Non-Controlling Interest</b>	22	34	(12)	80

For the current quarter under review, the Group recorded revenue of RM5.721 million, representing a decrease of 20.65% from the immediate preceding quarter's revenue of RM7.210 million. The Group's profit before tax for the current quarter decreased by 46.78% to RM0.826 million as compared to the preceding quarter.

**B3 Prospects for the Financial Year 2018**

The Group will continue to focus on its existing business activities and concentrate on its core competencies while at the same time, improve its operational efficiency and cost management. The Group will continue to implement various cost saving measures and stringent cost control to counter the challenges ahead and to enhance the Group's competitiveness in the Group's industry.

The Group will continue to explore and assess other viable business and investment opportunities within the same or complementary sectors and also outside the Group's industry domain for opportunities which can bring financial stability to the Group.

Barring any unforeseen circumstances, the Board of Directors is of the opinion that the performance of the existing business of the Group is likely to remain satisfactory for the year ahead.

**B4 Variance of Actual Profit from Forecast Profit**

Not applicable as the Group did not issue any profit forecast or profit guarantee for the current quarter under review.

**B5 Taxation**

The Group's taxation for the current quarter and financial year-to-date were as follows:

	<b>Individual Quarter</b>		<b>Cumulative Quarters</b>	
	<b>Current Year Quarter 31.12.2017 RM'000</b>	<b>Preceding Year Corresponding Quarter 31.12.2016 RM'000</b>	<b>Current Year-To-Date 31.12.2017 RM'000</b>	<b>Preceding Year-To-Date 31.12.2016 RM'000</b>
Income and deferred tax				
-Current	317	320	1,465	1,639
-Under provision in prior year	11	(322)	61	(246)
	<u>328</u>	<u>(2)</u>	<u>1,526</u>	<u>1,393</u>

**B6 Additional Notes to Condensed Consolidated Statements of Comprehensive Income**

	<b>Current Year Quarter 31.12.2017 (Unaudited) RM'000</b>	<b>Current Year-To-Date 31.12.2017 (Unaudited) RM'000</b>
<b>Other operating income:</b>		
Rental income	99	351
Bad debts recovered	6	218
Gain on fair value adjustments of investment properties	261	261
Foreign exchange gain - unrealised	28	28
Foreign exchange gain - realised	1	1
<b>Operating expenses:</b>		
Depreciation on property, plant and equipment	294	1,006
Impairment loss on goodwill	200	200
Impairment loss on trade and other receivables	407	407
Property, plant and equipment written off	23	25
Provision for slow-moving inventories	28	28

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**B7 Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at the date of this announcement.

**B8 Borrowings**

The Group's borrowings as at the current quarter are as follows:

	<b>Current Year Quarter 30.09.2017 RM'000</b>
Short term borrowings (Secured)	1,163
Long term borrowings (Secured)	7,052
<b>Total</b>	<b>8,215</b>

Bank overdraft of RM 0.099 million has been included as short term borrowings.

The Group has no unsecured borrowings in the current quarter under review.

The Group's borrowings are all denominated in Ringgit Malaysia.

**B9 Changes in Material Litigation**

Brite-Tech Berhad ("BTECH" or the "1st Defendant") and Brite-Tech Corporation Sdn. Bhd. ("BCSB" or the "2nd Defendant"), a wholly owned subsidiary of BTECH, were served with a Writ of Summons and Statement of Claim, dated 22 January 2018, in the High Court of Kuala Lumpur at Wilayah Persekutuan Kuala Lumpur by Mr. Chan Ah Kien ("the Plaintiff"), a former executive director of BTECH and a former director of Hooker Chemical Sdn. Bhd. ("HCSB"), a wholly owned subsidiary of BTECH. The Writ of Summons and Statement of Claim were received by BTECH on 26 January 2018 and by BCSB on 25 January 2018.

The Plaintiff claims from the 1st and 2nd Defendant as follows:

- (a) General damages for negligence and breach of duty of care to be assessed by the Court;
- (b) General damages for breach of confidence;
- (c) General damages for breach of privacy;
- (d) Aggravated damages which is deemed fit by the Court;
- (e) Exemplary damages which is deemed fit by the Court;
- (f) BTECH and BCSB be instructed to disclose all the personal data in all agreements or contracts signed by the Plaintiff thus far;
- (g) BTECH and BCSB are to apologise publicly admitting the mistake in all major national newspapers in Malaysia;
- (h) Interest of 5% on all the amount stated in paragraph (a) to (e) to the date of judgement and full and final settlement;
- (i) Costs; and
- (j) Other relief which deemed fit and expedient by the Court.

**B10 Earnings Per Share**

The basic and diluted earnings per share (EPS) for the current quarter and financial year-to-date have been calculated as follows:

	Individual Quarter		Cumulative Quarters	
	Preceding Year		Current Year-To-Date	Preceding Year-To-Date
	Current Year Quarter	Corresponding Quarter		
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Profits attributable to owners of the Company (RM'000)	476	393	3,998	4,890
Weighted average number of shares in issue ('000)	252,000	252,000	252,000	252,000
Basic earnings per share (sen)	0.19	0.16	1.59	1.94
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The diluted EPS is not applicable as there were no potential ordinary shares in issue for the current quarter and cumulative quarter.

**B11 Dividends Payable**

The Board of Directors is proposing a final single tier dividend on ordinary share of 0.80 sen per share amounting to RM2,016,000 in respect of the financial year ended 31 December 2017 (2016: 0.80 sen per share), subject to approval by shareholders at the forthcoming Annual General Meeting.

**B12 Realised and Unrealised Retained Profits**

The retained profits of the Group is analysed as follows:

	As at 31.12.2017 (Unaudited) RM'000	As at 31.12.2016 (Audited) RM'000
Total retained profits of Company and its subsidiaries:		
- Realised	27,582	25,466
- Unrealised	1,280	1,256
	<u>28,862</u>	<u>26,722</u>
Less: Consolidation adjustments	(11,374)	(9,200)
Total Group retained profits as per consolidated accounts	<u>17,488</u>	<u>17,522</u>

The determination of realised and unrealised profits or losses is compiled based on Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised retained profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

**BY ORDER OF THE BOARD**

Wong Maw Chuan (MIA 7413)  
Wong Youn Kim (f) (MAICSA 7018778)  
Lee Chin Wen (f) (MAICSA 7061168)  
Company Secretaries  
22 February 2018