

M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
For the Twelve (12) months ended 30 June 2016

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	30-Jun-16 Unaudited RM'000	30-Jun-15 Unaudited RM'000	30-Jun-16 Unaudited RM'000	30-Jun-15 Unaudited RM'000
Revenue	9,907	12,414	41,918	37,177
Operating Expenses	(11,492)	(12,165)	(41,995)	(39,402)
Profit/(Loss) from Operations	<u>(1,585)</u>	<u>249</u>	<u>(77)</u>	<u>(2,225)</u>
Net interest income/(expense)	(7)	(15)	(28)	(31)
Share of results in a jointly controlled entity	-	(11)	-	-
Share of results in an associate	(142)	305	(895)	(231)
Loss on disposal of investment in an associate	(1,065)	-	(1,065)	-
Profit/(Loss) before taxation	<u>(2,799)</u>	<u>528</u>	<u>(2,065)</u>	<u>(2,487)</u>
Income tax expense	(295)	(235)	(1,411)	(676)
Net Profit/(Loss) for the period	<u><u>(3,094)</u></u>	<u><u>293</u></u>	<u><u>(3,476)</u></u>	<u><u>(3,163)</u></u>
Other comprehensive income/(loss), net of tax				
Foreign currency translation differences	873	(52)	37	2,328
Other comprehensive income/(loss) for the period, net of tax	<u>873</u>	<u>(52)</u>	<u>37</u>	<u>2,328</u>
Total comprehensive income/(loss) for the period	<u><u>(2,221)</u></u>	<u><u>241</u></u>	<u><u>(3,439)</u></u>	<u><u>(835)</u></u>
Attributable to:				
Equity holders of the Company	(3,944)	(41)	(5,927)	(4,054)
Non-controlling interests	850	334	2,451	891
	<u><u>(3,094)</u></u>	<u><u>293</u></u>	<u><u>(3,476)</u></u>	<u><u>(3,163)</u></u>
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	(3,233)	(160)	(5,951)	(2,339)
Non-controlling interests	1,012	401	2,512	1,504
	<u><u>(2,221)</u></u>	<u><u>241</u></u>	<u><u>(3,439)</u></u>	<u><u>(835)</u></u>
Earnings/(loss) per share				
Basic / Diluted (sen)	(2.03)	(0.02)	(3.12)	(2.28)

(The Condensed Consolidated Statements of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015 and the accompanying explanatory notes attached to these interim financial statements)

M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)

(Incorporated in Malaysia)

NOTES TO CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS**For the Twelve (12) months ended 30 June 2016**

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	30-Jun-16 Unaudited RM'000	30-Jun-15 Unaudited RM'000	30-Jun-16 Unaudited RM'000	30-Jun-15 Unaudited RM'000
Profit/(Loss) before taxation				
Included in the Profit/(loss) before tax are the following items:				
Amortisation of product development expenditure	545	(7)	1,321	1,011
Bad debts recovered	(65)	(77)	35	-
Bad debts written off	-	99	-	103
Depreciation of plant and equipment	203	277	1,156	1,129
(Gain)/loss on disposal of plant and equipment	-	-	-	2
<u>(Gain)/loss on foreign exchange translation</u>				
- Realised	-	731	34	796
- Unrealised	53	(1,017)	90	(742)
<u>Interest expense/(income)</u>				
- Interest expense	9	10	38	39
- Interest income	(2)	5	(10)	(8)
Inventories written down	217	929	217	929
Inventories written off	226	4	226	87
Plant and equipment written off	-	72	9	133
Provision for doubtful debts	(128)	(28)	160	586
Investment income - Profit Guarantee	-	(1,855)	-	(1,855)

There is no income/expenses in relation to the below items :

- Gain/loss on derivatives
- Exceptional items (Otherwise disclosed)
- Impairment loss on goodwill
- Impairment loss on investment in a jointly controlled entity: and
- Product development expenditure written off

(The Condensed Consolidated Statements of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015 and the accompanying explanatory notes attached to these interim financial statements)

M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at 30 June 2016

	30-Jun-16 Unaudited RM'000	30-Jun-15 Audited RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	3,930	4,199
Intangible assets	4,198	3,706
Interest in a jointly controlled entity	-	-
	<u>8,128</u>	<u>7,905</u>
Current Assets		
Inventories	3,916	3,161
Trade and other receivables	23,760	23,573
Amount due from related company	-	-
Amount due from jointly controlled entity	64	-
Tax refundable	1,137	783
Cash and bank balances	6,408	3,512
	<u>35,285</u>	<u>31,029</u>
Asset classified as held for sale	3,780	5,740
TOTAL ASSETS	<u>47,193</u>	<u>44,674</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	19,732	18,561
Share premium	4,631	4,573
Treasury shares	(566)	(566)
Retained earnings	(3,665)	2,588
Foreign currency translation reserve	1,651	1,625
	<u>21,783</u>	<u>26,781</u>
Non-controlling interests	<u>6,682</u>	<u>4,904</u>
Total equity	<u>28,465</u>	<u>31,685</u>
Current Liabilities		
Trade and other payables	17,529	11,658
Loans and borrowings	164	160
Amount due to directors	546	500
Tax payable	-	18
	<u>18,239</u>	<u>12,336</u>
Non-current Liabilities		
Loans and borrowings	429	588
Deferred tax liabilities	60	55
Provision for gratuity	-	10
	<u>489</u>	<u>653</u>
Total liabilities	<u>18,728</u>	<u>12,989</u>
TOTAL EQUITY AND LIABILITIES	<u>47,193</u>	<u>44,674</u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	11.18	14.63

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015 and the accompanying explanatory notes attached to these interim financial statements)

M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**For the Twelve (12) months ended 30 June 2016**

	Share Capital	Share Premium	Treasury Shares	Foreign Currency Translation Reserve	Retained Earnings	Total	Non-Controlling Interests	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Twelve (12) months ended 30 June 2016								
Balance at 1 July 2015	18,561	4,573	(566)	1,502	2,899	26,969	4,903	31,872
Issuance of shares - Private placement	1,171	58	-	-	-	1,229	-	1,229
Total comprehensive income/(loss) for the period	-	-	-	149	(6,564)	(6,415)	2,512	(3,903)
Transactions with owners								
Dividend paid	-	-	-	-	-	-	(733)	(733)
Balance at 30 June 2016	19,732	4,631	(566)	1,651	(3,665)	21,783	6,682	28,465
Twelve (12) months ended 30 June 2015								
Balance at 1 July 2014	17,961	4,393	(566)	(213)	6,953	28,528	3,399	31,927
Total comprehensive income/(loss) for the period	-	-	-	1,715	(4,054)	(2,339)	1,504	(835)
Issuance of new shares - Private placement	600	180	-	-	-	780	-	780
Balance at 30 June 2015	18,561	4,573	(566)	1,502	2,899	26,969	4,903	31,872

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015 and the accompanying explanatory notes attached to these interim financial statements)

M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**For the Twelve (12) months ended 30 June 2016**

	12 months ended	
	30-Jun-16	30-Jun-15
	Unaudited	Unaudited
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(2,065)	(2,487)
Adjustment for :		
Amortisation of product development expenditure	1,321	1,011
Bad debts recovered	35	-
Bad debts written off	-	103
Depreciation of plant and equipment	1,156	1,129
(Gain)/loss on disposal of plant and equipment	-	2
(Gain)/loss on foreign exchange translation - Unrealised	90	(742)
Interest expense	38	39
Interest income	(10)	(8)
Inventories write-down	217	929
Inventories written off	226	87
Plant and equipment written off	9	133
Provision for doubtful debts	160	586
Share of results in an associate	895	231
Operating profit/(loss) before working capital changes	<u>2,072</u>	<u>1,013</u>
Changes in working capital :		
(Increase)/Decrease in inventories	(1,198)	2,958
(Increase)/Decrease in trade and other receivables	(382)	(8,315)
Increase/(Decrease) in trade and other payables	<u>5,817</u>	<u>3,144</u>
Cash flows (used in)/generated from operating activities	<u>6,309</u>	<u>(1,200)</u>
Tax paid	<u>(1,778)</u>	<u>(982)</u>
Net cash (used in)/generated from operating activities	<u><u>4,531</u></u>	<u><u>(2,182)</u></u>
CASH FLOW FROM INVESTING ACTIVITIES		
Loss on disposal of investment in an associate company	1,065	-
Interest received	10	8
Purchase of plant and equipment	(897)	(987)
Product development expenditure	(1,813)	(1,681)
Net cash (used in)/generated from investing activities	<u><u>(1,634)</u></u>	<u><u>(2,587)</u></u>
CASH FLOW FROM FINANCING ACTIVITIES		
Interest expense	(38)	(39)
Dividend paid by subsidiaries to non-controlling interests	(733)	-
Issuance of new shares	1,230	780
Repayment of loans and borrowings	(155)	(466)
Net cash (used in)/generated from financing activities	<u><u>304</u></u>	<u><u>275</u></u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>3,201</u>	<u>(4,567)</u>
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	<u>(305)</u>	<u>2,394</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	<u>3,512</u>	<u>5,657</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u><u>6,408</u></u>	<u><u>3,484</u></u>

The cash and cash equivalents at beginning of year and quarter end represents cash on hand, cash and banks balances.

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015 and the accompanying explanatory notes attached to these interim financial statements)

M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)
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Part A - Explanatory Notes Pursuant to MFRS 134

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”) 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with International Accounting Standards (“IAS”) 34, *Interim Financial Reporting* issued by the International Accounting Standards Board.

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 2015. The explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to understanding the changes in the financial position and performance of the Group since the financial year ended 30 June 2015.

2. Significant Accounting Policies

The accounting policies applied by the Group in preparing the condensed consolidated interim financial statements are consistent with those of the audited financial statements of the Group for the financial year ended 30 June 2015. The Group will adopt the following MFRSs, amendments to MFRSs and IC Interpretation when they become effective in the following financial year:

(i) Effective for financial periods beginning on or after 1 July 2015:

- Amendments to MFRS 11 ‘Accounting for Acquisition of Interests in Joint Operations’
- Amendments to MFRS 127 ‘Equity Method in Separate Financial Statements’
- Amendments to MFRS 10 and MFRS 128 ‘Sale or Contribution of Assets between an Investor and its Associate or Joint Venture’
- Annual Improvements to MFRSs 2012-2014
- Amendments to MFRS 10, 12 and 128 ‘Investment Entities – Applying the Consolidation Exception’
- Amendments to MFRS 101 ‘Presentation of Financial Statements – Disclosure Initiative’

3. Seasonal or Cyclical Factors

The business of the Group is not affected by any significant seasonal or cyclical factors.

4. Unusual Items due to their Nature, Size or Incidence

There were no items affecting the assets, liabilities, equity, net income or cash flow of the Group that are unusual because of their nature, size or incidence for the current quarter under review.

5. Changes in Accounting Estimates and Errors

There were no changes in accounting estimates or error that have a material effect in the current quarter under review.

6. Debt and Equity Securities

The Company had on 6 November 2015 issued 11,705,700 new ordinary shares of RM0.10 each at par value and RM0.005 per share as share premium under the private placement.

Saved as disclosed above, there were no issuance, repurchases and repayments of debt and equity securities in the current quarter under review.

7. Dividend Paid

No dividend has been proposed or paid in the current quarter under review.

8. Segmental Information

Segmental information of the results of the Group for the cumulative quarter is as follows:

(i) Geographical Segment

<u>12 months ended</u> <u>30 June 16</u>	Malaysia RM'000	Thailand RM'000	Pakistan RM'000	Other Countries RM'000	Eliminations/ Adjustments RM'000	Group RM'000
Revenue	22,192	1,130	16,473	5,284	(3,161)	41,918
Segment results	(29,040)	(771)	7,906	(2,607)	24,435	(77)
Interest (expense)/income	(16)	(4)	-	(8)	-	(28)
Share of results in an Associate						
Loss on disposal of investment in an Associate	-	-	-	-	(895)	(895)
	-	-	-	-	(1,065)	(1,065)
Profit/(loss) before taxation	(29,056)	(775)	7,906	(2,615)	22,475	(2,065)
Segment assets	1,488	7,206	20,930	(4,731)	22,300	47,193
<u>12 months ended</u> <u>30 June 15</u>	Malaysia RM'000	Thailand RM'000	Pakistan RM'000	Other Countries RM'000	Eliminations/ Adjustments RM'000	Group RM'000
Revenue	21,290	1,821	10,470	3,867	(2,125)	35,322
Investment income	1,855					1,855
Segment results	23,145	1,821	10,470	3,867	(2,125)	37,177
	(3,445)	(418)	3,812	(2,174)	-	(2,225)
Interest income/(expense)	(29)	(4)	-	2	-	(31)
Share of results in a joint venture	-	-	-	-	-	-
Share of results in an Associate	-	-	-	-	(231)	(231)
Profit/(loss) before taxation	(3,474)	(422)	3,812	(2,172)	(231)	(2,487)
Segment assets	52,796	7,839	18,205	17,535	(51,029)	45,346

9. Segmental Information (cont'd)

(ii) Business Segment

<u>12 months ended</u> <u>30 June 16</u>	Mobile Solutions RM'000	Trading & Distribution RM'000	Eliminations/ Adjustments RM'000	Group RM'000
Revenue	33,705	11,374	(3,161)	41,918
Segment results	(19,036)	(5,476)	24,435	(77)
Interest income/(expense)	(15)	(13)	-	(28)
Share of results in an associate	-	-	(895)	(895)
Loss on disposal of investment in an associate	-	-	(1,065)	(1,065)
Profit/(loss) before taxation	(19,051)	(5,489)	22,475	(2,065)
Segment assets	25,845	(952)	22,300	47,193

<u>12 months ended</u> <u>30 June 15</u>	Mobile Solutions RM'000	Trading & Distribution RM'000	Eliminations/ Adjustments RM'000	Group RM'000
Revenue	25,474	11,973	(2,125)	35,322
Investment income	-	1,855	-	1,855
Segment results	25,474	13,828	(2,125)	37,177
Interest income/(expense)	(1,223)	(1,002)	-	(2,225)
Interest income/(expense)	(28)	(3)	-	(31)
Share of results in a joint venture	-	-	-	-
Share of results in an associate	-	-	(231)	(231)
Loss before taxation	(1,251)	(1,005)	(231)	(2,487)
Segment assets	79,018	17,356	(51,028)	45,346

10. Related parties transactions

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	30-June-16 RM'000	30-June-15 RM'000	30-June-16 RM'000	30-June-15 RM'000
Administration fee	8	-	32	-
Sales to an associate	-	54	113	126
	<u>8</u>	<u>54</u>	<u>145</u>	<u>126</u>

The transactions were carried out in the ordinary course of business and are on normal commercial terms

11. Subsequent Events

There was no material event that took place between 1st July 2016 to the seventh day before the date of issuing this report.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market

12. Performance Review

Business Segment	Current quarter 3 months ended			Cumulative quarter 12 months ended	
	30-Jun-16	30-Jun-15	31-Mar-16	30-Jun-16	30-Jun-15
	RM'000	RM'000	RM'000	RM'000	RM'000
Mobile Solutions					
Revenue	7,427	9,412	7,342	33,705	25,474
Profit/(loss) before taxation	(21,210)	120	406	(19,051)	(1,251)
% Profit/(loss) before taxation	-285.6%	1.3%	5.5%	-56.5%	-4.9%
Trading & Distribution					
Revenue	2,480	3,003	2,836	8,214	11,703
Profit/(loss) before taxation	(4,563)	118	134	(5,489)	(1,005)
% Profit/(loss) before taxation	-184.0%	3.9%	4.7%	-66.8%	-8.6%
Adjustment					
Profit/(loss) before taxation	22,974	290	24	22,475	(231)
Total					
Revenue	9,907	12,414	10,178	41,918	37,177
Profit/(loss) before taxation	(2,799)	528	564	(2,065)	(2,487)
% Profit/(loss) before taxation	-28.2%	4.3%	5.5%	-4.9%	-6.7%

Q4-2016 vs. Q4-2015

The Group generated a total revenue of RM 9.91 million for this quarter ended 30 June 2016 (“Q4-2016”), representing a decrease of RM 2.5 million as compared to RM 12.41 million generated in the previous year corresponding quarter ended 30 June 2015 (“Q4-2015”).

Loss before taxation for (“Q4-2016”) was RM 2.8 million compare to profit before taxation of RM 0.53 million generated in (“Q4-2015”).

Q4-2016 vs. Q3-2016

Comparing to the previous quarter ended 31 March 2016 (“Q3-2016”), the Group’s revenue was decreased by RM 0.27 million from RM 10.18 million to RM 9.91 million in (“Q4-2016”).

The loss before taxation for (“Q4-2016”) was RM2.8 million as compared to profit before taxation of RM 0.56 million generated in the previous quarter ended 31 March 2016.

The loss incurred for the period included the following material items :

1. Impairment on Investment in associated company	RM	1,065,122
2. Inventories written down and impairment	RM	443,000
		<hr/>
Total	RM	1,508,122
		=====

YTD 2016 vs. YTD 2015

The Group generated revenue of RM 41.92 million for the 12 months ended 30 June 2016 (“YTD-2016”), representing a increase of RM 4.75 million as compared to RM 37.17 million generated for the 12 months ended 30 June 2015 (“YTD-2015”).

Loss before tax for Q1-Q4’2016 (“YTD-2016’) was RM 2.07 million as compared to loss before taxation of RM2.49 million for Q1-Q4’2015 (“YTD-2015”). The marginal improvement was due to lower amount of provision for doubtful debts, inventories write down and write off in current financial year.

13. Commentary on Prospects

We are confident that several recent collaborative business ventures will have a positive impact in future sales revenue and recurring income. The first of these is the signing of a Memorandum of Understanding with Shenzhen User Display Technologies Company Limited (“USER”), whereby they will promote our GetSnapps platform, along with our i3Displays technology, throughout their entire export market worldwide. Secondly, one of our subsidiaries PT Surya Genta Perkasa has entered into a collaborative venture with Indonesia’s largest mobile operator, Telkomsel. Together they have launched the T-Bike Smart Assistant for motorcycles, which is quickly gaining traction in the market.

i3TeamWorks is our highly functional and in-house developed corporate productivity software suite. It is a Cloud-hosted SaaS (“Software as a Service”) solution. Numerous modules within i3TeamWorks facilitate task management, sales lead management, human resources management, etc., with new modules currently in development that will be launched in a timely manner.

In conjunction with the above new business collaborations and products, we continue to remain highly focused in our core competencies; mobile solutions, trading and distribution. Budgets have been set aside for an intensive marketing campaign to properly introduce all the above to the market. Barring any unforeseen circumstances, it is our belief that the future performance of the group would will be positive.

13. Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or profit guarantee.

14. Taxation

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30-June-16	30-June-15	30-June-16	30-June-15
	RM'000	RM'000	RM'000	RM'000
In respect of current period:-				
- Malaysian tax	187	43	187	43
- Foreign tax	108	192	1,224	633
	<u>295</u>	<u>235</u>	<u>1,411</u>	<u>676</u>

The effective tax rate for the current quarter was higher than the statutory tax rate mainly due to the losses of certain subsidiaries which cannot be set off against taxable profits made by a subsidiary.

15. Corporate Proposals

Multiple Proposals

The company had on 16 April 2015 proposed the following corporate exercise:

(a) Proposed Right Issue with warrants;

Proposed renounceable rights issue of up to 395,152,428 new ordinary shares of RM0.10 each in M3Tech together with up to 296,364,321 free detachable warrants at an issue price of RM0.10 per Rights Share on the basis of four (4) Rights Shares together with three (3) Warrants for every two (2) existing M3Tech Shares held on an entitlement date to be determined and announced later based on a minimum subscription level of 80,000,000 Rights Shares together with 60,000,000 Warrants.

(b) Proposed Employees Share Option Scheme (“ESOS”)

Proposed establishment of ESOS of up to 30% of the prevailing issued and paid-up share capital of the Company (excluding treasury shares) for the eligible employees (including Directors) of M3Tech and its subsidiaries who meet the criteria of eligibility for participation in the Scheme as set out in the by-laws containing the rules, terms and conditions of the Scheme.

(c) Proposed increase in authorised share capital; and

Proposed increase in the authorised share capital of M3Tech from RM25,000,000 comprising 250,000,000 M3Tech Shares to RM200,000,000 comprising 2,000,000,000 M3Tech Shares.

(d) Proposed M&A amendments

Proposed amendments to the Memorandum and Articles of Association of M3Tech to facilitate the Proposed Increase in Authorised Share Capital and the Proposed ESOS.

The proposed Rights Issue with warrants has been completed on 25th August 2016 following the admission of the Warrants to the official list and the listing of and quotation for 389,525,880 Rights Shares together with 292,144,409 Warrants on the ACE Market of Bursa Securities on even date.

16. Group Borrowings and Debt Securities

The Group borrowings as at 30 June 2016 and 30 June 2015 are as follows:

	30-Jun-16	30-Jun-15
	RM'000	RM'000
Current		
<u>Secured</u>		
- Term loan	55	58
- Obligations under finance leases	109	110
	<u>164</u>	<u>168</u>
Non-current		
<u>Secured</u>		
- Term loan	415	472
- Obligations under finance leases	14	102
	<u>429</u>	<u>574</u>
Total Group borrowings	<u>593</u>	<u>742</u>

The Group did not have any debt securities as at 30 June 2016.

17. Realised and Unrealised Earnings or Losses Disclosure

The retained earnings as at 30 June 2016 and 30 June 2015 are analysed as follows:

	30-Jun-16	30-Jun-15
	RM'000	RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	(37,841)	(12,002)
- Unrealised	(150)	(28)
Total share of retained profits from a joint venture		
- Realised	(218)	(218)
Total share of retained profits from an associate		
- Realised	(1,153)	(258)
Consolidation adjustments	35,697	15,094
Total Group retained earnings as per unaudited consolidated financial statement	<u>(3,665)</u>	<u>2,588</u>

18. Changes in Material Litigation

As at the seventh (7th) day before the date of issuing this report, the Company was not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group.

19. Earnings Per Share

The earnings per share was calculated by dividing the Company's profit after taxation and non-controlling interests by the weighted average number of ordinary shares in the respective period as follows:

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30-Jun-16	30-Jun-15	30-Jun-16	30-Jun-15
Profit/(Loss) after tax and non-controlling interests (RM'000)	(3,944)	(41)	(5,927)	(4,054)
Weighted average number of ordinary shares in issue	194,762,940	179,057,240	189,983,113	177,557,240
<u>Profit/(Loss) Per Share</u>				
Basic Earnings/(Diluted) Sen	(2.03)	(0.02)	(3.12)	(2.28)

20. Derivatives

The Group did not enter into any derivatives during the current quarter under review.

21. Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group did not have any financial liabilities measured at fair value through profit and loss for the current quarter under review.

22. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 30 June 2015 was not qualified.

By order of the Board of Directors

Lim Seng Boon
Director
30 Aug 2016