



**GHL SYSTEMS BERHAD**  
(Company No: 293040-D)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 JUNE 2018  
(THE FIGURES HAVE NOT BEEN AUDITED)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 30/06/2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2017 RM'000	CURRENT YEAR TO DATE 30/06/2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2017 RM'000
Revenue	A9	67,724	60,751	127,475	128,752
Cost of sales		<u>(40,402)</u>	<u>(36,634)</u>	<u>(73,926)</u>	<u>(78,236)</u>
<b>Gross profit</b>		<b>27,322</b>	<b>24,117</b>	<b>53,549</b>	<b>50,516</b>
Other operating income		1,819	4,463	2,846	6,340
Payroll expenses		(13,993)	(12,316)	(26,923)	(25,037)
Administration expenses		(5,875)	(6,572)	(10,072)	(12,315)
Distribution costs		(1,332)	(1,249)	(2,166)	(2,308)
Other expenses		374	(835)	(296)	(985)
<b>Profit before interest, taxation, amortisation &amp; depreciation</b>		<b>8,315</b>	<b>7,608</b>	<b>16,938</b>	<b>16,211</b>
Depreciation expenses		(1,417)	(1,291)	(2,673)	(2,573)
Finance cost		(464)	(444)	(858)	(1,053)
Share of results of associated companies		(239)	(10)	512	(30)
<b>Profit before taxation</b>		<b>6,195</b>	<b>5,863</b>	<b>13,919</b>	<b>12,555</b>
Income tax expense		(922)	(629)	(2,775)	(1,984)
<b>Profit for the period</b>		<b>5,273</b>	<b>5,234</b>	<b>11,144</b>	<b>10,571</b>
<b>Attributable to:</b>					
Owners of the Company		5,264	5,232	11,130	10,558
Non-controlling interest		9	2	14	13
		<u>5,273</u>	<u>5,234</u>	<u>11,144</u>	<u>10,571</u>
Earnings Per Ordinary Share					
- Basic (sen)	B13	0.72	0.80	1.66	1.61
- Diluted (sen)	B13	0.72	0.80	1.66	1.61
<b>Profit for the period</b>		5,273	5,234	11,144	10,571
Other comprehensive income, net of tax					
Foreign currency translation differences		<u>(1,486)</u>	<u>(2,914)</u>	<u>(1,486)</u>	<u>(1,659)</u>
<b>Total comprehensive income for the period</b>		<b>3,787</b>	<b>2,320</b>	<b>9,658</b>	<b>8,912</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		3,778	2,318	9,644	8,899
Non-controlling interest		9	2	14	13
		<u>3,787</u>	<u>2,320</u>	<u>9,658</u>	<u>8,912</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2017)



**GHL SYSTEMS BERHAD**  
(Company No: 293040-D)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 30 JUNE 2018**  
(THE FIGURES HAVE NOT BEEN AUDITED)

<u>Note</u>	<b>AS AT CURRENT YEAR QUARTER 30/06/2018 (Unaudited) RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2017 (Audited) RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	72,252	64,810
Goodwill on consolidation	137,240	105,630
Intangible assets	1,813	1,929
Other investment	2,811	8,181
Deferred tax assets	1,344	1,500
	<u>215,460</u>	<u>182,050</u>
<b>Current assets</b>		
Inventories	81,481	63,524
Trade receivables	46,004	48,113
Other receivables	23,499	20,829
Tax recoverable	7,604	4,720
Fixed deposits placed with licensed banks	34,098	11,555
Cash and bank balances	132,685	95,945
	<u>325,371</u>	<u>244,686</u>
<b>TOTAL ASSETS</b>	<u>540,831</u>	<u>426,736</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	308,642	208,110
Reserves	76,293	66,392
Treasury Shares	(306)	(306)
<b>Equity attributable to equity holders of the parent</b>	<u>384,629</u>	<u>274,196</u>
Non controlling interest	145	129
<b>Total equity</b>	<u>384,774</u>	<u>274,325</u>
<b>Non-current liabilities</b>		
Hire purchase payables	5,163	1,720
Bank borrowing	23,043	15,513
Deferred tax liability	2,099	2,271
Deferred income	-	-
	<u>30,305</u>	<u>19,504</u>
<b>Current liabilities</b>		
Trade payables	19,357	23,471
Other payables	90,074	89,570
Deferred income	1,295	833
Hire purchase payables	1,895	928
Bank borrowings	9,420	16,026
Tax payable	3,711	2,079
	<u>125,752</u>	<u>132,907</u>
<b>Total liabilities</b>	<u>156,057</u>	<u>152,411</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>540,831</u>	<u>426,736</u>
Net assets per share (sen)	52.17	41.97

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2017)



**GHL SYSTEMS BERHAD**  
(Company No: 293040-D)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2018**  
(THE FIGURES HAVE NOT BEEN AUDITED)

	Share Capital RM'000	Share Premium RM'000	Exchange Translation Reserve RM'000	Share Options Reserve RM'000	Treasury Shares RM'000	Retained Profits / (Accumulated Losses) RM'000	Total Attributable To Owners Of The Parent RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
At 1 January 2017	130,945	72,825	2,725	162	(638)	53,126	259,145	76	259,221
Share capital reduction	-	-	-	-	-	-	-	-	-
Resale of ordinary shares in open market	935	-	-	-	332	-	1,267	-	1,267
Issuance of ordinary shares pursuant to ESS	3,405	-	-	(181)	-	-	3,224	-	3,224
Adjustments for effects of Companies Act 2016 (Note a)	72,825	(72,825)	-	-	-	-	-	-	-
ESS lapsed	-	-	-	-	-	-	-	-	-
Share options granted under ESS	-	-	-	19	-	-	19	-	19
Reclassification adjustments of exchange translation reserve	-	-	(3,166)	-	-	-	(3,166)	-	(3,166)
Total comprehensive income for the year	-	-	(3,478)	-	-	20,452	16,974	53	17,027
Forex exchange differences	-	-	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	(3,267)	(3,267)	-	(3,267)
At 31 December 2017	<u>208,110</u>	<u>-</u>	<u>(3,919)</u>	<u>-</u>	<u>(306)</u>	<u>70,311</u>	<u>274,196</u>	<u>129</u>	<u>274,325</u>
At 1 January 2018	208,110	-	(3,919)	-	(306)	70,311	274,196	129	274,325
Issuance of ordinary shares	100,502	-	-	-	-	-	100,502	-	100,502
Issuance of ordinary shares pursuant to ESS	30	-	-	-	-	-	30	-	30
Adjustments for effects of Companies Act 2016 (Note a)	-	-	-	-	-	-	-	2	2
Share option granted under ESS	-	-	-	257	-	-	257	-	257
Reclassification adjustments of exchange translation reserve	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	(1,486)	-	-	11,130	9,644	14	9,658
Forex exchange differences	-	-	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-
At 31 December 2018	<u>308,642</u>	<u>-</u>	<u>(5,405)</u>	<u>257</u>	<u>(306)</u>	<u>81,441</u>	<u>384,629</u>	<u>145</u>	<u>384,774</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2017)

**Note a**

Pursuant to the Companies Act 2016, the credit balance in the share premium account has been transferred to the share capital account.



**GHL SYSTEMS BERHAD**  
(Company No: 293040-D)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2018**  
(THE FIGURES HAVE NOT BEEN AUDITED)

	<b>CURRENT YEAR TO DATE 30/06/2018 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30/06/2017 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	13,919	12,555
<b>Adjustment for:-</b>		
Amortisation of development cost	127	182
Amortisation of deferred income	(1,916)	(448)
Bad debts written-off	1,194	1,094
Depreciation of property, plant and equipment	10,618	10,034
Impairment loss on receivables	198	615
Interest expense	858	1,053
Interest income	(713)	(390)
Inventories written off/ (back)	(26)	19
Loss/(Gain) on disposal of property, plant and equipment	(1)	(238)
Gain on disposal of other investment	(172)	-
Property, plant and equipment written-off	9	2
Reversal of impairment on trade receivables	(1,228)	(1,075)
Share options granted under ESS	257	13
Share of gain from an associate	(512)	30
Unrealised loss/ (gain) on foreign exchange	(309)	201
<b>Operating profit before working capital changes</b>	<b>22,303</b>	<b>23,647</b>
<b>(Increase)/Decrease in working capital</b>		
Inventories	(14,755)	6,288
Trade and other receivables	7,941	4,137
Trade and other payables	(10,767)	(24,275)
Advance receipt from deferred income	2,377	387
	<b>(15,204)</b>	<b>(13,463)</b>
<b>Cash generated from operations</b>	<b>7,099</b>	<b>10,184</b>
Interest received	713	390
Interest paid	(858)	(1,053)
Tax paid	(3,737)	(6,470)
	<b>(3,882)</b>	<b>(7,133)</b>
<b>Net cash from operating activities</b>	<b>3,217</b>	<b>3,051</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	(2,796)	(5,396)
Purchase of additional shares in a subsidiary company	-	-
Purchase of other investment	(2,118)	(49)
Proceeds from disposal of property, plant and equipment	258	1,089
Proceeds from disposal of other investments	8,172	-
Addition in intangible assets	(10)	156
Acquisition of subsidiary for cash, net cash acquired	(56,000)	-
<b>Net cash used in investing activities</b>	<b>(52,494)</b>	<b>(4,200)</b>
<b>Cash Flows From Financing Activities</b>		
Proceeds from issuance of shares	100,500	-
Proceeds from issuance of shares-ESOS	32	3,224
(Increase)/Decrease in fixed deposits pledged	(8,122)	(137)
Drawdown of hire purchase	5,121	350
Repayment of hire purchase payables	(2,032)	(2,186)
Drawdown of bank borrowings	4,450	12,500
Repayment of bank borrowings	(4,858)	(13,295)
<b>Net cash used in financing activities</b>	<b>95,091</b>	<b>456</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>45,814</b>	<b>(693)</b>
<b>Effect of exchange rate fluctuation</b>	<b>5,665</b>	<b>(2,550)</b>
<b>Cash and cash equivalents at beginning of the finance period</b>	<b>99,945</b>	<b>76,887</b>
<b>Cash and cash equivalents at end of the finance period</b>	<b>151,424</b>	<b>73,644</b>

<b>Cash and cash equivalents at end of the finance year:-</b>		
Cash and bank balances	132,685	64,394
Fixed deposits with licensed banks	34,098	16,364
	166,783	80,758
Less: Fixed deposits pledged to licensed banks	(15,359)	(7,114)
	<b>151,424</b>	<b>73,644</b>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2017)



**GHL SYSTEMS BERHAD**  
(Company No: 293040-D)

**Part A: Explanatory notes on consolidated results for the quarter ended 30 June 2018**

**A1. Basis of Preparation**

The interim financial report has been prepared in accordance with MFRS 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The results for this interim period are unaudited and should be read in conjunction with the Group’s audited consolidated financial statements and the accompanying notes for the year ended 31 December 2017.

**A2. Significant Accounting Policies**

The financial information presented herein has been prepared in accordance with the accounting policies to be used in preparing the annual consolidated financial statements for 31 December 2018 under the MFRS framework. These policies do not differ significantly from those used in the audited consolidated financial statements for 31 December 2017.

As of 1 January 2018, the Group and the Company have adopted the following revised MFRSs and Amendments to MFRSs that have been issued by the MASB:

**Effective for annual periods beginning on or after 1 January 2018**

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 1 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018
Clarification to MFRS 15	1 January 2018
MFRS 9 <i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 January 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
IC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2018
Amendments to MFRS 140 <i>Transfers of Investment Property</i>	1 January 2018
Amendments to MFRS 4 <i>Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts</i>	See MFRS 4 Paragraphs 46 and 48

Adoption of the above MFRS and Amendments to MFRSs and Annual Improvement to Standards will have no material impact on the financial statements of the Group.

**MFRSs and Amendments to MFRS issued but not yet effective**

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group.

<b>Title</b>	<b>Effective Date</b>
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred



**GHL SYSTEMS BERHAD**  
(Company No: 293040-D)

**A2. Significant Accounting Policies (continued)**  
**MFRSs and Amendments to MFRS issued but not yet effective (continued)**

The Group and the Company are in the process of assessing the impact of implementing these Standards, Amendments and Interpretations since the effects would only be observable for the future financial years.

**A3. Audit Report of Preceding Annual Financial Statements**

The audit report for the annual financial statements of the Group for the financial year ended 31 December 2017 was not subject to any audit qualification.

**A4. Seasonal or Cyclical Factors**

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

**A5. Unusual Items**

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

**A6. Changes in Estimates**

There were no changes in estimates that have had any material effect during the current quarter.

**A7. Changes in Debts and Equity Securities**

During the current quarter, the Company:

- (i) Issued 30,000 new ordinary shares at average exercise price of RM1.08 pursuant to the Executives' Share Scheme ("ESS")
- (ii) issued 13,414,941 new ordinary shares at the issue price of RM1.1927 being the Tranche 1 GHL Consideration Shares for acquisition of Paysys (M) Sdn Bhd
- (iii) issued 65,000,000 Placement Shares at RM1.30 per Placement Share to Apis Growth 14 Ltd at the issue price of RM1.30.

Saved as disclosed above, there were no other issuance and repayment of debt and equity securities, share buy-backs and share cancellations during the current quarter.

**A8. Dividend Paid**

There were no dividends paid for the current quarter ended 30 June 2018.



**GHL SYSTEMS BERHAD**  
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**A9. Segmental Reporting**

The Group has four reportable segments for continuing operations, as described below, which are the Group's strategic business units. The strategic business units offer different geographical locations and are managed separately. The following summary describes the geographical locations units in each of the Group's reportable segments.

- (a) Malaysia
- (b) Philippines
- (c) Thailand
- (d) Australia

The core revenue of the Group comprises; Shared Services, Solution Services and Transaction Payment Acquisition. The activities within each of these core businesses are explained below:-

**Shared Services** comprises mainly revenue derived from the sales, rental and maintenance of EDC terminals and other card acceptance devices and the supply of cards to banks and other payment operators.

**Solution Services** comprises mainly revenue derived from the sales and services of payment solutions which include network devices and related software, outsourced payment networks, management/processing of payment and loyalty cards, internet payment processing, and the development of card management systems.

**Transaction Payment Acquisition ("TPA")** comprises revenue derived from 2 distinct components:-

- i) e-pay services which provides Telco prepaid and other top-up facilities and, bill collection services for consumers ("reload and collection services") and
- ii) GHL's direct merchant acquiring and card payment services ("card payment services")

Performance is measured based on core businesses revenue and geographical profit before tax and interest, as included in the internal management reports that are reviewed by the Group's Chief Executive Officer. Core businesses revenue and geographical profit are used to measure performance as management believes that such information are the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.



**GHL SYSTEMS BERHAD**  
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**A9. Segmental Reporting (continued)**

Quarter - 30 June	Malaysia		Philippines		Thailand		Australia		Adjustment and Elimination		Consolidated	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CONTINUING OPERATIONS</b>												
<b>REVENUE</b>												
<b>External Sales</b>												
Shared Services	5,879	6,020	4,568	4,662	8,629	1,243	-	-	(5)	-	19,071	11,925
Solution Services	2,227	1,856	493	441	212	323	310	297	-	-	3,242	2,917
Transaction Payment Acquisition	40,552	43,667	2,776	1,564	2,083	678	-	-	-	-	45,411	45,909
Inter-segment sales	6,765	6,109	-	-	-	-	-	-	(6,765)	(6,109)	-	-
	<b>55,423</b>	<b>57,652</b>	<b>7,837</b>	<b>6,667</b>	<b>10,924</b>	<b>2,244</b>	<b>310</b>	<b>297</b>	<b>(6,770)</b>	<b>(6,109)</b>	<b>67,724</b>	<b>60,751</b>
<b>RESULTS</b>												
<b>Normalised EBITDA</b>	<b>6,959</b>	<b>9,430</b>	<b>2,810</b>	<b>2,575</b>	<b>1,813</b>	<b>515</b>	<b>154</b>	<b>90</b>	<b>46</b>	<b>841</b>	<b>11,782</b>	<b>13,451</b>
<i>Adjusted for:</i>												
<i>Professional fees</i>	(371)	(590)	-	-	-	-	-	-	-	-	(371)	(590)
<i>Unrealised gain/(loss) on forex</i>	1,149	(613)	(308)	(160)	(198)	14	-	-	(46)	(841)	597	(1,600)
<b>EBITDA</b>	<b>7,737</b>	<b>8,227</b>	<b>2,502</b>	<b>2,415</b>	<b>1,615</b>	<b>529</b>	<b>154</b>	<b>90</b>	<b>-</b>	<b>-</b>	<b>12,008</b>	<b>11,261</b>
Interest income	427	193	2	1	4	2	-	-	-	-	433	196
Interest expense	(384)	(351)	(60)	(93)	(20)	-	-	-	-	-	(464)	(444)
Depreciation of PPE	(3,181)	(2,785)	(1,725)	(1,823)	(573)	(444)	-	-	-	-	(5,479)	(5,052)
Amortisation of intangible assets	(64)	(89)	-	-	-	-	-	-	-	-	(64)	(89)
Share of results of associate company	(239)	(10)	-	-	-	-	-	-	-	-	(239)	(10)
Taxation	(533)	(431)	(389)	(197)	(248)	-	-	-	248	-	(922)	(628)
<b>Segment profit/ (loss) for the financial period</b>	<b>3,763</b>	<b>4,754</b>	<b>330</b>	<b>303</b>	<b>778</b>	<b>87</b>	<b>154</b>	<b>90</b>	<b>248</b>	<b>-</b>	<b>5,273</b>	<b>5,234</b>
Minority interest	-	-	-	-	-	-	-	-	(9)	(2)	(9)	(2)
<b>Segment profit/ (loss) for the financial period after non-controlling interest</b>	<b>3,763</b>	<b>4,754</b>	<b>330</b>	<b>303</b>	<b>778</b>	<b>87</b>	<b>154</b>	<b>90</b>	<b>239</b>	<b>(2)</b>	<b>5,264</b>	<b>5,232</b>
<b>Segmental assets</b>	<b>583,681</b>	<b>321,901</b>	<b>39,043</b>	<b>43,917</b>	<b>33,303</b>	<b>11,445</b>	<b>403</b>	<b>536</b>	<b>(115,599)</b>	<b>(2,054)</b>	<b>540,831</b>	<b>375,745</b>
<b>Segmental liabilities</b>	<b>293,818</b>	<b>172,958</b>	<b>19,968</b>	<b>25,919</b>	<b>19,505</b>	<b>8,544</b>	<b>794</b>	<b>1,281</b>	<b>(178,028)</b>	<b>(98,185)</b>	<b>156,057</b>	<b>110,517</b>





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**A9. Segmental Reporting (continued)**

Cumulative - 30 June	Malaysia		Philippines		Thailand		Australia		Adjustment and Elimination		Consolidated	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CONTINUING OPERATIONS</b>												
<b>REVENUE</b>												
<b>External Sales</b>												
Shared Services	12,103	19,560	8,849	9,010	10,419	2,625	-	-	(13)	-	31,358	31,195
Solution Services	4,763	3,574	903	735	819	583	536	435	-	-	7,021	5,327
Transaction Payment Acquisition	80,049	88,161	4,915	2,900	4,132	1,169	-	-	-	-	89,096	92,230
Inter-segment sales	13,777	11,447	-	-	-	-	-	-	(13,777)	(11,447)	-	-
	<b>110,692</b>	<b>122,742</b>	<b>14,667</b>	<b>12,645</b>	<b>15,370</b>	<b>4,377</b>	<b>536</b>	<b>435</b>	<b>(13,790)</b>	<b>(11,447)</b>	<b>127,475</b>	<b>128,752</b>
<b>RESULTS</b>												
<b>Normalised EBITDA</b>	<b>16,706</b>	<b>18,843</b>	<b>5,745</b>	<b>5,085</b>	<b>2,853</b>	<b>1,038</b>	<b>239</b>	<b>16</b>	<b>(1,082)</b>	<b>704</b>	<b>24,461</b>	<b>25,686</b>
<i>Adjusted for:</i>												
<i>Professional fees</i>	(473)	(611)	-	-	-	-	-	-	-	-	(473)	(611)
<i>Unrealised gain/(loss) on forex</i>	133	(856)	(842)	(213)	(64)	164	-	-	1,082	(704)	309	(1,609)
<b>EBITDA</b>	<b>16,366</b>	<b>17,376</b>	<b>4,903</b>	<b>4,872</b>	<b>2,789</b>	<b>1,202</b>	<b>239</b>	<b>16</b>	<b>-</b>	<b>-</b>	<b>24,297</b>	<b>23,466</b>
Interest income	704	386	5	2	4	2	-	-	-	-	713	390
Interest expense	(720)	(800)	(118)	(253)	(20)	-	-	-	-	-	(858)	(1,053)
Depreciation of PPE	(6,226)	(5,558)	(3,293)	(3,618)	(1,098)	(859)	(1)	(1)	-	-	(10,618)	(10,036)
Amortisation of intangible assets	(127)	(182)	-	-	-	-	-	-	-	-	(127)	(182)
Share of results of associate company	512	(30)	-	-	-	-	-	-	-	-	512	(30)
Taxation	(1,296)	(1,620)	(782)	(364)	(248)	-	-	-	(449)	-	(2,775)	(1,984)
<b>Segment profit/ (loss) for the financial period</b>	<b>9,213</b>	<b>9,572</b>	<b>715</b>	<b>639</b>	<b>1,427</b>	<b>345</b>	<b>238</b>	<b>15</b>	<b>(449)</b>	<b>-</b>	<b>11,144</b>	<b>10,571</b>
Minority interest	-	-	-	-	-	-	-	-	(14)	(13)	(14)	(13)
<b>Segment profit/ (loss) for the financial period after non-controlling interest</b>	<b>9,213</b>	<b>9,572</b>	<b>715</b>	<b>639</b>	<b>1,427</b>	<b>345</b>	<b>238</b>	<b>15</b>	<b>(463)</b>	<b>(13)</b>	<b>11,130</b>	<b>10,558</b>
<b>Segmental assets</b>	<b>583,681</b>	<b>321,901</b>	<b>39,043</b>	<b>43,917</b>	<b>33,303</b>	<b>11,445</b>	<b>403</b>	<b>536</b>	<b>(115,599)</b>	<b>(2,054)</b>	<b>540,831</b>	<b>375,745</b>
<b>Segmental liabilities</b>	<b>293,818</b>	<b>172,958</b>	<b>19,968</b>	<b>25,919</b>	<b>19,505</b>	<b>8,544</b>	<b>794</b>	<b>1,281</b>	<b>(178,028)</b>	<b>(98,185)</b>	<b>156,057</b>	<b>110,517</b>



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**A10. Valuation of Property, Plant and Equipment**

There were no changes or amendments to the valuation of property, plant and equipment from the previous annual financial statements.

**A11. Material Subsequent Events to the end of Current Quarter**

There were no material events arising in the interval between the end of the current quarter and the date of this announcement which would likely affect the results of the operations of the Group.

**A12. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the financial quarter under review other than the following:

On 26 June 2018, the acquisition of Paysys (M) Sdn Bhd was completed and became an indirect wholly-owned subsidiary of GHL Systems Berhad.

**A13. Contingent Liabilities**

The Group does not have any contingent liabilities as at the date of this report other than the following:

	<b>RM'000</b>
(a) Banker's guarantee in favour of third parties	
- Secured	26,680
(b) Corporate guarantee – Financial Institution and trade suppliers	126,808
	153,488

**A14. Capital Commitments**

Capital commitments for purchase of property, plant and equipment not provided for as at 30 June 2018 are as follows:

	<b>RM'000</b>
Approved but not contracted for	
	1,552

**A15. Significant Related Party Transactions**

Significant related party transactions for the current quarter and year to date under review are as follows:

Related Party:	Current Quarter 30/6/2018 RM'000	Preceding Year Corresponding Quarter 30/6/2017 RM'000	Current Year To Date 30/6/2018 RM'000	Preceding Year Corresponding Period 30/6/2017 RM'000
@ Office rental paid to Telemas Corporation Sdn Bhd ("Telemas") and Global Voice Corporation Sdn Bhd *	145	140	280	270

@ Mr Loh Wee Hian also has direct interest in Telemas Corporation Sdn Bhd and Global Voice Corporation Sdn Bhd.



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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Performance**

**Performance of current quarter (2Q18) vs corresponding quarter (2Q17) by segment**

GHL's 2Q18 group turnover grew by 11.5% yoy to RM 67.7 million as compared to RM60.8 million for the corresponding period in 2Q17. 2Q18 pre-tax profits were also 6% higher at RM6.2 million compared to RM5.9 million in 2Q17. However profit after tax was flat at RM5.27 million (2Q17 RM5.23 million), due to a higher effective taxation rate. The group's topline improvement in this quarter was due primarily to both the Shared Services and Solutions Services but the TPA division registered a small decline yoy over 2Q17. The group's balance sheet remains healthy with a net cash position of RM127.3 million (30.6.2018 – Net cash RM44.8 million).

The performance of the individual segments are as follows.

Shared Services

Shared services division gross revenue in 2Q18 grew by 60% yoy to RM19.1 million (2Q17 – RM11.9 million) due to strong Electronic Data Capture (EDC) hardware sales in 2Q18 and rental revenue.

Solutions Services

Solutions services gross revenue was up by 11% in 2Q18 to RM3.2 million (2Q17 – RM2.9 million) due to better non-recurring hardware and software sales in 2Q18. Recurring rental and maintenance revenues were down marginally in 2Q18.

Transaction Payment Acquisition (TPA)

The TPA business has 2 distinct components, each in a different stage of development. These are; i) e-pay's direct contractual relationships with merchants to provide Telco prepaid and other top-up facilities and, bill collection services for consumers ("reload and collection services") and ii) GHL's direct contractual relationships with merchants to provide international and domestic card payment services ("card payment services"). Each of these is described in more detail as follows: -

**(i) e-pay (reload and collection services)**

e-pay is the largest provider of reload and collection services in Malaysia. It has approximately 36,180 acceptance points nationwide, encompassing all petrol chains, the largest convenience store chains and over 8,000 general stores. The e-pay brand is well known to consumers who use the service. With over 19 years experience, e-pay is clearly the market leader in Malaysia within this industry segment.

A summary of key data relating to the e-pay business is found in the Table 1 below. As can be seen, the transaction value processed by e-pay is down by 4% with gross profit margins showing a 5% improvement to 120 basis points.



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**B1. Review of Performance (continued)**

**Table 1**

<b>e-pay</b> <i>(All stated in RM'millions unless stated otherwise)</i>	<b>2Q 2017</b>	<b>2Q 2018</b>	<b>% change</b>
Transaction Value Processed	957.81	921.12	-4%
Gross Revenue	35.47	31.75	-10%
Gross Revenue / Transaction Value (Note 1)	3.70%	3.45%	-7%
Gross Profit	10.91	11.06	1%
Gross Profit / Transaction Value (Note 1)	1.14%	1.20%	5%
Merchant Footprint - e-pay Only (Thousands)	35.64	36.18	2%

Note 1 - Gross Revenue or Gross Profit respectively divided by the Transaction Value Processed expressed as a %.

**(ii) GHL (e-payment services)**

This TPA electronic payment services business is driven by our TPA arrangements with leading domestic banks in our respective markets as well as a leading China e-wallet provider which is expanding into Asean. The existing GHL TPA data as shown in Table comprises of the following activities;

- a) Various Merchant Discount Rate (“MDR”) revenue sharing arrangements under direct contracts with merchants and banks in Malaysia, Thailand and Philippines
- b) Domestic debit card merchant acquisition in Malaysia and Thailand
- c) Internet TPA (“eGHL”) in Malaysia, Indonesia and Thailand
- d) e-wallet providers in Malaysia, Thailand and Philippines

A summary of key data relating to the card payment business is found in the Table below. While the transaction value processed grew strongly by 54%, Gross Profit/transaction margins declined yoy due to ongoing competition in the market in terms of MDR and monthly rental. Over the longer term, however, margins should stabilise as more merchants are on-boarded and a larger portfolio is built as well as our overseas TPA in Philippines and Thailand gather momentum. The introduction of e-wallets in all three markets in 2018 is expected to contribute positively in the near future.

**Table 2**

<b>GHL Electronic payments TPA</b> <i>(All stated in RM'millions unless stated otherwise)</i>	<b>2Q 2017</b>	<b>2Q 2018</b>	<b>% change</b>
Transaction Value Processed (Note 1)	966.79	1,488.46	54%
Gross Revenue	10.78	13.67	27%
Gross Revenue / Transaction Value (Note 2)	1.12%	0.92%	-18%
Gross Profit (Note 3)	5.19	5.81	12%
Gross Profit / Transaction Value (Note 2)	0.54%	0.39%	-27%
Merchant Footprint - TPA Only (Thousands)	29.27	39.83	36%

Note 1 – The 2Q 2018 Transaction Value Processed includes transactions relating to Philippine’s Bancnet transactions which were previously omitted in 2017 which has been restated. Bancnet inclusion commenced only in 2017 due to regulatory changes.

Note 2 - Gross Revenue or Gross Profit respectively divided by the Transaction Value Processed expressed as a %.

Note 3 – The gross profit has been restated as a result of changes in indirect costs allocation basis due to required improvements to our internal business processes to include certain network service and compliance fees, as well as support expenses relating to the TPA business that were previously included in the administrative OPEX expenses. This reclassification from OPEX to COGS is intended to more accurately reflect the gross margins of this payment TPA segment.



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#### **B1. Review of Performance (continued)**

TPA division's gross revenues declined marginally by 1% in 2Q18 to hit RM45.4 million (2Q17 – RM45.9m) due to revenue growth from payments TPA but this was tempered by a decline in e-pay revenues. e-pay remains the major contributor in the TPA segment but the GHL electronic payments TPA (encompassing card, online, mobile and next-gen payments) are growing at a faster rate.

#### **Performance of current quarter (2Q 2018) vs corresponding quarter (2Q17) by geographical segment**

GHL's 2Q18 group turnover grew by 11.5% yoy to RM 67.7 million as compared to RM60.8 million for the corresponding period in 2Q17 with revenue decline of 6% being recorded in Malaysia but Thailand and Philippines contributed a growth of 387% and 18% yoy growth respectively. All the geographical markets contributed positively to the EBITDA line. Group wise, 2Q18 pre-tax profit was up by 6% to RM6.2 million (RM5.9 million pre-tax profit in 2Q17) due to higher hardware sales as compared to the same period in 2Q17.

Malaysia operations accounted for 72% of group revenues in 2Q18 with a 2% yoy decline in Shared Services due to lower EDC hardware sales but compensated by better rental revenue. The TPA segment was down by 7% yoy due to lower e-pay revenues as a result of change in product mix but this was compensated by higher MDR revenues from payments TPA. Solutions services was up by 20% yoy due to higher software/hardware sales.

The Philippines operations was the third largest contributor, accounting for 11.6% of 2Q18 group revenues. This 2nd quarter saw revenues grew by 18% yoy to RM7.8 million (2Q17 – RM6.7m) supported mainly by growth in TPA rental and MDR fees. Shared Services declined due to lower hardware sales whereas Solutions Services saw a small growth due to hardware sales. The Philippines segment has been laying the ground work to further expand TPA in the Philippines to partner one of the leading banks in increasing merchant acceptance points as well as increase merchant acquiring for their debit product under BancNet.

Thailand operations' 2Q18 revenue contributed 16% to the group total and grew by an impressive 387% to RM10.9 million (2Q17 RM2.2 million) as the group recorded strong hardware and software sales to a bank in its Shared Services division in 2Q18. Solutions Services segment saw a small decline due to software sales in 2Q17 which was not repeated in 2Q18. TPA revenues saw an increase of 207% to RM2.1 million (2Q17 – RM 0.7 million) from higher transactional fee revenue as well as rental collected.

The group's Australian operations recorded 2Q18 revenues of RM0.3 million (2Q17 – RM0.3 million) on an ongoing maintenance projects in Australia in its Solutions Service division. There are no Shared solutions and TPA revenues recorded by our Australian operations.



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**Segmental QoQ analysis – 2Q18 vs 1Q18**

Revenue (RM million)	2Q2018	1Q2018
Shared Services	19.1	12.3
Solutions Services	3.2	3.8
TPA	45.4	43.7
<b>Group revenue</b>	<b>67.7</b>	<b>59.7</b>
<b>Profit Before Tax</b>	<b>6.2</b>	<b>7.7</b>

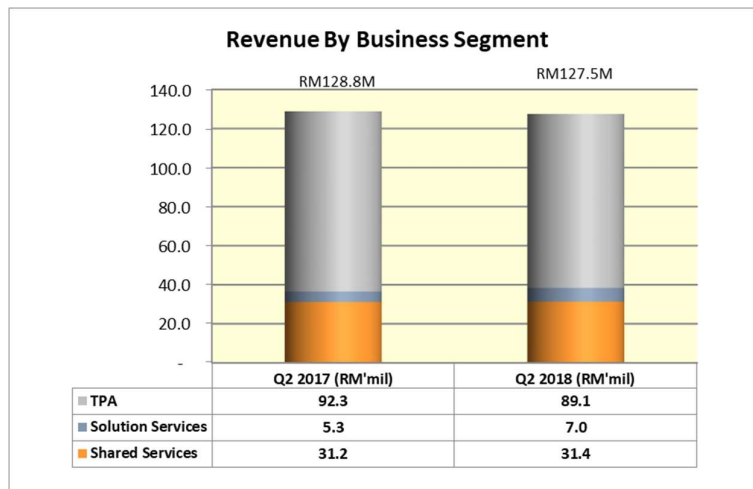
For the 2Q18 ended 30th June 2018, the group recorded revenues of RM67.7 million, a 13.3% qoq growth over RM59.7 million recorded in 1Q18. The topline growth was driven by our Thailand operations which saw improved hardware sales in 2Q18. 2Q18 pre-tax profit however saw a decline of 19.8% qoq due to higher associate contribution and lower depreciation in the preceding quarter of 1Q18.

**Performance of year to date period (2Q 2018) vs corresponding period (2Q 2017) by segment**

Group turnover for the first 6 months of 2018 was down marginally by 1% yoy to RM127.5 million (1H17 – RM128.8m) with growth registered by the Philippines and Thai operating units but was dragged by the Malaysian operations. The segment performance are as follows (Shared Services, +0.5% yoy; Solutions Services, +31% yoy; TPA, -3% yoy). Pre-tax profit was up by 10.9% yoy to RM13.9 million compared to RM12.6 million a year ago and pre-tax margin was 10.9%, compared to 2Q17’s pre-tax margin of 9.8%.

Net profit after tax grew by 5.4% yoy to RM11.1 million (1H17 – RM10.6 million). Net profit growth was weaker as compared to pre-tax profit growth due higher effective taxation rates in 1H18.

**Performance of year to date period (2Q 2018) vs corresponding period (2Q 2017) by segment (continued)**

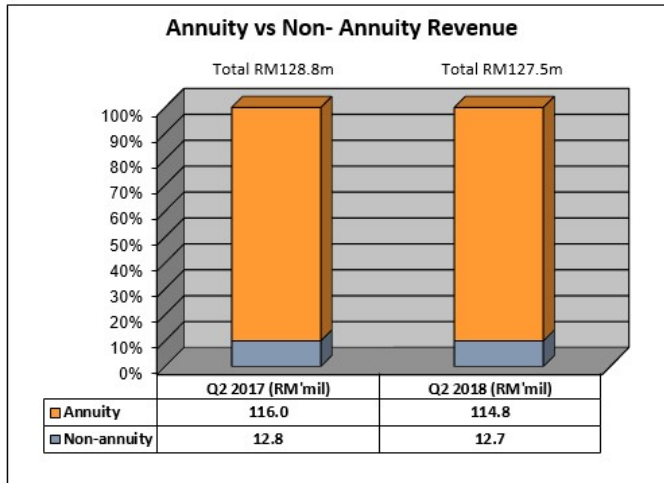


Shared Services and Solutions Services recorded improved performance sales due to higher rental revenue collected and software sales in 1H18. TPA performance was down in the first 6 months of 2018 as compared to the same period last year due to a weaker e-pay sales due to a change in product mix but this was compensated by improved collection of MDR transaction fees.



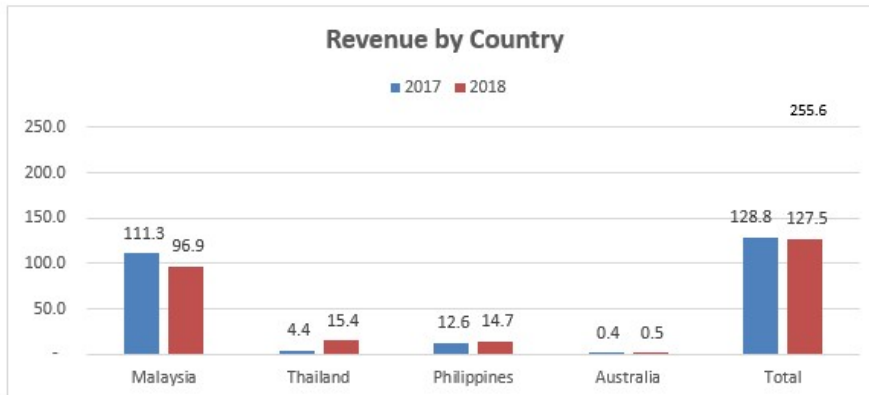
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**B1. Review of Performance (continued)**



The annuity based revenue component within the group’s total revenue remains high at 90% this was consistent for both periods under comparison. The group’s strategy is to grow the TPA and other businesses that have a strong annuity based revenue and de-prioritise non-recurrent hardware and software sales. As TPA gathers momentum in all 3 geographical markets, we expect annuity revenues will grow even stronger.

**Performance of year to date period (2Q 2018) vs corresponding period (2Q 2017) by country**



1H18 group turnover was down marginally by 1% yoy to RM127.5 million (1H17 – RM128.8m). Pre-tax profits grew by 10.9% to RM13.9 million compared to RM12.6 million a year ago and pre-tax margin was 10.9%, an improvement over 1H17’s pre-tax margin of 9.8%.

Malaysian operations contributed 76% (1H17 – 86%) of group turnover and the decrease was due to a weaker TPA performance of e-pay sales as well as slower EDC hardware sales in Shared Services. EBITDA margin was at 16.9% for 1H18, an improvement from 15.6% in 1H17.

Philippines turnover was 16% yoy higher at RM14.7m (1H17 - RM12.6m) with EBITDA margin at 33.4% from 38.5% on the corresponding period. Shared Services was down marginally yoy but Solutions Services and TPA registered yoy growth driven by higher TPA MDR fees collected.



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**Performance of year to date period (2Q 2018) vs corresponding period (2Q 2017) by country (continued)**

Thailand recorded a strong growth in topline revenue of 251% due to higher EDC hardware sales from its Shared Services segment. TPA saw 1H18 revenue of RM4.1 million vs 1H17 revenues of RM1.2 million due to the ongoing merchant acquiring for the Chinese based e-wallet. EBITDA remains positive at 18.1% compared to 27.5% in 1H17 due to lower margin from the EDC hardware sales.

Australia remains the smallest contributor to group operations at RM0.5 million or 0.42% of group turnover compared to 1H17 turnover of RM0.4 million. This led to a small EBITDA contribution of RM0.2 million compared to RM16,000 in the same period of the previous year.

**B2. CURRENT YEAR'S PROSPECTS (FY2018)**

The Group continues to focus on merchant acquisition across the three markets by offering our clients, payments options ranging from credit/debit acceptance, mobile payments as well as internet payments. In 2017, saw Malaysia commenced payment acceptance of a China based e-wallet with the Philippines following closely in early 2018. The emergence QR based e-wallets have spurred growth of domestic e-wallet players in all three markets and 2018 will see the launch of several local players in this space. This bodes well for GHL, as it increases our competitive edge in offering our merchants an integrated omni-channel payment solution.

The group remains optimistic of further developing TPA as a key growth engine for the group given the changes in the payment landscape as e-payments gain further traction as driven by not only regulatory directives, growing market acceptance, but also positive changes in consumer preferences towards e-payments.

Although TPA is a key focus, the group's recognises that the payment infrastructure within the markets it operates in remains under developed. Opportunities remain in the traditional space of EDC hardware sales and payment network infrastructure and GHL remains well poised to capitalise on this growth area. The outlook for 2018 remains cautiously optimistic.

**B3. Profit Forecast and Profit Guarantee**

The Company has not issued any profit forecast or profit guarantee.

**B4. Profit before Taxation**

	<b>Current Quarter</b> <b>30/6/2018</b> <b>RM'000</b>	<b>Preceding Year</b> <b>Corresponding</b> <b>Quarter</b> <b>30/6/2017</b> <b>RM'000</b>	<b>Current Year</b> <b>To Date</b> <b>30/6/2018</b> <b>RM'000</b>	<b>Preceding Year</b> <b>Corresponding</b> <b>Period</b> <b>30/6/2017</b> <b>RM'000</b>
Amortisation of intangible asset	64	89	127	182
Bad Debt written off	1,194	1,084	1,194	1,094
Depreciation of property, plant and equipment	5,479	5,052	10,618	10,034
Fixed assets written off	-	2	9	2
(Gain)/Loss on foreign exchange:				
Realised	78	(930)	95	(940)
Unrealised	(1,723)	54	(309)	201
(Gain)/loss on disposal of fixed Assets	(1)	159	(1)	(238)
Impairment loss on receivables	197	(239)	198	615





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**B4. Profit before Taxation (continued)**

	Current Quarter 30/6/2018 RM'000	Preceding Year Corresponding Quarter 30/6/2017 RM'000	Current Year To Date 30/6/2018 RM'000	Preceding Year Corresponding Period 30/6/2017 RM'000
Interest income	(433)	(196)	(713)	(390)
Interest expenses	464	444	858	1,053
Inventory written off/(back)	6	(584)	(26)	19
Rental expenses	371	(81)	711	235
Reversal of allowance for doubtful debts	(1,173)	(1,075)	(1,228)	(1,075)
Share based payment	257	6	257	13

**B5. Taxation**

	Current Quarter 30/6/2018 RM'000	Preceding Year Corresponding Quarter 30/6/2017 RM'000	Current Year To Date 30/6/2018 RM'000	Preceding Year Corresponding Period 30/6/2017 RM'000
Current tax expenses based on profit for the financial year:				
Malaysian income tax	(532)	(431)	(1,992)	(1,620)
Foreign income tax	(390)	(198)	(783)	(364)
<b>Total</b>	<b>(922)</b>	<b>(629)</b>	<b>(2,775)</b>	<b>(1,984)</b>

The Group's tax rate is disproportionate to the statutory tax rate due to unabsorbed tax losses and unutilised tax allowances and deferred tax benefits of certain companies within the Group.

**B6. Profit on Sale of Unquoted Investment and/or Properties**

There was no disposal of unquoted investment or properties for the current quarter.

**B7. Purchase and Disposal of Quoted Securities**

There was no purchase or disposal of quoted securities for the current quarter.

**B8. Status of Corporate Proposals**

**(a) Proposed acquisitions of equity interests in MPOS Global Limited ("MPOS Global")**

The Board of GHL wishes to announce that GHL had resolved to subscribe for 6.1% equity interest in MPOS Global instead of 31.16% as per the Revised SSA after taking into consideration, among others, the non-fulfilment of conditions precedent of the MPOS Vietnam SPA including regulatory requirements, MPOS's capital requirements and business environment in Vietnam. In relation thereto, GHL and MPOS Global had on 18 June 2018 executed a Share Subscription Form for GHL to subscribe for 326,797 new ordinary shares of MPOS Global (representing 6.1% of the total paid-up shares of MPOS Global) at the price of USD1.53



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**B8. Status of Corporate Proposals (continued)**

**(a) Proposed acquisitions of equity interests in MPOS Global Limited (“MPOS Global”) (continued)**

per MPOS Global share on the same basis as the Revised SSA. The aforementioned 6.1% equity interest in MPOS Global had been settled via the USD500,000 deposit paid for the Proposed Acquisition.

On 18 June 2018, the parties to the MPOS Vietnam SPA had via an exchange of letter agreed to extend the MPOS Vietnam Closing date for a further 6 months from 15 June 2018 to 14 December 2018.

**(b) Proposed acquisition of Paysys (M) Sdn Bhd (“PMSB”)**

In accordance with the terms and conditions of the SSA, GHL had on 26 June 2018 paid the Cash Consideration of RM40 million to the Sellers (Paysys Group Holdings Sdn Bhd and Rica Holdings (M) Sdn Bhd) and issued the 13,414,941 Tranche 1 GHL Consideration Shares to be placed in escrow accounts managed by the Escrow Agent. Accordingly, the Proposed Acquisition was completed on 26 June 2018 and resulting in PMSB became an indirect wholly-owned subsidiary of GHL.

**(c) Proposed Private Placement**

On 31 May 2018, the Company has fixed the issue price for the placement of 65,000,000 Placement Shares at RM1.30 per Placement Share to Apis Growth 14 Ltd. The issue price of RM1.30 represents a discount of approximately 8.20% over the five (5)-day Volume Weighted Average Market Price (VWAMP) of GHL Shares up to 30 May 2018 of RM1.4161 (Source: Bloomberg).

Apis Growth 14 Ltd is a private equity fund managed by Apis Partners LLP, a private equity fund manager focused on investing in financial services companies.

The Proposed Private Placement was completed on 8 June 2018 following the listing of 65,000,000 Placement Shares of RM1.30 each on the Main Market of Bursa Securities.

**B9. Group Borrowings and Debt Securities**

The Group’s borrowings and debt securities as at 30 June 2018 are as follows: -

	Long-term Borrowings		Short-term Borrowings		Total Borrowings	
	Foreign '000	RM'000	Foreign '000	RM'000	Foreign '000	RM'000
<b>Secured</b>						
<i>Bank borrowings</i>						
- Ringgit Malaysia	-	15,179	-	4,789	-	19,968
- Philippine Peso	12,228	925	4,765	360	16,993	1,285
<i>Hire purchase</i>						
- Ringgit Malaysia	-	1,979	-	180	-	2,159
- Philippine Peso	42,098	3,184	22,669	1,715	64,767	4,899
<b>Unsecured</b>						
<i>Bank borrowings</i>						
- Ringgit Malaysia	-	6,939	-	1,102	-	8,041
- Thai Baht			26,000	3,169	26,000	3,169
		<b>28,206</b>		<b>11,315</b>		<b>39,521</b>



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**B10. Realised and Unrealised Profit**

	<b>As at 30/6/2018</b>	<b>As at 30/6/2017</b>
	<b>RM'000</b>	<b>RM'000</b>
Total retained profit of the Group:-		
- Realised	82,518	61,507
- Unrealised	(1,064)	(922)
	<u>81,454</u>	<u>60,585</u>
Less: Consolidation adjustment	(13)	(167)
<b>Total group retained</b>	<b><u>81,441</u></b>	<b><u>60,418</u></b>

**B11. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk as at the date of this report.

**B12. Material Litigation**

As at the date of this report, the Group is not engaged in any material litigation, claims, arbitration or prosecution, either as plaintiff or defendant, and the Board is not aware of any proceedings pending or threatened against the Group or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Group.

**B13. Earnings Per Share**

**a) Basic earnings per share**

Basic earnings per ordinary share for the financial period is calculated by dividing the profit for the financial period attributable to equity holders of the parent by the weighted average number of ordinary shares outstanding (excluding treasury shares) during the financial period.

**b) Diluted earnings per share**

Diluted earnings per ordinary share for the financial period is calculated by dividing the profit for the financial period attributable to equity holders of the parent by the weighted average number of ordinary shares outstanding (excluding treasury shares) during the financial period adjusted for the effects of dilutive potential ordinary shares.



**GHL SYSTEMS BERHAD**  
 (Company No: 293040-D)

**B13. Earnings Per Share (continued)**

	<b>Current Quarter</b>	<b>Preceding Year</b>	<b>Current Year</b>	<b>Preceding Year</b>
	<b>30/6/2018</b>	<b>Corresponding</b>	<b>TO Date</b>	<b>Corresponding</b>
	<b>RM'000</b>	<b>Quarter</b>	<b>30/6/2018</b>	<b>Period</b>
		<b>30/6/2017</b>	<b>RM'000</b>	<b>30/6/2017</b>
		<b>RM'000</b>		<b>RM'000</b>
<b><u>Basic</u></b>				
Profit attributable to owners of the Company (RM'000)	5,264	5,231	11,131	10,558
Weighted average number of ordinary shares in issue and issuable (Unit'000)	726,368	657,270	669,673	654,871
Basic earnings per share (Sen)	0.72	0.80	1.66	1.61
<b><u>Diluted</u></b>				
Profit attributable to owners of the Company (RM'000)	5,264	5,231	11,131	10,558
Weighted average number of ordinary shares in issue and issuable (Unit'000)	728,990	657,270	672,295	654,871
Diluted earnings per share (Sen)	0.72	0.80	1.66	1.61