

REDTONE INTERNATIONAL BERHAD

(Company No: 596364-U)

(Incorporated in Malaysia)

Date : 25 June 2018

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018

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REDTONE INTERNATIONAL BERHAD
(Company No.: 596364-U)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 30 April 2018 RM'000	As at 30 April 2017 RM'000 (Audited)
ASSETS			
Non-current Assets			
Property, plant and equipment		19,914	22,365
Investment properties		1,160	1,760
Deferred tax assets		5,372	5,518
Goodwill		423	423
Intangible assets		37,001	37,826
Development costs		847	3,208
		<u>64,717</u>	<u>71,100</u>
Current Assets			
Inventories		437	657
Trade receivables	A12	59,539	104,009
Other receivables, deposits and prepayment		7,994	7,642
Tax recoverable		5,056	5,693
Other investments - Cash Management Fund		17,605	-
Cash and bank balances		53,528	47,798
		<u>144,159</u>	<u>165,799</u>
TOTAL ASSETS		<u>208,876</u>	<u>236,899</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	A7(a)	147,524	147,359
Reserves		<u>(2,819)</u>	<u>(8,848)</u>
		144,705	138,511
Treasury shares	A7(b)	<u>(5,653)</u>	<u>(5,653)</u>
Equity Attributable to Owners of the Company		139,052	132,858
Non-controlling interests		<u>3,687</u>	<u>4,920</u>
Total Equity		<u>142,739</u>	<u>137,778</u>
Non-current Liabilities			
Irredeemable convertible unsecured loan stocks ("ICULS")		265	404
Loans and borrowings	B8	1,664	1,800
Deferred tax liabilities		<u>1,141</u>	<u>1,933</u>
		<u>3,070</u>	<u>4,137</u>
Current Liabilities			
Trade payables	A13	37,277	49,995
Other payables and accruals	A13	20,339	17,339
Loans and borrowings	B8	5,143	27,125
Provision for taxation		308	525
		<u>63,067</u>	<u>94,984</u>
Total Liabilities		<u>66,137</u>	<u>99,121</u>
TOTAL EQUITY AND LIABILITIES		<u>208,876</u>	<u>236,899</u>
Net assets per share (sen)		<u>18.57</u>	<u>17.76</u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2017.

The annexed notes form an integral part of this interim financial report.

REDTONE INTERNATIONAL BERHAD

(Company No.: 596364-U)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	3 months ended		Year to date ended	
		30/04/18 RM'000	30/04/17 RM'000	30/04/18 RM'000	30/04/17 RM'000 (Audited)
GROUP REVENUE		31,608	41,390	118,236	156,549
Less: Revenue from discontinued operations		-	-	-	(5,982)
Revenue from continuing operations		<u>31,608</u>	<u>41,390</u>	<u>118,236</u>	<u>150,567</u>
Continuing Operations					
PROFIT/(LOSS) FROM OPERATIONS		4,223	4,549	7,464	(5,238)
Investment related income		78	116	1,384	477
Investment related expense		-	(54)	-	(2,113)
Finance costs	A11	<u>(608)</u>	<u>(764)</u>	<u>(2,076)</u>	<u>(2,468)</u>
PROFIT/(LOSS) BEFORE TAX	B7	3,693	3,847	6,772	(9,342)
INCOME TAX EXPENSE	B6	<u>(1,182)</u>	<u>39</u>	<u>(1,812)</u>	<u>(1,506)</u>
PROFIT/(LOSS) AFTER TAX FROM CONTINUING OPERATIONS		2,511	3,886	4,960	(10,848)
Discontinued Operations					
PROFIT AFTER TAX FROM DISCONTINUED OPERATIONS		-	-	-	4,980
PROFIT/(LOSS) AFTER TAX		<u>2,511</u>	<u>3,886</u>	<u>4,960</u>	<u>(5,868)</u>
Other comprehensive items, net of tax					
<u>Item that may be reclassified subsequently to profit or loss</u>					
- Foreign currency translation		-	(13)	1	375
<u>Item that will not be reclassified subsequently to profit or loss</u>					
- Revaluation of properties		<u>-</u>	<u>60</u>	<u>-</u>	<u>223</u>
Total comprehensive income for the financial period		<u>2,511</u>	<u>3,933</u>	<u>4,961</u>	<u>(5,270)</u>
<u>Profit/(loss) attributable to:-</u>					
Owners of the Company					
- From continuing operations		3,131	2,515	6,193	(10,643)
- From discontinued operations		-	-	-	5,277
		<u>3,131</u>	<u>2,515</u>	<u>6,193</u>	<u>(5,366)</u>
Non-controlling interests		<u>(620)</u>	<u>1,371</u>	<u>(1,233)</u>	<u>(502)</u>
		<u>2,511</u>	<u>3,886</u>	<u>4,960</u>	<u>(5,868)</u>
<u>Total comprehensive income attributable to :-</u>					
Owners of the Company		3,131	2,560	6,194	(4,965)
Non-controlling interests		<u>(620)</u>	<u>1,373</u>	<u>(1,233)</u>	<u>(305)</u>
		<u>2,511</u>	<u>3,933</u>	<u>4,961</u>	<u>(5,270)</u>
<u>Earnings/(loss) per share (sen)</u>					
	B11				
- Basic, for the period from continuing operations		0.41	0.33	0.82	(1.38)
- Basic, for the period from discontinued operations		-	-	-	0.68
- Basic, for the period		<u>0.41</u>	<u>0.33</u>	<u>0.82</u>	<u>(0.70)</u>

The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2017.

The annexed notes form an integral part of this interim financial report.

REDTONE INTERNATIONAL BERHAD

(Company No.: 596364-U)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<-----NON-DISTRIBUTABLE----->									
	SHARE CAPITAL	TREASURY SHARES	ICULS	SHARE PREMIUM	FOREIGN EXCHANGE RESERVE	REVALUATION RESERVE	ACCUMULATED LOSSES	TOTAL	NON- CONTROLLING INTERESTS	TOTAL EQUITY
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 May 2017	147,359	(5,653)	2,454	-	(663)	641	(11,280)	132,858	4,920	137,778
Profit after tax	-	-	-	-	-	-	6,193	6,193	(1,233)	4,960
Other comprehensive income, net of tax										
- Foreign currency translation	-	-	-	-	1	-	-	1	-	1
Total comprehensive income	-	-	-	-	1	-	6,193	6,194	(1,233)	4,961
Transaction with owners										
Issuance of shares pursuant to conversion of ICULS	165	-	(165)	-	-	-	-	-	-	-
Total transaction with owners	165	-	(165)	-	-	-	-	-	-	-
At 30 April 2018	147,524	(5,653)	2,289	-	(662)	641	(5,087)	139,052	3,687	142,739
At 1 May 2016	75,728	(5,631)	2,513	71,572	(3,580)	418	(5,849)	135,171	10,525	145,696
Loss after tax	-	-	-	-	-	-	(5,366)	(5,366)	(502)	(5,868)
Other comprehensive income, net of tax										
- Foreign currency translation	-	-	-	-	178	-	-	178	197	375
- Revaluation of freehold office lots transferred from property, plant and equipment to investment properties	-	-	-	-	-	223	-	223	-	223
Total comprehensive income	-	-	-	-	178	223	(5,366)	(4,965)	(305)	(5,270)
Transactions with owners										
Treasury shares acquired	-	(22)	-	-	-	-	-	(22)	-	(22)
Issuance of shares pursuant to conversion of ICULS	59	-	(59)	-	-	-	-	-	-	-
Capital contribution by non-controlling interests	-	-	-	-	-	-	-	-	10	10
Arising from disposal of a subsidiary	-	-	-	-	2,739	-	-	2,739	(5,375)	(2,636)
Arising from acquisition of non-controlling interests	-	-	-	-	-	-	(65)	(65)	65	-
Transfer pursuant to S 618(2) of CA 2016 *	71,572	-	-	(71,572)	-	-	-	-	-	-
Total transactions with owners	71,631	(22)	(59)	(71,572)	2,739	-	(65)	2,652	(5,300)	(2,648)
At 30 April 2017	147,359	(5,653)	2,454	-	(663)	641	(11,280)	132,858	4,920	137,778

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2017.

The annexed notes form an integral part of this interim financial report.

* Pursuant to Section 618(2) of the Companies Act 2016 ("CA 2016"), any outstanding share premium and capital redemption reserve accounts now formed part of share capital.

REDTONE INTERNATIONAL BERHAD

(Company No: 596364-U)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	12 months ended	
	30/04/18 RM'000	30/04/17 RM'000 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from operations	161,081	144,364
Payment for operating expenses (including taxes)	(112,178)	(164,930)
Other receipts/(payments)	1,857	(976)
Net cash generated from/(used in) operating activities	<u>50,760</u>	<u>(21,542)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of investments in subsidiary company	-	(4,125)
Sales of property, plant and equipment	-	29
(Increase)/decrease in deposits and other investments	(22,446)	8,699
Acquisition of property, plant and equipment, intangible assets and development cost	(1,507)	(3,051)
Interest received	1,363	1,252
Net cash flow (used in)/generated from investing activities	<u>(22,590)</u>	<u>2,804</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank borrowings and other loans	11,409	56,054
Repayment of bank borrowings and other loans	(33,130)	(40,425)
Repayment of hire purchase/lease liabilities	(397)	(520)
Interest paid	(2,076)	(2,143)
Purchase of treasury shares	-	(22)
Net cash flow (used in)/generated from financing activities	<u>(24,194)</u>	<u>12,944</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	3,976	(5,794)
EFFECT OF EXCHANGE RATE CHANGES	-	379
OPENING CASH AND CASH EQUIVALENTS	(757)	4,658
CLOSING CASH AND CASH EQUIVALENTS	<u>3,219</u>	<u>(757)</u>
Cash and cash equivalents comprise of:		
Continued operations		
- Cash on hand and at banks	3,218	2,329
- Deposits with licensed banks	50,310	45,469
Total cash and bank balances	<u>53,528</u>	<u>47,798</u>
Less:		
- Deposits pledged to licensed banks	(50,309)	(45,469)
- Bank overdrafts	-	(3,086)
Total cash and cash equivalents	<u>3,219</u>	<u>(757)</u>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2017.

The annexed notes form an integral part of this interim financial report.

REDTONE INTERNATIONAL BERHAD
(Company No.: 596364-U)

A. NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard (MFRS) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and ACE Listing Requirements of the Bursa Malaysia Securities Berhad ("BMSB") and comply with the requirements of Companies Act 2016 that became effective 31 January 2017 in Malaysia.

The following notes provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group.

A2. Changes in accounting policies

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning on or after 1 May 2017.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

A3. Nature and amount of unusual items

There were no unusual items during the financial period under review.

A4. Changes in estimates

There were no material changes in estimates of amount reported in prior quarters of the current financial year or changes in estimate of amount reported in prior financial year which have a material effect in the current interim period.

A5. Changes in the composition of the group

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

A6. Seasonality or cyclicity of interim operations

The Group's operations are not significantly affected by any seasonal or cyclical factors.

A7. Debt and equity securities

There were no issuances and repayment of debt and equity securities, share buy-back, share cancellation, shares held as treasury shares for the financial year ended 30 April 2018 except for the following:

(a) Movement in share capital

	Number of Ordinary shares	RM
Issued share capital as at 1 May 2017	757,564,472	147,359,350
Arising from conversion of ICULS	663,700	164,925
Share capital as at 30 April 2018	758,228,172	147,524,275

(b) Share buy-back

There was no share buy back transacted during the period ended 30 April 2018 and the number of treasury shares held in hand as at 30 April 2018 are as follows:

	Average price per share RM	Number of shares	Amount RM'000
Total treasury shares as at 30 April 2018	0.595	9,502,000	5,653

As at 30 April 2018, the number of outstanding shares in issue with voting rights was 748,726,172 (30 April 2017: 748,062,472) ordinary shares.

A8. Contingent liability

Bank guarantees of the Group are as follows:

	As at 30 April 2018 RM'000	As at 30 April 2017 RM'000 (Audited)
Performance bonds in favour of various customers	12,720	22,347

A9. Dividends

There were no dividends paid by the Company for the period under review.

A10. Segment information

The segment information for the reportable segments by line of business for the 12 months ended 30 April 2018 are as follows:-

	Year to date ended 30/04/18 RM'000
Revenue	
Telecommunication services	81,470
Managed telecommunication network services	31,236
Industry digital services	5,530
Total revenue	118,236
Results	
Telecommunication services	22,100
Managed telecommunication network services	(7,487)
Industry digital services	(4,871)
	9,742
Indirect corporate expenses	(2,278)
Profit from operations	7,464
Investment related income	1,384
Finance costs	(2,076)
Profit before tax	6,772
Income tax expense	(1,812)
Profit after tax	4,960

A11. Finance costs

	3 months ended		Year to date ended	
	30/04/18 RM'000	30/04/17 RM'000	30/04/18 RM'000	30/04/17 RM'000 (Audited)
Interest expense on:				
- bank overdrafts	-	81	39	222
- bankers' acceptance	-	73	41	116
- finance lease and hire purchase	3	72	23	120
- ICULS	42	43	166	172
- term loans	110	41	233	467
- short term financing	-	395	247	1,046
- interest-bearing prepayments	349	-	973	-
- bank guarantee	93	47	276	265
- others	11	12	78	60
	608	764	2,076	2,468

A12. Trade receivables

Trade receivables are mainly due to progress billings for government projects for managed telecommunications network services as well as corporate voice and data services.

A13. Trade and other payables

Payables of the Group are as follows:

	As at 30 April 2018 RM'000	As at 30 April 2017 RM'000 (Audited)
Trade payables	37,277	49,995
Sundry payables	3,057	1,670
Provision for Universal Service Fund Contribution ("USOF")	7,342	6,702
Accruals	5,780	4,385
Deposits payable	2,050	2,126
Deferred income	2,110	2,456
Other payables and accruals	20,339	17,339
Total	<u>57,616</u>	<u>67,334</u>

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD (ACE MARKET) LISTING REQUIREMENTS

B1. Review of group performance for the fourth quarter and financial year ended 30 April 2018

Review of result for the quarter

For the quarter under review, the Group reported a revenue wholly from continuing operations of RM31.6 million, which was 23.6% lower than the RM41.4 million reported for continuing operations in the previous year corresponding quarter, as managed telecommunication network services segment contributed lower revenue in line with lesser project activities. The Group's total revenue for the current quarter and the previous year corresponding quarter were wholly from continuing operations.

The Group posted a profit before tax for the current quarter of RM3.69 million from continuing operations, compared to RM3.85 million reported in Quarter 4 ended 30 April 2017. The drop in results was mainly due to lower revenue and higher operating costs incurred for the current quarter under review.

Review of result for the financial year

For the financial year under review, the Group reported a revenue wholly from continuing operations of RM118.2 million, which was 21.5% lower than the RM150.6 million reported for continuing operations in the previous year. The lower revenue in the current year was mainly due to lower managed telecommunication network services revenue as project activities reduced upon completion of certain key milestones. The Group revenue for the previous year was RM156.5 million if the RM6 million revenue from discontinued operations was included.

The Group posted a profit before tax for the current year of RM6.77 million from continuing operations, compared to the RM4.19 million loss before tax reported in the previous year, which comprised of RM9.34 million loss from continuing operations and RM5.15 million profit from discontinued operations. The improvement in results for the current year was mainly due to higher gross profit from managed telecommunication network services segment and lower operating costs incurred.

B2. Review of result of fourth quarter vs third quarter

Commentary on revenue

The Group reported a revenue of RM31.6 million in this current quarter under review as compared to RM27.3 million in the preceding quarter. The quarter-on-quarter increase was the result of higher wifi projects revenue and revenue from industry digital services segment.

Commentary on pre-tax profit

The Group reported a profit before tax of RM3.69 million as compared to profit before tax of RM0.30 million in the preceding quarter. The quarter-on-quarter increase was mainly due to higher project revenue recognised in the current quarter and lower general and administrative expenses incurred.

B3. Prospects and business outlook

The Board is of the view that the operating performance of the Group for the next financial year ending 30 April 2019 to remain challenging and competitive for the Group. The Group will continue to focus on measures to improve operational efficiencies and to improve profitability in its core businesses. Barring any unforeseen circumstances, the Board expects significant contribution from its managed telecommunications network services segment while data services for enterprise market would continue to lead the growth of telecommunications services segment.

B4. Profit forecast

No profit forecast was announced.

B5. Corporate proposals

There are no corporate developments for the current quarter under review.

B6. Income tax expense

	3 months ended		Year to date ended	
	30/04/18 RM'000	30/04/17 RM'000	30/04/18 RM'000	30/04/17 RM'000 (Audited)
Current income tax:				
Provision in current period				
- Malaysian income tax from continuing operations	(1,851)	546	(2,307)	(590)
- Foreign income tax	-	-	-	(174)
- continuing operations	-	-	-	-
- discontinued operations	-	-	-	(174)
(Under)/over provision in respect of previous years	-	-	(152)	45
- continuing operations	-	-	(152)	45
- discontinued operations	-	-	-	-
	(1,851)	546	(2,459)	(719)
Deferred tax				
- Origination and reversal of temporary differences	669	(507)	647	(733)
- continuing operations	669	(507)	647	(733)
- discontinued operations	-	-	-	-
- Underprovision of deferred tax in previous years from continuing operations	-	-	-	(228)
	669	(507)	647	(961)
Income tax expense attributable to:-				
- continuing operations	(1,182)	39	(1,812)	(1,506)
- discontinued operations	-	-	-	(174)
	(1,182)	39	(1,812)	(1,680)

The disproportionate tax charge of the Group for the quarter/year ended 30 April 2018 was mainly due to the availability of the unabsorbed losses to offset the chargeable income.

B7. Profit/(loss) before tax

	3 months ended		Year to date ended	
	30/04/18 RM'000	30/04/17 RM'000	30/04/18 RM'000	30/04/17 RM'000 (Audited)
Profit/(loss) before tax is arrived at after charging/(crediting):-				
Audit fee - Statutory audit	97	83	361	375
- continuing operations	97	83	361	332
- discontinued operations	-	-	-	43
Audit fee - Other services	4	2	82	92
- continuing operations	4	2	82	92
- discontinued operations	-	-	-	-
Amortisation of development cost	194	148	758	473
- continuing operations	194	148	758	473
- discontinued operations	-	-	-	-
Bad debts written off	248	-	415	2,487
- continuing operations	248	-	415	2,487
- discontinued operations	-	-	-	-
Depreciation of property, plant and equipment	1,101	1,152	4,485	4,850
- continuing operations	1,101	1,152	4,485	4,850
- discontinued operations	-	-	-	-
Loss/(gain) on foreign exchange:				
- realised	139	(37)	277	3,225
- continuing operations	139	(37)	277	3,225
- discontinued operations	-	-	-	-
- unrealised	52	(15)	81	37
- continuing operations	52	(15)	81	37
- discontinued operations	-	-	-	-
Allowance for/(writeback of) doubtful debts on:				
- Trade receivables	192	350	379	(1,246)
- continuing operations	192	350	379	(1,246)
- discontinued operations	-	-	-	-
- Non-trade receivable	36	1,219	36	3,258
- continuing operations	36	1,219	36	3,258
- discontinued operations	-	-	-	-
Rental of computer	33	84	166	391
- continuing operations	33	84	166	391
- discontinued operations	-	-	-	-
Rental of office	145	153	633	885
- continuing operations	145	153	633	762
- discontinued operations	-	-	-	123
Staff cost:				
- Salaries, bonus, wages and allowances	6,102	5,472	23,309	22,607
- continuing operations	6,102	5,472	23,309	21,892
- discontinued operations	-	-	-	715
- Defined contribution plan	850	616	3,122	2,776
- continuing operations	850	616	3,122	2,636
- discontinued operations	-	-	-	140

B7. Profit/(loss) before tax (contd.)

	3 months ended		Year to date ended	
	30/04/18 RM'000	30/04/17 RM'000	30/04/18 RM'000	30/04/17 RM'000 (Audited)
Impairment loss on development costs	1,653	-	1,653	-
- continuing operations	1,653	-	1,653	-
- discontinued operations	-	-	-	-
Interest income	(450)	(162)	(1,363)	(1,252)
- continuing operations	(450)	(162)	(1,363)	(1,238)
- discontinued operations	-	-	-	(14)
Other income	(78)	(115)	(1,384)	(6,172)
- continuing operations	(78)	(115)	(1,384)	(477)
- discontinued operations	-	-	-	(5,695)

There were no gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, gain or loss on derivatives and exceptional items included in the results of the current quarter and financial year to date.

B8. Loans and borrowings

Loans and borrowings of the Group were as follows:

	As at 30 April 2018 RM'000	As at 30 April 2017 RM'000 (Audited)
Current		
<u>Secured</u>		
Term loan facilities, which are denominated in Ringgit Malaysia	5,079	1,586
Trade financing, which are denominated in Ringgit Malaysia	-	22,056
Bank overdrafts, which are denominated in Ringgit Malaysia	-	3,086
<u>Unsecured</u>		
Finance lease facilities, which are denominated in Ringgit Malaysia	32	367
Hire purchase, which is denominated in Ringgit Malaysia	32	30
	<u>5,143</u>	<u>27,125</u>
Non current		
<u>Secured</u>		
Term loan facilities, which are denominated in Ringgit Malaysia	1,580	1,653
<u>Unsecured</u>		
Finance lease facilities, which are denominated in Ringgit Malaysia	-	32
Hire purchase, which is denominated in Ringgit Malaysia	84	115
	<u>1,664</u>	<u>1,800</u>
Total	<u>6,807</u>	<u>28,925</u>

B9. Material litigation

There is no material litigation since the last annual reporting date up to the date of this announcement.

B10. Dividend proposed

There were no dividend proposed by the Board for the current quarter under review (previous year corresponding quarter ended 30 April 2017: Nil).

B11. Earnings/(loss) per share

Basic earnings/(loss) per share is calculated as follows:

	3 months ended		Year to date ended	
	30/04/18 RM'000	30/04/17 RM'000	30/04/18 RM'000	30/04/17 RM'000 (Audited)
Profit/(loss) attributable to owners of the Company from continuing operations	3,131	2,515	6,193	(10,643)
Impact on income statement upon conversion of ICULS	42	43	166	-
	<u>3,173</u>	<u>2,558</u>	<u>6,359</u>	<u>(10,643)</u>
Profit attributable to owners of the Company from discontinued operations	-	-	-	5,277
Adjusted net profit/(loss) attributable to owners of the	<u>3,173</u>	<u>2,558</u>	<u>6,359</u>	<u>(5,366)</u>
Weighted average number of ordinary shares in issue with voting rights ('000)	748,453	748,062	748,453	747,873
Weighted average number of shares to be issued upon conversion of mandatorily convertible ICULS ('000)	24,499	25,082	24,499	25,081
Number of shares used in the calculation of basic earnings per share ('000)	<u>772,952</u>	<u>773,144</u>	<u>772,952</u>	<u>772,954</u>
Basic earnings/(loss) per share (sen)				
- From continuing operations	0.41	0.33	0.82	(1.38)
- From discontinued operations	-	-	-	0.68
	<u>0.41</u>	<u>0.33</u>	<u>0.82</u>	<u>(0.70)</u>

There are no potential ordinary shares outstanding as at 30 April 2018. As such, the fully diluted earnings/(loss) per share of the Group is equivalent to the basic earnings/(loss) per share.