

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2016**  
**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND OTHER**  
**COMPREHENSIVE INCOME**

*(The figures have not been audited)*

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.2016 RM'000	31.12.2015 RM'000	31.12.2016 RM'000	31.12.2015 RM'000
Revenue	5,170	6,374	22,473	25,280
Cost of sales	(1,704)	(2,329)	(8,630)	(8,431)
<b>Gross profit</b>	<b>3,466</b>	<b>4,045</b>	<b>13,843</b>	<b>16,849</b>
Other income	107	105	707	541
Other operating expenses	(353)	(503)	(1,899)	(2,013)
Marketing expenses	(8)	(31)	(106)	(130)
Administrative expenses	(1,225)	(1,431)	(5,570)	(5,593)
Finance costs	-	-	-	(1)
<b>Profit before tax</b>	<b>1,987</b>	<b>2,185</b>	<b>6,975</b>	<b>9,653</b>
Tax expense	(436)	(402)	(1,581)	(2,085)
<b>Profit for the period</b>	<b>1,551</b>	<b>1,783</b>	<b>5,394</b>	<b>7,568</b>
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>1,551</b>	<b>1,783</b>	<b>5,394</b>	<b>7,568</b>
<b>Profit for the period attributable to:</b>				
Owners of the parent	1,551	1,827	5,630	7,552
Non-controlling interests	-	(44)	(236)	16
	<b>1,551</b>	<b>1,783</b>	<b>5,394</b>	<b>7,568</b>
<b>Earnings per share</b>				
- Basic (sen)	<b>0.75</b>	<b>0.88</b>	<b>2.72</b>	<b>3.65</b>
- Diluted (sen)	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

*(The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2016**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*(The figures have not been audited)*

	Note	(Unaudited) 31.12.2016 RM'000	(Audited) 31.12.2015 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		15,907	17,257
Development costs		9,832	10,026
Goodwill on consolidation		-	32
<b>Total non-current assets</b>		<b>25,739</b>	<b>27,315</b>
<b>Current assets</b>			
Inventories		27	79
Trade and other receivables		3,962	7,912
Cash and bank balances	B7	23,329	19,702
<b>Total current assets</b>		<b>27,318</b>	<b>27,693</b>
<b>TOTAL ASSETS</b>		<b><u>53,057</u></b>	<b><u>55,008</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital		20,687	20,677
Share premium		57	-
Reserves		24,758	23,263
		45,502	43,940
Non-controlling interests		(81)	506
<b>TOTAL EQUITY</b>		<b><u>45,421</u></b>	<b><u>44,446</u></b>

*(The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2016**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

*(The figures have not been audited)*

	Note	(Unaudited) 31.12.2016 RM'000	(Audited) 31.12.2015 RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>(continued)</b>			
<b>Non-current liabilities</b>			
Borrowings	B8	4,240	5,221
Deferred tax liabilities		63	77
<b>Total non-current liabilities</b>		4,303	5,298
<b>Current liabilities</b>			
Trade and other payables		2,291	3,578
Borrowings	B8	981	981
Current tax liabilities		61	705
<b>Total current liabilities</b>		3,333	5,264
<b>TOTAL LIABILITIES</b>		7,636	10,562
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>53,057</b>	<b>55,008</b>
<b>Net assets per share attributable to equity holders of the Company (RM)</b>		0.22	0.21

*(The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

*(The figures have not been audited)*

	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Total Attributable to the Owners of the Parent RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
<u>12 Months Period Ended</u>						
<u>31 December 2016</u>						
At 1 January 2016	20,677	-	23,263	43,940	507	<b>44,447</b>
Issuance of shares pursuant to conversion of warrants (1)	10	57	-	67	-	<b>67</b>
Total comprehensive income for the period	-	-	5,630	5,630	(236)	<b>5,394</b>
Disposal of non-controlling interest's shares	-	-	-	-	(352)	<b>(352)</b>
Dividend paid			(4,135)	(4,135)	-	<b>(4,135)</b>
At 31 December 2016	<u>20,687</u>	<u>57</u>	<u>24,758</u>	<u>45,502</u>	<u>(81)</u>	<u><b>45,421</b></u>
<u>12 Months Period Ended</u>						
<u>31 December 2015</u>						
At 1 January 2015	20,677	-	21,914	42,591	491	<b>43,082</b>
Total comprehensive income for the period	-	-	7,552	7,552	16	<b>7,568</b>
Dividend paid	-	-	(6,203)	(6,203)	-	<b>(6,203)</b>
At 31 December 2015	<u>20,677</u>	<u>-</u>	<u>23,263</u>	<u>43,940</u>	<u>507</u>	<u><b>44,447</b></u>

1. 97,875 new EForce shares issued on 28 September 2016 pursuant to the conversion of Warrants at exercise price of RM0.68 per ordinary share.

*The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

*(The figures have not been audited)*

	Note	12 Months Period Ended	
		31.12.2016 RM'000	31.12.2015 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		6,975	9,653
Adjustments for:			
Amortisation of development costs		1,774	1,429
Depreciation of property, plant and equipment		1,281	1,504
Unrealised gain on foreign exchange		(34)	(65)
Gain on disposal of property, plant and equipment		(23)	(22)
Property, plant and equipment written off		96	2
Impairment loss on trade receivables		16	-
Gain on disposal of investment		(69)	-
Interest expense		-	*
Interest income from deposits with licensed banks		(470)	(351)
Operating profit before working capital changes		9,546	12,150
Changes in working capital:			
Decrease/(Increase) in inventories		53	(15)
Decrease/(Increase) in trade and other receivables		3,723	(943)
(Decrease)/Increase in trade and other payables		(521)	175
Increase in development cost		(2,476)	(2,903)
Cash generated from operations		10,325	8,464
Tax paid		(2,239)	(2,117)
<b>Net cash from operating activities</b>		<b>8,086</b>	<b>6,347</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received		470	351
Effect on cash flow from disposal of subsidiary		242	-
Purchase of property, plant and equipment		(171)	(432)
Proceeds from disposal of property, plant and equipment		24	48
<b>Net cash from/(used in) investing activities</b>		<b>565</b>	<b>(33)</b>

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

*(The figures have not been audited)*

	Note	12 Months Period Ended	
		31.12.2016 RM'000	31.12.2015 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of			
- Hire purchas liabilities		-	(51)
- Term loan		(981)	(981)
Interest paid		-	*
Proceed from issuance of new shares		67	-
Dividend paid		(4,135)	(6,203)
<b>Net cash used in financing activities</b>		<b>(5,049)</b>	<b>(7,235)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>3,602</b>	<b>(921)</b>
<b>Effects of exchange rate changes</b>		<b>25</b>	<b>76</b>
<b>Cash and cash equivalents at 1 January</b>		<b>19,702</b>	<b>20,547</b>
<b>Cash and cash equivalents at 31 December</b>	B7	<b>23,329</b>	<b>19,702</b>

Notes:

\* Denotes amount less than RM1,000

*(The unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.)*

## A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)

### A1. Basis of Preparation

The unaudited interim financial statements, for the period ended 31 December 2016, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2015.

Since the previous annual audited financial statements as at 31 December 2015 were issued, the Group has adopted the Malaysia Financial Reporting Standards (“MFRS”) framework issued by MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converged Malaysia’s existing Financial Reporting Standards (“FRS”) framework with the International Financial Reporting Standards (“IFRS”) framework issued by the International Accounting Standards Board.

At the date of issuance of this unaudited interim financial statements, the MFRSs, amendments to MFRSs and IC Interpretation have been issued by MASB but not yet effective are as listed below:

#### Effective from financial period beginning on or after 1 January 2016

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (‘MASB’) but have not been early adopted by the Group and the Company.

Title	Effective Date
MFRS 14 <i>Regulatory Deferral Accounts</i>	1 January 2016
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred
Amendments to MFRS 10, MFRS 12 and MFRS 128 <i>Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
Amendments to MFRS 101 <i>Disclosure Initiative</i>	1 January 2016
Amendments to MFRS 116 and MFRS 138 <i>Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to MFRS 11 <i>Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
Amendments to MFRS 116 and MFRS 141 <i>Agriculture: Bearer Plants</i>	1 January 2016
Amendments to MFRS 127 <i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to MFRSs <i>Annual Improvements to 2012-2014 Cycle</i>	1 January 2016

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

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**A1. Basis of Preparation (continue)**

The Group is in the process of accessing the impact of implementing these standards and amendments, since the effect will only be observable for the future financial year.

**A2. Auditors’ Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2015 was not qualified.

**A3. Seasonality or Cyclicity of Interim Operations**

There were no seasonal or cyclical factors affecting the results of the Group for the current financial quarter under review.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

During the current financial quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5. Material Changes in Accounting Estimates**

There was no material changes in estimates of amounts reported in the prior financial year that has a material effect on the current financial quarter under review.

**A6. Issuances, Cancellation, Repurchases, Resale and Repayments of Debts and Equity Securities**

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

**A7. Dividends Paid and Distributed**

On 25 February 2016, the Board of Directors had declared a first interim single tier dividend of 1.0 sen per ordinary share, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 25 March 2016.

On 31 May 2016, the Board of Directors had declared a second interim single tier dividend of 1.0 sen per ordinary share, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 1 July 2016.

On 24 February 2017, the Board of Directors had declared a first interim single tier dividend of 1.0 sen per ordinary share, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2017. The dividend will be paid to the shareholders of EForce on 28 March 2017.



**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A8. Segmental Reporting**

Segment information is presented in respect of the Group’s business segments.

- (i) Application Solutions (“AS”)
  - Sales of software applications and product on an outright purchase basis.
- (ii) Application Services Providers (“ASP”)
  - Income from outsourcing service charge which is volume and transaction based.
- (iii) Maintenance Services
  - Provision of maintenance services.

**A8. Segmental Reporting**

**(a) Individual quarter**

<b><u>3 Months Period Ended</u></b> <b><u>31 December 2016</u></b>	<b>AS</b> <b>RM’000</b>	<b>ASP</b> <b>RM’000</b>	<b>Maintenance</b> <b>Services</b> <b>RM’000</b>	<b>Total</b> <b>RM’000</b>
<b>Revenue</b>				
Total revenue	1,618	3,139	492	5,249
Inter-segment revenue	-	(79)	-	(79)
Revenue from external customers	1,618	3,060	492	5,170
<b>Results</b>				
Segment results	754	902	255	1,911
Finance costs				-
Interest income from deposits with licensed bank				76
Profit before tax				1,987
Income tax expense				(436)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>1,551</b>

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**(a) Individual quarter (continue)**

<b><u>3 Months Period Ended</u></b> <b><u>31 December 2015</u></b>	<b>AS</b> <b>RM’000</b>	<b>ASP</b> <b>RM’000</b>	<b>Maintenance</b> <b>Services</b> <b>RM’000</b>	<b>Total</b> <b>RM’000</b>
<b>Revenue</b>				
Total revenue	1,799	4,278	590	6,667
Inter-segment revenue	-	(293)	-	(293)
Revenue from external customers	1,799	3,985	590	6,374
<b>Results</b>				
Segment results	520	1,184	371	2,079
Finance costs				-
Interest income from deposits with licensed bank				106
Profit before tax				2,185
Income tax expense				(402)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>1,783</b>

**(b) Cumulative quarter**

<b><u>12 Months Period Ended</u></b> <b><u>31 December 2016</u></b>	<b>AS</b> <b>RM’000</b>	<b>ASP</b> <b>RM’000</b>	<b>Maintenance</b> <b>Services</b> <b>RM’000</b>	<b>Total</b> <b>RM’000</b>
<b>Revenue</b>				
Total revenue	5,795	15,204	1,931	22,930
Inter-segment revenue	(17)	(440)	-	(457)
Revenue from external customers	5,778	14,764	1,931	22,473
<b>Results</b>				
Segment results	1,574	3,939	992	6,505
Finance costs				-
Interest income from deposits with licensed bank				470
Profit before tax				6,975
Income tax expense				(1,581)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>5,394</b>

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**(b) Cumulative quarter (continue)**

<b><u>12 Months Period Ended</u></b> <b><u>31 December 2015</u></b>	<b>AS</b> <b>RM’000</b>	<b>ASP</b> <b>RM’000</b>	<b>Maintenance</b> <b>Services</b> <b>RM’000</b>	<b>Total</b> <b>RM’000</b>
<b>Revenue</b>				
Total revenue	7,631	16,346	1,968	25,945
Inter-segment revenue	-	(665)	-	(665)
Revenue from external customers	7,631	15,681	1,968	25,280
<b>Results</b>				
Segment results	2,479	5,655	1,169	9,303
Finance costs				(1)
Interest income from deposits with licensed bank				351
Profit before tax				9,653
Income tax expense				(2,085)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>7,568</b>

**A9. Subsequent Material Event**

There was no material event subsequent to the current financial quarter ended 31 December 2016 up to the date of the announcement of this report which is likely to substantially affect the results of the operations of the Group for the current financial quarter under review.

**A10. Changes in the Composition of the Group**

On 31 May 2016, the Group disposed off the entire shareholdings of 130,000 ordinary shares of RM1.00 each in Capital Market Risk Advisor Sdn. Bhd. (“CMRA”), representing 52% of the total issued and paid up share capital of CMRA, to its existing shareholder for a total cash consideration of RM416,000.00 (the “Disposal”). Upon the disposal, CMRA ceased to be a subsidiary of EFORCE.

On 15 September 2016, the Group disposed off the entire shareholding of 306,000 ordinary shares of RM1.00 each in Winvest Global Sdn Bhd. (“Winvest”), representing 51% of the total issued and paid up share capital of Winvest, to its existing shareholder for a total cash consideration of RM66,738.00 (the “Disposal”). Upon the Disposal, Winvest ceased to be a subsidiary of EFORCE.

**A11. Changes in Contingent Liabilities or Contingent Assets**

There were no material contingent liabilities or contingent assets for the current financial quarter under review.

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)  
(continued)**

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**A12. Recurrent Related Party Transactions (“RRPT”)**

There were no RRPT in the Group during the current financial quarter under review.

**A13. Capital Commitments**

As at 31 December 2016, the Group has no material capital commitment in respect of property, plant and equipment.

## B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)

### B1. Review of Group's Performance

#### *Current Year -to date vs. Previous Year-to date*

For the 12 months ended 31 December 2016, the Group registered a turnover of RM22.5 million, decrease by 11% or RM2.8 million compared to the same corresponding period a year ago. The drop in revenue is mainly attributed by lower revenue from Application Solution (AS) segment and Application Service Provider (ASP).

The profit before tax (PBT) for the period under review stood at RM6.97 million, lower by RM2.68 million or 28% as compared to the same period last year. The drop in PBT was mainly due to lower sales, loss incurred in subsidiary and higher amortisation charge out.

The profit after tax (PAT) recorded at RM5.4 million, a decrease of RM2.2 million or 28% compared to same corresponding period last year.

### B2. Variation of Results against Preceding Quarter

	Q4 2016	Q3 2016	< Increase / (Decrease) >	
	RM'000	RM'000	RM'000	%
Revenue	5,170	5,216	(46)	(1)
PBT	1,986	1,376	610	44
PAT	1,551	1,195	356	30

The Group's revenue for current quarter record at RM5.2 million, slight decrease by RM46K or 1% compared to immediate preceding quarter. This was attributed by lower revenue recorded in Application Service Provider (ASP) offset partly by higher revenue in Application Solution (AS).

PBT in current quarter stood at RM2 million, increase of 44% or RM610K compared to immediate preceding quarter mainly due to lower cost of sales and operating expenditure.

PAT recorded at RM1.6 million, increase of 30% or RM356K as compared to immediate preceding quarter.

### B3. Prospects for 2017

The global economic outlook for 2017 remain uncertain and challenging. To better manage its cost base, the Group has initiated actions to increase operational efficiency and improve quality of work through process improvement and capability development. They will be implemented within the current fiscal year.

The Group will remain focus on its strength in core business segment, and explore collaboration opportunities with potential partners for new businesses. The Group is optimistic that the results in 2017 will remain positive.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B4. Variance of Profit Forecast and Shortfall in Profit Guarantee**

The Group has not issued any profit forecast nor profit guarantee for the current financial quarter under review and the financial period to-date.

**B5. Taxation**

The taxation charge for the individual financial quarter and the cumulative financial quarter are as follows:

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.16 RM'000	31.12.15 RM'000	31.12.16 RM'000	31.12.15 RM'000
Income tax	450	737	1,595	2,420
Deferred tax	(14)	(445)	(14)	(445)
Real property gain tax	-	110	-	110
	<u>436</u>	<u>402</u>	<u>1,581</u>	<u>2,085</u>

**B6. Status of Corporate Proposals**

There were no corporate proposals announced as at the date of this quarterly report.

**B7. Cash and cash equivalents**

The Group's cash and cash equivalents as at 31 December 2016 comprise of:-

	RM'000
Cash in hand	17
Cash at banks	6,929
Short term fund - Investment in fixed income trust funds	16,383
	<u>23,329</u>

**B8. Group Borrowings and Debt Securities**

The Group borrowings as at 31 December 2016 were as follow:-

	Term Loan RM'000
Current	981
Non-current	4,240
	<u>5,221</u>

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

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**B9. Off Balance Sheet Financial Instruments**

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

**B10. Material Litigation**

The Group is not engaged in any material litigation either as plaintiff or defendant and the Board does not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

**B11. Dividends**

On 25 February 2016, the Board of Directors had declared a first interim single tier dividend of 1.0 sen per ordinary share, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 25 March 2016.

On 31 May 2016, the Board of Directors had declared a second interim single tier dividend of 1.0 sen per ordinary share, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 1 July 2016.

On 24 February 2017, the Board of Directors had declared a first interim single tier dividend of 1.0 sen per ordinary share, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2017. The dividend will be paid to the shareholders of EForce on 28 March 2017.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B12. Earnings per Share ("EPS")**

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.16	31.12.15	31.12.16	31.12.15
<b><u>(a) Basic EPS</u></b>				
Net profit attributable to the equity holders of the Company (RM'000)	1,551	1,827	5,630	7,552
Weighted average number of ordinary shares in issue ('000)	206,866	206,768	206,866	206,768
Basic EPS (sen)	<u>0.75</u>	<u>0.88</u>	<u>2.72</u>	<u>3.65</u>

The calculation of the basic EPS is based on the net profit attributable to equity holders of the parent for the current financial quarter ended 31 December 2016, divided by the weighted average number of ordinary shares outstanding during the financial year.

**(b) Diluted EPS**

The diluted earnings per ordinary share is same as the basic earnings per share because the effect of the assumed conversion of warrants will be anti-dilutive and the Company has no other dilutive potential ordinary share in issue as at the end of the reporting period.

**B13. Realised and Unrealised Profits**

The breakdown of retained profits of the Group as at 31 December 2016 into realised and unrealised profits, pursuant to the directive issued by Bursa Securities dated 25 March 2010, is as follow:

	As at 31.12.16 RM'000	As at 31.12.15 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	24,362	23,098
- Unrealised (loss) / profit	(33)	(12)
	<u>24,329</u>	<u>23,086</u>
Add: Consolidation adjustments	429	177
Total Group retained profits as per consolidated accounts	<u>24,758</u>	<u>23,263</u>

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



**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B14. Profit for the Period**

	Individual Financial		Cumulative Financial	
	Quarter Ended		Quarter Ended	
	31.12.16	31.12.15	31.12.16	31.12.15
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period is arrived after charging:</b>				
Amortisation of development costs	404	357	1,774	1,429
Depreciation of property, plant and equipment	241	378	1,281	1,504
Finance costs	-	-	-	*
Loss on foreign exchange	(32)	3	34	5
Property, plant and equipment written off	-	2	96	2
	<hr/>	<hr/>	<hr/>	<hr/>
<b>and after crediting:</b>				
Gain on disposal of property, plant and equipment	-	-	22	22
Gain on foreign exchange	13	(20)	33	98
Interest income from deposits with licensed bank	75	106	470	351
Rental income	15	15	68	40
	<hr/>	<hr/>	<hr/>	<hr/>

Notes:

\* Denotes amount less than RM1,000