

VSOLAR GROUP BERHAD [631995-T]

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

**Unaudited Condensed Consolidated Statement of Comprehensive Income
For the First Quarter ended 30 September 2017**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2017 Unaudited RM'000	Preceding Year Quarter 30/09/2016 Unaudited RM'000	Current Year To Date 30/09/2017 Unaudited RM'000	Preceding Year To Date 30/09/2016 Unaudited RM'000
Revenue	331	571	331	571
Cost of sales	(173)	(610)	(173)	(610)
Gross profit/(loss)	158	(39)	158	(39)
Other income	712	-	712	-
Administrative expenses	(746)	(689)	(746)	(689)
Other operating expenses	-	-	-	-
Finance costs	(3)	-	(3)	-
Profit/(Loss) before tax	121	(728)	121	(728)
Tax expense	(2)	-	(2)	-
Net profit/(loss) for the period	119	(728)	119	(728)
Profit/(Loss) attributable to :				
Owners of the parent	135	(707)	135	(707)
Non-controlling interests	(16)	(21)	(16)	(21)
	119	(728)	119	(728)
Total comprehensive expense attributable to :				
Owners of the parent	135	(707)	135	(707)
Non-controlling interests	(16)	(21)	(16)	(21)
	119	(728)	119	(728)
Basic earnings/(loss) per ordinary share attributable to Owners of the parent (sen)	0.04	(0.24)	0.04	(0.24)
Diluted earnings/(loss) per ordinary share (sen)	0.03	(0.19)	0.03	(0.19)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of Vsolar Group Berhad ("Vsolar" or "Company") for the financial year ended 30 June 2017)

**Unaudited Condensed Consolidated Statement of Financial Position
For the First Quarter ended 30 September 2017**

	Unaudited As at 30/09/2017 RM'000	Audited As at 30/06/2017 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	11,273	11,482
	<u>11,273</u>	<u>11,482</u>
CURRENT ASSETS		
Inventory	100	-
Trade and other receivables	954	1,059
Cash and bank balances	5,105	4,992
	<u>6,159</u>	<u>6,051</u>
TOTAL ASSETS	<u>17,432</u>	<u>17,533</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	38,384	38,384
Share premium	7,609	7,609
Warrant reserve	4,042	4,042
ESOS reserve	543	543
Accumulated losses	(33,718)	(33,853)
	<u>16,860</u>	<u>16,725</u>
Non-controlling interests	(525)	(509)
Total equity	<u>16,335</u>	<u>16,216</u>
CURRENT LIABILITIES		
Trade and other payables	785	967
Loans & borrowings	72	97
Current tax liabilities	-	13
	<u>857</u>	<u>1,077</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	26	26
Loans & borrowings	214	214
	<u>240</u>	<u>240</u>
Total Liabilities	<u>1,097</u>	<u>1,317</u>
TOTAL EQUITY AND LIABILITIES	<u>17,432</u>	<u>17,533</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE PARENT (SEN)	<u>4.51</u>	<u>4.48</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of Vsolar for the financial year ended 30 June 2017)

VSOLAR GROUP BERHAD [631995-T]

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

Statement of Changes in Equity
For the First Quarter ended 30 September 2017

(The figures have not been audited)

	ATTRIBUTABLE TO OWNERS OF THE PARENT							
	NON-DISTRIBUTABLE							
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	WARRANT RESERVE RM'000	ESOS RESERVE RM'000	ACCUMULATED LOSSES RM'000	TOTAL RM'000	NON- CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000
At 1 July 2017	38,384	7,609	4,042	543	(33,853)	16,725	(509)	16,216
Total comprehensive expense	-	-	-	-	135	135	(16)	119
Warrants conversion	-	-	-	-	-	-	-	-
Share-based payments under ESOS	-	-	-	-	-	-	-	-
Employees' Share Option Scheme ("ESOS")	-	-	-	-	-	-	-	-
At 30 September 2017	38,384	7,609	4,042	543	(33,718)	16,860	(525)	16,335
At 1 July 2016	33,352	7,609	4,042	-	(30,152)	14,851	(318)	14,533
Total comprehensive expense	-	-	-	-	(3,701)	(3,701)	(191)	(3,892)
Warrants conversion	-	-	-	-	-	-	-	-
Issuance of Shares	-	-	-	-	-	-	-	-
Share-based payments under ESOS	-	-	-	1,575	-	1,575	-	1,575
Employees' Share Option Scheme ("ESOS")	5,032	-	-	(1,032)	-	4,000	-	4,000
At 30 June 2017	38,384	7,609	4,042	543	(33,853)	16,725	(509)	16,216

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of Vsolar for the financial year ended 30 June 2017)

**Unaudited Condensed Consolidated Statement of Cash Flows
For the First Quarter ended 30 September 2017**

	3 months ended	
	30/09/2017	30/06/2017
	Unaudited RM'000	Audited RM'000
Cash flows from operating activities		
Loss before taxation	121	(3,897)
Adjustments :		
Depreciation	209	798
Deposit written off	-	66
Impairment loss on other receivables	-	244
Interest expense	3	18
Interest income	(12)	(20)
Share-based payment	-	1,575
Operating loss before working capital changes	<u>321</u>	<u>(1,216)</u>
Decrease / (Increase) in receivables	6	(615)
Decrease in payables	<u>(195)</u>	<u>(248)</u>
Cash used in operations	132	(2,079)
Interest paid	(3)	(2)
Tax paid	(2)	-
Net cash generated/(used) in operating activities	<u>127</u>	<u>(2,081)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	-	(37)
Interest received	12	20
Net cash generated/(used) in investing activities	<u>12</u>	<u>(17)</u>
Cash flows from financing activities		
Proceeds from issuance of shares pursuant to ESOS	-	4,000
Placement of fixed deposits	(2,000)	(20)
Interest paid on hire purchase	-	(16)
Repayment of hire purchase creditor	<u>(25)</u>	<u>(96)</u>
Net cash (used)/generated from financing activities	<u>(2,025)</u>	<u>3,868</u>
Net (decrease) / increase in cash and cash equivalents	(1,886)	1,770
Cash and cash equivalents at beginning of period	4,732	2,962
Cash and cash equivalents at end of period #	<u><u>2,846</u></u>	<u><u>4,732</u></u>
<i># Represented by:</i>		
Cash and bank balances	5,105	4,991
Less : Fixed deposits	(2,000)	-
Fixed deposits pledged as securities	<u>(259)</u>	<u>(259)</u>
	<u>2,846</u>	<u>4,732</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of Vsolar for the financial year ended 30 June 2017)

NOTES TO THE INTERIM FINANCIAL REPORT**PART A - EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 ("MFRS 134") INTERIM FINANCIAL REPORTING****A1. Basis of preparation**Standards that have been issued but are not yet effective

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

MFRSs / Amendments to MFRSs	Effective for annual periods beginning on or after
Amendments to MFRS 10 Consolidated Financial Statements - Sale or Contribution of Assets between an Investor and its Associate of Joint Venture	To be announced
Amendments to MFRS 107 Statement of Cash Flows – Disclosure Initiative	1 January 2017
Amendments to MFRS 112 Income Taxes - Recognition of Deferred Tax Assets for Unrealized Losses	1 January 2017
Amendments to MFRS 128 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate of Joint Venture	To be announced
Annual Improvements to MFRSs 2014-2016 Cycle	1 January 2017
MFRS 15 - Revenue from Contracts with Customers (Includes Clarifications to MFRS 15)	1 January 2018
MFRS 9 - Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
Amendments to MFRS 140 Investment Property – Transfer of Investment Property	1 January 2018
Amendments to MFRS 2 Share-based Payment - Classification and Measurement of Share-based payment Transactions	1 January 2018
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
MFRS 16 – Leases	1 January 2019

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application, other than for MFRS 9 Financial Instruments (IFRS 9 Financial Instruments as issued by IASB in July 2014). The Group will assess the financial implications of MFRS 9 Financial Instruments (IFRS 9 Financial Instruments as issued by IASB in July 2014) when the full standard is issued.

A2. Qualification of financial statements

The audit report of the Group's financial statements for the financial year ended 30 June 2017 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the quarter were not affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior financial periods, which have a material effect in the current quarter under review.

A6. Debt 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 quarter under review.

A7. Dividend paid

There were no dividends paid during the current quarter under review.

A8. Segmental information

All businesses were transacted in Malaysia and mostly generated from solar energy business and information technology related business.

3 months ended 30 September 2017	Trading in					Total RM'000	Consolidated RM'000
	Publication RM'000	information technology products RM'000	Renewable Energy RM'000	Others RM'000	Elimination RM'000		
Revenue	-	171	151	9	-	331	331
Result							
Profit / (Loss) from reportable segments	-	5	144	9	-	158	158
Finance cost							(3)
Other income							712
Admin expenses							(746)
Profit before tax							121
Income tax							(2)
Net profit after tax							119
Assets							
Segment assets	588	692	12,119	4,033	-	17,432	17,432
Liabilities							
Segment liabilities	14	184	368	531	-	1,097	1,097

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

A10. Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of quarter that have not been reflected in the financial statements for the current quarter.

A11. Changes in the composition of the Group

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

A12. Contingent liabilities

Vsolar Group Berhad (“Vsolar”) has given corporate guarantee of RM800,000 to Fast Track Solution Sdn Bhd, a subsidiary company of Vsolar as security against banking facility granted to Fast Track Solution Sdn Bhd in the form of bank overdraft.

A13. Capital commitments

There were no capital commitments as at 30 September 2017.

A14. Significant related party transactions

There were no significant related party transactions during the current quarter under review.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review Of Performance

Current Quarter Compared To The Corresponding Quarter Of Last Year (Q1 18 vs Q1 17)

	Individual Quarter Unaudited		Changes		Cumulative Quarters Unaudited		Changes	
	Current Quarter 30.09.2017	Preceding Quarter 30.09.2016			Current year to date 30.09.2017	Preceding year to date 30.09.2016		
Revenue	RM'000 331	RM'000 571	RM'000 (240)	% -42%	RM'000 331	RM'000 571	RM'000 (240)	% -42%
Operating Profit / (loss)	121	(728)	849	117%	121	(728)	849	117%
Profit / (loss) before interest & tax	124	(728)	852	117%	124	(728)	852	117%
Profit / (loss) before tax	121	(728)	849	117%	121	(728)	849	117%
Profit / (loss) after tax	119	(728)	847	116%	119	(728)	847	116%
Profit / (loss) attributable to ordinary equityholders of the parent	135	(707)	842	119%	135	(707)	842	119%

Revenue

The Group's revenue for the 1st quarter ended 30 September 2017 is RM0.331 million, representing a decrease of RM0.240 million or 42% compared to the preceding year corresponding quarter of RM0.571 million. The decrease in revenue was mainly due to lower demand in information technology products segment.

Gross Profit and Gross Profit Margin

Gross Profit and Gross Profit Margin for the 1st quarter ended 30 September 2017 improved by RM0.197 million or from negative 7% to positive 48% compared to the preceding year corresponding quarter. This is mainly contributed by renewable energy segment.

Profit / (loss) after Tax

The Group recorded a profit after tax of RM0.119 million for the 1st quarter ended 30 September 2017 as compared to RM0.728 million losses for the preceding year corresponding quarter. The increase of profit after tax by 116% was mainly contributed by recovery of impairment loss on capital work-in-progress amounted RM0.700 million.

B2. Comparison Of Current Quarter Results With The Immediate Preceding Quarter (Q1 18 vs Q4 17)

	Current Quarter	Immediate	Changes	
	30.09.2017	Preceding Quarter 30.06.2017	RM'000	%
Revenue	331	674	(343)	-51%
Operating profit / (loss)	121	(1,760)	1,881	107%
Profit / (loss) before interest & tax	124	(1,760)	1,884	107%
Profit / (loss) before tax	121	(1,760)	1,881	107%
Profit / (loss) after tax	119	(1,760)	1,879	107%
Profit / (loss) attributable to ordinary equityholders of the parent	135	(1,627)	1,762	108%

Revenue

The revenue of the Group had decrease by RM0.343 million to RM0.331 million in the current quarter as compared to RM0.674 million in the immediate preceding quarter due to less demand in revenue in trading in information technology products segment.

Profit / (loss) after Tax

The Group recorded a profit after tax of RM0.119 million in current quarter as compared to loss of RM1.760 million in the immediate preceding quarter. The increase in the profit after tax by 107% was mainly due to expenses incurred in preceding quarter i.e. share-based payment under employee share option scheme amounted to RM1.575 million.

B3. Current year prospects

The country is going to need more energy as the economy continues to expand, 6 GW of new generation capacity is expected to be needed by the year 2020. Currently, 58% of power generated in Malaysia is based on natural gas, with the remainder from coal (37%) and hydro (5%). The 10th Malaysia Plan spells out the government's strategy in this area where gives new emphasis on the use of renewable energy, particularly the use of hydropwer for electricity generation and the mandatory blending of biofuels for the transportation sector. The call for emphasis on renewable energy stems from two main factors namely to be less reliant on traditional energy sources and to reduce carbon emission.

As a result, the Renewable Energy ("RE") market in Malaysia is expected to grow to 2,080 mw by 2020, 4,000 mw by 2030 and 21,370 mw by 2050. Biomass will dominate RE capacity until 2020, accounting for nearly 40% of the addition as small hydro and solid waste plants reach their maximum capacity. Solar PV will be the dominant source of energy post 2020 taking up 30% of the total capacity by 2030.

Premised on the above, the management of Vsolar believes that both Solar and Biomass/Biogas RE is a stable RE source in the future. Therefore, these businesses have a favourable outlook future based on the increasing demand for RE.

B4. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5. Taxation

The breakdown of income tax expense is as follow:-

	Current Quarter RM'000	Year to Date RM'000
Under provision in prior year	2	2
	<u>2</u>	<u>2</u>

B6. Profit on sale of unquoted investments and/or properties

There was no sale of unquoted investments and/or properties during the current quarter under review.

B7. Purchase or disposal of quoted securities

There was no purchase or disposal of any quoted securities during the current quarter under review.

B8. Status of corporate proposals

There is no corporate proposals announced but not completed as at the reporting date save and except for the following:-

(a) Corporate Proposals and Fund Raising

On 8 December 2014, the Board had announced to Bursa Securities that Vsolar wishes to undertake the following proposals:-

- i) Proposed renounceable rights issue of up to 1,153,102,353 new ordinary shares of RM0.10 each in Vsolar together with up to 576,551,176 free detachable warrants (“Warrants-B”) on the basis of three (3) Rights Shares for every existing ordinary share of RM0.10 each held in Vsolar together with one (1) Warrant-B for every two (2) Rights Shares subscribed at an entitlement date to be determined later;
- ii) Proposed establishment and implementation of an ESOS for eligible employees and Directors of Vsolar and its subsidiaries (excluding dormant subsidiaries);
- iii) Proposed increase in the authorised share capital of Vsolar from RM50,000,000 comprising 500,000,000 Vsolar Shares to RM500,000,000 comprising 5,000,000,000 Vsolar Shares (“Proposed IASC”); and
- iv) Proposed amendments to the Memorandum and Articles of Association of Vsolar to facilitate the Proposed IASC.

On 9 July 2015, Vsolar had obtained shareholders’ approval for the multi proposals stated above via Extraordinary General Meeting.

On 17 September 2015, Vsolar has submitted to Bursa Securities on an application for extension of time of four (4) months up to 28 March 2016 to complete the Proposed Rights Issue with Warrants.

On 6 October 2015, Bursa Malaysia Securities Berhad has resolved to grant Vsolar an extension of time of four (4) months from 29 November 2015 to 28 March 2016 to complete the implementation of the Proposed Rights Issue of Warrants.

On 22 January 2016, Vsolar has submitted to Bursa Securities on an application for extension of time of six (6) months up to 28 September 2016 to complete the Proposed Rights Issue with Warrants.

On 3 February 2016, Bursa Malaysia Securities Berhad has resolved to grant Vsolar an extension of time of six (6) months from 29 March 2016 to 28 September 2016 to complete the implementation of the Proposed Rights Issue of Warrants.

B8. Status of corporate proposals – cont'd

On 21 July 2016, Vsolar has submitted to Bursa Securities on an application for extension of time of six (6) months up to 28 March 2017 to complete the Proposed Rights Issue with Warrants.

On 16 August 2016, Bursa Malaysia Securities Berhad has resolved to grant Vsolar an extension of time of six (6) months from 29 September 2016 to 28 March 2017 to complete the implementation of the Proposed Rights Issue of Warrants.

On 28 March 2017, Vsolar has submitted to Bursa Securities that the board is currently re-evaluating certain terms of the Proposed Rights Issue with Warrants and has resolved not to seek for a further extension of time for the implementation of the Proposed Rights Issue with Warrants.

On 20 April 2017, with reference is made to the announcement dated 28th March 2017 Vsolar has submitted to Bursa Securities in relation to the re-evaluation by the Board on the terms of the rights issue exercise which was approved by the shareholders of the company on 9th July 2015 (Original Proposed Rights Issue with Warrants). Further details of the Proposed Rights Issue with Warrants are as follow:

Vsolar has an issued share capital of RM40,960,743 comprising 333,521,463 Vsolar Shares and 80,845,988 outstanding Warrants-A. The revised terms of the Original Proposed Rights Issue with Warrants (“Proposed Rights Issue with Warrants”) involves a renounceable rights issue of up to 1,243,102,353 Rights Shares together with up to 621,551,177 Warrants-B at an indicative issue price of RM0.05 per Rights Share on the basis of 3 Rights Shares for every existing Vsolar Share together with 1 Warrant-B for every 2 Rights Shares subscribed. The Rights Shares will be offered to the Entitled Shareholders at an Entitlement Date to be determined by the Board after obtaining the approvals for the Proposed Rights Issue with Warrants from all relevant authorities and the shareholders of the Company.

On 08 June 2017, Vsolar has announced that an application for an extension of time of 3 months up to 20 September 2017 to submit the draft circular in relation to the Proposed Rights Issue with Warrants has been submitted to Bursa Securities.

On 07 July 2017, Vsolar has announced that Bursa Malaysia Securities Berhad has vide its letter dated 7 July 2017 resolved to grant Vsolar an extension of time of 3 months up until 20 September 2017 to submit the draft circular to Bursa Securities in relation to the Proposed Rights Issue with Warrants.

On 06 September 2017, the Company announced on the new corporate exercise which shall supersede the Original Proposed Rights Issue with Warrants where the Company proposes to implement a renounceable rights issue of up to 1,426,271,553 irredeemable convertible preference shares (“ICPS”) together with up to 237,711,926 Warrants B at an indicative issue price of RM0.05 per ICPS on the basis of 3 ICPS for every existing Company’s share held together with one (1) free detachable Warrant B for every six (6) ICPS subscribed (“New Proposed Rights Issue with Warrants”). The ICPS will be offered to the shareholders of the Company whose names appear in the Record of Depositors of the Company as at the close of business on at an entitlement date to be determined by the Board after obtaining the approvals for the new Proposed Rights Issue with Warrants from all relevant authorities and the shareholders of the Company.

B8. Status of corporate proposals – cont'd

On 13 October 2017, the Company announced that after taking into consideration amongst others, the prevailing market conditions of the Company's shares, the Board decided to undertake the Proposed Rights Issue with Warrants, which shall supersede the New Proposed Rights Issue with Warrants. Under the Proposed Rights Issue with Warrants, the Company proposes to implement a renounceable rights issue of up to 1,426,271,553 new Company's shares ("Rights Shares") together with up to 950,847,702 free Warrant B at an indicative issue price of RM0.10 per Rights Share on the basis of three (3) Rights Shares for every existing Company's share held together with two (2) Warrants B for every three (3) Rights Shares subscribed. The Rights Shares will be offered to the shareholders of the Company whose names appear in the Record of Depositors of the Company as at the close of business on at an entitlement date to be determined by the Board after obtaining the approvals for the Proposed Rights Issue with Warrants from all relevant authorities and the shareholders of the Company.

(b) Business Agreement

On 11th April 2017, Vsolar announced that the company had entered into a Joint Venture Agreement ("JVA") with Universiti Teknologi Malaysia ("UTM") to form a special purpose vehicle which will be jointly owned by the Vsolar and UTM to develop Solar Energy Generation Facilities with a capacity of up to thirty (30) megawatts and to conduct research and development on "Solar Energy Generation Technology and Solar Plant Installation and Construction Design".

On 2 May 2017 Vsolar announced that the company had entered into a Collaboration Agreement with Trive Property Sdn Bhd to market and perform certain complementary business activities, particularly the solar farm project with Universiti Teknologi Malaysia.

On 08 Aug 2017, Vsolar announced that the Company had entered into a Investment and Shareholders' Agreement with KRU Energy Asia Pte Ltd, Rangkaian Iltizam Sdn Bhd, Kenneth Lee Wai Tong and Vsolar Engineering Sdn Bhd for joint development up to 10 Megawatts BioMass/BioGas Energy Generation Plant.

(c) Warrants 2012/2017

On 26 Oct 2017, Vsolar announced that pursuant to the terms and conditions of the Deed Poll dated 16 October 2012 constituting the Warrants 2012/2017 ("**Warrants A**"), the subscription rights of the Warrants A will expire at 5.00 p.m. on Thursday, 30 November 2017 ("**Expiry Date**"). Warrant holders should note that all outstanding Warrants A which are not exercised by 5.00 p.m. on the Expiry Date will lapse and become null and void and cease to be exercisable thereafter.

B9. Status of utilisation of proceeds

Funds raised via corporate exercises had been fully utilised and disclosed in the previous quarterly reports.

B10. Borrowings and debt securities

The Group did not issue any debt securities or long term borrowings during the current quarter under review. The Group's borrowings which are denominated in Ringgit Malaysia as at 30 September 2017 are as follows:

	Secured	Unsecured	Total
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Short term loans			
Term loans	-	-	-
Revolving credits	-	-	-
Finance lease	67	-	67
Overdraft	-	-	-
<hr/>			
Long term loans			
Term loans	-	-	-
Revolving credits	-	-	-
Finance lease	214	-	214
Overdraft	-	-	-
<hr/>			

B11. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this quarterly report.

B12. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

B13. Dividend

The Board of Directors did not recommend any dividend for the current quarter ended 30 September 2017

B14. Loss before tax

	Individual Quarter		Cumulative Year to Date	
	3 months ended		3 months ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	RM'000	RM'000	RM'000	RM'000
<u>Loss before tax is stated after crediting:-</u>				
Interest income	12	N/A	12	N/A
Other income (including investment income)	700	N/A	700	N/A
<u>Loss before tax is stated after charging:-</u>				
Interest expense	3	N/A	3	N/A
Depreciation and amortisation	209	168	209	168
Impairment of assets	N/A	N/A	N/A	N/A
Provision for and write off of trade receivables	N/A	N/A	N/A	N/A
Provision for and write off of other receivables	N/A	N/A	N/A	N/A
Deposit written off	N/A	N/A	N/A	N/A

B15. Earnings/(Loss) per share

Basic earnings/(loss) per share is calculated by dividing the net profit/(loss) attributable to owners of parent for the period by the number of ordinary shares in issue during the period.

	Quarter Ended		Year Ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
Net profit/(loss) attributable to owners of the parent (RM'000)	135	(707)	135	(707)
Weighted average number of ordinary shares in issue ('000)	373,521	299,593	373,521	299,593
Basic earnings/(loss) per share attributable to owners of the parent (sen)	0.04	(0.24)	0.04	(0.24)

The diluted earnings/(loss) per share for the financial period is based on the net profit/(loss) attributable to the owners of parent divided by number of ordinary shares in issue during the period.

	Quarter Ended		Year Ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
Net profit/(loss) attributable to owners of the parent (RM'000)	135	(707)	135	(707)
Weighted average number of ordinary shares in issue ('000)	373,521	299,593	373,521	299,593
Effect of dilution of ESOS option ('000)	21,056	-	21,056	-
Effect of dilution of warrants ('000)	80,845	80,845	80,845	80,845
Adjusted weighted average number of ordinary shares in issue ('000)	475,422	380,438	475,422	380,438
Diluted earnings/(loss) per share attributable to owners of the parent (sen)	0.03	(0.19)	0.03	(0.19)

B16. Realised and unrealised profits/losses disclosure

	As at 30/09/2017	As at 30/09/2016
Total accumulated losses from the Company and its subsidiaries	RM'000	RM'000
- Realised	(42,085)	(33,807)
- Unrealised	(4,611)	(4,042)
	(46,696)	(37,849)
Less: Consolidated Adjustment	12,978	6,990
Total accumulated losses as per consolidated financial statements	(33,718)	(30,859)