

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

SUMMARY OF KEY FINANCIAL INFORMATION FOR THE PERIOD ENDED 30 SEPTEMBER 2018

Table 1: Financial review for current quarter and financial year to date

	INDIVIDUAL PERIOD			CUMULATIVE PERIOD		
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CHANGES Favourable/ (Unfavourable)	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	CHANGES Favourable/ (Unfavourable)
	30/09/2018 RM '000	30/09/2017 RM '000	RM '000	30/09/2018 RM '000	30/09/2017 RM '000	RM '000
1 Revenue	6,960	6,779	181 3%	19,692	21,413	(1,722) -8%
2 Profit/(Loss) before tax	(793)	(1,265)	472 37%	(2,083)	(2,710)	627 23%
3 Profit/(Loss) for the period	(793)	(1,265)	472 37%	(2,083)	(2,710)	627 23%
4 Net Profit/(loss) attributable to ordinary equity holders of the parent	(541)	(1,174)	633 54%	(1,933)	(2,588)	655 25%
5 Basic Profit/(loss) per share	(0.16)	(0.31)	0.15 48%	(0.45)	(0.65)	0.20 31%
6 Proposed/Declared dividend per share	-	-		-	-	

Table 2: Financial review for current quarter compared with immediate preceding quarter

	CURRENT YEAR QUARTER	IMMEDIATE PRECEDING QUARTER	CHANGES Favourable/ (Unfavourable)	
	30/09/2018 RM '000	30/06/2018 RM '000	RM '000	
1 Revenue	6,960	6,072	888	15%
2 Profit/(Loss) before tax	(793)	(1,449)	656	45%
3 Profit/(Loss) for the period	(793)	(1,449)	656	45%
4 Net Profit/(loss) attributable to ordinary equity holders of the parent	(541)	(1,527)	986	65%
5 Basic Profit/(loss) per share	(0.16)	(0.29)	0.13	45%
6 Proposed/Declared dividend per share	-	-		

	AS AT END OF CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
	30/09/2018 RM	30/09/2017 RM
7 Net assets per share attributable to ordinary equity holders of the parent	0.09	0.10

Note: For full text of the above announcement, please access the Bursa Malaysia website at www.bursamalaysia.com

** The Basic Earnings per share is computed based on the following:

	INDIVIDUAL PERIOD			CUMULATIVE PERIOD		
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CHANGES Favourable/ (Unfavourable)	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	CHANGES Favourable/ (Unfavourable)
	30/09/2018 RM	30/09/2017 RM	RM	30/09/2018 RM	30/09/2017 RM	RM
Net (loss)/profit for the period - RM	(792,856)	(1,265,383)	472,527 37%	(2,083,288)	(2,710,143)	626,855 23%
Number of shares in issue	497,718,148	414,765,124		463,400,596	414,765,124	
Profit/(Loss) per share (sen) - Basic	(0.16)	(0.31)	0.15 48%	(0.45)	(0.65)	0.20 31%

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30
SEPTEMBER 2018**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/2018 RM	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2017 RM	CURRENT YEAR TO DATE 30/09/2018 RM	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2017 RM
Revenue	6,959,831	6,779,046	19,691,734	21,413,493
Cost of sales	(6,024,910)	(6,031,519)	(16,208,334)	(18,658,963)
Gross Profit/(loss)	<u>934,921</u>	<u>747,527</u>	<u>3,483,400</u>	<u>2,754,530</u>
Other income	(9,063)	16,617	186,417	216,658
Operating expenses	(1,619,988)	(1,918,216)	(5,450,381)	(5,349,721)
Finance cost	(98,726)	(111,311)	(302,724)	(331,610)
Profit/(Loss) before tax	<u>(792,856)</u>	<u>(1,265,383)</u>	<u>(2,083,288)</u>	<u>(2,710,143)</u>
Tax income	-	-	-	-
Net Profit/(loss) for the period	<u><u>(792,856)</u></u>	<u><u>(1,265,383)</u></u>	<u><u>(2,083,288)</u></u>	<u><u>(2,710,143)</u></u>
Other comprehensive Profit/(loss) after tax:	-	-	-	-
Exchange translation differences	251,665	91,525	150,500	122,052
Other comprehensive profit for the period, net of tax	<u>251,665</u>	<u>91,525</u>	<u>150,500</u>	<u>122,052</u>
Total comprehensive profit/(loss) for the period attributable to Equity holders of the Company	<u><u>(541,191)</u></u>	<u><u>(1,173,858)</u></u>	<u><u>(1,932,788)</u></u>	<u><u>(2,588,091)</u></u>
Earnings per share - (Sen)				
Basic	(0.16)	(0.31)	(0.45)	(0.65)
Diluted	NA	NA	NA	NA

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

(The figures have not been audited)

	UNAUDITED AS AT 30/09/2018 RM	AUDITED AS AT 31/12/2017 RM
NON-CURRENT ASSETS		
Property, plant and equipment	20,267,476	21,348,517
	20,267,476	21,348,517
CURRENT ASSETS		
Inventories	1,020,599	1,842,091
Trade and other receivables	31,386,498	25,472,168
Current tax assets	317,789	237,294
Cash and bank balances	5,615,468	6,749,615
	38,340,354	34,301,168
CURRENT LIABILITIES		
Trade and other payables	5,892,772	4,631,402
Borrowings	6,249,269	6,368,116
	12,142,041	10,999,518
NET CURRENT ASSETS	26,198,313	23,301,650
NON-CURRENT LIABILITIES		
Borrowings	817,964	1,217,206
Deferred tax liabilities	1,816,236	1,816,236
	2,634,200	3,033,442
NET ASSETS	43,831,589	41,616,725
FINANCED BY		
Share capital	52,521,421	48,373,770
Exchange translation reserve	1,136,827	986,327
Revaluation Reserve	6,315,269	6,315,268
Warrant reserve	8,019,821	8,019,821
Other reserve	(8,019,821)	(8,019,821)
Accumulated losses	(16,141,928)	(14,058,640)
SHAREHOLDERS' EQUITY	43,831,589	41,616,725
Net assets ("NA") per share (RM)	0.09	0.10

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2018
(The figures have not been audited)

	←		Non-Distributable		→		Total	
	Share Capital	Share Premium	Exchange Translation Reserve	Assets Revaluation Reserve	Warrant Reserve	Other Reserve		Distributable (Accumulated Losses)
	RM	RM	RM	RM	RM	RM	RM	
Period ended 30 September 2018								
At 1 January 2018	48,373,770	-	986,327	6,315,268	8,019,821	(8,019,821)	(14,058,640)	41,616,725
Exchange translation differences	-	-	150,500	-	-	-	-	150,500
Par Value Reduction	-	-	-	-	-	-	-	-
Transfer of share premium upon abolishment of par value	-	-	-	-	-	-	-	-
Issuance of shares pursuant to right issue	4,147,651	-	-	-	-	-	-	4,147,651
Profit/(loss) for the period	-	-	-	-	-	-	(2,083,287)	(2,083,287)
Total comprehensive profit/(loss) for the period & transactions with owners	4,147,651	-	150,500	-	-	-	(2,083,287)	2,214,864
At 30 September 2018	52,521,421	-	1,136,827	6,315,268	8,019,821	(8,019,821)	(16,141,927)	43,831,589
Period ended 31 December 2017								
At 1 January 2017	41,476,513	6,897,257	1,308,833	6,315,268	8,019,821	(8,019,821)	(10,850,283)	45,147,588
Exchange translation differences	-	-	(322,506)	-	-	-	-	(322,506)
Par Value Reduction	-	-	-	-	-	-	-	-
Transfer of share premium upon abolishment of par value	6,897,257	(6,897,257)	-	-	-	-	-	-
Loss for the year	-	-	-	-	-	-	(3,208,357)	(3,208,357)
Total comprehensive profit/(loss) for the year & transactions with owners	6,897,257	(6,897,257)	(322,506)	-	-	-	(3,208,357)	(3,530,863)
At 31 December 2017	48,373,770	-	986,327	6,315,268	8,019,821	(8,019,821)	(14,058,640)	41,616,725

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2018
(The figures have not been audited)

	CURRENT QUARTER 30/09/2018 RM	AUDITED AS AT 31/12/2017 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before tax	(2,083,288)	(3,249,848)
Adjustments for:		
Depreciation	2,047,715	2,540,605
Loss/(Gain) on disposal of property, plant and equipment	80,366	(78,123)
Other receivables	-	459,600
Interest expense	302,724	435,925
Interest income	(424)	(195,497)
Unrealised loss/(gain) on foreign exchange	-	171,291
	<hr/> 347,093	<hr/> 83,953
Operating (loss)/profit before working capital changes		
(Increase)/decrease in inventories	830,263	(923,542)
(Increase)/decrease in receivables	(5,548,569)	(535,357)
Increase/(decrease) in payables	1,242,903	1,295,360
	<hr/> (3,128,310)	<hr/> (79,586)
Cash used in operations		
Income taxes paid	(168,629)	(42,791)
Income taxes refunded	31,631	36,000
Net cash used in operating activities	<hr/> (3,265,308)	<hr/> (86,377)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(938,843)	(317,857)
Interest received	424	195,497
Placement of fixed deposit	-	(194,973)
Proceeds from disposal of property, plant and equipment	12,513	118,682
Net cash used in investing activities	<hr/> (925,906)	<hr/> (198,651)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(302,724)	(435,925)
Proceeds from private placement	4,147,651	-
Repayment of term loans	(816,829)	(1,083,536)
Repayment of hire purchase obligations	110,988	(419,698)
Net cash generated/(used) in financing activities	<hr/> 3,139,086	<hr/> (1,939,159)
Net decrease in cash and cash equivalents	(1,052,128)	(2,224,187)
Effect of exchange rate changes	(243,946)	(45,997)
Cash and cash equivalents brought forward	(3,562,571)	(1,292,387)
Cash and cash equivalents carried forward	<hr/> (4,858,645)	<hr/> (3,562,571)
<u>Cash and cash equivalents comprise:</u>		
Cash and bank balances	160,495	1,294,642
Fixed deposits with licensed banks	5,454,973	5,454,973
	<hr/> 5,615,468	<hr/> 6,749,615
Less: Pledged deposits	(5,454,973)	(5,454,973)
	<hr/> 160,495	<hr/> 1,294,642
Bank Overdraft	(5,019,140)	(4,857,213)
Cash and cash equivalents	<hr/> (4,858,645)	<hr/> (3,562,571)

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2018

B DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET

B1 Review of performance

For the quarter under review, Group's revenue at RM 6.96 million showed decrease of RM 0.181 million (or 3%) from RM 6.78 million of the preceding year corresponding quarter.

The Group recorded a loss before tax of RM793 million for the quarter under review, compared to a loss before tax of RM 1.27 million in the preceding year corresponding quarter (Q3-2017). The decrease in loss before tax was due to reduced in subcon cost incurred during the quarter under review and higher revenue.

B2 Variation of results against immediate preceding quarter

During the quarter under review, sales increased by RM 0.89 million (Revenue, Q3-2018: RM 6.96 million - Q2-2018: RM 6.07 million) compared to preceding quarter. The increase of sales was mainly due to higher demand from tooling.

The group has recorded a loss before tax of RM 0.79 million in the quarter under review, an improvement of RM 0.66 million compared to a loss before tax of RM 1.45 million in the preceding quarters (Q2-2018).

B3 Prospects for the forthcoming financial year

Manufacturing business component

The outlook for Group's tooling and precision components business is expected to continue to improve for the financial year 2018. Likewise the Group performance is expected to improve in line with the higher revenues as well lower costs from reduced outsourcing due to the strengthening of the Group's skilled labour force.

Theme park component

The theme park component of the Group has yet to be fully operational and is not expected to contribute significantly to the Group in 2018.

B4 Profit forecast and profit guarantee

The Group did not provide any profit estimate, forecast, projection, internal targets or profit guarantee in any public documents for the financial year ending 31 December 2017.

B5 Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/09/2018 RM	Preceding year corresponding quarter 30/09/2017 RM	Current year to date 30/09/2018 RM	Preceding year corresponding period 30/09/2017 RM

Tax based on results for the quarter/period:
Malaysian income tax and deferred tax

-	-	-	-
---	---	---	---

The effective tax rate of the Group for the current period under review was lower than the statutory tax rates mainly due to a subsidiary, Microlead Precision Technology Sdn Bhd had been granted Pioneer Status by the Malaysian Industrial Development Authority in which 100% of the subsidiary's statutory income from Pioneer Products is exempted from income tax for a period of 5 years (From year 2015 onwards).

B6 Sale of unquoted investments and/or properties

There was no sale of unquoted investments or properties during the period under review.

B7 Purchase or Sale of quoted securities

There was no purchase or sale of quoted securities during the period under review.

B8 Status of Corporate Proposals

The joint venture between Star Acres Sdn Bhd and Cash Support Sdn Bhd is pending the transfer of the project land and issuance of shares in Cash Support Property Sdn Bhd ("JV Entity"). The transfer of the project land from Cash Support Sdn Bhd to the JV Entity has been approved by the state government.

Purpose	Proposed Utilisation (RM'000)	Actual Utilisation as at 31 December 2017 (RM'000)	Valuation for utilisation of proceeds as at 31 December 2017 (RM'000)	Balance to be utilised as at 31 December 2017 (RM'000)
Payment for Subscription Shares	15,900	15,226	-	674
Extension to existing factory	9,480	2,000	(2,554)	4,926
Working capital	987	3,541	2,554	-
Estimated expenses in relation to the Corporate Exercise	1,160	1,160	-	-
Total	27,527	21,927	-	5,600

Explanation for deviation

(1) Proceeds were used for working capital as it is more urgent compared to the extension of factory and purchase of equipments.

The Company has announced extension of the Memorandum of Agreement ("MOA") with Cambodia Resort and Entertainment Co., Ltd for another 90 days from 5 October 2018 to 2 January 2019.

Joint Venture between MQ's wholly-owned subsidiary, Star Acres Sdn Bhd, and Cash Support Sdn Bhd to develop and carry on the business of the Theme Park ("Investment")

- (i) SASB and CSSB had on 18 January 2018 mutually agreed to further extend the SSA Cut-Off Date from 19 July 2018 to 19 January 2019 for the parties to obtain/fulfil conditions precedent pursuant to the SSA; and
- (ii) CSSB and CSPSB had on 18 January 2018 mutually agreed to further extend the SPA Cut-Off Date from 19 July 2018 to 19 January 2019 for the parties to obtain, fulfil or waive the conditions precedent pursuant to the SPA.

The Company announced the proposal for diversification of the existing principal activities and private placement on 7 December 2017:

- (i) Proposed diversification of the existing principal activities of MQ Group to include marketing services for gaming related businesses pursuant to the marketing agreement dated 7 December 2017 entered into between MQ and Vivo Tower Holdings Ltd; and
- (ii) Proposed private placement of 82,953,024 new Placement Shares at an issue price of RM0.05 per Placement Share.
- (iii) The Company submitted the listing application for the Proposed Private Placement to Bursa Malaysia Securities Berhad on 18 January 2018.

On 4 April 2018, the company announced to Bursa Securities that the proposed utilisation of the proceeds from the Rights Issue exercise of approximately RM9.48 million earmarked for the extension to its existing factory in Bayan Lepas, Penang to be partially re-allocated (approximately RM2.55 million) to working capital of the Group.

On 5 April 2018, Bursa Malaysia Securities Berhad has approved the listing of up to 82,953,024 Placement Shares to be issued pursuant to the Proposed Private Placement for the proposed diversification of the Group's principal activities to gaming related business subject to the following conditions:-

- The Company and UOB Kay Hian Securities (M) Sdn Bhd ("UOBKH") must fully comply with the relevant provisions under the ACE Marketing Listing Requirements pertaining to the implementation of the Proposed Private Placement;
- The Company and UOBKH to inform Bursa Securities upon the completion of the Proposed Private Placement; and
- The company to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Private Placement is completed.

On 16 May 2018, all resolution as set out in the Notice of Extraordinary General Meeting ("EGM") dates 14 April 2018 were duly passed at the EGM. Below are the Ordinary Resolution passed at the EGM.

Ordinary Resolution 1

- Proposed diversification of the existing principal activities of MQ and its subsidiaries to include marketing services for gaming related businesses. ("Proposed Diversification")

Ordinary Resolution 2

- Proposed private placement of 82,953,024 ordinary shares in MQ ("Placement share(s)") at an issue price of RM0.05 per placement share ("Proposed Private Placement")

Ordinary Resolution 3

- Proposed allocation of 41,476,512 placement shares to Wong Ken Hong at an issue price of RM0.05 per placement share ("Proposed Allocation")

82,953,024 placement shares at an issue price of RM0.05 per share was completed upon listing and quotation on ACE Market of Bursa Malaysia Securities Berhad with effect from 9.00am 01/06/2018

Utilisation of Proceeds from Private Placement

- The funds from private placement of RM4.15 million was received on 01 June 2018

Purpose	Proposed Utilisation (RM'000)	Actual Utilisation as at 30 June 2018 (RM'000)	Timeframe for utilisation	Balance to be utilised as at 30 June 2018 (RM'000)
Provision of marketing services pursuant to the Marketing Agreement	3,878	3,650	24 months	228
Expenses in relation to the proposal	270	270	1 month	-
	4,148	3,920		228

On 04/06/2018, MQ Technology Berhad (Vendor) entered into conditional share sale agreement(SSA) with TC Smart Engineering (M) Sdn Bhd (Purchaser) for the disposal of 300,000 ordinary shares of MPT Solutions Co Ltd (MPTS) , representing entire equity shares of the company for a total consideration of RM 3,500,000.00 (RGT: Three million five hundred thousand) Upon completion of the disposal, MPTS will cease to be a subsidiary of the company.

On 04/07/2018, The Board of Directors of MQ Tech (Company) has entered into a supplemental agreement to the SSA with the Purchaser to extend the Conditional Period for a further term of 45 days from 4 July 2018 to 18 August 2018 in order to facilitate the fulfillment of Conditions Precedent. (Supplemental SSA). Save and except for the extension of the conditional period, all other terms and conditions of the SSA shall remain unchanged.

On 17/08/2018, The Board of Directors of MQ Tech (Company) has entered into a second supplemental agreement to the SSA with the Purchaser to extend the Conditional Period for a further term of 45 days from 19 August 2018 to 02 October 2018 in order to facilitate the fulfillment of Conditions Precedent. (Second Supplemental SSA). Save and except for the extension of the conditional period, all other terms and conditions of the SSA shall remain unchanged.

On 02/10/2018, The Board of Directors of MQ Tech (Company) has entered into a third supplemental agreement to the SSA with the Purchaser to extend the Conditional Period for a further term of Six (6) months from 02 October 2018 to 01 April 2019 in order to facilitate the fulfillment of Conditions Precedent. (Third Supplemental SSA). Save and except for the extension of the conditional period, all other terms and conditions of the SSA shall remain unchanged.

B9 Group's borrowings and debt securities

The borrowings are secured denominated in Malaysian Ringgit and Thai Baht.

	Current Year Quarter 30/09/2018					
	Long term		Short term		Total borrowings	
	Foreign Borrowing (RM)	Local Borrowing (RM)	Foreign Borrowing (RM)	Local Borrowing (RM)	Foreign Borrowing (RM)	Local Borrowing (RM)
Secured Borrowings						
Hire Purchase	639,095	54,884	277,626	119,204	916,721	174,088
Term Loan	123,985	-	-	833,300	123,985	833,300
Overdraft	-	-	-	5,019,140	-	5,019,140
Sub total	763,080	54,884	277,626	5,971,644	1,040,706	6,026,528

	Preceding Year Quarter 30/09/2017					
	Long term		Short term		Total borrowings	
	Foreign Borrowing (RM)	Local Borrowing (RM)	Foreign Borrowing (RM)	Local Borrowing (RM)	Foreign Borrowing (RM)	Local Borrowing (RM)
Secured Borrowings						
Hire Purchase	131,529	174,088	671,491	122,745	803,020	296,833
Term Loan	99,918	833,300	113,244	1,000,008	213,162	1,833,308
Overdraft	-	-	-	4,799,067	-	4,799,067
Sub total	231,447	1,007,388	784,735	5,921,820	1,016,182	6,929,208

	Current Year Quarter 30/09/2018	Preceding Year Quarter 31/12/2017
Weighted Average Fixed Interest Rate - Hire Purchase	6.39%	5.87%
Weighted Average Floating Interest Rate - Overdraft	5.00%	4.27%
Weighted Average Floating Interest Rate - Term Loan	7.04%	7.04%

B10 Realised and Unrealised Profit or Losses

	As at 30/09/2018	As at 31/12/2017
Total retained profits of the Company and its subsidiaries:-		
- Realised gain / (loss)	(37,291,779)	(31,788,371)
- Unrealised gain / (loss)	69,993	(160,372)
	(37,221,786)	(31,948,743)
Less: Consolidation adjustments and eliminations	21,079,858	17,890,103
Total Accumulated losses as per statement of financial position	(16,141,928)	(14,058,640)

B11 Profit for the Period

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/09/2018 RM	Preceding year corresponding quarter 30/09/2017 RM	Current year to date 30/09/2018 RM	Preceding year corresponding period 30/09/2017 RM
Profit for the period is arrived at after crediting:				
Interest income	68	225	424	838
Other income / (loss)	(9,131)	119,237	185,993	215,820
Gain/(loss) on disposal of property, plant and equipment	1,059	(208)	80,366	(171,990)
Unrealised Foreign exchange gain or (Loss)	(30,930)	(6,983)	69,993	186,909
and after charging:				
Interest expense	98,726	84,297	302,724	304,597
Depreciation	649,847	739,021	2,047,715	2,217,131

There were no gain or loss on disposal of quoted or unquoted investments or properties, gain or loss on derivatives or exceptional items for current quarter and financial period end 30 September 2018 (31 December 2017: Nil)

B12 Off balance sheet financial instruments

The Group does not have any derivative financial instruments as at the date of this report.

B13 Material litigation

There were no material litigation pending since the last the last annual balance sheet date until the date of this

B14 Dividends

No dividend has been declared or paid by the Company in this financial quarter.

B15 Profit / (loss) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/09/2018	Preceding year corresponding quarter 30/09/2017	Current year to date 30/09/2018	Preceding year corresponding period 30/09/2017
Profit/(loss) after tax attributable to shareholders (RM)	(792,856)	(1,265,383)	(2,083,288)	(2,710,143)
Weighted average number of ordinary shares in issue	497,718,148	414,765,124	463,400,596	414,765,124
Loss per share - (Sen)				
Basic	(0.16)	(0.31)	(0.45)	(0.65)
Diluted	NA	NA	NA	NA

B16 Auditor's report on preceding annual financial statements

The auditors have expressed an unqualified opinion on the Company's statutory financial statements for the year ended 31 December 2017 in their report dated 23 April 2018.

B17 Authorise for issue

The interim financial statements were authorised for issue by the Board of Directors on 24 May 2018.

B18 Other income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/09/2018 RM	Preceding year corresponding quarter 30/09/2017 RM	Current year to date 30/09/2018 RM	Preceding year corresponding period 30/09/2017 RM
Other income	(9,063)	16,617	186,417	216,658
MPT				
Interest received	62	219	160	503
Scrap sales	1,828	15,474	17,892	24,263
Vending machine rental received	-	300	-	-
Unrealised gain on forex	(30,930)	-	69,993	600
Gain on disposal of fixed assets	-	-	-	93,820
MPTS				
Interest Income	5	7	263	330
Gain on Sale of asset	-	208	-	78,170
Sale Scrap	168	30	12,770	11,421
Other Income	19,803	378	85,338	7,546
SA				
Interest Income	1	1	1	5

B19 Foreign Exchange Exposure

Areas in which are relevant to foreign exchange exposure within the group are:-
- MPTS, which is the Thailand subsidiary and its operating currency is in Baht
- overseas sales in USD
- and Bank account in foreign currency (USD).

There is no hedging performed within the group.

B20 Trade receivables

Currently there is only credit sales in MPT and MPTS within the group, and below are the gross trade receivable aging analysis:-

Third parties

MPT - Trade receivable aging as at 30.09.2018

Credit term	5 Mths+	4 Mths	3 Mths	2 Mths	1 Mth	Current
30	-	-	-	-	10,232	4,190
45	30,000	-	-	83,510	41,550	25,760
50	463	9,407	38,850	619,038	505,248	1,067,626
60	80,398	235,170	16,025	222,023	249,267	446,767
90	-	-	2,177	123,742	69,886	60,288
	110,861	244,577	57,052	1,048,313	876,183	1,604,631
Advance received from debtor	(3,038)	-	-	-	-	-
Unrealised gain/(loss) foreign exchange	-	-	-	-	-	65,376
	107,823	244,577	57,052	1,048,313	876,183	1,670,007

MPTS - Trade receivable aging as at 30.09.2018

Credit term	5 Mths+	4 Mths	3 Mths	2 Mths	1 Mth	Current
30	-	-	48,150	210,790	-	-
50	-	-	-	84,370	3,091,251	1,138,619
60	-	-	-	918,339	1,888,579	611,156
90	-	-	-	-	51,560	1,396,200
120	-	-	-	1,529,657	2,796,517	3,770,559
	-	-	48,150	2,743,155	7,827,908	6,916,535

It is noted that there is some delay in the receivable from trade debtors in MPT, however there are continuous subsequent receipt from the trade debtors up to date, hence no recoverability issue.

Meanwhile, in MPTS receivables were received within the credit term, hence no recoverability issue.

Related parties

Credit term awarded to related parties are in line with credit term awarded to third party, there no exceptional prolonged credit term being awarded to them and normally trade receivable from related parties were usually received within the credit term.

Subsidiaries that have Sales transactions with its related party are:-

Related Parties	Nature of Transactions
MPTS sells to ZT	Supply of Wirecut and Electric Discharge Machining (EDM) process
MPT sells to WI	Supply of Automation and Precision parts

WI – Wistech Integration Sdn Bhd
ZT - Zoomic Technology (Thailand) Co., Ltd