



AT SYSTEMATIZATION BERHAD

(COMPANY NO: 644800-X)
(INCORPORATED IN MALAYSIA)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 30 NOVEMBER 2016**



**Condensed Consolidated Statements of Financial Position
For 3rd Quarter ended 30 November 2016**

	(Unaudited) As At 30.11.2016 RM '000	(Audited) As At 29.2.2016 RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	53,563	44,144
Current assets		
Inventories	1,677	2,348
Trade receivables	4,248	4,984
Other receivables, deposits and prepayments	8,271	4,386
Tax assets	249	235
Cash and cash equivalents	4,025	3,472
Other investments	11,760	10
	30,230	15,435
TOTAL ASSETS	83,793	59,579
EQUITY AND LIABILITIES		
Equity		
Share capital	25,984	43,306
Share premium	12,408	10,768
Share option reserve	1,507	-
Warrant reserve	17,126	17,126
Revaluation reserve	6,615	6,615
Accumulated losses	(12)	(35,169)
	63,628	42,646
Non-controlling interests	(75)	85
Total equity	63,553	42,731
Liabilities		
Non-current liabilities		
Finance lease payables	6,918	3,994
Bank borrowings	3,759	4,700
Deferred tax liabilities	2,048	2,048
	12,725	10,742
Current liabilities		
Trade payables	4,221	2,189
Other payables & deposits	1,330	1,838
Tax liabilities	-	23
Finance lease payables	1,461	1,491
Bank borrowings	503	565
	7,515	6,106
Total liabilities	20,240	16,848
TOTAL EQUITY AND LIABILITIES	83,793	59,579
Net assets per share (Sen)	7.35	9.85

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 29 February 2016 and the accompanying explanatory notes attached to the interim financial report.



**Condensed Consolidated Statements of Comprehensive Income
For 3rd Quarter ended 30 November 2016**

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30.11.2016 RM '000	30.11.2015 RM '000	30.11.2016 RM '000	30.11.2015 RM '000
Revenue	4,066	5,191	11,970	13,977
Cost of sales	(3,663)	(4,594)	(11,526)	(12,628)
Gross profit	403	597	444	1,349
Other income	718	666	1,542	1,607
Administrative and general expenses	(668)	(1,482)	(7,517)	(4,314)
Selling and distribution expenses	(24)	(9)	(39)	(26)
	(692)	(1,491)	(7,556)	(4,340)
Profit/(Loss) from operations	429	(228)	(5,570)	(1,384)
Finance costs	(159)	(115)	(484)	(294)
Profit/(Loss) before tax	270	(343)	(6,054)	(1,678)
Tax income/(expense)	(31)	23	(31)	(14)
Profit/(Loss) for the period	239	(320)	(6,085)	(1,692)
Attributable to:-				
Owners of the parent	344	(336)	(5,925)	(1,734)
Non-controlling interests	(105)	16	(160)	42
	239	(320)	(6,085)	(1,692)
Profit/(Loss) per share attributable to owners of the parent (sen)				
- Basic	0.06	(0.08)	(1.21)	(0.46)
- Diluted	0.06	(0.08)	(1.21)	(0.46)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 29 February 2016 and the accompanying explanatory notes attached to the interim financial report.



**Condensed Consolidated Statements of Comprehensive Income
For 3rd Quarter ended 30 November 2016 (Cont'd)**

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30.11.2016 RM '000	30.11.2015 RM '000	30.11.2016 RM '000	30.11.2015 RM '000
Profit/(Loss) for the period	239	(320)	(6,085)	(1,692)
Other comprehensive income:-				
Foreign currency translations	-	-	-	-
Revaluation surplus on property, plant and equipment	-	-	-	-
Total comprehensive income for the period	239	(320)	(6,085)	(1,692)
Attributable to:-				
Owners of the parent	344	(336)	(5,925)	(1,734)
Non-controlling interests	(105)	16	(160)	42
Total comprehensive income for the period	239	(320)	(6,085)	(1,692)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 29 February 2016 and the accompanying explanatory notes attached to the interim financial report.



Condensed Consolidated Statements of Equity
For 3rd Quarter ended 30 November 2016

	<----- Attributable to Owners of the Parent ----->									
	<----- Non-Distributable ----->						Distributable			
	Share Capital RM '000	Share Premium RM '000	Share Option Reserve RM '000	Revaluation Reserve RM '000	Warrant Reserve RM '000	Accumulated Losses RM '000	Sub Total RM '000	Non- Controlling Interests RM '000	Total Equity RM '000	
At 1 March 2016	43,306	10,768	-	6,615	17,126	(35,169)	42,646	85	42,731	
Comprehensive income										
Loss for the financial period	-	-	-	-	-	(5,925)	(5,925)	(160)	(6,085)	
Other comprehensive income										
Revaluation surplus from property, plant and equipment	-	-	-	-	-	-	-	-	-	
Total comprehensive income for the financial period	-	-	-	-	-	(5,925)	(5,925)	(160)	(6,085)	
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	
Transactions with owners										
Rights issues with warrants	12,992	12,408	-	-	-	-	25,400	-	25,400	
Par value reduction	(30,314)	(10,768)	-	-	-	41,082	-	-	-	
Share-based payment under Share Issuance Scheme	-	-	1,507	-	-	-	1,507	-	1,507	
Total transactions with owners	(17,322)	1,640	1,507	-	-	41,082	26,907	-	26,907	
At 30 November 2016	25,984	12,408	1,507	6,615	17,126	(12)	63,628	(75)	63,553	



Condensed Consolidated Statements of Equity
For 3rd Quarter ended 30 November 2016 (Cont'd)

	<----- Attributable to Owners of the Parent ----->							
	<----- Non-Distributable ----->			Distributable				
	Share Capital RM '000	Share Premium RM '000	Revaluation Reserve RM '000	Warrant Reserve RM '000	Accumulated Losses RM '000	Sub Total RM '000	Non- Controlling Interests RM '000	Total Equity RM '000
At 1 March 2015	39,369	10,967	6,768	17,126	(32,780)	41,450	40	41,490
Comprehensive income								
Loss for the financial period	-	-	-	-	(1,734)	(1,734)	42	(1,692)
Other comprehensive income								
Revaluation surplus from property, plant and equipment	-	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-		(1,734)	(1,734)	42	(1,692)
Transactions with owners								
Issue of shares	3,937	(199)	-	-	-	3,738	-	3,738
(Dilution)/Accretion from change in stake in subsidiaries	-	-	-	-	-	-	-	-
Total transactions with owners	3,937	(199)	-		-	3,738	-	3,738
At 30 November 2015	43,306	10,768	6,768	17,126	(34,514)	43,454	82	43,536

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 29 February 2016 and the accompanying explanatory notes attached to the interim financial report.



**Condensed Consolidated Statements of Cash Flows
For 3rd Quarter ended 30 November 2016**

	Current Year To-Date 30.11.2016 (Unaudited) RM'000	Preceding Year Corresponding Period 30.11.2015 (Unaudited) RM'000
Cash flows from operating activities		
(Loss)/Profit before tax	(6,054)	(1,678)
Adjustments for :-		
Fair value adjustments on share options	1,507	-
Other non-cash and non-operating items	2,586	1,943
Operating (loss)/profit before working capital	(1,961)	265
(Increase)/Decrease in inventories	648	517
(Increase)/Decrease in receivables	(3,434)	(520)
Increase/(Decrease) in payables	1,925	(980)
Cash generated from/(used in) operations	(2,822)	(718)
Tax paid, net of tax refund	(61)	(320)
Net cash used in operating activities	(2,883)	(1,038)
Cash flows from investing activities		
Income distribution and interest received	70	14
Investment in short term money market funds	(11,750)	-
Proceeds from disposal of investment in unquoted shares	-	25
Proceeds from disposal of property, plant and equipment	109	108
Purchase of property, plant and equipment	(6,880)	(5,042)
Net cash used in investing activities	(18,451)	(4,895)
Cash flows from financing activities		
Proceeds from issue of shares	25,400	3,738
Interest paid	(484)	(294)
Placement of deposits with banks	(1,290)	-
Repayments of finance lease payables	(2,025)	(884)
Net (repayment)/drawdown of term loans	(1,002)	2,398
Net cash from financing activities	20,599	4,958
Effects of exchange rate changes on cash and cash equivalents	(2)	106
Net (decrease)/increase in cash and cash equivalents	(737)	(869)
Cash and cash equivalents brought forward	3,472	3,586
Cash and cash equivalents carried forward	2,735	2,717
Represented by:-		
Cash and cash equivalents	4,025	2,717
Less: Placement of deposits pledged with bank	(1,290)	-
	2,735	2,717

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 29 February 2016 and the accompanying explanatory notes attached to the interim financial report.



Part A – Notes to the Unaudited Interim Financial Reports
3rd Quarter ended 30 November 2016

A1) Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with Malaysia Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”) and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 29 February 2016 and the accompanying notes attached to the interim financial report.

A2) Changes in Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 29 February 2016.

As at the date of authorisation of this interim financial report, the following Standards and Amendments have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been adopted by the Group: -

	Effective for financial periods beginning on or after
<u>New MFRSs</u>	
MFRS 9 : Financial Instruments	1 January 2018
MFRS 14 : Regulatory Deferral Accounts	1 January 2016
MFRS 15 : Revenue from Contracts with Customers	1 January 2018
MFRS 16 : Leases	1 January 2019
<u>Amendments to MFRSs</u>	
MFRS 2 : Classification and Measurement of Share-based Payment Transactions	1 January 2018
MFRS 10, 12 & 128 : Investment Entities: Applying the Consolidation Exception	1 January 2016
MFRS 11 : Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
MFRS 101 : Disclosure Initiative	1 January 2016
MFRS 107 : Disclosure Initiative	1 January 2017
MFRS 112 : Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
MFRS 116 & 138 : Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
MFRS 127 : Equity Method in Separate Financial Statements	1 January 2016
MFRS 141 : Agriculture: Bearer Plants	1 January 2016
Amendments to MFRS : Annual Improvements 2012 – 2014 Cycle	1 January 2016

The Group will adopt the above pronouncements when they become effective in the respective financial periods.



Part A – Notes to the Unaudited Interim Financial Reports
3rd Quarter ended 30 November 2016

A3) Auditors' Report of Preceding Annual Audited Financial Statements

The auditor's report of the Group's most recent annual audited financial statements for the year ended 29 February 2016 was not subject to any qualification.

A4) Seasonal or Cyclical Factors

The Group sells its products and services to customers from various sub-sectors of the semiconductor and manufacturing industries. The Group's performance is, to certain extent, dependent on the outlook and cyclical nature of these semiconductor and manufacturing industries.

A5) Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period.

A6) Material Changes in Estimates

There were no changes in estimates that have a material effect for the current quarter and financial period.

A7) Debt and Equity Securities

On 22 July 2016, the Company completed a par value reduction involving the cancellation of RM0.07 from the par value of every existing ordinary share of RM0.10 each in the issued and paid-up share capital of the Company. Pursuant to this, issued and paid-up share capital of the Company changed from RM43,306,063 comprising 433,060,630 ordinary shares of RM0.10 each to RM12,991,819 comprising 433,060,630 ordinary shares of RM0.03 each.

Further on 25 October 2016, the Company completed a Rights Issue with Warrants following the listing and quotation of 433,060,630 Rights Shares and 216,530,315 Warrants B as well as 19,683,805 additional Warrants A arising from the Rights Issue with Warrants on the ACE Market of Bursa Securities.

Other than as disclosed above, there was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for financial period under review.

A8) Dividend Paid

There was no dividend paid in the current quarter and financial period.



Part A – Notes to the Unaudited Interim Financial Reports
3rd Quarter ended 30 November 2016

A9) Segmental Information

The segmental information of the Group are presented by operating segments as follows: -

- (a) **Fabrication and automation** - Fabrication of industrial and engineering parts; Design and manufacturing of industrial automation systems and machinery;
- (b) **Renewable energy and property** - Renewable energy operator; Property letting;
- (c) **Others** - Investment holding and provision of management services to subsidiaries, neither which are of a sufficient size to be reported separately.

Cumulative Quarter Ended 30.11.2016

	Fabrication and automation RM '000	Solar and property RM '000	Others RM '000	Eliminations RM '000	Total RM '000
Revenue					
External revenue	11,606	364	-	-	11,970
Inter-segment revenue	-	-	592	(592)	-
Total revenue	<u>11,606</u>	<u>364</u>	<u>592</u>	<u>(592)</u>	<u>11,970</u>
Results					
Interest income	-	-	549	(536)	13
Finance costs	(683)	(337)	-	536	(484)
Tax credit/(expense)	(7)	-	(24)	-	(31)
Segment profit/(loss)	<u>(4,466)</u>	<u>107</u>	<u>(1,726)</u>	<u>-</u>	<u>(6,085)</u>
Other material non-cash items :-					
- Depreciation of property, plant and equipment	(1,631)	(638)	(5)	-	(2,274)
- Unrealised gain/(loss) on foreign exchange	48	-	-	-	48
- Reversal of impairment loss on loan & receivables	97	-	-	-	97
- Impairment loss on loan & receivables	(52)	-	-	-	(52)
- Property, plant & equipment written off	(84)	-	(3)	-	(87)
- Fair value adjustments on share options	(577)	-	(930)	-	(1,507)
- Gain/(Loss) on disposal of property, plant and equipment	(91)	-	-	-	(91)



Part A – Notes to the Unaudited Interim Financial Reports
3rd Quarter ended 30 November 2016

A9) Segmental Information (cont'd)

Cumulative Quarter Ended 30.11.2015

	Fabrication and automation RM '000	Solar and property RM '000	Others RM '000	Eliminations RM '000	Total RM '000
Revenue					
External revenue	13,977	-	-	-	13,977
Inter-segment revenue	-	-	674	(674)	-
Total revenue	13,977	-	674	(674)	13,977
Results					
Interest income	-	-	469	(455)	14
Finance costs	(416)	(333)	-	455	(294)
Tax (credit)/expense	-	-	(14)	-	(14)
Segment profit/(loss)	(1,996)	235	69	-	(1,692)
Other material non-cash items :-					
- Depreciation of property, plant and equipment	(912)	(284)	(9)	-	(1,205)
- Unrealised gain/(loss) on foreign exchange	172	-	-	-	172
- Loss on disposal of property, plant and equipment	(107)	-	-	-	(107)

A10) Valuation of Property, Plant and Equipment

The carrying values of property, plant and equipment have been brought forward, without amendment from the previous audited financial statements.

A11) Events after the Reporting Period

Other than those disclosed elsewhere in the interim financial report, there were no other material events subsequent to the end of the interim period.

A12) Changes in the Composition of the Group

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



Part A – Notes to the Unaudited Interim Financial Reports
3rd Quarter ended 30 November 2016

A13) Changes in Contingent Liabilities or Contingent Assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of the interim financial report.

A14) Contingent Liabilities

The Group has no material contingent liabilities save for corporate guarantee provided by the Company to financial institutions for credit facilities granted to subsidiaries up to a total limit of approximately RM28,073,000. Total utilisation of these credit facilities as at 30 November 2016 amounted to approximately RM13,612,000.

A15) Capital Commitment

As of 30 November 2016, capital commitment is in respect of the construction of 300kW Solar Photovoltaic Plant on existing factory in Bayan Lepas, Penang: -

	RM'000
Approved but not contracted for	-
Contracted but not provided for	1,539
	<u>1,539</u>

A16) Related Party Transactions

There were no significant transactions with related parties during the current quarter and financial period.



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B1) Review of Performance

Current Quarter

The Group posted revenue of RM4.07 million for the third quarter ended 30 November 2016, 21.7% lower than RM5.19 million in the previous corresponding quarter. The decrease was mainly due to lower sales from the fabrication business. The decrease in revenue was however mitigated by RM0.36 million revenue contributed by renewable energy segment arising from generation of solar energy to Tenaga Nasional Berhad under the Feed-in Tariff Programme.

The Group recorded pre-tax profit of RM0.27 million for the current quarter as compared to pre-tax loss of RM0.34 million in the previous corresponding quarter. This was mainly attributable to fair value adjustment of RM1.95 million on share options granted under Share Issuance Scheme (“SIS”). Excluding this fair value adjustment, the Group was experiencing weaker performance in both fabrication and automation business, offset with better contribution from renewable energy and property business.

Cumulative Quarter

The Group posted revenue of RM11.97 million for the cumulative quarter ended 30 November 2016, which was RM2 million or 14.4% lower as compared to RM13.98 million in the corresponding cumulative quarter. The decrease in revenue was mainly due to lower customers’ order in both fabrication and automation business, offset with higher revenue from sale of renewable solar energy.

The Group recorded pre-tax loss of RM6.05 million for the cumulative quarter ended 30 November 2016, an increase of RM4.37 million as compared to pre-tax loss of RM1.68 million in the corresponding cumulative quarter. The increase in pre-tax loss was mainly due to weaker performance in fabrication and automation business, coupled with manufacturing and operating costs incurred for starting the production line of fabricating textile industry parts as well as recognition of RM1.51 million fair value expense in respect of the share options granted under SIS.

B2) Material Change in the Profit before Taxation of Current Quarter Compared with the Immediate Preceding Quarter

The Group posted pre-tax profit of RM0.27 million for the third quarter ended 30 November 2016 as compared to pre-tax loss of RM5.26 million in the preceding quarter. The increase in profit was mainly due to RM1.95 million fair value gain in respect of share options and contribution from sale of renewable solar energy. Included in preceding quarter pre-tax loss was RM3.46 million fair value adjustment in respect of share options.



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B3) Prospects

The Group will continue to operate its existing businesses with main focus on fabrication of industrial and engineering parts. As part of the on-going strategies, the Group continuously diversify into new customer base and seek opportunity for business growth by way of capitalizing the strength of the business venture with strategic partners.

The Group strives to improve the operational efficiency, productivity and cost management. To further demonstrate the Group's commitment to the safety and quality of the manufactured products, the Group has disembarked a project to obtain Quality Management System - ISO 13485 Certification. Upon attaining this certification, the Group is confident this will attract more business opportunity from medical related industries.

The Group has completed its maiden 425kW Solar PV Plant under the Feed-in Tariff Programme conducted by Sustainable Energy Development Authority Malaysia. The Group has also completed another 300kW Solar PV Plant by end of December 2016. The Group's involvement in the generation of solar energy supplements the Group's revenue, thereby providing an alternative yet sustaining source of incomes.

Subject to the external market conditions and macroeconomic factors, the Group will strive to improve its performance for the financial year ending 28 February 2017.

B4) Variance between Actual Profit and Forecast Profit

The Group did not issue any profit forecast or profit guarantee during the current quarter and financial period.

B5) Taxation

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30.11.2016 RM '000	30.11.2015 RM '000	30.11.2016 RM '000	30.11.2015 RM '000
Corporate tax income/(expense)	(31)	23	(31)	(14)
Deferred tax income/(expense)	-	-	-	-
	<u>(31)</u>	<u>23</u>	<u>(31)</u>	<u>(14)</u>

The effective tax rate for the current period is lower than the statutory income tax rate mainly due to losses suffered by subsidiaries.



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B6) Corporate Proposals

- 1) On 2 March 2016, the Company announced that its wholly-owned subsidiary, AT Precision Tooling Sdn. Bhd. (“ATP”) has secured the Feed-in Tariff quota from SEDA on 1 March 2016 to supply an equivalent or less than 300kW of renewable energy. ATP has on 11 May 2016 signed a Renewable Energy Power Purchase Agreement with TNB for the supply and delivery of renewable energy for a concession period of 21 years. SEDA has set a fixed rate-tariff of RM0.5930/kWh and additional bonus rate-tariff ranging from RM0.05/kWh to RM0.155/kWh at which ATP can sell electricity to TNB during the concession period.
- 2) On 25 October 2016, the Company completed a Rights Issue with Warrants exercise following the listing and quotation of 433,060,630 new ordinary shares of RM0.03 each in the Company together with 216,530,315 Warrants B and 19,683,805 additional Warrants A. The Company raised cash proceeds of RM25.98 million and the summary of the utilisation of proceeds are as follows: -

Details	Proposed utilisation RM'000	Amounts utilised as at 30 November 2016 RM'000	Balance unutilised RM'000	Estimated timeframe for the utilisation of proceeds
Construction of Solar PV Plant	2,000	878	1,122	Within 6 months
Acquisition of specialised machineries	8,000	-	8,000	Within 12 months
Repayment of bank borrowings	6,315	6,315	-	Immediate
Working capital	9,089	4,879	4,210	Up to 24 months
Estimated expenses for the corporate exercises	580	580	-	Immediate
Total	25,984	12,652	13,332	

- 3) The Company, has on the following dates announced the offers of share options to its eligible Directors and employees of the Company and its non-dormant wholly-owned subsidiaries to subscribe for new ordinary shares of RM0.03 each in the Company at an exercise price of RM0.05 per share pursuant to the Company’s Share Issuance Scheme (“SIS”): -
 - (i) On 27 July 2016, a total number of 128,675,000 share options were offered;
 - (ii) On 2 August 2016, a total number of 111,868,200 share options were offered;

A total of 129,918,100 share options accepted by eligible persons and these share options remained unexercised as of 30 November 2016.



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B7) Borrowings and Debts Securities

Group's borrowings as at 30 November 2016 are as follows: -

	Current (Secured) RM '000	Non-Current (Secured) RM '000
Finance lease payables	1,461	6,918
Bank borrowings	503	3,759
	1,964	10,677

B8) Material Litigation

There were no material litigations against the Group as at the date of the interim financial report. The directors of the Group do not have any knowledge of any proceeding pending or threatened against the Group which might materially and adversely affect the financial position or business of the Group.

B9) Dividend

There was no dividend declared or paid for the current period under review.

B10) Earnings/(Loss) per Share

The basic earnings/(loss) per share is calculated by dividing the Group's profit/(loss) for the financial period/year attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period as follows: -

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	30.11.2016 RM '000	30.11.2015 RM '000	30.11.2016 RM '000	30.11.2015 RM '000
Profit/(Loss) attributable to owners of the Company	344	(336)	(5,925)	(1,734)
Weighted average number of shares in issue ('000)	609,140	433,061	491,327	374,963
Earnings/(Loss) Per Share				
- Basic (sen)	0.06	(0.08)	(1.21)	(0.46)
- Diluted (sen)	0.06	(0.08)	(1.21)	(0.46)



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B10) Earnings/(Loss) per Share (cont'd)

The diluted earnings/(loss) per share equal to basic earnings/(loss) per share as the Company did not have any dilutive potential ordinary shares during the financial period. The Company's warrants and options are anti-dilutive for the financial period under review.

B11) Profit/(Loss) Before Tax

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	30.11.2016	30.11.2015	30.11.2016	30.11.2015
	RM '000	RM '000	RM '000	RM '000
Included in the (loss)/profit before tax is after charging/(crediting) :-				
Interest expense	159	115	484	294
Impairment loss on loan & receivables	52	-	52	-
Property, plant & equipment written off	-	-	87	-
Depreciation of property, plant and equipment	866	610	2,274	1,814
Fair value (gain)/loss on share options	(1,949)	-	1,507	-
Rental income	(413)	(417)	(1,221)	(1,215)
Income distribution from fixed income fund	(60)	(8)	(60)	(16)
Interest income	(3)	(6)	(13)	(14)
Loss/(Gain) on foreign exchange:				
- realised	(23)	(138)	22	(189)
- unrealised	(48)	(88)	(48)	(259)
Loss/(Gain) on disposal of property, plant & equipment	(67)	20	(91)	127
Reversal of impairment loss on loan & receivables	(97)	(19)	(97)	(19)



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B12) Fair Value Hierarchy

- (a) The following table provides an analysis of assets and liabilities that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.
- (i) Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
 - (ii) Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
 - (iii) Level 3 fair value measurements are those derived from inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table provides the fair value measurement hierarchy of the Group's financial instruments: -

<--- Fair value of financial instruments --->					
carried at fair value					Carrying
Level 1	Level 2	Level 3	Total	amount	
RM'000	RM'000	RM'000	RM'000	RM'000	
Group					
30.11.2016					
Financial assets					
- Financial assets at fair value through profit or loss					
- Short term fund					
11,760	-	-	-	11,760	

<--- Fair value of financial instruments --->					
not carried at fair value					Carrying
Level 1	Level 2	Level 3	Total	amount	
RM'000	RM'000	RM'000	RM'000	RM'000	
Group					
30.11.2016					
Financial liabilities					
- Finance lease payables					
-	9,734	-	9,734	8,379	



Part B – Additional information required under Listing Requirements
3rd Quarter ended 30 November 2016

B13) Realised and Unrealised (Losses)/Profits

	As At 30.11.2016 RM '000	As At 29.2.2016 RM '000
Total accumulated lossess of the Company and its subsidiaries		
- Realised	(1,196)	(36,193)
- Unrealised	(2,048)	(2,048)
	(3,244)	(38,241)
Consolidation adjustments and eliminations	3,232	3,072
Total accumulated lossess as per statement of financial position	(12)	(35,169)

B14) Authorisation for Issue

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board on 19 January 2017.