

TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)
Incorporated in Malaysia

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 30 JUNE 2018

TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2018**

	(Unaudited)			(Unaudited)		
	3 months ended (Quarter)			6 months ended (Cumulative)		
	30.06.2018	30.06.2017	%	30.06.2018	30.06.2017	%
	RM'000	RM'000	chg	RM'000	RM'000	chg
Revenue	8,445	6,877	22.8%	15,396	12,325	24.9%
Operating expenses	(6,723)	(5,799)		(12,745)	(10,096)	
Operating profit	1,722	1,078	59.7%	2,651	2,229	18.9%
Other operating income	227	169		241	337	
	1,949	1,247	56.3%	2,892	2,566	12.7%
Finance costs	(8)	(11)		(17)	(18)	
Profit before taxation	1,941	1,236	57.0%	2,875	2,548	12.8%
Taxation	(531)	(338)		(859)	(727)	
Net profit after taxation	1,410	898	57.0%	2,016	1,821	10.7%
Other comprehensive income:	-	-		-	-	
Total comprehensive income	1,410	898		2,016	1,821	
Profit attributable to:						
Owners of the Company	1,410	819	72.2%	2,016	1,676	20.3%
Non-controlling interests	-	79		-	145	
	1,410	898		2,016	1,821	
Total comprehensive income attributable to:						
Owners of the Company	1,410	819	72.2%	2,016	1,676	20.3%
Non-controlling interests	-	79		-	145	
	1,410	898		2,016	1,821	
Earnings per share attributable to owners of the parent:						
Basic (sen) *	0.62	0.36		0.88	0.73	
Diluted (sen)	NA	NA		NA	NA	

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

* The total number of 228,148,477 shares after the completion of the bonus issue on 24 October 2017 was used in the earnings per share calculation retrospectively. Please refer to note disclosure for further details.

TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018**

	(Unaudited) As at 30.06.2018 RM'000	(Audited) As at 31.12.2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	8,503	8,317
Other investment	62	62
Goodwill on acquisition	1,110	1,110
	<u>9,675</u>	<u>9,489</u>
Current assets		
Inventories	3,513	3,445
Trade and other receivables	8,442	6,813
Tax recoverable	125	59
Fixed deposits with licensed banks	4,184	3,033
Short term investment	2,949	4,072
Cash and bank balances	1,393	2,543
	<u>20,606</u>	<u>19,965</u>
TOTAL ASSETS	<u>30,281</u>	<u>29,454</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	29,946	29,946
Accumulated losses	(4,515)	(5,390)
Total equity	<u>25,431</u>	<u>24,556</u>
Non-current liabilities		
Finance lease liabilities	507	621
Deferred taxation	552	457
	<u>1,059</u>	<u>1,078</u>
Current liabilities		
Trade and other payables	3,417	3,558
Finance lease liabilities	212	192
Tax payable	162	70
	<u>3,791</u>	<u>3,820</u>
Total liabilities	<u>4,850</u>	<u>4,898</u>
TOTAL EQUITY AND LIABILITIES	<u>30,281</u>	<u>29,454</u>
Net assets per share attributable to equity holders of the parent (sen)*	<u>10.7</u>	<u>10.3</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

* The total number of 228,148,477 shares after the completion of the bonus issue on 24 October 2017 was used in the calculation of the net assets per share attributable to the equity holders of the parents retrospectively.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2018

	← Attributable to Equity Holders of the Parent →							Total Equity RM'000
	Non-Distributable				Distributable		Non- Controlling Interests RM'000	
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Other Reserves RM'000	Retained Earnings/ (Accumu- lated Losses) RM'000	Total RM'000		
Balance at 1 January 2017	17,111	(506)	11,270	-	(4,881)	22,994	1,102	24,096
Net profit/(loss) for the period	-	-	-	-	1,676	1,676	145	1,821
Purchase of own shares	-	-	-	-	-	-	-	-
Resale of treasury shares	-	217	-	492	-	709	-	709
Dividends paid	-	-	-	-	(846)	(846)	(370)	(1,216)
Dilution from transaction with non-controlling interest	-	-	-	-	(2,334)	(2,334)	(877)	(3,211)
Balance as at 30 June 2017	17,111	(289)	11,270	492	(6,385)	22,199	-	22,199
Balance at 1 January 2018	29,946	-	-	-	(5,390)	24,556	-	24,556
Net profit/(loss) for the period	-	-	-	-	2,016	2,016	-	2,016
Dividends paid	-	-	-	-	(1,141)	(1,141)	-	(1,141)
Balance as at 30 June 2018	29,946	-	-	-	(4,515)	25,431	-	25,431

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

TECHFAST HOLDINGS BERHAD

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2018**

	(Unaudited)	
	6 Months Ended	
	30.06.2018	30.06.2017
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before taxation	2,875	2,548
<u>Adjustments for:</u>		
Non-cash items	336	378
Non-operating items	(98)	(132)
Operating profit before working capital changes	3,113	2,794
<u>Changes in working capital:</u>		
Net change in current assets	(1,617)	(216)
Net change in current liabilities	(141)	239
Cash generated from operations	1,355	2,817
Interest paid	(17)	(18)
Tax (paid)/refunded	(739)	(542)
Net cash generated from operating activities	599	2,257
Cash Flows From Investing Activities		
Interest received	98	132
Purchase of property, plant and equipment	(582)	(714)
Acquisition of additional equity stake in subsidiaries	-	(3,211)
Investment in club membership	-	(62)
Net cash used in investing activities	(484)	(3,855)
Cash Flow From Financing Activities		
Proceeds from resale of treasury shares	-	710
Net repayment of hire purchase creditors	(95)	266
Dividends paid	(1,141)	(1,216)
Net cash used in financing activities	(1,236)	(240)
NET DECREASE CASH AND CASH EQUIVALENTS	(1,121)	(1,838)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF YEAR	9,585	11,029
CASH AND CASH EQUIVALENTS AS AT END OF YEAR	8,464	9,191
<u>Cash and cash equivalents comprise:</u>		
Deposits with licensed banks	4,184	1,312
Short term investment	2,949	3,689
Cash and bank balances	1,393	4,252
	8,526	9,253
Less : Fixed deposits pledged to a licensed bank	(62)	(62)
	8,464	9,191

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

TECHFAST HOLDINGS BERHAD

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report is unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 : “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”) and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market (“ACE LR”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial reports. These explanatory notes attached provide an explanation of events and transactions 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 2017.

The significant accounting policies and methods of computation adopted by the Group in preparing this condensed report are consistent with those of the audited financial statements for the financial year ended 31 December 2017, which have been prepared in accordance with MFRS, International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act 2016 in Malaysia.

A2. Auditor’s Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 31 December 2017 was not qualified.

A3. Comments about Seasonal or Cyclical Factors

The business of the fasteners division of the Group is generally not affected by seasonal and cyclical factors. However, the business of the Mould cleaning rubber sheets and LED epoxy encapsulant materials division sell its products to customers in the semi-conductor and manufacturing industries. Therefore, the performance of this division to a certain extent depends on the cyclical nature of the semi-conductor and manufacturing industries.

A4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter under review.

A5. Significant Estimates and Changes in Estimates

There were no significant estimates nor changes in the estimates of amounts reported that have a material effect on the results in the current quarter under review.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018**A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING****A6. Changes in Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

A7. Dividend Paid

A final single tier dividend of 0.5 sen per share for the financial year ended 31 December 2017 which amounted to RM1,140,740 was approved by the shareholders at the Annual General Meeting held on 25 May 2018 and paid on 18 June 2018.

A8. Segmental Information

	Self- clinch fasteners	Mould cleaning rubber sheets and LED epoxy encapsulant materials	Investment Holding	Elimination	Consolidation
6 Months Ended	RM'000	RM'000	RM'000	RM'000	RM'000
<u>30.06.2018</u>					
External sales	7,045	8,285	66	-	15,396
Inter-segment revenue	-	1,090	1,720	(2,810)	-
Total	<u>7,045</u>	<u>9,375</u>	<u>1,786</u>	<u>(2,810)</u>	<u>15,396</u>
Operating segment profit/(loss)	1,257	1,960	674	(999)	2,892
Finance cost	(11)	(6)	-	-	(17)
Profit/(loss) before taxation	1,246	1,954	674	(999)	2,875
Taxation	(330)	(529)	-	-	(859)
Net profit/(loss) after taxation	<u>916</u>	<u>1,425</u>	<u>674</u>	<u>(999)</u>	<u>2,016</u>
Segment assets	12,442	13,295	35,726	(32,292)	29,171
Unallocated corporate asset					<u>1,110</u>
					<u>30,281</u>
Segment liabilities	<u>2,509</u>	<u>2,494</u>	<u>304</u>	<u>(457)</u>	<u>4,850</u>

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018**A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING****A8. Segmental Information (cont'd)**

	Self-clinching fasteners	Mould cleaning rubber sheets and LED epoxy encapsulant materials	Investment Holding	Elimination	Consolidation
6 Months Ended					
<u>30.06.2017</u>					
External sales	5,141	7,125	59	-	12,325
Inter-segment revenue	-	1,111	4,050	(5,161)	-
Total	<u>5,141</u>	<u>8,236</u>	<u>4,109</u>	<u>(5,161)</u>	<u>12,325</u>
Operating segment profit/(loss)	975	1,883	3,051	(3,343)	2,566
Finance cost	(11)	(8)	-	1	(18)
Profit/(loss) before taxation	<u>964</u>	<u>1,875</u>	<u>3,051</u>	<u>(3,342)</u>	<u>2,548</u>
Taxation	(239)	(488)	-	-	(727)
Net profit/(loss) after taxation	<u>725</u>	<u>1,387</u>	<u>3,051</u>	<u>(3,342)</u>	<u>1,821</u>
Segment assets	11,111	11,501	36,042	(32,222)	26,432
Unallocated corporate asset					<u>1,110</u>
					<u>27,542</u>
Segment liabilities	<u>1,915</u>	<u>2,731</u>	<u>1,063</u>	<u>(366)</u>	<u>5,343</u>

A9. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendment, from the financial year ended 31 December 2017.

A10. Subsequent Events

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements, which are likely to substantially affect the results of the current quarter under review.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018

A EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A11. Changes in Composition of the Group

There were no changes in the composition of the Group that occurred in the quarter under review.

A12. Contingent Liabilities

The Company is contingently liable for corporate guarantees provided to financial institutions for banking facilities amounting to RM2.40 million granted to the subsidiary companies. As at the end of the current quarter under review, the subsidiary companies did not utilise any of the said banking facilities.

A13. Capital Commitments

There were no capital commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at the end of the quarter under review.

A14. Related Party Transactions

There were no other related party transactions which would have a material impact on the financial position and the business of the Group during the current quarter, other than those disclosed below:

	(Unaudited)		(Unaudited)	
	3 months ended (Quarter)		6 months ended (Cumulative)	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Related Party Transactions				
Company connected to a director				
Professional fee payable to:				
- ML Taxation Services Sdn Bhd	-	1	-	35
Firms connected to directors				
Professional fee payable to:				
- Michael Lim & Co.	60	60	60	60
- A.T. Aun & Associates	-	4	-	4

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

2nd Quarter 2018 vs 2nd Quarter 2017

The Group revenue for the current quarter of RM8.45 million was about 22.8% higher than RM6.88 million recorded for the corresponding quarter in the previous year. Unaudited profit before taxation (“PBT”) for the quarter ended 30 June 2018 was 57.0% higher at RM1.94 million compared to RM1.24 million during the corresponding quarter in the previous year.

The self-clinching fastener (“SCF”) segment recorded revenue of RM3.98 million for the current quarter under review compared to RM2.85 million for the corresponding quarter in the previous year. PBT was RM0.95 million compared to RM0.55 million in the corresponding quarter of the previous year and profit was higher mainly due to higher domestic sales.

The mould cleaning rubber sheets (“rubber sheets”) and LED epoxy encapsulant (“epoxy”) material segment recorded a PBT of RM1.21 million which was higher than RM0.95 million recorded in the corresponding quarter in the previous year. Sales of RM5.04 million for the quarter under review was higher compared to RM4.56 million for the corresponding quarter last year, as it was supported by better domestic sales and much improved sales to the Taiwan market. The improved PBT for the quarter under review was also partly due to favourable foreign exchange movements.

Half year 2018 vs Half year 2017

For the half year ended 30 June 2018, total turnover of the Group of RM15.40 million was 24.9% higher compared to RM12.33 million recorded during the same period last year. The Group recorded a PBT of RM2.88 million for the half year ended 30 June 2018 which was 12.7% higher than RM2.57 million recorded during the same period in the prior year, due to higher sales volume overall for the half year.

The SCF segment made a PBT of about RM1.25 million on the back of RM7.04 million of sales revenue for the half year ended 30 June 2018. For the half year ended 30 June 2017, the SCF recorded PBT of RM0.96 million on sales revenue of RM5.14 million. The improved results were mainly due to higher domestic sales despite slightly lower profit margin due to product mix.

The rubber sheets and epoxy segment recorded higher external sales revenue of RM8.29 million for the half year ended 30 June 2018 compared to RM7.13 million for the same period in the previous year. Improved sales was evident across all markets, including the domestic market and the China and Taiwan market collectively improving their sales by about 35% over the half year last year. For the half year ended 30 June 2018, PBT of RM1.95 million was marginally higher than RM1.88 million recorded for the same period last year. The marginal increase in the PBT despite the higher sales was partly due to lower gross profit margins from higher operation costs.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B2. Comment on Material Change in Profit Before Taxation of Current Quarter Compared with the Immediate Preceding Quarter**

	(Unaudited)		%
	3 months ended (Quarter)		
	30.06.2018	31.03.2018	
	RM'000	RM'000	chg
Revenue	8,445	6,951	21.5%
Operating expenses	(6,723)	(6,021)	
Operating profit	1,722	930	85.2%
Other operating income	227	13	
	1,949	943	106.7%
Finance costs	(8)	(9)	
Profit before taxation	1,941	934	107.8%
Income tax expense	(531)	(328)	
Net profit after taxation	1,410	606	132.7%
Other comprehensive income:	-	-	
Total comprehensive income	1,410	606	
Profit attributable to:			
Owners of the Company	1,410	606	132.7%
Non-controlling interests	-	-	
	1,410	606	
Total comprehensive income attributable to:			
Owners of the Company	1,410	606	132.7%
Non-controlling interests	-	-	
	1,410	606	

In the current quarter under review, the Group made a PBT of RM1.94 million, which was more than double the PBT of RM0.93 million in the preceding quarter ended 31 March 2018.

For the current quarter, the SCF segment recorded revenue of RM3.98 million which was higher than RM3.06 million recorded in previous quarter ended 31 March 2018. PBT for the SCF segment for the current quarter of RM0.95 million was higher than RM0.29 million quarter-on-quarter. The current quarter's results were much improved due to higher sales revenue and improved gross profit margins. The segment also made unrealized foreign exchange gains due to favourable foreign currency movements.

The rubber sheets and epoxy material segment recorded a PBT of RM1.21 million on sales revenue of RM5.04 million, which was higher than PBT of RM0.75 million on sales revenue of RM4.33 million recorded in the previous quarter ended 31 March 2018. Higher sales were coming from Taiwan and domestic sales in Malaysia. PBT was also supported by realized and unrealized foreign exchange gains in the quarter under review.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. The Prospects For The Year 2018

SCF Segment

The fastener segment has increased production capacity having commissioned additional CNC machines to cater to demands from the US and domestic markets. The machines are expected to be able to meet incoming additional sales orders which will contribute positively to the sales turnover and hence the bottomline of the SCF business segment for the financial year ending 31 December 2018.

Rubber Sheets and Epoxy Segment

The rubber sheets and epoxy business in the domestic market is stable. Cape and Oriem are working closely with potential customers in China and Taiwan to capture a larger market share there. This is a constant work in progress for the marketing team.

With this, the Group is expecting positive growth momentum heading into the second half of the year 2018.

B4. Profit Forecast or Profit Guarantee

This is not applicable as no profit forecast was published.

B5. Income Tax Expense

	(Unaudited)		(Unaudited)	
	3 months ended (Quarter)		6 months ended (Cumulative)	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	393	363	764	752
Deferred taxation	138	(25)	95	(25)
Total income tax expense	531	338	859	727

B6. Corporate Proposals

There were no corporate proposals announced but not yet completed as at the date of this report.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Group Borrowings

	As at 30.06.2018 RM '000	As at 31.12.2017 RM '000
Finance lease liabilities		
Repayable within one year denominated in Ringgit Malaysia	212	192
Repayable after one year denominated in Ringgit Malaysia	507	621
	<u>719</u>	<u>813</u>

B8. Changes in Material Litigation

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

B9. Dividend Policy

A dividend policy of the Company was established and took effect from the financial year ended 31 December 2017. Techfast targets a payout ratio of at least 40% of its audited consolidated profit after taxation attributable to shareholders for each financial year, after excluding any income that is capital in nature.

The dividend policy of the Company is disclosed in full detail in the Annual Report for the financial year ended 31 December 2017.

On 28 August 2018, the Board of Directors approved an interim single tier dividend of 0.5 sen per share which total about RM1,140,742 for the financial year ending 31 December 2018. The dividend would be payable on 4 October 2018 to shareholders whose names appear in the Record of Depositors of the Company on 19 September 2018.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B10. Earnings Per Share (“EPS”)**

(a) Basic earnings / (loss) per share

	(Unaudited) 3 months ended (Quarter)		(Unaudited) 6 Months Ended (Cumulative)	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
Net profit attributable to owners of the Company (RM '000)	1,410	819	2,016	1,676
Weighted average number of ordinary shares in issue ('000)	228,148	228,148 *	228,148	228,148 *
Basic earnings per share (sen)	0.62	0.36	0.88	0.73

* Comparative figures have been adjusted retrospectively for issuance of bonus shares to be comparable with the current period's presentation.

	(Unaudited) 3 months ended (Quarter)		(Unaudited) 6 Months Ended (Cumulative)	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
Net profit attributable to owners of the Company (RM '000)	1,410	819	2,016	1,676
Weighted average number of ordinary shares in issue ('000)	228,148	168,050 #	228,148	168,050 #
Basic earnings per share (sen)	0.62	0.49	0.88	1.00

For the purpose of comparisons, the table below depicts the comparative figures for the quarterly results as announced for the period ended 30 June 2017.

Comparative figures based on quarterly announcement for the period ended 30 June 2017 as announced.

(b) Diluted earnings per share

The fully diluted earnings per share for the Group is not presented as there were no potential dilutive shares outstanding at the balance sheet date.

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NOTES TO THE QUARTERLY REPORT – 30 JUNE 2018**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B11. Notes to the Statement of Comprehensive Income**

Profit/(Loss) before taxation is arrived at after crediting/(charging) the following income/(expense) items:

	(Unaudited)		(Unaudited)	
	3 months ended (Quarter)		6 Months Ended (Cumulative)	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Interest income	49	74	98	132
Interest expense	(8)	(11)	(17)	(18)
Depreciation and amortisation	(207)	(184)	(396)	(346)
Foreign exchange gain/(loss)	174	(14)	(32)	21

B12. Realised and Unrealised Profit / Losses

The breakdown of accumulated losses of the Group as at the reporting date, into realised and unrealised losses is as follows:

	(Unaudited)	(Audited)
	As at	As at
	30.06.2018	31.12.2017
	RM '000	RM '000
Total accumulated losses of the Company and its subsidiaries		
Realised	16,228	15,846
Unrealised	(18)	(508)
	<u>16,210</u>	<u>15,338</u>
Less: Consolidation adjustments	(20,725)	(20,728)
	<u>(4,515)</u>	<u>(5,390)</u>
Total accumulated losses as per consolidated accounts		

Dated: 28 August 2018