



APPASIA BERHAD

Company No. 643683-U
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(The figures have not been audited)

	As At 31 Mar 2018 (Unaudited)	As At 31 Dec 2017 (Audited)
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	470	536
Investment properties	2,390	2,402
Research and development expenditure	1,263	1,066
Investment in associate company	29	37
	4,152	4,041
Current Assets		
Inventories	172	179
Trade receivables	60,495	98,639
Other receivables	1,521	1,858
Tax recoverable	128	63
Fixed deposits placed with licensed bank	5,071	5,041
Cash and bank balances	12,883	15,494
Assets classified as held for sale	-	828
	80,270	122,102
TOTAL ASSETS	84,422	126,143
EQUITY AND LIABILITIES		
Equity		
Share capital	50,460	50,451
Warrants reserve	20,489	20,489
Other reserve	(20,489)	(20,489)
Share issuance scheme option reserve	970	978
Foreign currency translation reserve	27	5
Accumulated losses	(23,329)	(24,813)
Total Equity	28,128	26,621
LIABILITIES		
Non-Current Liability		
Finance lease payables	50	50
Current Liabilities		
Trade payables	54,880	96,772
Other payables	983	2,557
Provision for taxation	319	51
Finance lease payables	62	92
	56,244	99,472
Total Liabilities	56,294	99,522
TOTAL EQUITY AND LIABILITIES	84,422	126,143
Net assets per ordinary share attributable to owners of the parent (sen)	8.15	7.71

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

APPASIA BERHAD

Company No. 643683-U
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter Ended 31 Mar 2018 RM'000	Quarter Ended 31 Mar 2017 RM'000	Period ended 31 Mar 2018 RM'000	Period ended 31 Mar 2017 RM'000
Revenue	A8	60,844	1,497	60,844	1,497
Cost of sales		(58,611)	(229)	(58,611)	(229)
Gross profit		2,233	1,268	2,233	1,268
Other income		1,595	41	1,595	41
Administrative expenses		(2,002)	(1,898)	(2,002)	(1,898)
Finance costs		(2)	(3)	(2)	(3)
Share of result of associate company		(8)	-	(8)	-
Profit/(Loss) from operations		1,816	(592)	1,816	(592)
Share-based payment		-	(1,447)	-	(1,447)
Profit/(Loss) before taxation		1,816	(2,039)	1,816	(2,039)
Taxation	B5	(340)	-	(340)	-
Net profit/(loss) for the period		1,476	(2,039)	1,476	(2,039)
Other comprehensive income/(loss)					
Exchange translation differences for foreign operation		22	-	22	-
Total comprehensive income/(loss) for the period		1,498	(2,039)	1,498	(2,039)
Profit/(Loss) for the period attributable to:					
Owners of the parent		1,476	(2,039)	1,476	(2,039)
Total comprehensive profit/(loss) attributable to:					
Owners of the parent		1,498	(2,039)	1,498	(2,039)
Profit/(Loss) Per Share (sen)					
Basic	B10	0.43	(0.72)	0.43	(0.72)
Diluted	B10	0.36	(0.56)	0.36	(0.56)

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



APPASIA BERHAD

Company No. 643683-U
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	Attributable to Owners of the Parent						Accumulated Losses	Total Equity
	Non-Distributable				Distributable			
	Share Capital	* Share Premium	Warrants Reserve	Other Reserve	Share Issuance Scheme Option	Foreign Currency Translation Reserve		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Period ended 31 March 2018								
As at 1 January 2018	50,451	-	20,489	(20,489)	978	5	(24,813)	26,621
Share options lapsed	-	-	-	-	(4)	-	4	-
Exercised of shares options	9	-	-	-	(4)	-	4	9
Total comprehensive income for the period	-	-	-	-	-	22	1,476	1,498
As at 31 March 2018	50,460	-	20,489	(20,489)	970	27	(23,329)	28,128
Period ended 31 March 2017								
As at 1 January 2017	28,372	4,411	20,982	(20,982)	1,741	(9)	(24,472)	10,043
Shares option granted under SIS	-	-	-	-	1,447	-	-	1,447
Shares options lapsed	-	-	-	-	(142)	-	142	-
Conversion of warrants	425	-	(493)	493	-	-	-	425
Total comprehensive loss for the period	-	-	-	-	-	-	(2,039)	(2,039)
As at 31 March 2017	28,797	4,411	20,489	(20,489)	3,046	(9)	(26,369)	9,876

* The new Companies Act 2016 (the "Act"), which come into operation on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, the amounts standing to the credit of the share premium account of RM4.411 million become part of the Company's share capital pursuant to the transitional provisions set out in Section 618(2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use the amount standing to the credit of its share premium account of RM4.411 million for purposes as set out in Sections 618(3). There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached in this interim financial statements.

APPASIA BERHAD

Company No. 643683-U
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(The figures have not been audited)

	Period Ended 31 Mar 2018	Period Ended 31 Mar 2017
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	1,816	(2,039)
Adjustments for:-		
Depreciation of investment properties	19	23
Depreciation of property, plant and equipment	63	165
Amortisation of research and development expenditure	70	-
Share-based payment	-	1,447
Bad debt written off	-	-
Inventories written off	-	37
Share of result of associate company	8	-
Loss on disposal of property, plant and equipment	4	-
Gain on disposal of investment properties	(1,579)	-
Impairment of trade receivable	546	-
Interest expense	2	3
Interest income	(37)	(1)
Unrealised loss on foreign exchange	30	5
Operating profit / (loss) before working capital changes	942	(360)
Changes in working capital:		
Inventories	7	46
Trade receivables	37,598	(465)
Other receivables	337	(407)
Trade payables	(41,892)	15
Other payables	(1,574)	(463)
Associate company	-	21
	(5,524)	(1,253)
Cash used in operations	(4,582)	(1,613)
Interest paid	(2)	(3)
Interest received	37	1
Tax paid	(161)	(16)
Tax refund	33	-
Net cash used in operating activities	(4,675)	(1,631)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3)	(11)
Proceeds from disposal of property, plant and equipment	2	-
Proceeds from disposal of investment properties	2,400	-
Addition of research and development expenditure	(267)	-
Net cash generated from / (used in) investing activities	2,132	(11)

APPASIA BERHAD

Company No. 643683-U
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

(The figures have not been audited)

	Period Ended 31 Mar 2018	Period Ended 31 Mar 2017
	RM'000	RM'000
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from conversion of warrants	-	425
Proceeds from exercise of SIS options	9	-
Decrease in fixed deposits pledged	-	17
Repayment of finance lease payables	(30)	(28)
Net cash (used in) / generated from financing activities	(21)	414
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,564)	(1,228)
EFFECT OF EXCHANGE TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS	(17)	(5)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	20,535	5,176
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	17,954	3,943
Cash and cash equivalents comprises:		
Fixed deposits placed with licensed bank	5,071	-
Cash and bank balances	12,883	3,943
	17,954	3,943

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

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING****A1. BASIS OF PREPARATION**

The interim financial statements is unaudited and has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” and Paragraph 9.22 of Bursa Malaysia Securities Berhad ACE Market Listing Requirements (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 and the accompanying explanatory notes. The explanatory notes attached to the interim financial statements provides 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, methods of computations and interpretation adopted by AppAsia Berhad (“AppAsia” or “Company”) and its subsidiary companies (“Group”) in the interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2017.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 31 December 2017 except for the adoption of the following new MFRSs, amendments to MFRSs and IC Interpretations that are effective for financial statements effective from 1 January 2018, as disclosed below:

- MFRS 9 Financial Instruments
- MFRS 15 and amendments to MFRS 15 Revenue from Contracts with Customers
- IC Interpretation 22 Foreign Currency Transactions and Advance Consideration
- Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions
- Amendments to MFRS 4 Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
- Amendments to MFRS 140 Transfers of Investment Property
- Annual Improvement to MFRSs 2014-2016 Cycle:
 - Amendments to MFRS 1
 - Amendments to MFRS 128

MFRSs, amendments to MFRSs and IC Interpretation that are applicable to the Group but not yet effective

The Malaysian Accounting Standards Board had issued the following new standards, amendments to MFRSs and IC Interpretation. All of which are effective for the financial period beginning on or after 1 January 2019 unless otherwise mentioned. The Group did not early adopt these new standards, amendments to MFRSs and IC Interpretation.

- MFRS 16 Leases
- IC Interpretation 23 Uncertainty over Income Tax Treatments

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018**A1. BASIS OF PREPARATION (CONT'D)**

- Amendments to MFRS 9 Prepayment Features with Negative Compensation
- Amendments to MFRS 119 Plan Amendments, Curtailment or Settlement
- Amendments to MFRS 128 Long-term interests in Associates or joint Ventures

- Annual Improvements to MFRSs 2015-2017 Cycle:
 - Amendments to MFRS 3
 - Amendments to MFRS 11
 - Amendments to MFRS 112
 - Amendments to MFRS 123

- MFRS 17 Insurance Contracts
- Amendments to MFRS 10 and MFRS 128 Sale or Constitution of Assets between an Investor and its Associate or Joint Venture

A2. AUDIT REPORT ON THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report on the preceding annual financial statements of the Group for the financial year ended 31 December 2017 was not subject to any qualification.

A3. SEASONALLY OR CYCLICAL FACTORS

The operation of the Group were not significantly affected by any major seasonal or cyclical factors during the current financial quarter under review and financial year-to-date.

A4. UNUSUAL ITEMS

There were no significant unusual items or events that arose, which affecting assets, liabilities, equity, net income or cash flows.

A5. MATERIAL CHANGE IN ESTIMATES

There were no material changes in estimates that have had material effect on the current financial quarter under review and financial year-to-date.

A6. DEBT AND EQUITY SECURITIES

On 23 January 2018, the Company has issued additional 50,000 new ordinary shares at the exercise price of RM0.183 pursuant to the Shares Issuance Scheme ("SIS").

Save for the above, there were no other issuance, cancellations, or repayments of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current financial quarter under review.

A7. DIVIDEND PAID

No dividend was declared, approved or paid during the current financial quarter under review and financial year-to-date.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
A8. SEGMENTAL INFORMATION

In line with the Group's strategy to penetrate into different IT consumers market, the management has currently segregate the Group into 3 core business units based on different products, services and market segments as follows:

ICT Security Business

Provides the solutions, products and services in the information technology security sector which include managed security services, security-enhanced enterprise solutions, managed infrastructure services, IT hardware and software trading, system development, IT security consultation, penetration testing and related professional services. Also provides advanced backup and Secure Enterprise File Management solutions and advanced cloud solution and services.

E-Commerce Business

Research, development of online marketplace which caters for business-to-business (B2B) and business-to-consumer (B2C) transactions and operations of e-commerce platforms.

Digital Contents Business

Provide e-media technologies and solutions for digital media industries and contents aggregation, development of mobile applications, games and portal.

Management Services

Investment holding and provision of management services.

The Group management strategically dedicates the operation of each business units to the respective subsidiaries and monitors the operation separately for effective resource allocation and performance assessment. Each business unit's performance is evaluated based on the long term business value and profitability.

Results for three (3) month ended 31 March 2018

	ICT security business	E-commerce business	Digital Contents	Management Services	Eliminations	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External revenues	184	60,173	454	33	-	60,844
Inter segment	94	-	-	-	(94)	-
Total revenue	278	60,173	454	33	(94)	60,844
Segment Results						
Interest income	1	3	-	-	-	4
Finance costs	-	-	-	(2)	-	(2)
Depreciation and amortisation	(14)	(35)	(51)	(52)	-	(152)
Other non-cash items ⁽²⁾	1,579	513	(1)	-	-	2,091
Segment gain/(loss) before tax	1,532	1,433	218	(813)	(554)	1,816

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
A8. SEGMENTAL INFORMATION (CONT'D)
Results for three (3) month ended 31 March 2017

	ICT security business	E-commerce business	Digital Contents	Management Services	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External revenues	886	185	407	19	-	1,497
Inter segment	105	1	-	-	(106)	-
Total revenue	991	186	407	19	(106)	1,497
Segment Results						
Interest income	-	(1)	-	-	-	(1)
Finance costs	-	-	-	(3)	-	(3)
Depreciation	(17)	(9)	(28)	(133)	-	(187)
Other non-cash items ⁽²⁾	-	(42)	-	(1,447)	-	(1,489)
Segment gain/(loss) before tax	469	(384)	86	(2,210)	-	(2,039)

⁽¹⁾ Other non-cash items consist of the following as presented in the respective notes to the financial statements:

	As at 31 Mar 2018	As at 31 Mar 2017
	RM'000	RM'000
Loss on disposal of property, plant and equipment	(4)	-
Gain on disposal of investment properties	1,579	-
Impairment on trade receivables	546	-
Inventories written off	-	(37)
Share-based payment	-	(1,447)
Unrealised loss on foreign exchange	(30)	(5)
	2,091	(1,489)

A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES

The valuations of property, plant and equipment and investment properties have been brought forward without any amendments from the previous audited financial statements.

A10. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER

On 14 May 2018, AppAsia has decided not to proceed with the Proposed Listing of several subsidiaries of AppAsia on the Australian Securities Exchange ("ASX") via AppAsia Limited, as the financial performance of those related subsidiaries as well as Admall Sdn Bhd which are involved in the Proposed Listing is below expectation.

On 21 May 2018, AppAsia has announced that the Company will not proceed with the Proposed Acquisition of 80% equity interest in Synergy Cards Sdn Bhd ("SCSB"), as AppAsia and Advance Synergy Capital Sdn Bhd, holding company of SCSB, are unable to agree and to finalize the terms for the Proposed Acquisition.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018

A10. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER (CONT'D)

Save for the above, there was no material event subsequent to the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

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

A12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Save from the material events disclosed in Notes A10 in this quarterly report, there was no contingent liabilities and contingent assets at the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

A13. CAPITAL COMMITMENTS

There were no capital commitments during the period under review.

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

Save for the above, there are no related party transactions which would have a material impact on the financial position and the business of the Group during the current financial quarter under review and financial period-to-date.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS FOR THE ACE MARKET
B1. PERFORMANCE REVIEW

	Current quarter ended		Changes (%)	Cumulative quarter ended		Changes (%)
	31 Mar 18 RM'000	31 Mar 17 RM'000		31 Mar 18 RM'000	31 Mar 17 RM'000	
Revenue	60,844	1,497	3,964.4	60,844	1,497	3,964.4
Profit/(loss) before interest and taxation (PBIT/LBIT)	1,818	(2,036)	(189.3)	1,818	(2,036)	(189.3)
Profit/(loss) before taxation (PBT/LBT)	1,816	(2,039)	(189.1)	1,816	(2,039)	(189.1)
Profit/(Loss) after taxation (PAT/LAT)	1,476	(2,039)	(172.4)	1,476	(2,039)	(172.4)
Profit / (Loss) attributable to ordinary equity holders of the parent	1,476	(2,039)	(172.4)	1,476	(2,039)	(172.4)

Review of results for current quarter

For the current quarter financial period ended 31 March 2018, the Group registered a revenue of RM 60.84 million, PBIT and PBT of RM 1.82 million as compared to a revenue of RM 1.50 million, LBIT and LBT of RM 2.04 million in the preceding quarter financial period ended 31 March 2017.

Commentary on revenue

The Group recorded a higher revenue for the current quarter as compared to the preceding quarter financial period ended 31 March 2017. The revenue growth is mainly from the e-commerce division.

Commentary on PBIT/ PBT

The Group recorded an increase in PBIT and PBT for the current quarter financial period was mainly due to lower operating costs compared to preceding quarter financial period ended 31 March 2017.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018**B2. COMMENTS ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION**

	Current quarter 31 Mar 2018 RM'000	Preceding quarter 31 Dec 2017 RM'000	Changes (%)
Revenue	60,844	68,617	(11.3)
Profit/(Loss) from operations	1,816	(46)	(4,047.8)
Profit before taxation	1,816	34	5,241.2
Profit/(Loss) after taxation	1,476	(139)	(1,161.9)
Profit/(Loss) attributable to ordinary equity holders of the parent	1,476	(139)	(1,161.9)

The Group recorded a profit before taxation of RM 1.82 million for the current financial quarter under review as compared to profit before taxation of RM 34,000 recorded in the immediate preceding quarter ended 31 December 2017.

The increase in profit before taxation is mainly due to a gain on disposal of investment properties of RM 1.58 million by Extol Corporation Sdn Bhd, a wholly-owned subsidiary of the Company during the current financial quarter ended 31 March 2018.

B3. PROSPECTS FOR FINANCIAL YEAR 2018

Due to the recent announcement of the zero rating of the Goods and Services Tax ("GST") and the uncertainty in the replacement tax regime, it has impacted the overall market sentiment. The sales of products and services through the marketplace under the e-commerce business segment have experienced a slowdown. The outlook of the e-commerce business expansion remains challenging.

In the digital content business, the business is expected to grow steadily in line with the growing trend in the digital media and advertisement industry. The Group will continue to explore other digital content business opportunities in different sectors and countries.

The Group have introduced the all-in-one managed cloud services with the IT Security solutions under the "Extol" brand name through a partnership with Alibaba Cloud. The combination of IT security and cloud services may provide more opportunities for the Group to expand to various sectors in the IT industry.

B4. VARIANCE ON PROFIT FORECAST AND PROFIT GUARANTEE

Not applicable as no profit forecast or profit guarantee was provided.

APPASIA BERHAD

Company No. 643683-U
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
B5. TAXATION

Income tax expense comprises the followings:

	Individual Quarter Ended		Cumulative Quarter Ended	
	31 Mar 2018	31 Mar 2017	31 Mar 2018	31 Mar 2017
In respect of the current period :-	RM'000	RM'000	RM'000	RM'000
Current year taxation	268	-	268	-
Effect of real property gain tax	72	-	72	-
Total income tax expense	340	-	340	-

B6. STATUS OF CORPORATE PROPOSALS

Save for the material events disclosed in Notes A10 in this quarterly report, there was no other corporate proposal at the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

B7. STATUS OF UTILISATION OF PROCEEDS

The status of utilization of the private placement as follows:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance Utilisation RM'000	Timeframe of Utilisation (from the date of listing of placement share) RM'000
Working capital	7,835	1,638	6,197	within 12 months
Future business expansion	2,267	-	2,267	within 12 months
Expenses in relation to the Proposed Private Placement	291	291	-	within 2 weeks
Total	10,393	1,929	8,464	

B8. GROUP BORROWINGS AND DEBT SECURITIES

The Group's borrowings denominated in Ringgit Malaysia as at the end of the current financial quarter under review are as follows:

	Current Liabilities RM'000	Non-Current Liability RM'000	Total RM'000
Secured			
Finance lease payables	62	50	112

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018

B9. MATERIAL LITIGATION

As at the date of this report, there is no material litigation or arbitration, which has a material effect on the financial position of the Group and the Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings.

B10. PROFIT / (LOSS) PER SHARE

(a) Basic profit/(loss) per share

The basic profit/(loss) per share for the current financial quarter and financial period to-date are computed as follows:

	Current quarter ended		Cumulative quarter ended	
	31 Mar 2018	31 Mar 2017	31 Mar 2018	31 Mar 2017
Profit/(Loss) attributed to owners of the parent for the period (RM'000)	1,476	(2,039)	1,476	(2,039)
Weighted average number of issued ordinary shares ('000)	345,238	284,400	345,238	284,400
Basic profit/(loss) per share (sen)	0.43	(0.72)	0.43	(0.72)

(b) Diluted profit/(loss) per share

The diluted profit/(loss) per share for current financial quarter and financial period to-date are computed as follows:

	Current quarter ended		Cumulative quarter ended	
	31 Mar 2018	31 Mar 2017	31 Mar 2018	31 Mar 2017
Profit/(Loss) attributed to owners of the parent for the period (RM'000)	1,476	(2,039)	1,476	(2,039)
Weighted average number of issued ordinary shares ('000)	405,219	365,783	405,219	365,783
Diluted profit/(loss) per share (sen)	0.36	(0.56)	0.36	(0.56)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2018
B11. REALISED AND UNREALISED LOSSES DISCLOSURE

Total accumulated losses may be analyzed as follows:

	As at 31 Mar 2018	As at 31 Mar 2017
	RM'000	RM'000
Total accumulated losses of the Company and its subsidiary companies:		
Realised	(19,210)	(22,285)
Unrealised	30	(5)
	<u>(19,180)</u>	<u>(22,290)</u>
Total accumulated losses from associate company:		
Realised	(8)	-
	<u>(19,188)</u>	<u>(22,290)</u>
Less: Consolidation adjustments	(4,141)	(4,079)
Total accumulated losses as per condensed consolidated statement of financial position	<u>(23,329)</u>	<u>(26,369)</u>

B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME/(LOSS)

Total comprehensive income/(loss) for the period was derived after charging / (crediting) the following items:

	Current quarter ended		Cumulative quarter ended	
	31 Mar 18 RM'000	31 Mar 17 RM'000	31 Mar 18 RM'000	31 Mar 17 RM'000
Depreciation and amortisation	152	188	152	188
Impairment on trade receivables	546	-	546	-
Finance costs	2	3	2	3
Unrealised loss on foreign exchange	30	5	30	5
Interest income	(4)	(1)	(4)	(1)
Rental income	(11)	(38)	(11)	(38)
Inventories written off	-	37	-	37
Loss on disposal of property, plant and equipment	4	-	4	-
Gain on disposal of investment properties	(1,579)	-	(1,579)	-

B13. AUTHORISATION FOR ISSUE

The interim financial statements were authorized for issue on 30 May 2018 in accordance with resolution of the board of directors.