

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD THREE MONTHS ENDED	
	30-Jun-17 RM'000 Unaudited	30-Jun-16 RM'000 Unaudited Restated	30-Jun-17 RM'000 Unaudited	30-Jun-16 RM'000 Unaudited Restated
Revenue	15,023	13,416	15,023	13,416
Cost of sales	(4,525)	(6,023)	(4,525)	(6,023)
Gross profit	10,498	7,393	10,498	7,393
Other operating income	371	331	371	331
Other operating expenses	(11,216)	(6,118)	(11,216)	(6,118)
Finance costs	(46)	(201)	(46)	(201)
<b>(Loss) / profit before tax from continuing operations</b>	<b>(393)</b>	<b>1,405</b>	<b>(393)</b>	<b>1,405</b>
Tax income/ (expense)	220	(105)	220	(105)
<b>(Loss) / profit after tax from continuing operations</b>	<b>(173)</b>	<b>1,300</b>	<b>(173)</b>	<b>1,300</b>
<u>Discontinued operation</u>				
Loss from discontinued operation, net of tax	-	(683)	-	(683)
<b>(Loss) / profit for the financial period</b>	<b>(173)</b>	<b>617</b>	<b>(173)</b>	<b>617</b>
<b>Other comprehensive loss net of tax</b>				
<b>- Item that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations, net of tax	(50)	(64)	(50)	(64)
<b>Other comprehensive loss for the financial period, net of tax</b>	<b>(50)</b>	<b>(64)</b>	<b>(50)</b>	<b>(64)</b>
<b>Total comprehensive (loss) / income for the financial period</b>	<b>(223)</b>	<b>553</b>	<b>(223)</b>	<b>553</b>
<b>(Loss) / profit attributable to:-</b>				
Owners of the parent	(173)	617	(173)	617
Non-controlling interest	-	-	-	-
<b>(Loss) / profit for the financial period</b>	<b>(173)</b>	<b>617</b>	<b>(173)</b>	<b>617</b>
<b>Total comprehensive (loss) / income attributable to:-</b>				
Owners of the parent	(223)	553	(223)	553
Non-controlling interest	-	-	-	-
<b>Total comprehensive (loss) / income for the financial period</b>	<b>(223)</b>	<b>553</b>	<b>(223)</b>	<b>553</b>
<b>(LBS) / EPS attributable to Owners of the parent (sen)</b>				
<b>- Basic and diluted</b>				
Continuing operations	(0.01)	0.10	(0.01)	0.10
Discontinued operation	-	(0.05)	-	(0.05)
	<b>(0.01)</b>	<b>0.05</b>	<b>(0.01)</b>	<b>0.05</b>

(The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 31 March 2017.)

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2017**

	As at 30.06.2017 RM'000 Unaudited	As at 31.03.2017 RM'000 Audited
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	4,695	4,713
Goodwill	5,738	5,738
Deferred tax assets	3,858	3,623
Trade receivables	6,272	6,272
	<u>20,563</u>	<u>20,346</u>
<b>Current Assets</b>		
Inventories	2,371	2,445
Trade receivables	19,023	22,318
Other receivables, deposits and prepayments	9,895	13,059
Amounts owing by related companies	3,227	4,414
Current tax assets	5,610	5,203
Cash and bank balances	13,808	17,663
	<u>53,934</u>	<u>65,102</u>
<b>TOTAL ASSETS</b>	<u>74,497</u>	<u>85,448</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	150,834	150,834
Reverse acquisition reserve	(131,013)	(131,013)
Exchange translation reserve	(672)	(622)
Retained earnings	25,104	25,277
	<u>44,253</u>	<u>44,476</u>
<b>Non-controlling interest</b>	89	89
<b>TOTAL EQUITY</b>	<u>44,342</u>	<u>44,565</u>
<b>Non-Current Liabilities</b>		
Borrowings	172	252
Provision for post-employment benefits	1,397	1,239
Deferred tax liabilities	688	652
	<u>2,257</u>	<u>2,143</u>
<b>Current Liabilities</b>		
Trade payables	2,440	8,724
Other payables, deposits and accruals	10,608	14,117
Amounts owing to ultimate holding company	7,587	7,568
Amount owing to holding company	3,794	3,829
Amounts owing to related companies	1,421	1,557
Borrowings	2,048	2,945
	<u>27,898</u>	<u>38,740</u>
<b>TOTAL LIABILITIES</b>	<u>30,155</u>	<u>40,883</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>74,497</u>	<u>85,448</u>
<b>Net assets per share (sen)</b>	<u>3.26</u>	<u>3.28</u>

*(The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 31 March 2017.)*

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	<----- Attributable to owners of the Parent ----->				Total RM'000	Non- controlling interest RM'000	Total equity RM'000
	<----- Non-distributable ----->		<-Distributable ->				
<b>Unaudited</b> <b>Three Months Financial Period Ended 30 June 2017</b>	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000			
Balance as at 1 April 2017	150,834	(131,013)	(622)	25,277	44,476	89	44,565
Loss for the financial period	-	-	-	(173)	(173)	-	(173)
Foreign currency translation differences for foreign operations, net of tax	-	-	(50)	-	(50)	-	(50)
Total comprehensive loss for the financial period	-	-	(50)	(173)	(223)	-	(223)
Balance as at 30 June 2017	<u>150,834</u>	<u>(131,013)</u>	<u>(672)</u>	<u>25,104</u>	<u>44,253</u>	<u>89</u>	<u>44,342</u>

	<----- Attributable to owners of the Parent ----->				Total RM'000	Non- controlling interest RM'000	Total equity RM'000
	<----- Non-distributable ----->		<-Distributable ->				
<b>Unaudited</b> <b>Three Months Financial Period Ended 30 June 2016</b> <b>Restated</b>	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000			
Balance as at 1 April 2016	135,588	(115,767)	(1,497)	24,860	43,184	76	43,260
Profit for the financial period	-	-	-	617	617	-	617
Foreign currency translation differences for foreign operations, net of tax	-	-	(64)	-	(64)	-	(64)
Total comprehensive (loss) / income for the financial period	-	-	(64)	617	553	-	553
Balance as at 30 June 2016	<u>135,588</u>	<u>(115,767)</u>	<u>(1,561)</u>	<u>25,477</u>	<u>43,737</u>	<u>76</u>	<u>43,813</u>

*(The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 31 March 2017.)*

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	<b>THREE MONTHS ENDED</b>	
	<b>30-Jun-17</b>	<b>30-Jun-16</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Unaudited Restated</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / profit before tax from continuing operations	(393)	1,405
Loss before tax from discontinued operation	-	(683)
(Loss) / profit before tax	<u>(393)</u>	<u>722</u>
Adjustment for non-cash items:		
Depreciation of property, plant and equipment	420	355
Impairment losses on trade receivables	-	45
Interest income	(95)	(193)
Interest expense	16	187
Provision for post-employment benefits	179	164
Reversal of impairment losses on trade receivables	(774)	-
Net unrealised gain on foreign exchange	-	(137)
Net unrealised loss on foreign exchange	51	-
	<u>(596)</u>	<u>1,143</u>
Operating (loss) / profit before working capital changes		
Net changes in assets	8,257	7,927
Net changes in liabilities	(9,781)	(4,960)
	<u>(2,120)</u>	<u>4,110</u>
Cash generated (used in) / from operations		
Tax paid	(459)	(205)
Tax refunded	38	406
	<u>(2,541)</u>	<u>4,311</u>
Net cash (used in) / from operating activities		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Advances from ultimate holding company	-	605
Advances from immediate holding company	-	79
Repayment to related companies	(77)	-
Purchase of property, plant and equipment	(400)	(118)
Proceed from disposal of property, plant & equipment	1	-
Placement of fixed deposits pledged to bank	(47)	(182)
Interest received	95	193
	<u>(428)</u>	<u>577</u>
Net cash (used in) / from investing activities		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase payables	(75)	(64)
Interest paid	(16)	(187)
	<u>(91)</u>	<u>(251)</u>
Net cash used in financing activities		
Net change in cash and cash equivalents	(3,060)	4,637
Cash and cash equivalents at 1 April 2017/2016**	3,474	(7,223)
Effect of foreign exchange on opening balance	60	(254)
	<u>474</u>	<u>(2,840)</u>
Cash and cash equivalents at 30 June 2017/2016**		

\*\* Cash and cash equivalents at the beginning and end of the financial period are net of deposits pledged to banks.

*(The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 31 March 2017.)*

**PART A: Notes to the Consolidated Interim Financial Information**

**1 Basis of preparation**

The consolidated interim financial information has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134, *Interim Financial Reporting* and International Accounting Standard 34 *Interim Financial Reporting*.

The consolidated interim financial information should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017. The explanatory notes attached to this consolidated interim financial information 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 March 2017.

**2 Significant Accounting Policies**

The Group has applied the same accounting policies and method of computation in the consolidated interim financial information as in the 31 March 2017 annual financial statements except for those that relate to new standards and amendments effective for the first time for the periods beginning on or after 1 January 2017, and will be adopted in the 2018 financial statements. None of the new standards and amendments that are effective for the first time for periods beginning on or after 1 January 2017 however have a material effect on the Group.

**(a) New MFRSs adopted during the current financial period**

The Group adopted the following Standards and Amendments of the MFRS Framework that were issued by the Malaysian Accounting Standards Board ("MASB") during the current financial period:

Title	Effective Date
Amendments to MFRS 112 <i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017
Amendments to MFRS 107 <i>Disclosure Initiative</i>	1 January 2017
Amendments to MFRS 12 Annual Improvements to MFRS Standards 2014-2016 Cycle	1 January 2017

**(b) New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2018**

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been early adopted by the Group and the Company.

Title	Effective Date
Amendments to MFRS 1 <i>Annual Improvements to MFRS Standards 2014-2016 Cycle</i>	1 January 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018
Clarification to MFRS 15	1 January 2018
MFRS 9 <i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 January 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014-2016 Cycle</i>	1 January 2018
IC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2018
Amendments to MFRS 140 <i>Transfers of Investment Property</i>	1 January 2018
Amendments to MFRS 4 <i>Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts</i>	See MFRS 4 Paragraphs 46 and 48
MFRS 16 <i>Leases</i>	1 January 2019
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred

**3 Qualification of independent auditors' report on preceding annual audited financial statements**

The auditors' report on the financial statements for the financial year ended 31 March 2017 was an unqualified opinion.

**4 Seasonal and cyclical factors**

The business of the Group was not affected by any seasonal and cyclical factors during the quarter ended 30 June 2017.

**5 Unusual items due to their nature, size or incidence**

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows during the quarter ended 30 June 2017.

**6 Material changes in estimates**

There were no material changes in estimates during the quarter ended 30 June 2017.

**7 Debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter ended 30 June 2017.

**PART A: Notes to the Consolidated Interim Financial Information**

**8 Dividends paid**

There was no dividends paid during the quarter ended 30 June 2017.

**9 Segmental information**

The Group's reportable segments were identified as follows: -

- Business Performance Services - Provision of business performance improvement related services.
- Trading & Distribution Services - Distribution and reselling of hardware and software and related services.
- Digital & Infrastructure Services - Provision of a comprehensive range of tele/data communication, networking solutions and related services.

The Others segment comprises operations related to investment holding activities and subsidiaries that have ceased operations and remained inactive.

Business Segments	Performance RM'000	Distribution RM'000	Infrastructure RM'000	Others RM'000	Eliminations RM'000	Consolidation RM'000
-------------------	-----------------------	------------------------	--------------------------	------------------	------------------------	-------------------------

**Three Months Financial Period Ended 30 June 2017**

External sales	11,941	-	3,069	13	-	15,023
Inter segment sales	-	111	-	-	(111)	-
Total sales	<u>11,941</u>	<u>111</u>	<u>3,069</u>	<u>13</u>	<u>(111)</u>	<u>15,023</u>
Segment results	(316)	(6)	63	(183)	-	(442)
Finance costs	(9)	-	(36)	(1)	-	(46)
Interest Income	48	-	47	-	-	95
(Loss) / profit before tax	<u>(277)</u>	<u>(6)</u>	<u>74</u>	<u>(184)</u>	<u>-</u>	<u>(393)</u>
Taxation						220
Profit for the period						<u>(173)</u>

Segment assets	<u>27,349</u>	<u>114</u>	<u>82,519</u>	<u>118,114</u>	<u>(153,599)</u>	<u>74,497</u>
----------------	---------------	------------	---------------	----------------	------------------	---------------

**Three Months Financial Period Ended 30 June 2016**

**Restated**

External sales	8,206	6	5,204	-	-	13,416
Inter segment sales	-	-	217	-	(217)	-
Total sales	<u>8,206</u>	<u>6</u>	<u>5,421</u>	<u>-</u>	<u>(217)</u>	<u>13,416</u>
Segment results	415	(66)	725	339	-	1,413
Finance costs	(8)	-	(78)	(115)	-	(201)
Interest Income	11	-	182	-	-	193
Profit before tax from continuing operations	<u>418</u>	<u>(66)</u>	<u>829</u>	<u>224</u>	<u>-</u>	<u>1,405</u>
Taxation						(105)
Profit for the period from continuing operations						<u>1,300</u>
<b>Discontinued operation</b>						
Loss from discontinued operation, net of tax	(683)					(683)
Profit for the period						<u>617</u>

Segment assets	<u>20,384</u>	<u>417</u>	<u>85,633</u>	<u>118,319</u>	<u>(149,986)</u>	<u>74,767</u>
----------------	---------------	------------	---------------	----------------	------------------	---------------

**PART A: Notes to the Consolidated Interim Financial Information**

**10 Related Party Disclosures**

Significant related party transactions are as follows:-

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD THREE MONTHS ENDED	
	30-Jun-17 RM'000	30-Jun-16 RM'000	30-Jun-17 RM'000	30-Jun-16 RM'000
Sale of goods and services to related companies	892	2,552	892	2,552
Purchase of goods and services from related companies	6	51	6	51
Corporate secretarial services fees paid/ payable to a related company	10	7	10	7
Management fees to ultimate holding company	120	120	120	120

**11 Carrying amount of revalued assets**

There were no changes to the valuation of property, plant and equipment during the quarter ended 30 June 2017.

**12 Subsequent events**

There were no material events/subsequent to the end of the quarter ended 30 June 2017.

**13 Changes in the composition of the Group**

There were no changes in the composition of the Group during the quarter ended 30 June 2017.

**14 Discontinued operation**

On 24 November 2016, the Board of Directors decided to close down business operation of ISS Consulting (S) Pte Ltd because it had struggled to convert business prospects and pipeline into order book as it continued to operate amid challenging market conditions which undermined its ability to secure and deliver new projects competitively. Additionally, the Singapore operations had been experiencing attrition of existing customers to its competitors thus compounding to Management's decision to consider the discontinuation of the operations. The discontinuation of the operations was completed in the 4th quarter of financial year ended 31 March 2017.

Loss attributable to the discontinued operation was as follows:

**Results of discontinued operation**

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD THREE MONTHS ENDED	
	30-Jun-17 RM'000	30-Jun-16 RM'000	30-Jun-17 RM'000	30-Jun-16 RM'000
Revenue	-	512	-	512
Cost of Sales	-	(387)	-	(387)
Gross Profit	-	125	-	125
Other operating income	-	13	-	13
Other operating expenses	-	(820)	-	(820)
Finance costs	-	(1)	-	(1)
Loss before taxation	-	(683)	-	(683)
Taxation	-	-	-	-
Loss after taxation	-	(683)	-	(683)

**15 Changes in contingent liabilities or contingent assets**

Corporate and bank guarantee granted for the quarter ended 30 June 2017 are as follows:-

	RM'000
Corporate guarantee given to financial institution for facilities granted to subsidiaries	16,100

**16 Capital commitments**

No capital commitments for purchase of property, plant & equipment not provided for on the interim financial information.

**PART B: EXPLANTORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

**1 Detailed analysis of performance**

The Group recorded RM15.02 million of revenue in the current quarter under review, an increase by RM1.09 million (7.9%) from RM13.93 million in the corresponding quarter of the preceding financial year due to higher billing from Business Performance Services segment.

The detailed breakdown of revenue by operating segments of the Group are as follows: -

	INDIVIDUAL QUARTER THREE MONTHS ENDED			CUMULATIVE PERIOD THREE MONTHS ENDED		
	30-Jun-17	30-Jun-16	Variance	30-Jun-17	30-Jun-16	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
		<b>Restated</b>			<b>Restated</b>	
Business Performance Services	11,941	8,206	45.5	11,941	8,206	45.5
Trading & Distribution Services	111	6	1,750.0	111	6	1,750.0
Digital & Infrastructure Services	3,069	5,421	(43.4)	3,069	5,421	(43.4)
Others	13	-	-	13	-	-
	<u>15,134</u>	<u>13,633</u>	11.0	<u>15,134</u>	<u>13,633</u>	11.0
Less : Inter Segment Revenue	(111)	(217)		(111)	(217)	
External Revenue from continuing Revenue from discontinued operation	15,023	13,416	12.0	15,023	13,416	12.0
	-	512	(100.0)	-	512	(100.0)
<b>Total Group Revenue</b>	<u><b>15,023</b></u>	<u><b>13,928</b></u>		<u><b>15,023</b></u>	<u><b>13,928</b></u>	

The Business Performance Services segment revenue for the current financial quarter increased by RM3.74 million (45.5%) against the corresponding quarter of the preceding financial year due to higher billing from new customers.

The Trading & Distribution Services segment revenue for the current financial quarter has increased by RM105k and is principally contributed by intersegment sale.

The Digital and Infrastructure Services segment recorded a decrease in revenue of RM2.35 million (43.4%) due to a combination of lower progress billing from existing projects as well as lower new orders intake.

The detailed breakdown of profit / (loss) before tax by business segments of the Group are as follows: -

	INDIVIDUAL QUARTER THREE MONTHS ENDED			CUMULATIVE PERIOD THREE MONTHS ENDED		
	30-Jun-17	30-Jun-16	Variance	30-Jun-17	30-Jun-16	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
		<b>Restated</b>			<b>Restated</b>	
Business Performance Services	(277)	418	(166.3)	(277)	418	(166.3)
Trading & Distribution Services	(6)	(66)	90.9	(6)	(66)	90.9
Digital & Infrastructure Services	74	829	(91.1)	74	829	(91.1)
Others	(184)	224	(182.1)	(184)	224	(182.1)
(Loss) / profit before tax from continuing operations	(393)	1,405	(128.0)	(393)	1,405	(128.0)
Loss before tax from discontinued operation	-	(683)	100.0	-	(683)	100.0
<b>(Loss) / profit before tax</b>	<u><b>(393)</b></u>	<u><b>722</b></u>		<u><b>(393)</b></u>	<u><b>722</b></u>	

In the current financial quarter under review, the Group recorded a loss before tax of RM393k against profit of RM722k in the corresponding financial period of the preceding financial period, a decrease of RM1.11 million. The decrease is mainly attributable to higher staff costs in the Business Performance Services segment.

The Business Performance Services segment recorded a loss before tax of RM277k for the financial quarter under review compared to a profit of RM418k for the corresponding quarter of the preceding financial year despite the higher revenue in the current financial quarter under review. This was mainly due to the increase in staff costs as a result of higher headcounts arising from capacity expansion.

The Trading & Distribution Services segment loss before tax has decreased due to decrease in business activities.

The Digital & Infrastructure Services segment profit before tax is lower by RM755k (91.1%) as compared to the corresponding financial period of the preceding financial year. Despite the decrease in revenue, the segment recorded an improvement in gross profit margin against the corresponding quarter of the preceding financial year arising from a better product mix.



**PART B: EXPLANTORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD  
 FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

**2 Variation of results against preceding quarter**

	<b>3 months ended 30.06.2017 RM'000</b>	<b>3 months ended 31.03.2017 RM'000</b>
Revenue		
Continuing Operations	15,023	21,662
Discontinued Operation	-	94
	<u>15,023</u>	<u>21,756</u>
Profit / (loss) before tax		
Continuing Operations	(393)	(94)
Discontinued Operation	-	139
	<u>(393)</u>	<u>45</u>

The Group's revenue for the current quarter under review was RM6.73 million lower compared to the immediate preceding quarter due to lower revenue across all the operating segments. Arising from which, the Group's loss before tax was at RM393k for the current quarter under review as compared to the immediate preceding quarter's profit before tax of RM45k.

**3 Prospects**

The Board is mindful of the challenging business environment in which the Group is operating in and is therefore cautious of the Group's financial performance for the current financial year.

**4 Profit forecast**

Not applicable.

**5 Tax (income) / expense**

	<b>INDIVIDUAL QUARTER THREE MONTHS ENDED</b>		<b>CUMULATIVE PERIOD THREE MONTHS ENDED</b>	
	<b>30-Jun-17 RM'000</b>	<b>30-Jun-16 RM'000</b>	<b>30-Jun-17 RM'000</b>	<b>30-Jun-16 RM'000</b>
Current tax expense				
- Malaysian taxation	17	7	17	7
- Foreign taxation	(35)	98	(35)	98
Deferred tax	<u>(202)</u>	<u>-</u>	<u>(202)</u>	<u>-</u>
	<u>(220)</u>	<u>105</u>	<u>(220)</u>	<u>105</u>

The Group's effective tax rate for the current financial period is disproportionate to the statutory tax rate due to unabsorbed capital allowances and unutilised tax losses carried forward of a subsidiary.

**6 Status of corporate proposals**

There were no corporate proposals announced or outstanding as at reporting date.

**7 Borrowings and debts securities**

The Group's bank borrowings as at 30 June 2017 are as follows:

	<b>RM'000</b>
Short term bank borrowings - secured	
- Denominated in Ringgit Malaysia	283
- Denominated in Thai Baht	1,765
Long term bank borrowings - secured	
- Denominated in Ringgit Malaysia	172
- Denominated in Thai Baht	-
	<u>2,220</u>

The Group has not issued any debt securities as at the reporting date.

**PART B: EXPLANTORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

**8 Realised and Unrealised Profits**

The retained earnings / (accumulated losses) as at the end of the reporting date can be analysed as follows:

	As at 30.06.2017 RM'000	As at 31.03.2017 RM'000
Total retained earning / (accumulated losses) of the Group: -		
- Realised	(28,364)	(28,216)
- Unrealised	4,030	4,055
	<u>(24,334)</u>	<u>(24,161)</u>
Consolidation adjustments	49,438	49,438
Total retained earnings as per consolidated financial statements	<u>25,104</u>	<u>25,277</u>

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Securities Listing Requirements, issued by the Malaysian Institute of Accountants ("MIA Guidance") and directive of Bursa Malaysia Securities Berhad.

**9 Changes in material litigation**

There was no material litigation against the Group as at reporting date.

**10 Dividends**

No dividends have been recommended during the quarter ended 30 June 2017.

**11 Earning per ordinary share**

**(a) Basic earning per ordinary share**

Basic earning per ordinary share for the financial period under review is calculated based on the Group's profit after tax and non-controlling interests divided by the weighted average ("WA") number of ordinary shares in issue during the financial period.

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD THREE MONTHS ENDED	
	30-Jun-17 RM'000	30-Jun-16 RM'000	30-Jun-17 RM'000	30-Jun-16 RM'000
(Loss) / profit after tax and non-controlling interests (RM'000)				
Continuing Operations	(173)	1,300	(173)	1,300
Discontinued Operation	-	(683)	-	(683)
	<u>(173)</u>	<u>617</u>	<u>(173)</u>	<u>617</u>
WA number of ordinary shares in issue ('000)	1,355,877	1,355,877	1,355,877	1,355,877
Basic profit per ordinary share (sen)				
Continuing Operations	(0.01)	0.10	(0.01)	0.10
Discontinued Operation	-	(0.05)	-	(0.05)
	<u>(0.01)</u>	<u>0.05</u>	<u>(0.01)</u>	<u>0.05</u>

**(b) Fully diluted earnings per ordinary share**

The Group has no potential ordinary shares in issue as at reporting date and therefore, diluted earnings per share has not been presented.

PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD  
 FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017

12 (Loss) / profit before tax

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD THREE MONTHS ENDED	
	30-Jun-17 RM'000	30-Jun-16 RM'000	30-Jun-17 RM'000	30-Jun-16 RM'000
(Loss) / profit before tax is arrived at after charging: -				
Depreciation of property, plant and equipment	420	355	420	355
Impairment losses on trade receivables	-	45	-	45
Interest expenses	16	187	16	187
Provision for post employment benefits	179	164	179	164
Realised loss on foreign currency transactions	-	24	-	24
Unrealised loss on foreign currency transactions	51	-	51	-
And crediting: -				
Interest income	95	193	95	193
Reversal of impairment losses on trade receivables	774	-	774	-
Realised gain on foreign currency transactions	8	1	8	1
Unrealised gain on foreign currency translation	-	137	-	137