

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

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD SIX MONTHS ENDED	
	30-Sep-17 RM'000 Unaudited	30-Sep-16 RM'000 Reviewed Restated	30-Sep-17 RM'000 Unaudited	30-Sep-16 RM'000 Audited Restated
Revenue	25,001	17,930	40,024	31,346
Cost of sales	(12,231)	(8,219)	(16,756)	(14,242)
Gross profit	12,770	9,711	23,268	17,104
Other operating income	361	536	732	867
Other operating expenses	(11,712)	(8,448)	(22,928)	(14,566)
Finance costs	(48)	(109)	(94)	(310)
<b>Profit before tax from continuing operations</b>	<b>1,371</b>	<b>1,690</b>	<b>978</b>	<b>3,095</b>
Tax (expense) / income	(144)	(260)	76	(365)
<b>Profit after tax from continuing operations</b>	<b>1,227</b>	<b>1,430</b>	<b>1,054</b>	<b>2,730</b>
<u>Discontinued operation</u>				
Loss from discontinued operation, net of tax	-	(301)	-	(984)
<b>Profit for the financial period</b>	<b>1,227</b>	<b>1,129</b>	<b>1,054</b>	<b>1,746</b>
<b>Other comprehensive income / (loss) net of tax</b>				
- Item that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations, net of tax	38	253	(12)	189
<b>Other comprehensive income / (loss) for the financial period, net of tax</b>	<b>38</b>	<b>253</b>	<b>(12)</b>	<b>189</b>
<b>Total comprehensive income for the financial period</b>	<b>1,265</b>	<b>1,382</b>	<b>1,042</b>	<b>1,935</b>
<b>Profit / (loss) attributable to:-</b>				
Owners of the parent	1,228	1,087	1,055	1,704
Non-controlling interest	(1)	42	(1)	42
<b>Profit for the financial period</b>	<b>1,227</b>	<b>1,129</b>	<b>1,054</b>	<b>1,746</b>
<b>Total comprehensive income / (loss) attributable to:-</b>				
Owners of the parent	1,266	1,340	1,043	1,893
Non-controlling interest	(1)	42	(1)	42
<b>Total comprehensive income for the financial period</b>	<b>1,265</b>	<b>1,382</b>	<b>1,042</b>	<b>1,935</b>
EPS / (LBS) attributable to Owners of the parent (sen)				
- Basic and diluted				
Continuing operations	0.09	0.10	0.08	0.20
Discontinued operation	-	(0.02)	-	(0.07)
	<b>0.09</b>	<b>0.08</b>	<b>0.08</b>	<b>0.13</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 SEPTEMBER 2017**

	<b>As at 30-Sep-17 RM'000 Unaudited</b>	<b>As at 31-Mar-17 RM'000 Audited</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	4,370	4,713
Goodwill	5,738	5,738
Deferred tax assets	3,938	3,623
Trade receivables	6,360	6,272
	<u>20,406</u>	<u>20,346</u>
<b>Current Assets</b>		
Inventories	3,136	2,445
Trade receivables	21,898	22,318
Other receivables, deposits and prepayments	9,400	13,059
Amounts owing by related companies	2,978	4,414
Current tax assets	5,861	5,203
Cash and bank balances	14,468	17,663
	<u>57,741</u>	<u>65,102</u>
<b>TOTAL ASSETS</b>	<u><u>78,147</u></u>	<u><u>85,448</u></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	(634)	(622)
Retained earnings	26,332	25,277
	<u>45,519</u>	<u>44,476</u>
Non-controlling interest	88	89
<b>TOTAL EQUITY</b>	<u>45,607</u>	<u>44,565</u>
<b>Non-Current Liabilities</b>		
Borrowings	102	252
Provision for post-employment benefits	1,401	1,239
Deferred tax liabilities	616	652
	<u>2,119</u>	<u>2,143</u>
<b>Current Liabilities</b>		
Trade payables	7,160	8,724
Other payables, deposits and accruals	9,006	14,117
Amounts owing to ultimate holding company	6,430	7,568
Amount owing to holding company	3,790	3,829
Amounts owing to related companies	1,425	1,557
Borrowings	2,610	2,945
	<u>30,421</u>	<u>38,740</u>
<b>TOTAL LIABILITIES</b>	<u>32,540</u>	<u>40,883</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>78,147</u></u>	<u><u>85,448</u></u>
<b>Net assets per share (sen)</b>	<u>3.36</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 SEPTEMBER 2017

	<----- Attributable to owners of the Parent ----->						Non- controlling interest RM'000	Total equity RM'000
	<----- Non-distributable ----->			<-Distributable ->		Total RM'000		
	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000				
<b>Unaudited</b> <b>Six Months Financial Period Ended 30 September 2017</b>								
Balance as at 1 April 2017	150,834	(131,013)	(622)	25,277	44,476	89	44,565	
Profit / (loss) for the financial period	-	-	-	1,055	1,055	(1)	1,054	
Foreign currency translation differences for foreign operations, net of tax	-	-	(12)	-	(12)	-	(12)	
Total comprehensive (loss) / income for the financial period	-	-	(12)	1,055	1,043	(1)	1,042	
Balance as at 30 September 2017	<u>150,834</u>	<u>(131,013)</u>	<u>(634)</u>	<u>26,332</u>	<u>45,519</u>	<u>88</u>	<u>45,607</u>	

	<----- Attributable to owners of the Parent ----->						Non- controlling interest RM'000	Total equity RM'000
	<----- Non-distributable ----->			<-Distributable ->		Total RM'000		
	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000				
<b>Audited</b> <b>Six Months Financial Period Ended 30 September 2016</b> <b>Restated</b>								
Balance as at 1 April 2016	135,588	(115,767)	(1,497)	24,860	43,184	76	43,260	
Profit for the financial period	-	-	-	1,704	1,704	42	1,746	
Foreign currency translation differences for foreign operations, net of tax	-	-	189	-	189	-	189	
Total comprehensive income for the financial period	-	-	189	1,704	1,893	42	1,935	
Balance as at 30 September 2016	<u>135,588</u>	<u>(115,767)</u>	<u>(1,308)</u>	<u>26,564</u>	<u>45,077</u>	<u>118</u>	<u>45,195</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 SEPTEMBER 2017**

	SIX MONTHS ENDED	
	30-Sep-17 RM'000 Unaudited	30-Sep-16 RM'000 Audited Restated
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax from continuing operations	978	3,095
Loss before tax from discontinued operation	-	(984)
Profit before tax	978	2,111
Adjustment for non-cash items:		
Depreciation of property, plant and equipment	846	747
Fair value adjustments on non-current trade receivables	(164)	596
Fair value gain on amount owing to immediate holding company	-	(36)
Fair value gain on amount owing to ultimate holding company	-	(135)
Interest income	(143)	(232)
Interest expense	30	268
Net movement for post-employment benefits	179	337
Reversal of impairment losses on trade receivables	(733)	-
Net unrealised gain on foreign exchange	-	(212)
Net unrealised loss on foreign exchange	47	-
	1,040	3,444
Operating profit before working capital changes		
Net changes in assets	5,280	3,927
Net changes in liabilities	(7,799)	(2,490)
	(1,479)	4,881
Cash generated (used in) / from operations		
Tax paid	(1,019)	(514)
Tax refunded	38	-
	(2,460)	4,367
Net cash (used in) / from operating activities		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Advances from ultimate holding company	-	1,497
Advances from immediate holding company	-	121
Repayment to related companies	(38)	(655)
Purchase of property, plant and equipment	(488)	(166)
Proceed from disposal of property, plant & equipment	1	-
Net (placement) / withdrawal of fixed deposits pledged to bank	(2)	2,394
Interest received	143	232
	(384)	3,423
Net cash (used in) / from investing activities		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase payables	(144)	(133)
Interest paid	(30)	(268)
	(174)	(401)
Net cash used in financing activities		
Net change in cash and cash equivalents	(3,018)	7,389
Cash and cash equivalents at 1 April 2017 / 2016**	3,474	(7,223)
Effect of foreign exchange on opening balance	162	316
Cash and cash equivalents at 30 September 2017 / 2016**	618	482

\*\* 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.

**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 under review.

**6 Material changes in estimates**

There were no material changes in estimates during the quarter under review.

**7 Debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

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

**8 Dividends paid**

There was no dividends paid during the quarter under review.

**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	Business Performance Services RM'000	Trading & Distribution Services RM'000	Digital & Infrastructure Services RM'000	Others RM'000	Eliminations RM'000	Consolidation RM'000
<b>Six Months Financial Period Ended 30 September 2017</b>						
External sales	34,000	-	6,011	13	-	40,024
Inter segment sales	-	111	-	-	(111)	-
Total sales	<u>34,000</u>	<u>111</u>	<u>6,011</u>	<u>13</u>	<u>(111)</u>	<u>40,024</u>
Segment results	1,858	(19)	(156)	(818)	-	865
Finance costs	(11)	-	(19)	-	-	(30)
Interest Income	48	-	95	-	-	143
Profit / (loss) before tax	1,895	(19)	(80)	(818)	-	978
Taxation						76
Profit for the period						<u>1,054</u>
Segment assets	<u>31,444</u>	<u>96</u>	<u>83,751</u>	<u>117,964</u>	<u>(155,108)</u>	<u>78,147</u>
<b>Six Months Financial Period Ended 30 September 2016</b>						
<b>Restated</b>						
External sales	19,256	62	12,028	-	-	31,346
Inter segment sales	-	-	2,638	1,000	(3,638)	-
Total sales	<u>19,256</u>	<u>62</u>	<u>14,666</u>	<u>1,000</u>	<u>(3,638)</u>	<u>31,346</u>
Segment results	1,819	(103)	911	2,975	(2,471)	3,131
Finance costs	(16)	-	(113)	(139)	-	(268)
Interest Income	31	-	201	-	-	232
Profit / (loss) before tax from continuing operations	1,834	(103)	999	2,836	(2,471)	3,095
Taxation						(365)
Profit for the period from continuing operations						<u>2,730</u>
<b>Discontinued operation</b>						
Loss from discontinued operation, net of tax	(984)					(984)
Profit for the period						<u>1,746</u>
Segment assets	<u>20,367</u>	<u>439</u>	<u>86,712</u>	<u>119,206</u>	<u>(152,992)</u>	<u>73,732</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 SIX MONTHS ENDED	
	30-Sep-17 RM'000	30-Sep-16 RM'000	30-Sep-17 RM'000	30-Sep-16 RM'000
Sale of goods and services to related companies	915	1,707	1,807	4,259
Purchase of goods and services from related companies	1	-	7	51
Corporate secretarial services fees paid/ payable to a related company	29	8	39	15
Management fees to ultimate holding company	120	120	240	240

**11 Carrying amount of revalued assets**

There were no changes to the valuation of property, plant and equipment during the quarter under review.

**12 Subsequent events**

There were no material events/subsequent to the end of the quarter under review.

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

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

**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 SIX MONTHS ENDED	
	30-Sep-17 RM'000	30-Sep-16 RM'000	30-Sep-17 RM'000	30-Sep-16 RM'000
Revenue	-	1,017	-	1,529
Cost of Sales	-	(506)	-	(893)
Gross Profit	-	511	-	636
Other operating income	-	11	-	24
Other operating expenses	-	(822)	-	(1,642)
Finance costs	-	(1)	-	(2)
Loss before taxation	-	(301)	-	(984)
Taxation	-	-	-	-
Loss after taxation	-	(301)	-	(984)

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

Corporate and bank guarantee granted for the quarter under review 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.

**17 Cash and bank balance**

	As at 30-Sep-17 RM'000
Cash and bank balances	2,326
Fixed deposits with licensed financial institutions	12,142
	14,468
Less: Fixed deposits pledged with licensed banks	(11,524)
Less: Bank overdraft	(2,326)
	618

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

**1 Detailed analysis of performance**

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

	INDIVIDUAL QUARTER THREE MONTHS ENDED			CUMULATIVE PERIOD SIX MONTHS ENDED		
	30-Sep-17 RM'000	30-Sep-16 RM'000 Restated	Variance %	30-Sep-17 RM'000	30-Sep-16 RM'000 Restated	Variance %
Business Performance Services	22,059	11,050	99.6	34,000	19,256	76.6
Trading & Distribution Services	-	56	(100.0)	111	62	79.0
Digital & Infrastructure Services	2,942	9,245	(68.2)	6,011	14,666	(59.0)
Others	-	1,000	-	13	1,000	-
	<u>25,001</u>	<u>21,351</u>	17.1	<u>40,135</u>	<u>34,984</u>	14.7
Less : Inter Segment Revenue	-	(3,421)		(111)	(3,638)	
External Revenue from continuing operations	25,001	17,930	39.4	40,024	31,346	27.7
Revenue from discontinued operation	-	1,017	(100.0)	-	1,529	(100.0)
Total Group Revenue	<u>25,001</u>	<u>18,947</u>	32.0	<u>40,024</u>	<u>32,875</u>	21.7

The Group recorded revenue of RM25.00 million for the quarter ended 30 September 2017, an increase by RM6.05 million (32.0%) against revenue achieved in the previous corresponding quarter. The higher revenue was attributable to the Business Performance Services segment which had almost double the revenue in the current quarter ended 30 September 2017 due to higher order fulfilment to its customers.

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

	INDIVIDUAL QUARTER THREE MONTHS ENDED			CUMULATIVE PERIOD SIX MONTHS ENDED		
	30-Sep-17 RM'000	30-Sep-16 RM'000 Restated	Variance %	30-Sep-17 RM'000	30-Sep-16 RM'000 Restated	Variance %
Business Performance Services	2,172	1,416	53.4	1,895	1,834	3.3
Trading & Distribution Services	(13)	(37)	64.9	(19)	(103)	81.6
Digital & Infrastructure Services	(154)	170	(190.6)	(80)	999	(108.0)
Others	(634)	141	(549.6)	(818)	365	(324.1)
Profit before tax from continuing operations	1,371	1,690	(18.9)	978	3,095	(68.4)
Loss before tax from discontinued operation	-	(301)	100.0	-	(984)	100.0
Profit before tax	<u>1,371</u>	<u>1,389</u>	(1.3)	<u>978</u>	<u>2,111</u>	(53.7)

The Group posted a profit before tax of RM1.37 million for the quarter ended 30 September 2017, a marginal decrease of 1.3% against the profit before tax achieved in the previous corresponding quarter. Despite achieving higher revenue, margins for the quarter under review have declined due to higher proportion of sales for hardware and licensing fees in the current quarter which have lower margins as compared to project implementation and support fees.



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

**2 Variation of results against preceding quarter**

	3 months ended 30-Sep-17 RM'000	3 months ended 30-Jun-17 RM'000	Variance  %
Revenue	<u>25,001</u>	<u>15,023</u>	66.4
Profit / (loss) before tax	<u>1,371</u>	<u>(393)</u>	448.9

The Group's revenue for the current quarter under review was RM9.98 million higher compared to the immediate preceding quarter due to higher order fulfilment.

**3 Prospects**

The Group's two major operating subsidiaries, Diversified Gateway Berhad and ISS Consulting (Thailand) Ltd operate in the telecommunications infrastructure and SAP consulting markets in Malaysia and Thailand respectively.

The telecommunications infrastructure market in Malaysia remains very competitive with established major equipment suppliers bidding directly with telcos, and emergence of many small intermediaries at the lower end of the telecommunications market driving down margins. The Group strength is in its established service network through Malaysia and will be working towards enhancing the value of its services to improve revenue, margins and to stay competitive.

The SAP market in Thailand is performing well with double digit growth for the Group's business in its General Business market area for SAP software and services in manufacturing in Thailand. With global push towards Industry 4.0 initiatives, the outlook for manufacturing software and related services remain strong.

Overall, Board remains cautiously optimistic that the Group's financial performance for the year will remain positive.

**4 Profit forecast**

Not applicable.

**5 Tax expense / (income)**

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD SIX MONTHS ENDED	
	30-Sep-17 RM'000	30-Sep-16 RM'000	30-Sep-17 RM'000	30-Sep-16 RM'000
Current tax expense				
- Malaysian taxation	6	121	23	128
- Foreign taxation	290	315	290	413
Over provision in prior year				
- Malaysian taxation	-	-	-	-
- Foreign taxation	-	-	(35)	-
Deferred tax	<u>(152)</u>	<u>(176)</u>	<u>(354)</u>	<u>(176)</u>
	<u>144</u>	<u>260</u>	<u>(76)</u>	<u>365</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 Unquoted investments and properties**

There were no purchase or disposal of unquoted investments and properties during the financial period under review.

**7 Quoted securities**

There were no acquisitions or disposals of quoted securities during the financial period under review.

**8 Status of corporate proposals**

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

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

**9 Borrowings and debts securities**

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

	<b>RM'000</b>
Short term bank borrowings - secured	
- Denominated in Ringgit Malaysia	1,294
- Denominated in Thai Baht	1,316
Long term bank borrowings - secured	
- Denominated in Ringgit Malaysia	102
- Denominated in Thai Baht	-
	<u>2,712</u>

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

**10 Realised and Unrealised Profits**

The retained earnings as at the end of the reporting date can be analysed as follows:

	<b>As at 30.09.2017 RM'000</b>	<b>As at 31.03.2017 RM'000</b>
Total retained earning of the Group: -		
- Realised	(27,283)	(28,216)
- Unrealised	4,177	4,055
	<u>(23,106)</u>	<u>(24,161)</u>
Consolidation adjustments	49,438	49,438
Total retained earnings as per consolidated financial statements	<u>26,332</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.

**11 Changes in material litigation**

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

**12 Dividends**

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

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

**13 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 SIX MONTHS ENDED	
	30-Sep-17	30-Sep-16	30-Sep-17	30-Sep-16
	RM'000	RM'000	RM'000	RM'000
Profit after tax attributable to the Owners of the parent				
Continuing Operations	1,228	1,388	1,055	2,688
Discontinued Operation	-	(301)	-	(984)
	<u>1,228</u>	<u>1,087</u>	<u>1,055</u>	<u>1,704</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	0.09	0.10	0.08	0.20
Discontinued Operation	-	(0.02)	-	(0.07)
	<u>0.09</u>	<u>0.08</u>	<u>0.08</u>	<u>0.13</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.

**14 Profit before tax**

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD SIX MONTHS ENDED	
	30-Sep-17	30-Sep-16	30-Sep-17	30-Sep-16
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging: -				
Depreciation of property, plant and equipment	426	392	846	747
Fair value loss on long term trade receivables	-	596	-	596
Impairment losses on trade receivables	41	-	-	-
Interest expenses	14	81	30	268
Provision for post employment benefits	-	173	179	337
Realised loss on foreign currency transactions	-	21	-	45
Unrealised loss on foreign currency transactions	-	-	47	-
	<u>-</u>	<u>-</u>	<u>47</u>	<u>-</u>
And crediting: -				
Fair value gain on:				
-amount owing to immediate holding company	-	36	-	36
-amount owing to ultimate holding company	-	135	-	135
-long term trade receivables	164	-	164	-
Waiver of loan from related company	-	142	-	646
Interest income	48	39	143	232
Reversal of impairment losses on trade receivables	-	45	733	-
Realised gain on foreign currency transactions	1	87	9	88
Unrealised gain on foreign currency translation	4	75	-	212
	<u>4</u>	<u>75</u>	<u>-</u>	<u>212</u>