

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018**

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD SIX MONTHS ENDED	
	30-Sep-18 RM'000 Unaudited	30-Sep-17 RM'000 Unaudited	30-Sep-18 RM'000 Unaudited	30-Sep-17 RM'000 Unaudited
Revenue	20,910	25,001	38,221	40,024
Cost of sales	<u>(8,658)</u>	<u>(12,231)</u>	<u>(13,881)</u>	<u>(16,756)</u>
Gross profit	12,252	12,770	24,340	23,268
Other operating income	1,278	361	1,782	732
Other operating expenses	(12,892)	(11,712)	(25,088)	(22,928)
Finance costs	(89)	(48)	(145)	(94)
Profit before tax	<u>549</u>	<u>1,371</u>	<u>889</u>	<u>978</u>
Tax expense	(204)	(144)	(343)	76
Profit for the financial quarter / period	<u>345</u>	<u>1,227</u>	<u>546</u>	<u>1,054</u>
Other comprehensive income / (loss) , net of tax				
- Item that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations, net of tax	579	38	308	(12)
Other comprehensive income / (loss) for the financial quarter / period, net of tax	<u>579</u>	<u>38</u>	<u>308</u>	<u>(12)</u>
Total comprehensive income for the financial quarter / period	<u>924</u>	<u>1,265</u>	<u>854</u>	<u>1,042</u>
Profit attributable to:-				
Owners of the parent	346	1,228	547	1,228
Non-controlling interest	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>
Profit for the financial quarter / period	<u>345</u>	<u>1,227</u>	<u>546</u>	<u>1,227</u>
Total comprehensive income attributable to:-				
Owners of the parent	925	1,266	855	1,043
Non-controlling interest	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>
Total comprehensive income for the financial quarter / period	<u>924</u>	<u>1,265</u>	<u>854</u>	<u>1,042</u>
EPS attributable to Owners of the parent (sen)				
- Basic and diluted	<u>0.02</u>	<u>0.09</u>	<u>0.04</u>	<u>0.09</u>

(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 2018.)



**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 SEP 2018**

	As at 30-Sep-18 RM'000 Unaudited	As at 31-Mar-18 RM'000 Audited
Non-Current Assets		
Property, plant and equipment	3,563	3,770
Goodwill	5,738	5,738
Deferred tax assets	3,842	3,872
Trade receivables	10,544	11,522
	23,687	24,902
Current Assets		
Inventories	2,152	2,617
Trade receivables	14,966	17,282
Other receivables, deposits and prepayments	13,658	17,026
Amounts owing by related companies	3,634	2,351
Current tax assets	6,490	5,619
Cash and bank balances	25,112	18,421
	66,012	63,316
TOTAL ASSETS	89,699	88,218
Equity attributable to owners of the parent		
Share capital	160,054	150,834
Reverse acquisition reserve	(131,013)	(131,013)
Exchange translation reserve	(190)	(498)
Retained earnings	23,576	23,028
	52,427	42,351
Non-controlling interest	86	87
TOTAL EQUITY	52,513	42,438
Non-Current Liabilities		
Borrowings	15	20
Provision for post-employment benefits	4,845	4,164
Deferred tax liabilities	-	146
	4,860	4,330
Current Liabilities		
Trade payables	6,506	10,971
Other payables, deposits and accruals	11,436	19,612
Amounts owing to related companies	11,547	9,960
Borrowings	2,837	907
	32,326	41,450
TOTAL LIABILITIES	37,186	45,780
TOTAL EQUITY AND LIABILITIES	89,699	88,218
Net assets per share (sen)	3.52	3.12

(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 2018.)

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018**



	<----- Attributable to owners of the Parent ----->						Total equity RM'000
	<----- Non-distributable ----->			<-Distributable ->		Non- controlling interest RM'000	
	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000	Total RM'000		
Unaudited Six Months Financial Period Ended 30 Sep 2018							
Balance as at 1 April 2018	150,834	(131,013)	(498)	23,028	42,351	87	42,438
Profit for the financial period	-	-	-	547	547	(1)	546
Private Placement	9,220						
Foreign currency translation differences for foreign operations, net of tax	-	-	308	-	308	-	308
Total comprehensive income for the financial period	9,220	-	308	547	10,075	(1)	10,074
Balance as at 30 Sep 2018	<u>160,054</u>	<u>(131,013)</u>	<u>(190)</u>	<u>23,575</u>	<u>52,426</u>	<u>86</u>	<u>52,512</u>

	<----- Attributable to owners of the Parent ----->						Total equity RM'000
	<----- Non-distributable ----->			<-Distributable ->		Non- controlling interest RM'000	
	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000	Total RM'000		
Unaudited Six Months Financial Period Ended 30 Sep 2017							
Balance as at 1 April 2017	150,834	(131,013)	(622)	25,277	44,476	89	44,565
Profit 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 Sep 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>

(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 2018.)

**CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018**

	SIX MONTHS ENDED	
	30-Sep-18 RM'000 Unaudited	30-Sep-17 RM'000 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	889	978
Adjustment for non-cash items:		
Depreciation of property, plant and equipment	770	846
Fair value adjustments on non-current trade receivables	(522)	(164)
Impairment losses on trade receivables	268	-
Interest income	(146)	(143)
Interest expense	104	30
Net movement for post-employment benefits	522	179
Reversal of impairment losses on trade receivables	-	(733)
Net unrealised gain on foreign exchange	(158)	-
Net unrealised loss on foreign exchange	34	47
Operating profit before working capital changes	1,761	1,040
Net changes in assets	7,173	5,280
Net changes in liabilities	(11,520)	(7,799)
Cash used in operations	(2,586)	(1,479)
Tax paid	(1,194)	(1,019)
Tax refund	20	38
Net cash used in operating activities	(3,760)	(2,460)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net advance / (repayment) from related companies	60	(38)
Private placement	9,220	-
Purchase of property, plant and equipment	(570)	(488)
Proceed from disposal of property, plant & equipment	-	1
Net withdrawal of fixed deposits placed to bank	(221)	(2)
Interest received	146	143
Net cash from investing activities	8,635	(384)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase payables	(110)	(144)
Interest paid	(104)	(30)
Net cash used in financing activities	(214)	(174)
Net change in cash and cash equivalents	4,661	(3,018)
Cash and cash equivalents at beginning of financial period	5,849	3,474
Effect of foreign exchange on opening balance	270	162
Cash and cash equivalents at end of financial period	10,780	618

(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 2018.)

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 2018. 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 2018.

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 2018 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 year

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 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	See MFRS 4 Paragraphs 46 and 48
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred

PART A:

Notes to the Consolidated Interim Financial Information

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 2018 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

On 11 July 2018, the Group completed the Private Placement following the listing and quotation of 135,587,700 Placement Shares on Ace Market of Bursa Malaysia Securities Berhad.

Other than the Private Placement completed on 11 July 2018, there were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

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
Six Months Financial Period Ended 30 Sep 2018						
External sales	32,669	-	5,552	-	-	38,221
Inter segment sales	-	-	-	75	(75)	-
Total sales	<u>32,669</u>	<u>-</u>	<u>5,552</u>	<u>75</u>	<u>(75)</u>	<u>38,221</u>
Segment results	1,954	(18)	(159)	(889)	-	888
Finance costs	(1)	-	(144)	-	-	(145)
Interest Income	17	-	78	51	-	146
Profit / (loss) before tax	<u>1,970</u>	<u>(18)</u>	<u>(225)</u>	<u>(838)</u>	<u>-</u>	<u>889</u>
Taxation						<u>(343)</u>
Profit for the period						<u>546</u>
Segment assets	<u>38,326</u>	<u>55</u>	<u>38,503</u>	<u>59,864</u>	<u>(47,049)</u>	<u>89,699</u>

PART A:
Notes to the Consolidated Interim Financial Information

9 Segmental information (cont'd.)

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
Six Months Financial Period Ended 30 Sep 2017						
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	<u>1,895</u>	<u>(19)</u>	<u>(80)</u>	<u>(818)</u>	<u>-</u>	<u>978</u>
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>

10 Related Party Disclosures

Significant related party transactions are as follows:-

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD SIX MONTHS ENDED	
	30-Sep-18 RM'000	30-Sep-17 RM'000	30-Sep-18 RM'000	30-Sep-17 RM'000
Sale of goods and services to related companies	515	915	1,828	1,807
Purchase of goods and services from related companies	28	1	30	7
Corporate secretarial services fees paid/ payable to a related company	29	29	38	39
Management fees to related company	<u>75</u>	<u>120</u>	<u>165</u>	<u>240</u>

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.



PART A:
Notes to the Consolidated Interim Financial Information

14 Changes in contingent liabilities or contingent assets

Bank guarantees granted for the quarter under review are as follows:-

RM'000

Bank guarantees given by financial institutions in respect of projects of the Group

1,754

15 Capital commitments

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

16 Cash and bank balance

**As at
30-Sep-18
RM'000**

Cash and bank balances

4,270

Fixed deposits with licensed financial institutions

20,842

25,112

Less: Fixed deposits pledged with licensed banks

(11,652)

Less: Bank overdraft

(2,680)

10,780

PART B:
EXPLANTORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018

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-18 RM'000	30-Sep-17 RM'000	Variance %	30-Sep-18 RM'000	30-Sep-17 RM'000	Variance %
Business Performance Services	18,220	22,059	(17.4)	32,669	34,000	(3.9)
Trading & Distribution Services	-	-		-	111	(100.0)
Digital & Infrastructure Services	2,690	2,942	(8.6)	5,552	6,011	(7.6)
Others	75	-		75	13	476.9
	<u>20,985</u>	<u>25,001</u>	(16.1)	<u>38,296</u>	<u>40,135</u>	(4.6)
Less : Inter Segment Revenue	(75)	-		(75)	(111)	32.4
Total Group Revenue	<u>20,910</u>	<u>25,001</u>	(16.4)	<u>38,221</u>	<u>40,024</u>	(4.5)

The Group recorded revenue of RM20.91 million for the quarter ended 30 Sep 2018, a decrease RM4.09 million (16.4%) against revenue achieved in the previous corresponding quarter. The lower revenue was attributable to the lower demand for SAP services under the Business Performance Services for the current quarter compared in the previous corresponding quarter.

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-18 RM'000	30-Sep-17 RM'000	Variance %	30-Sep-18 RM'000	30-Sep-17 RM'000	Variance %
Business Performance Services	1,251	2,172	(42.4)	1,970	1,895	4.0
Trading & Distribution Services	(10)	(13)	23.1	(18)	(19)	5.3
Digital & Infrastructure Services	(31)	(154)	79.9	(225)	(80)	(181.3)
Others	(661)	(634)	(4.3)	(838)	(818)	(2.4)
Profit before tax	<u>549</u>	<u>1,371</u>	(59.9)	<u>889</u>	<u>978</u>	(9.1)

In the current financial quarter under review, the Group recorded a profit before tax of RM549k for the quarter ended 30 Sep 2018, a decrease RM 822k in the current quarter compared with the corresponding quarter of the preceding financial period. This was mainly attributable to lower profit contribution from Business Performance Services segment due to lower demand for SAP services for the current quarter under review.

PART B:
EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018

2 Variation of results against preceding quarter

	3 months ended 30-Sep-18 RM'000	3 months ended 30-Jun-18 RM'000	Variance %
Revenue	<u>20,910</u>	<u>17,311</u>	20.8
Profit before tax	<u>549</u>	<u>340</u>	61.5

The Group's revenue for the current quarter under review was RM3.60 million higher compared to the immediate preceding quarter due to higher demand for SAP services under Business Performance Services segment for the current quarter under review.

3 Prospects

The Group's two major operating subsidiaries are Diversified Gateway Berhad ("DGB") which operates mainly in the telecommunication infrastructure sector in Malaysia and ISS Consulting (Thailand) Ltd ("ISST") which offers SAP consulting services in Thailand.

DGB's operating environment remains challenging. DGB has to continue to embark on expanding its range of technology integration and maintenance services in the period.

The SAP market in Thailand which ISST operates in, particularly the manufacturing sector remains steady with good demand for SAP software licenses and implementation services. ISST is expected to continue registering growth.

The Board remains cautiously optimistic of the Group's prospects for the coming financial year while continuing to explore new business opportunities for the Group

4 Profit forecast

Not applicable.

5 Tax expense

	INDIVIDUAL QUARTER THREE MONTHS ENDED		CUMULATIVE PERIOD SIX MONTHS ENDED	
	30-Sep-18 RM'000	30-Sep-17 RM'000	30-Sep-18 RM'000	30-Sep-17 RM'000
Current tax expense				
- Malaysian taxation	11	6	18	23
- Foreign taxation	250	290	394	255
Deferred tax	(57)	(152)	(69)	(354)
	<u>204</u>	<u>144</u>	<u>343</u>	<u>(76)</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 quarter under review.

PART B:
EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018

7 Quoted securities

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

8 Status of corporate proposals

On 15 October 2018, the Group has announced to undertake the following proposals :-

- i) Proposed reduction of the issued share capital of DGSB pursuant to Section 116 of the Companies Act 2016 ("the Act"); and
- ii) Proposed consolidation of every 2 existing ordinary shares in DGSB into 1 new DGSB shares held on an entitlement date to be determined later
 (collectively referred to as "Proposal")

On 19 October 2018, the Group announced that Bursa Securities granted its approval for the Proposal via its letter dated 19 October 2018.

Extraordinary General Meeting for this proposal will be held on 29 Nov 2018.

The Group will make announcements in relation to any further development on the Proposals from time to time.

9 Borrowings and debts securities

The Group's bank borrowings as at 30 September 2018 are as follows:

	RM'000
Short term bank borrowings - secured - Denominated in Ringgit Malaysia	2,837
Long term bank borrowings - secured - Denominated in Ringgit Malaysia	<u>15</u>
	<u><u>2,852</u></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:

	As at 30.09.2018 RM'000	As at 31.03.2018 RM'000
Total retained earning of the Group: -		
- Realised	(104,126)	(44,131)
- Unrealised	4,699	4,589
	<u>(99,427)</u>	<u>(39,542)</u>
Consolidation adjustments	123,003	62,570
Total retained earnings as per consolidated financial statements	<u><u>23,576</u></u>	<u><u>23,028</u></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 2018.

PART B:
EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE FINANCIAL PERIOD ENDED 30 SEP 2018

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-18 RM'000	30-Sep-17 RM'000	30-Sep-18 RM'000	30-Sep-17 RM'000
Profit after tax attributable to the Owners of the parent	346	1,228	547	1,228
WA number of ordinary shares in issue ('000)	1,491,465	1,355,877	1,491,465	1,355,877
Basic profit per ordinary share (sen)	0.02	0.09	0.04	0.09

(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-18 RM'000	30-Sep-17 RM'000	30-Sep-18 RM'000	30-Sep-17 RM'000
Profit before tax is arrived at after charging: -				
Depreciation of property, plant and equipment	388	426	770	846
Impairment loss on trade receivables	555	41	699	41
Interest expenses	71	14	104	30
Net movement for post-employment benefits	332	-	522	179
Realised loss on foreign currency transactions	10	-	23	-
Unrealised loss on foreign currency transactions	14	-	11	51
And crediting: -				
Fair value gain on long term trade receivables	262	164	522	164
Reversal of impairment losses on trade receivables	428	-	431	774
Interest income	99	48	146	143
Realised gain on foreign currency transactions	79	1	79	9
Unrealised gain on foreign currency transactions	52	4	79	4