

**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 31 MARCH 2017**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2017**

	<b>(Unaudited) AS AT 31/03/2017 RM'000</b>	<b>(Audited) AS AT 31/12/2016 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	20,243	20,176
Investment property	1,441	1,461
Prepaid land lease payments	1,653	1,672
Other investment	109	109
<b>TOTAL NON-CURRENT ASSETS</b>	<b>23,446</b>	<b>23,418</b>
<b>Current assets</b>		
Inventories	6,327	4,744
Trade receivables	12,593	12,971
Other receivables	4,275	1,375
Amount due from a corporate shareholder	302	279
Fixed deposits with licensed bank	8,240	8,370
Cash and bank balances	4,946	9,362
<b>TOTAL CURRENT ASSETS</b>	<b>36,683</b>	<b>37,101</b>
<b>TOTAL ASSETS</b>	<b>60,129</b>	<b>60,519</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	20,833	13,570
Reserves	7,393	13,955
	<u>28,226</u>	<u>27,525</u>
<b>Non-controlling interests</b>	(171)	(171)
<b>TOTAL EQUITY</b>	<b>28,055</b>	<b>27,354</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Bank borrowings	5,138	5,168
Deferred tax liability	36	36
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>5,174</b>	<b>5,204</b>
<b>Current liabilities</b>		
Trade payables	6,842	5,380
Other payables	3,199	5,079
Tax payable	1,145	1,166
Bank borrowings	15,714	16,336
<b>TOTAL CURRENT LIABILITIES</b>	<b>26,900</b>	<b>27,961</b>
<b>TOTAL LIABILITIES</b>	<b>32,074</b>	<b>33,165</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>60,129</b>	<b>60,519</b>
Number of ordinary shares in issue ('000)	135,701	135,701
Net assets per share attributable to owners of the parent (RM)	0.21	0.20

Notes :

- (i) The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**
**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 31 MARCH 2017**

<b>UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 1ST QUARTER ENDED 31 MARCH 2017</b>				
	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>CURRENT YEAR QUARTER 31/03/2017 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER 31/03/2016 RM'000</b>	<b>CURRENT YEAR TO DATE 31/03/2017 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31/03/2016 RM'000</b>
Revenue	11,556	9,299	11,556	9,299
Cost of sales	(5,813)	(4,849)	(5,813)	(4,849)
Gross profit	5,743	4,450	5,743	4,450
Operating expenses	(4,497)	(3,878)	(4,497)	(3,878)
Profit from operations	1,246	572	1,246	572
Interest income	3	10	3	10
Other income	201	633	201	633
Finance costs	(235)	(342)	(235)	(342)
Profit before tax	1,215	873	1,215	873
Taxation	(321)	(210)	(321)	(210)
(ii) Profit for the period	894	663	894	663
Other comprehensive loss				
Item that will be reclassified subsequently to profit or loss				
Foreign exchange translation difference	(193)	(2,852)	(193)	(2,852)
Total comprehensive income/(loss) for the period	701	(2,189)	701	(2,189)
Profit for the period attributable to:				
Owners of the parent	894	663	894	663
Non-controlling interests	-	-	-	-
	894	663	894	663
Total comprehensive income/(loss) for the period attributable to:				
Owners of the parent	701	(2,179)	701	(2,179)
Non-controlling interests	-	(10)	-	(10)
	701	(2,189)	701	(2,189)
Weighted average number of ordinary shares issued ('000)	135,701	135,701	135,701	135,701
Weighted average number of ordinary shares issued adjusted for the effects of dilutive potential ordinary shares ('000)	136,062	135,701	136,062	135,701
EPS - Basic (Sen)	0.66	0.49	0.66	0.49
EPS - Diluted (Sen)	0.66	0.49	0.66	0.49

**Notes:**

(i) The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statement for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

(ii) Profit for the period has been determined after (crediting)/charging, amongst other items, the following:-

	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Amortisation of prepaid land lease payments	9	9	9	9
Depreciation	342	291	342	291
Interest expenses	235	342	235	342
Interest income	(3)	(10)	(3)	(10)
Realised loss on foreign exchange	94	46	94	46
Unrealised gain on foreign exchange	(120)	(604)	(120)	(604)

Other than the items highlighted above which have been included in the condensed consolidated statement of profit or loss and other comprehensive income, no other additional disclosures item in relation to Rule 16 of Appendix 9B Chapter 9 of the Listing Requirements were incurred for the current quarter and period ended 31 March 2017.

**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 31 MARCH 2017

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 1ST QUARTER ENDED 31 MARCH 2017**

	←-----Non Distributable-----→						Distributable		Non- Controlling Interests RM'000	TOTAL EQUITY RM'000
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Share Option Reserve RM'000	Statutory Reserve RM'000	Revaluation Reserve RM'000	Accumulated losses RM'000	TOTAL RM'000		
<b>As at 01 January 2016</b>	13,570	7,263	7,486	230	2,969	128	(5,238)	26,408	(127)	26,281
Total profit or loss and other comprehensive income for the period	-	-	(477)	-	744	-	850	1,117	(44)	1,073
<b>As at 31 December 2016</b>	<u>13,570</u>	<u>7,263</u>	<u>7,009</u>	<u>230</u>	<u>3,713</u>	<u>128</u>	<u>(4,388)</u>	<u>27,525</u>	<u>(171)</u>	<u>27,354</u>
<b>As at 01 January 2017</b>	13,570	7,263	7,009	230	3,713	128	(4,388)	27,525	(171)	27,354
Transfer to share capital	7,263	(7,263)	-	-	-	-	-	-	-	-
Total profit or loss and other comprehensive income for the period	-	-	(193)	-	-	-	894	701	-	701
<b>As at 31 March 2017</b>	<u>20,833</u>	<u>-</u>	<u>6,816</u>	<u>230</u>	<u>3,713</u>	<u>128</u>	<u>(3,494)</u>	<u>28,226</u>	<u>(171)</u>	<u>28,055</u>

Note :

- (i) The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.
- (ii) The new Companies Act, 2016 in Malaysia, which came 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 of the share premium account becomes part of the Company's share capital pursuant to the transitional provisions set out in Section 618 (2) of the new act.

**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 31 MARCH 2017

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE 1ST QUARTER ENDED 31 MARCH 2017**

	<b>(Unaudited) Current Year To Date 31/03/2017 RM'000</b>	<b>(Unaudited) Preceding Year To Date 31/03/2016 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,215	873
Adjustments:		
Depreciation	342	291
Amortisation of prepaid land lease payments	9	9
Interest expenses	235	342
Interest income	(3)	(10)
Unrealised gain on foreign exchange	(120)	(604)
<b>Operating profit before changes in working capital</b>	<b>1,678</b>	<b>901</b>
Corporate shareholder	(24)	497
Inventories	(1,619)	(904)
Receivables	(2,621)	(24)
Payables	(360)	270
Cash (used in)/from operating activities	(2,946)	740
Tax paid	(336)	(161)
Interest received	3	10
Interest paid	(235)	(342)
<b>Net cash (used in)/from operating activities</b>	<b>(3,514)</b>	<b>247</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Reduction in fixed deposits pledged to bank	83	-
Purchase of property, plant and equipment	(514)	(1,038)
<b>Net cash used in investing activities</b>	<b>(431)</b>	<b>(1,038)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdowns of term loans	1,936	1,281
Repayments of term loans	(2,388)	(2,370)
<b>Net cash used in financing activities</b>	<b>(452)</b>	<b>(1,089)</b>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(4,397)	(1,880)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	9,445	7,385
EFFECT OF EXCHANGE RATE CHANGES	(102)	(1,076)
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>4,946</b>	<b>4,429</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Fixed deposits with a licensed bank	8,240	7,524
Cash and bank balances	4,946	4,429
	13,186	11,953
Less: Fixed deposits pledged with licensed bank	(8,240)	(7,524)
	<b>4,946</b>	<b>4,429</b>

Note :

- (i) The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2017**

**A. NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2017**

**A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: *Interim Financial Reporting in Malaysia* and ACE Market ("ACE") Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements do not include all the information required for full annual financial statements and should be read together with audited financial statements of Ideal Jacobs (Malaysia) Corporation Bhd ("the Group") for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial report. The audited financial statements of the Group for the financial year ended 31 December 2016 were prepared in accordance with MFRS.

The accounting policies and method of computation adopted for the interim financial reports are consistent with those adopted in audited financial statements for financial year ended 31 December 2016. The adoption of new MFRSs has not resulted in any material impact on the financial statements of the Group.

The new Companies Act, 2016 in Malaysia, which came 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 becomes part of the Company's share capital pursuant to the transitional provisions set out in Section 618 (2) of the new act.

The adoption of the Companies Act, 2016 in Malaysia did not have any significant financial impact on the Group and on the Company for the current financial period ended 31 March 2017 and is not expected to have any significant financial impact on the Group and on the Company for the financial year ending 31 December 2017.

**A2. Audit Report of Preceding Annual Financial Statements**

The preceding year annual audited financial statements were not subject to any qualification.

**A3. Seasonal or Cyclical Factors**

The Group's operations were not subject to any seasonal or cyclical changes.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group since the last annual audited financial statements.

**A5. Material Changes in Estimates**

There were no material changes in estimates for the quarter ended 31 March 2017.

## IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)

### A6. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

### A7. Dividend Paid

There were no dividends declared or paid by the Group for the current quarter under review.

### A8. Segment Information

#### Business Segment

Period ended	Industrial labels	Laser/ Die-cut products	Fabrication of plastic parts	Trading of non-core products	Other	Elimination	Total
31/03/2017	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000

#### Revenue:-

External customers	3,851	4,446	3,223	36	-	-	11,556
Inter-segment	37	271	452	-	959	(1,719)	-
	<u>3,888</u>	<u>4,717</u>	<u>3,675</u>	<u>36</u>	<u>959</u>	<u>(1,719)</u>	<u>11,556</u>

#### Results:-

Interest income	3
Finance costs	(235)
Depreciation and amortisation	(351)
Other non-cash income (a)	120
Taxation	(321)
Segment profit	<u>894</u>

#### Assets:-

Additions to non-current assets (b)	514
Unallocated corporate assets	<u>60,129</u>

#### Liabilities:-

Unallocated corporate liabilities	<u>32,074</u>
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**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

**A8. Segment Information (continued)**

Business Segment (continued)

Period ended	Industrial <u>labels</u>	Laser/ Die-cut <u>products</u>	Fabrication of plastic <u>parts</u>	Trading of non-core <u>products</u>	<u>Elimination</u>	<u>Total</u>
31/03/2016	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue:-</u>						
External customers	3,056	4,355	1,781	107	-	9,299
Inter-segment	67	499	635	4	(1,205)	-
	<u>3,123</u>	<u>4,854</u>	<u>2,416</u>	<u>111</u>	<u>(1,205)</u>	<u>9,299</u>
<u>Results:-</u>						
Interest income						10
Finance costs						(342)
Depreciation and amortisation						(300)
Other non-cash income (a)						604
Taxation						(210)
Segment profit						<u>663</u>
<u>Assets:-</u>						
Additions to non-current assets (b)						1,038
Unallocated corporate assets						<u>51,501</u>
<u>Liabilities:-</u>						
Unallocated corporate liabilities						<u>27,409</u>

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**A8. Segment Information (continued)**

Notes:

(a) Notes to other non-cash income consist of the following item:

	Current Year to-Date 31/03/2017 RM'000	Preceding Year Period 31/03/2016 RM'000
Unrealised gain on foreign exchange	<u>120</u>	<u>604</u>

(b) Additional to non-current assets consist of:

	Current Year to-Date 31/03/2017 RM'000	Preceding Year Period 31/03/2016 RM'000
Property, plant and equipment	<u>514</u>	<u>1,038</u>

(c) It was not practicable to separate out the segment results for its business segments as the Directors of the Company are of the opinion that excessive costs would be incurred.

(d) Unallocated assets and liabilities were jointly used by four products segments.

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**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

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**A8. Segment Information (continued)**

(e) Inter-segment revenues are eliminated on consolidation

(i) Geographical Segments for Revenue and Non-Current Assets

	<u>Individual Quarter</u> <u>Ended</u> 31/03/2017		<u>Cumulative Quarter</u> <u>Ended</u> 31/03/2017	
	<u>Revenue</u> RM'000	<u>Non-Current</u> <u>Assets</u> RM'000	<u>Revenue</u> RM'000	<u>Non-Current</u> <u>Assets</u> RM'000
People's Republic of China	7,554	23,406	7,554	23,406
USA	1,489	-	1,489	-
Thailand	1,112	-	1,112	-
Hong Kong	142	-	142	-
Malaysia	328	40	328	40
UK	126	-	126	-
Canada	33	-	33	-
Netherlands	38	-	38	-
Israel	184	-	184	-
Taiwan	99	-	99	-
New Zealand	18	-	18	-
Sweden	277	-	277	-
Poland	4	-	4	-
Japan	6	-	6	-
Vietnam	42	-	42	-
India	16	-	16	-
Singapore	27	-	27	-
Lithuania	13	-	13	-
Germany	2	-	2	-
Mexico	34	-	34	-
France	8	-	8	-
Romania	1	-	1	-
Australia	3	-	3	-
	<u>11,556</u>	<u>23,446</u>	<u>11,556</u>	<u>23,446</u>

**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

**A8. Segment Information (continued)**

(e) Inter-segment revenues are eliminated on consolidation (continued)

(i) Geographical Segments for Revenue and Non-Current Assets (continued)

	<u>Individual Quarter</u> <u>Ended</u> 31/03/2016		<u>Cumulative Quarter</u> <u>Ended</u> 31/03/2016	
	<u>Revenue</u> RM'000	<u>Non-Current</u> <u>Assets</u> RM'000	<u>Revenue</u> RM'000	<u>Non-Current</u> <u>Assets</u> RM'000
People's Republic of China	5,945	22,484	5,945	22,484
Thailand	994	-	994	-
USA	977	-	977	-
Israel	321	-	321	-
Malaysia	320	40	320	40
Hong Kong	228	-	228	-
Taiwan	206	-	206	-
UK	104	-	104	-
Canada	59	-	59	-
Mexico	33	-	33	-
India	19	-	19	-
New Zealand	16	-	16	-
Singapore	16	-	16	-
Netherlands	13	-	13	-
Vietnam	12	-	12	-
Poland	11	-	11	-
France	5	-	5	-
Japan	5	-	5	-
Hungary	5	-	5	-
Germany	5	-	5	-
Sweden	3	-	3	-
Finland	2	-	2	-
	<u>9,299</u>	<u>22,524</u>	<u>9,299</u>	<u>22,524</u>

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**A8. Segment Information (continued)**

(e) Inter-segment revenues are eliminated on consolidation (continued)

(i) Geographical Segments for Revenue and Non-Current Assets (continued)

Non-current assets information presented above consist of the following items as presented in the consolidated statement of financial position:

	As at 31/03/2017 RM'000	As at 31/03/2016 RM'000
Property, plant and equipment	20,243	19,439
Prepaid land lease payments	1,653	1,594
Investment property	1,441	1,382
Other investment	109	109
	<u>23,446</u>	<u>22,524</u>

(ii) Information About Major Customers

On the period to date basis, revenue from major customers amounted to RM1.49 million (2016: RM1.76 million) with the majority arising from sales of by the Laser/Die-cut and Fabrication of Plastic Parts segment (2016: Laser/Die-cut and Fabrication of Plastic Parts segment).

**A9. Valuation of Property, Plant and Equipment**

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

**A10. Valuation of Investment Property**

The Group did not revalue any of its investment property during the current quarter under review.

**A11. Changes in The Composition Of The Group**

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

**A12. Contingent Liabilities**

There were no material contingent liabilities as at the end of the quarter.

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## IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)

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### A13. Capital Commitment

Commitment not provided for in the financial statements is as follows:-

#### Capital commitment

	As at 31/03/2017 RM'000	As at 31/03/2016 RM'000
Capital expenditure		
- Authorised and contracted for:		
- Property, plant & equipment	<u>605</u>	<u>427</u>

### A14. Related Party Disclosures

The Group has the following transactions with the related parties at negotiated terms agree between the parties during the interim financial period:

	Current Year to-Date 31/03/2017 RM'000	Preceding Year Period 31/03/2016 RM'000
Sales to a corporate shareholder	<u>340</u>	<u>559</u>
Purchases from a corporate shareholder	<u>48</u>	<u>37</u>
Commission paid to a corporate shareholder	<u>17</u>	<u>3</u>

### A15. Material Events Subsequent to The End Of The Reporting Quarter

There were no material events subsequent to the current financial quarter ended 31 March 2017 up to the date of this report which is likely to substantially affect the results or the operations of the Group.

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**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Performance**

	<u>Quarter Ended</u>		<u>Variance</u>	
	<u>31/03/2017</u>	<u>31/03/2016</u>	<u>RM'000</u>	<u>%</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	
Revenue	11,556	9,299	2,257	24
Profit from operation	1,246	572	674	118
Profit before tax	1,215	873	342	39
Profit after tax	894	663	231	35

For the quarter under review, the Group's revenue increased by 24% to RM11.56 million from RM9.30 million in the preceding financial year corresponding quarter.

The changes in revenue as compared to preceding financial year corresponding quarter were from:-

- (i) Fabrication of Plastic Parts segment increased by RM1.44 million mainly due to increases in orders from new and existing customers;
- (ii) Industrial Labels segment increased by RM0.80 million mainly due to increases in orders from new and existing customers;
- (iii) Laser/Die-cut segment increased by RM0.09 million mainly due to increases in orders from existing customers; and
- (iv) Revenue from Trading of Non-core Products segment decreased slightly by RM0.07 million.

The Group recorded profit after tax of RM0.89 million in the current quarter as compared to preceding financial year corresponding quarter's profit after tax of RM0.66 million.

The improvement was mainly due to higher sales although the net gain on foreign exchange of RM0.03 million was RM0.53 million lower than recorded in the preceding financial year corresponding quarter.

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**B2. Comparison to the Results of the preceding quarter**

	<u>Quarter Ended</u>		<u>Variance</u>	
	<u>31/03/2017</u>	<u>31/12/2016</u>	<u>RM'000</u>	<u>%</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	11,556	13,022	(1,466)	(11)
Profit/(Loss) from operation	1,246	(1,327)	2,573	194
Profit/(Loss) before tax	1,215	(935)	2,150	230
Profit/(Loss) after tax	894	(1,489)	2,383	160

The Group's revenue decreased by RM1.47 million to RM11.56 million during the current quarter as compared to the revenue of RM13.02 million recorded in the immediate preceding quarter due to People's Republic of China observed a long festive celebration in first quarter of Year 2017.

The quarter under review observed a profit after tax of RM0.89 million as compared to loss after tax of RM1.49 million in the preceding quarter. The improvement in result was mainly due to lower operating expenses incurred in the current quarter. Foreign exchange loss of RM0.56 million, loss on deconsolidation of a subsidiary of RM0.42 million and higher business development related expenses were incurred in the preceding quarter.

**B3. Prospects**

On year to date basis, the sales from all major segments had improved. With the existing well-diversified customer base and vast variety of products and services, the sustainability of the Group is ensured.

The Group is anticipating increasing challenging economic conditions, stricter government policies and increased competitions from our People's Republic of China competitors during the year. In this regard, the Board is anticipating a challenging year ahead.

**B4. Profit Forecast**

The Group did not announce any profit forecast in any publicly available documents or announcement.

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**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

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**B5. Taxation**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter 31/03/2017	Preceding Year Quarter 31/03/2016	Current Year to- Date 31/03/2017	Preceding Year Period 31/03/2016
Current income tax:				
- Malaysia	-	-	-	-
- Foreign	321	210	321	210
	<u>321</u>	<u>210</u>	<u>321</u>	<u>210</u>

Included herein the income tax provision are income tax payable by subsidiaries in PRC, and it is calculated based on the statutory income tax rate of 15% (2015: 15%) in accordance with the relevant PRC income tax rules.

**B6. Unquoted Investments and Properties**

There were no acquisitions or disposals of unquoted investments and properties during the financial quarter under review and the financial year-to-date.

**B7. Quoted Securities**

There were no acquisitions or disposals of quoted securities for the financial quarter under review and the financial year-to-date.

**B8. Status of Corporate Proposals**

There was no corporate proposal announced but not completed as at the date of issuance of this announcement.

**B9. Group's Borrowings and Debt Securities**

The Group's borrowings as at end of the reporting quarter are as follows:-

	Short Term RM'000	Long Term RM'000
<u>Secured</u> Term Loan	<u>13,787</u>	<u>5,138</u>
<u>Unsecured</u> Term Loan	<u>1,927</u>	<u>-</u>
RMB	7,707	5,138
USD	<u>8,007</u>	<u>-</u>

**B10. Off Balance Sheet Financial Instruments**

There were no financial instruments with off-balance sheet risk as at the date of this interim report.

**B11. Material Litigation**

There were no material litigations involving the Group as at the date of this interim report.

**B12. Dividends**

No dividends have been declared or paid during the quarter under review.

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**B13. Earnings Per Share (“EPS”)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/03/2017	Preceding Year Quarter 31/03/2016	Current Year to Date 31/03/2017	Preceding Year Period 31/03/2016
<b>(i) Basic EPS</b>				
Net profit for the period (RM'000)	894	663	894	663
Weighted average number of ordinary shares issued ('000)	135,701	135,701	135,701	135,701
Basic earnings per share (sen)	0.66	0.49	0.66	0.49
<b>(ii) Diluted EPS</b>				
Net profit for the period (RM'000)	894	663	894	663
Weighted average number of ordinary shares issued adjusted for the effects of dilutive potential ordinary shares ('000)	136,062	135,701	136,062	134,572
Basic earnings per share (sen)	0.66	0.49	0.66	0.49

- (i) The basic EPS is calculated by dividing the net profit attributable to the owners of the Parent by the weighted average number of shares in issued during the period.
- (ii) The diluted EPS is calculated by dividing the net profit attributable to the owners of the Parent by the weighted average numbers of shares in issued during the period adjusted for the effects of dilutive potential ordinary shares.

**IDEAL JACOBS (MALAYSIA) CORPORATION BHD (857363-U)**

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**B14. Realised And Unrealised Profits And Losses**

	As at 31/03/2017 RM'000	As at 31/03/2016 RM'000
Total accumulated losses for the Group:		
- Realised loss	(3,001)	(4,832)
- Unrealised profit	182	568
	<hr/>	<hr/>
	(2,819)	(4,264)
 Add: Consolidation adjustments	 (675)	 (311)
	<hr/>	<hr/>
Total Group's accumulated losses as per consolidated statement of financial position	<hr/> <hr/> (3,494)	<hr/> <hr/> (4,575)

*[The rest of this page is intentionally left blank]*