

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2017**

	Note	3 months ended		9 months ended	
		30/9/17	30/9/16	30/9/17	30/9/16
		RM'000	RM'000	RM'000	RM'000
REVENUE		15,428	15,737	42,042	42,967
COST OF SALES		(11,170)	(10,948)	(32,260)	(32,699)
GROSS PROFIT		4,258	4,789	9,782	10,268
OTHER INCOME		34	190	145	292
ADMINISTRATIVE EXPENSES		(4,067)	(2,886)	(11,596)	(8,830)
SELLING AND DISTRIBUTION EXPENSES		(138)	(206)	(364)	(570)
OTHER EXPENSES		(311)	(249)	(705)	(765)
FINANCE COST		(34)	(41)	(95)	(125)
(LOSS) / PROFIT BEFORE EXCESS OF NET FAIR VALUE OVER ACQUISITION COST AND TAX		(258)	1,597	(2,833)	270
EXCESS OF NET FAIR VALUE OVER ACQUISITION COST		34	-	34	-
(LOSS) / PROFIT BEFORE TAX		(224)	1,597	(2,799)	270
TAX EXPENSE		-	(338)	(2)	(453)
(LOSS)/PROFIT FOR THE FINANCIAL PERIOD		(224)	1,259	(2,801)	(183)
OTHER COMPREHENSIVE INCOME/(LOSS)					
Foreign currency translation difference		18	249	(85)	(417)
		18	249	(85)	(417)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD		(206)	1,508	(2,886)	(600)
(Loss)/Profit attributable to:					
Owners of the parent		(381)	807	(2,455)	(791)
Non-controlling interests		157	452	(346)	608
		(224)	1,259	(2,801)	(183)
Total comprehensive (loss)/income attributable to:					
Owners of the parent		(363)	1,056	(2,540)	(1,208)
Non-controlling interests		157	452	(346)	608
		(206)	1,508	(2,886)	(600)
(Loss)/Earnings per share (sen)					
Basic	25	(0.21)	0.45	(1.37)	(0.44)
Diluted	25	Warrants are excluded from the diluted earnings per share calculation because their effects are anti-dilutive.			

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2017**

	Note	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
		<b>As at 30/9/2017</b>	<b>As at 31/12/2016</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		25,862	23,285
		<u>25,862</u>	<u>23,285</u>
<b>Current assets</b>			
Inventories		2,309	800
Trade receivables		22,943	23,236
Other receivables		4,976	4,763
Tax recoverable		1,251	858
Deposits with licensed banks		486	486
Cash and bank balances		4,325	6,603
		<u>36,290</u>	<u>36,746</u>
<b>TOTAL ASSETS</b>		<b><u>62,152</u></b>	<b><u>60,031</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital		44,695	44,695
Share premium		3,420	3,420
Retained earnings		5,682	8,137
Other reserves		(21,541)	(21,456)
		<u>32,256</u>	<u>34,796</u>
Non-controlling interests		13,609	13,955
<b>TOTAL EQUITY</b>		<b><u>45,865</u></b>	<b><u>48,751</u></b>
<b>Non-current liabilities</b>			
Deferred tax liabilities		778	735
Borrowings	20	71	71
		<u>849</u>	<u>806</u>
<b>Current liabilities</b>			
Trade payables		7,183	4,903
Other payables		4,938	3,386
Borrowings	20	3,242	2,185
Tax payables		75	-
		<u>15,438</u>	<u>10,474</u>
<b>TOTAL LIABILITIES</b>		<b><u>16,287</u></b>	<b><u>11,280</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>62,152</u></b>	<b><u>60,031</u></b>
Net assets per share attributable to owners of the parent (RM)		<u>0.18</u>	<u>0.19</u>

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

Cumulative quarter ended 30 SEPTEMBER 2017

	Non distributable					Distributable	TOTAL ATTRIBUTABLE TO OWNERS OF THE PARENT RM'000	NON-CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000	
	SHARE CAPITAL	SHARE PREMIUM	MERGER DEFICIT	WARRANT RESERVE	CURRENCY FLUCTUATION RESERVE RM'000	OTHER RESERVE				RETAINED EARNINGS
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000				RM'000
<b>Balance as at 01.01.2017</b>	44,695	3,420	(22,246)	93	4,644	(3,947)	8,137	34,796	13,955	48,751
<b>Transaction with owners:-</b>										
Total comprehensive loss for the financial year	-	-	-	-	(85)	-	(2,455)	(2,540)	(346)	(2,886)
<b>Balance as at 30.9.2017</b>	<b>44,695</b>	<b>3,420</b>	<b>(22,246)</b>	<b>93</b>	<b>4,559</b>	<b>(3,947)</b>	<b>5,682</b>	<b>32,256</b>	<b>13,609</b>	<b>45,865</b>

Cumulative quarter ended 30 SEPTEMBER 2016

	Non distributable					Distributable	TOTAL ATTRIBUTABLE TO OWNERS OF THE PARENT RM'000	NON-CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000	
	SHARE CAPITAL	SHARE PREMIUM	MERGER DEFICIT	WARRANT RESERVE	CURRENCY FLUCTUATION RESERVE RM'000	OTHER RESERVE				RETAINED EARNINGS
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000				RM'000
<b>Balance as at 01.01.2016</b>	44,695	3,420	(22,246)	5,493	4,701	(3,946)	1,878	33,995	14,703	48,698
<b>Transactions with owners:-</b>										
Transfer of warrants reserve to retained profits upon the expiry of unexercised warrants	-	-	-	(5,400)	-	-	5,400	-	-	-
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	(1,800)	(1,800)
Total transactions with owners	-	-	-	(5,400)	-	-	5,400	-	(1,800)	(1,800)
Total comprehensive (loss)/income for the financial year	-	-	-	-	(417)	-	(791)	(1,208)	608	(600)
<b>Balance as at 30.9.2016</b>	<b>44,695</b>	<b>3,420</b>	<b>(22,246)</b>	<b>93</b>	<b>4,284</b>	<b>(3,946)</b>	<b>6,487</b>	<b>32,787</b>	<b>13,511</b>	<b>46,298</b>

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

	<b>9 months ended</b>	
	<b>30/9/2017</b>	<b>30/9/2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	(2,799)	270
Adjustments for:		
Amortisation of intangible assets	-	574
Bad debt written off	-	196
Depreciation	3,211	3,268
Excess of net fair value over acquisition cost	(34)	-
Loss on disposal of property, plant and equipment	88	-
Interest income	(12)	(27)
Interest expenses	95	125
Unrealised loss on foreign exchange	89	230
Operating profit before working capital changes	638	4,636
Changes in working capital:-		
Inventories	(1,515)	(288)
Receivables	(191)	3,088
Payables	4,038	(5,894)
<b>CASH GENERATED FROM OPERATIONS</b>	2,970	1,542
Tax paid	(277)	(1,024)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>2,693</b>	<b>518</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of subsidiary, net of cash acquired	34	-
Dividend paid to non-controlling interest	-	(1,800)
Purchase of property, plant and equipment	(6,030)	(2,843)
Proceeds from disposal of property, plant and equipment	77	-
Interest received	12	27
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(5,907)</b>	<b>(4,616)</b>
<b>FINANCING ACTIVITIES</b>		
Drawdown of borrowings	1,096	743
Interest paid	(95)	(125)
Repayment of term loan	(37)	(1,924)
<b>NET CASH FROM/(USED IN) FINANCING ACTIVITIES</b>	<b>964</b>	<b>(1,306)</b>
<b>CASH AND CASH EQUIVALENTS BROUGHT FORWARD</b>		
Net changes	(2,250)	(5,404)
Brought forward	7,089	12,974
Effects of exchange translation differences on cash and cash equivalents	(28)	(102)
Carried forward	<b>4,811</b>	<b>7,468</b>

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

**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017**

**1. Basis of preparation**

The Condensed Interim Financial Statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) No 134: Interim Financial Reporting and Paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complied with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016. The explanatory notes attached to these condensed consolidated interim financial statements 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 December 2016.

**2. Significant Accounting Policies**

Significant accounting policies and methods of computation adopted for the condensed interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2016 except for the adoption of the new/revised MFRS mentioned below.

**2.1 MFRSs and Amendments to MFRSs Issued but not yet Effective**

The following accounting standards, amendments and interpretations have been issued by Malaysian Accounting standard Board (“MASB”) but have not been adopted by the Group.

**(a) MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017**

- 1) Amendments to MFRS 107, Statement of Cash Flows: Disclosure Initiative
- 2) Amendments to MFRS 112, Recognition of Deferred Tax Assets for Unrealised Losses
- 3) Amendments to MFRS 12, Disclosure of Interest in Other Entities (Annual Improvements 2014-2016 Cycle)

There is no material impact arising from adoption of the above standards and amendments on the financial statements of the Group.

**(b) MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018**

- 1) Amendments to MFRS 1, First-Time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2014-2016 Cycle)
- 2) Amendments to MFRS 128, Investment in Associates and Joint Ventures (Annual Improvements 2014-2016 Cycle)
- 3) Amendments to MFRS 140 – Transfers of Investment Property
- 4) Amendments to MFRS 4, Applying MFRS9 Financial Instruments with MFRS 4: Insurance Contracts
- 5) Amendments to MFRS 2, Classification and Measurement of Share-based Payment Transactions
- 6) Amendments to MFRS 9, Financial Instruments
- 7) Amendments to MFRS 15, Revenue from Contracts with Customers
- 8) Amendments to MFRS 15, Classification to MFRS15

**(c) MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019**

MFRS 16: Leases

IC Interpretation 23 – Uncertainty Over Income Tax Treatments

**(d) MFRS and Amendments effective for a date yet to be confirmed**

Amendments to MFRS 10 and MFRS 128 – Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture

**2.2 Companies Act 2016**

Companies Act 1965 was repealed by Companies Act 2016. Except for section 241 and Division 8 of Part III, the new Act is effective from 31 January 2017. Amongst the key changes introduced in Companies Act 2016 affecting the financial statements of the Group and of the Company upon the commencement of Companies Act 2016 are:

- 1) removal of the authorised share capital;
- 2) shares of the Company will cease to have par or nominal value; and
- 3) the Company's share premium account will be part of the Company's share capital.

The adoption of Companies Act 2016 did not have any financial impact on the Group and the Company for the current interim financial report as any accounting implications will only be applied prospectively, if applicable, and the effect of adoption mainly will be on the disclosures in the annual report and financial statements for the financial year ending 31 December 2017.

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

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

**4. Seasonal or Cyclical Factors**

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

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

There was no other item which is unusual because of its size or incidences that has affected the assets, liabilities, equity, net income or cash flow of the Group for the current financial quarter under review.

**6. Material Changes in Estimates**

There were no material changes in estimates for the quarter ended 30 September 2017.

**7. Debt and Equity Securities**

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

**8. Dividend Paid**

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

**9. Segmental Reporting**

The segmental results of the Group for the current and previous financial year-to-date under review is set out below:

<b>Geographical information</b>		
Revenue information based on the geographical location of customers are as follows:-		
<b>Location</b>	<b>9 Months Ended 30.9.2017</b>	<b>9 Months Ended 30.9.2016</b>
	<b>RM'000</b>	<b>RM'000</b>
People’s Republic of China	11,025	8,979
Malaysia	10,314	9,336
Singapore	26,847	28,922
Others	1,072	680
Inter segment	(7,216)	(4,950)
	<b>42,042</b>	<b>42,967</b>

The business of the Group is generated from the business of surface treatment, precision cleaning, clean bulkpack and related service mainly in HDD and consumer electrics industries and there is only one business segment identified by the management.

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

The Group’s property, plant and equipment were stated at cost less accumulated depreciation.

**11. Material Events Subsequent to the End of the Current Financial Quarter**

There were no material events subsequent to the end of the reporting quarter that have not been reflected in the quarter under review.

**12. Changes in the Composition of the Group**

The Company’s wholly owned subsidiary, Mclean Technologies Pte Ltd had, on 31 August 2017 acquired the entire issued and paid-up share capital of SGD2,020,000.00 comprising 2,020,000 ordinary shares of Sonic Clean Pte. Ltd. (“SCPL”) at an aggregate consideration of SGD2.00 (equivalent to approximately RM6.00) only. Following the acquisition, SCPL has become a wholly owned subsidiary of the Company.

There were no other changes in the composition of the Group during the current financial quarter under review other than as disclosed above.

**13. Contingent Liabilities and Contingent Assets**

**(a) Contingent liabilities**

The Group has secured bank guarantee given to the Royal Malaysian Customs Department for RM422,724.

**(b) Contingent assets**

There were no contingent assets as at the end of current financial quarter.

**14. Capital Commitment**

	As at 30.9.2017 RM'000	As at 30.9.2016 RM'000
Authorised and contracted for:-		
Office equipment, electrical fittings and furniture and fittings	3,898	-

**15. Review of Performance**

**Comparison between Current Financial Quarter Ended 30 September 2017 and Previous Corresponding Quarter Ended 30 September 2016**

A summary of the Group’s performance is set out below:-

	3 Months Ended			
	30.9.2017	30.9.2016	Increase/(Decrease)	
	Surface Treatment & Precision Cleaning RM'000	Surface Treatment & Precision Cleaning RM'000		
Revenue	15,428	15,737	(309)	(1.96)
Gross profit	4,258	4,789	(531)	(11.09)
(Loss)/profit before tax	(224)	1,597	(1,821)	NA
(Loss)/profit after tax	(224)	1,259	(1,483)	NA
(Loss)/profit attributable to owners of the parent	(381)	807	(1,188)	NA

**Surface Treatment & Precision Cleaning Division**

Revenue for the current quarter decreased 1.96% as compared to the preceding year corresponding quarter mainly due to net decrease in Cassette washing services which more than offset increase across all other surface treatment and precision cleaning services.

Gross profit margin decreased from 30.43% to 27.60% in the current quarter mainly due to lower subcontractor wages in the previous year corresponding Quarter.

Administrative expenses has increased by RM1,181,000 mainly due to increase in indirect staff cost.

The Group reported a loss before tax of RM0.22 million as compared to a profit before tax of RM1.60 million in the previous year corresponding quarter.



**Comparison between Current Period-to-date Ended 30 September 2017 and Previous Corresponding Period-to-date Ended 30 September 2016**

	9 Months Ended			
	30.9.2017	30.9.2016	Increase/(Decrease)	
	Surface Treatment & Precision Cleaning RM'000	Surface Treatment & Precision Cleaning RM'000	RM'000	%
Revenue	42,042	42,967	(925)	(2.15)
Gross profit	9,782	10,268	(486)	(4.73)
(Loss)/profit before tax	(2,799)	270	(3,069)	NA
Loss after tax	(2,801)	(183)	(2,618)	NA
Loss attributable to owners of the parent	(2,455)	(791)	(1,664)	NA

**Surface Treatment & Precision Cleaning Division**

Total revenue from Surface Treatment & Precision Cleaning for the current period declined by 2.15% as compared to the preceding year corresponding period mainly due to net decrease in Cassette washing services which more than offset increase in other surface treatment and precision cleaning services such as component washing services. Gross profit margin remained relatively consistent at 23%.

Administrative expenses has increased by RM2,766,000 mainly due to increase in indirect staff cost.

The Group reported a loss before tax of RM2.80 million as compared to a profit before tax of RM0.27 million in the previous year corresponding period.

**16. Material Changes in the Quarterly Results as Compared with the Immediate Preceding Quarter**

	Current Quarter	Immediate Preceding Quarter	Increase/(Decrease)	
	30.9.2017	30.6.2017		
	Surface Treatment & Precision Cleaning RM'000	Surface Treatment & Precision Cleaning RM'000	RM'000	%
Revenue	15,428	12,846	2,582	20.09
Gross profit	4,258	2,152	2,106	97.86
Loss before tax	(224)	(2,052)	1,828	NA
Loss after tax	(224)	(2,052)	1,828	NA
Loss attributable to owners of the parent	(381)	(1,670)	1,289	NA

**Surface Treatment & Precision Cleaning Division**

The Group’s revenue from Surface Treatment & Precision Cleaning for current financial quarter has increased by 20.09% as compared to the immediate preceding quarter, the increase is mainly due to increase in surface treatment and Cassette washing services.

Gross profit margin for the surface treatment and precision cleaning division increased from 16.75% to 27.60% mainly due to higher labor and material set up cost for a spray paint project with new job specification in the immediate preceding quarter.

The Group registered a loss before tax of RM0.22 million as compared to a loss before tax of RM2.05 million in the immediate preceding quarter.

**17. Future Prospects**

Demand for our services in the Hard Disk Drive Industry has increased in the 3rd quarter of 2017 and we expect this demand to be sustain for the rest of this year. We expect the 2nd half performance to be better than the 1st half of 2017.

**18. Variance of Profit Forecast and Shortfall in Profit Guarantee**

The Group has not issued any profit forecast or profit guarantee for the current financial quarter .

**19. Status of Corporate Proposals**

Warrants 2015/2020 with exercise right expiring on 7 October 2020

Up to 30 September 2017, the total number of warrants converted into ordinary shares at RM0.25 each and the number of unexercised warrants are as follows:

Total number of warrants listed	Total number of warrants converted into ordinary shares	Total number of unexercised warrants
28,175,996	5,000,000	23,175,996

**20. Group Borrowings and Debt Securities**

The Group’s borrowings as at 30 September 2017 presented as follows:-

	As at 3 <sup>rd</sup> quarter ended 2017					
	Long term		Short term		Total borrowings	
	Foreign denomination	RM denomination	Foreign denomination	RM denomination	Foreign denomination	RM denomination
	SGD’000	RM’000	SGD’000	RM’000	SGD’000	RM’000
<b>Secured</b>						
Finance lease liability	-	71	-	13	-	84
Factoring loan	-	-	1,039	3,229	1,039	3,229
	As at 3 <sup>rd</sup> quarter ended 2016					
	Long term		Short term		Total borrowings	
	Foreign denomination	RM denomination	Foreign denomination	RM denomination	Foreign denomination	RM denomination
	SGD’000	RM’000	SGD’000	RM’000	SGD’000	RM’000
<b>Secured</b>						
Finance lease liability	-	558	-	-	-	558
Factoring loan			748	2,266	748	2,266

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)  
(Company No: 893631-T)**

The total borrowings denominated in foreign currency as at 30 September 2017 are: -

Foreign currency – SGD 1,038,819 @ RM3.1085/SGD	<b>RM’000</b> 3,229
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Increased in borrowings mainly for working capital requirement and operational capital expenditure. The factoring loan is charged at an effective interest rate of approximately 4.35% per annum. The finance lease liabilities are charged at an effective interest rate of 3.35% per annum.

**21. Realised and Unrealised Profits/(Losses)**

	<b>As at 30.9.2017 RM’000</b>	<b>As at 31.12.2016 RM’000</b>
Total accumulated profit/(losses) of the Group:		
- Realised	(6,551)	(2,884)
- Unrealised	689	(424)
	<u>(5,862)</u>	<u>(3,308)</u>
Consolidated adjustments	11,544	11,445
Total Group retained earnings	<u><b>5,682</b></u>	<u><b>8,137</b></u>

**22. Off Balance Sheet Financial Instruments**

As at 30 September 2017, the Group is a party to a foreign currency forward contract of USD100,000 and THB 5,512,000 at the rate of 1.3430 and 32.80. Had the contract been settled at the financial position date, the net effect on the exchange exposure is an increase in the profit of RM956.

**23. Material Litigation**

On 16 February 2016, Petroliam Nasional Berhad (“Petroliam”) and Petronas Gas Berhad (“PGB”) (“collectively referred to as “Petronas”), through their appointed solicitor, have issued a letter of demand to the Company’s subsidiaries, DWZ Industries Sdn. Bhd. (“DWZ”) and DWZ Industries (Johor) Sdn. Bhd. (“DWZ Johor”) (“collectively referred to as “DWZ Entities”) for unlawful entry into PGB’s land by way of installing a piping structure under the land and discharge of foreign effluent which caused damage to PGB’s pipeline. The amount of damages demanded is RM46,754,614.07. DWZ Entities through its solicitor has taken all measures to resist the claim.

On 31 October 2016, DWZ Entities has been served with a writ and a statement of claim in respect of the Civil Action commenced by PGB. The claim for remedial and other works have been quantified in the Statement of Claim at the sum of RM6,634,305.40. However, the Statement of Claim also includes heads of claim for general damages as well as aggravated, exemplary or punitive damages which are not quantified at the date of this report.

On 8 August 2017, the court has allowed the Plaintiff’s application for an interim injunction to restrain DWZ, their employees, servants and/or agents from entering or causing to enter into the Plaintiff’s land, constructing or installing or causing to be constructed or installed any form of piping or structure on the Plaintiff’s land and/or further releasing or discharging or causing to release or discharge Industrial Effluent and/or any other effluent or substance onto the Plaintiffs land such order to subsist until the 6 November 2017. This interim injunction has been further extended by the High Court on 20 November 2017 for a further period of three months, pending disposal of this matter by trial. Solicitors for the Defendants have advised that this injunction, being only an interim injunction, does not amount to final disposal of the matter. Whether or not the Defendants are actually liable for the Plaintiff’s claim is still a question to be decided by the Court after full trial of this matter.

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)  
(Company No: 893631-T)**

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The trial dates for this matter, which was initially fixed to begin on 5 December 2017, have been vacated and rescheduled. The Defendants have applied and obtained an Order for Specific Discovery of Documents from the Plaintiff for perusal by its appointed experts. The Defendants have further applied to Court for an Inspection Order under Order 29 Rule 3 of the Rules of Court 2012, wherein the Defendants are seeking an Order to allow its appointed experts to enter the Plaintiff’s land to conduct a Soil and Groundwater Contamination Survey. This application has been fixed for Hearing on 11 December 2017.

In connection therewith, the Court has fixed new trial dates for this matter:

February 2018 : 4th – 7th  
March 2018 : 11th – 14th

**24. Dividend Payable**

There was no dividend payable or proposed during the current quarter ended 30 September 2017.

**25. (Loss)/Earnings Per Share**

**Basic**

The calculation of the basic earnings per share is based on the net (loss)/profit divided by the weighted average number of ordinary shares.

	<b>3 Months Ended</b>		<b>9 Months Ended</b>	
	<b>30.9.2017</b>	<b>30.9.2016</b>	<b>30.9.2017</b>	<b>30.9.2016</b>
Net (loss)/profit for the period attributable to owners of the parent (RM’000)	(381)	807	(2,455)	(791)
Weighted average number of ordinary shares in issue (’000)	178,778	178,778	178,778	178,778
Basic (LPS)/EPS (sen)	(0.21)	0.45	(1.37)	(0.44)

**Diluted**

Warrants are excluded from the diluted earnings per share calculation because their effects are anti-dilutive.

**26. Notes to the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

(Loss)/profit before tax is arrived at after charging/(crediting) the following items:-

	<b>3 Months Ended 30 September 2017 RM'000</b>	<b>9 Months Ended 30 September 2017 RM'000</b>
(a) Interest income	(2)	(12)
(b) Other income including investment income	(32)	(133)
(c) Interest expenses	34	95
(d) Depreciation and amortisation	973	3,211
(e) Provision for and write off of receivables	-	-
(f) Provision for and write off of inventories	-	-
(g) Gain or loss on disposal of quoted or unquoted investments or properties	-	-
(h) Intangible asset written off	-	-
(i) Foreign exchange loss	215	617
(j) Gain or loss on derivatives	-	-
(k) Bad debt recovered	-	-
(l) Loss on disposal of property, plant and equipment	96	88
(m) Excess of net fair value over acquisition cost	(34)	(34)

- End -