

BCM ALLIANCE BERHAD (1135238-U)

(Incorporated in Malaysia under Companies Act 1965)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2016***(The figures have not been audited)*

	Note	<-- Individual Quarter -->		<-- Cumulative Quarter -->	
		(Unaudited) 30 September 2016 RM'000	(Unaudited) 30 September 2015 ⁽²⁾ RM'000	(Unaudited) 30 September 2016 RM'000	(Unaudited) 30 September 2015 ⁽²⁾ RM'000
Revenue	A7	13,800	12,800	46,345	50,662
Cost of Sales		(9,264)	(8,316)	(29,797)	(34,462)
Gross Profit		4,536	4,484	16,548	16,200
Other operating income		87	51	315	130
Administrative expenses		(3,489)	(2,137)	(9,742)	(7,386)
Finance costs		(158)	(78)	(329)	(264)
Profit before taxation		976	2,320	6,792	8,680
Taxation	B5	(354)	(570)	(1,806)	(2,172)
Profit for the financial period	A7	622	1,750	4,986	6,508
Total comprehensive income for the financial period		622	1,750	4,986	6,508
Profit for the financial period attributed to:					
- Owners of the Company		622	1,750	4,986	6,508
Total comprehensive income attributed to:					
- Owners of the Company		622	1,750	4,986	6,508
Weighted average number of ordinary shares in issue after the IPO ('000) ⁽⁴⁾	B10	95,935	⁽⁶⁾	95,935	⁽⁶⁾
Earnings per share attributable to owners of the Company (sen):					
- Basic/Diluted ⁽⁵⁾	B10	0.65	875,000	5.20	3,254,000

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2016 (con'd)

(The figures have not been audited)

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Prospectus dated 28th September 2016 and the accompanying explanatory notes attached to this interim financial report.
- (2) The Unaudited Condensed Combined Statement of Comprehensive Income for the preceding quarter and preceding year should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- (3) This is the second interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities").
- (4) Basic earnings per share is calculated based on the shares in issue of 421,250,200 after the acquisition by BCM Alliance Berhad ("BCM") of the entire issued and paid up capital of CS Laundry Sdn Bhd ("CS Laundry"), Best Contact Sdn Bhd ("Best Contact") and Maymedic Technology Sdn Bhd ("Maymedic") of BCM and after Public Issue of 84,250,000 new shares which has been listed on the ACE Market of Bursa Securities on 24 October 2016.
- (5) Diluted earnings per share of the Group for the current quarter and cumulated quarter ended 30 September 2016 is equivalent to the basic earnings per share as the Group does not have convertible options as at the end of the reporting period.
- (6) Represent weighted average number of 200 shares in issue before the acquisition of CS Laundry, Best Contact and Maymedic and before the Public Issue.

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BCM ALLIANCE BERHAD (1135238-U)
(Incorporated in Malaysia under Companies Act 1965)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016**

(The figures have not been audited)

	Note	(Unaudited) As at 30 September 2016 RM'000	(Audited) As at 31 December 2015 ⁽²⁾ RM'000
ASSET			
NON-CURRENT ASSET			
Property, plant and equipment		7,380	7,568
CURRENT ASSETS			
Inventories		9,912	11,933
Trade receivables		3,952	6,274
Other receivables, prepayments and deposits		822	1,160
Tax recoverable		497	499
Fixed deposits with licensed banks		2,116	1,548
Cash and bank balances		10,669	6,732
TOTAL CURRENT ASSETS		27,968	28,146
TOTAL ASSETS		35,348	35,714
EQUITY AND LIABILITIES			
EQUITY			
Share capital		16,850	801
Merger Reserve		(16,049)	-
Retained earnings		21,684	16,697
TOTAL EQUITY		22,485	17,498
CURRENT LIABILITIES			
Trade payables		2,457	4,999
Other payables		4,301	7,170
Amount owing to directors		359	365
Borrowings	B7	1,096	855
Tax payable		109	-
TOTAL CURRENT LIABILITIES		8,322	13,389

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016 (Cont'd)**

(The figures have not been audited)

	Note	(Unaudited) As at 30 September 2016 RM'000	(Audited) As at 31 December 2015 ⁽²⁾ RM'000
NON-CURRENT LIABILITIES			
Borrowings	B7	4,366	4,674
Deferred tax liabilities		175	153
TOTAL NON-CURRENT LIABILITIES		4,541	4,827
TOTAL LIABILITIES		12,863	18,216
TOTAL EQUITY AND LIABILITIES		35,348	35,714
Net assets per share (RM) ⁽⁴⁾		0.05	0.04

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Prospectus dated 28th September 2016 and the accompanying explanatory notes attached to this interim financial report.
- (2) The summary of the statement of financial position prepared based on the Audited Financial Statement of the BCM Group for the financial year ended as at 31st December 2015.
- (3) Invested equity comprises aggregate share capital of all the entities of the Group. They are CS Laundry, Maymedic, Best Contact and BCM.
- (4) Net assets per share is calculated based on the shares in issue of 421,250,200 after the acquisition by BCM Alliance Berhad ("BCM") of the entire issued and paid up capital of CS Laundry Sdn Bhd ("CS Laundry"), Best Contact Sdn Bhd ("Best Contact") and Maymedic Technology Sdn Bhd ("Maymedic") of BCM and after Public Issue of 84,250,000 new shares which has been listed on the ACE Market of Bursa Securities on 24 October 2016.

BCM ALLIANCE BERHAD (1135238-U)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2016 ⁽¹⁾***(The figures have not been audited)*

	<----- Non-Distributable ----->			Distributable	Total
	Share Capital RM'000	Share Premium ⁽⁵⁾ RM'000	Merger Reserve RM'000	Retained Earning RM'000	Equity RM'000
Balance as at 1 January 2016	* ⁽³⁾	-	-	(47)	(47)
Transaction with owners					
- Issued of shares during the financial period	16,850	-	-	-	16,850
- Arising from merger with subsidiary companies ⁽⁴⁾	-	-	(16,049)	-	(16,049)
- Retained earnings prior to acquisition	-	-	-	16,745	16,745
- Arising from the Public Issue ⁽⁵⁾	-	-	-	-	-
- Share issuance expenses ⁽⁵⁾	-	-	-	-	-
- Total comprehensive income for the financial period	-	-	-	4,986	4,986
Balance as at 30 September 2016	16,850	-	(16,049)	21,684	22,485

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2016 (Cont'd) ⁽¹⁾**

(The figures have not been audited)

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Prospectus dated 28th September 2016 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding year are available as this is the second interim financial report on the statement of changes in equity for the third quarter ended 30th September 2016 being announced by the Company in compliance with the Listing Requirement of Bursa Securities.
- (3) Represent less than RM1,000
- (4) The said acquisition were completed on 14 July 2016 as detailed in Note A13.
- (5) Date of listing confirmed on 24th October 2016. Therefore, share capital and share premium from public offer not applicable on the consolidated results for the third quarter ended 30th September 2016.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2016**

(The figures have not been audited)

	(Unaudited) 9 months ended 30 September 2016 RM'000	(Audited) 12 months ended 31 December 2015 ⁽²⁾ RM'000
Cash Flows From Operating Activities		
Profit before taxation	6,792	8,024
Adjustments for:		
Depreciation of property, plant and equipment	458	547
Unrealised losses/(gain) on foreign exchange	142	(27)
Gain on disposal of property, plant and equipment	(3)	-
Interest expense	329	362
Interest income	(37)	(109)
Operating profit before working capital changes	7,681	8,797
Changes in working capital:		
Inventories	2,021	(3,470)
Trade receivables	2,322	827
Other receivables	64	1,322
Trade payables	(2,686)	(661)
Other payables	(2,596)	(1,183)
Amount owing to/by associate	-	56
Amount owing to directors	(5)	(150)
	(880)	(3,259)
Cash generated from operations	6,801	5,538
Interest received	37	109
Interest paid	(329)	(362)
Tax paid	(1,915)	(2,279)
Tax refund	243	47
	(1,964)	(2,485)
Net cash from operating activities	4,837	3,053
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(266)	(2,363)
Proceeds from disposal of a subsidiary company	-	255
Proceeds from disposal of a subsidiary associate company	-	3
Net cash used in investing activities	(266)	(2,105)
Cash Flows From Financing Activities		
(Repayment)/Drawdown of bank borrowings	(184)	490
Dividend paid	-	(2,183)
Repayment of hire purchase payables	(112)	(322)
(Increase)/Decrease in fixed deposits pledged	(568)	531
Net cash used in financing activities	(864)	(1,484)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2016 (Cont'd)**

(The figures have not been audited)

	(Unaudited) 9 months ended 30 September 2016 RM'000	(Audited) 12 months ended 31 December 2015 ⁽²⁾ RM'000
Net increase/(decrease) in cash and cash equivalents	3,707	(536)
Cash and cash equivalents at beginning of the financial period	6,491 ⁽³⁾	7,027
Cash and cash equivalents at end of the financial period	<u>10,198</u>	<u>6,491</u>
Cash and cash equivalents at end of the financial period comprises:		
- Fixed deposits with licensed banks	2,116	1,548
- Cash and bank balances	10,669	6,732
- Bank overdraft	(471)	(241)
	<u>12,314</u>	<u>8,039</u>
Less: Fixed deposits pledged with licensed banks	(2,116)	(1,548)
	<u>10,198</u>	<u>6,491</u>

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Prospectus dated 28th September 2016 and the accompanying explanatory notes attached to this interim financial report.
- (2) The summary of the combined statement of cash flow of the Group is presented based on the audited financial disclosures made in the Prospectus of BCM Alliance Berhad dated 28th September 2016 (with RM0.022 million cash and cash equivalent from BCM Alliance Berhad's audited financial statement for the financial year ended 31st December 2015).
- (3) Does not include the amount of RM22,103 of BCM Alliance Berhad which comprised of the losses before taxation of RM46,968, changes of working capital of RM69,061 and cash and cash equivalents at the date of incorporation of RM10.

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NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2016

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirement").

This is the second interim financial statements on the consolidated results for the 3rd quarter ended 30 September 2016 announced by the Company in compliance with the Listing Requirements. The interim financial statements should be read in conjunction with the Prospectus dated 28th September 2016 and the accompanying explanatory notes attached to this interim financial report.

The accounting policies adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2015. The Group has adopted those standards, amendments and interpretations that have become effective and such adoptions do not have material impact on the financial position and performance of the Group.

Adoption of new and amended standard

During the financial year, the Group has adopted the following amendments for MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial year.

Amendments to MFRS 119 – Defined Benefits Plans: Employee Contributions
Annual Improvements to MFRSs 2010 – 2012 Cycle
Annual improvement to MFRSs 2011 – 2013 Cycle

Adoption of the above amendments to MFRSs did not have any significant impact on the financial statements of the Group.

Standard issued but not yet effective

The Group has not applied the following standards, amendments and interpretations under MFRS framework that have been issued by the Malaysia Accounting Standards Board as they have yet to be effective for the Group.

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective dates for financial period beginning on and after
MFRS 14 – Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 11 – Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 116 and MFRS 138 – Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141 – Agriculture: Bearer Plants	1 January 2016
Amendments to MFRS 127 – Equity Method in Separate Financial Statements	1 January 2016

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective dates for financial period beginning on and after
Amendments to MFRS 10 and MFRS 128 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced
Amendments to MFRS 101 - Disclosure Initiative	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128 – Investment Entities: Applying the Consolidation Exception	1 January 2016
Annual Improvements to MFRSs 2012-2014 Cycle	1 January 2016
Amendments to MFRS 112 – Recognition of Deferred Tax Assets for Unrealized Losses	1 January 2017
Amendments to MFRS 107 – Disclosure Initiative	1 January 2017
MFRS 15 – Revenue from Contracts with Customers	1 January 2018
MFRS 9 – Financial Instruments (MFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 16 - Leases	1 January 2019

A2. Auditors’ report of preceding annual audited financial statements

The audited financial statements of the Group for the financial year ended 31 December 2015 was not subject to any qualification.

A3. Seasonal or cyclical factors

The financial performance of the Group were not affected by seasonal or cyclical factors during the current financial quarter ended 30 September 2016 and financial period-to-date.

A4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and financial period-to-date.

A5. Material changes in estimates

There were no changes in the estimates of amounts reported in prior financial years that had a material effect on the current financial quarter and financial period-to-date.

A6. Debt and equity securities

Save for the corporate exercise disclosed under notes B6 (i) below, there were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter and financial period-to-date.

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A7. Segmental information

The Group's operating activities were derived from two (2) main business segments and the investment holding segment as follows:-

	Individual Quarter Ended		Cumulative Quarter Ended	
	(Unaudited) 30 September 2016 RM'000	(Unaudited) 30 September 2015 RM'000	(Unaudited) 30 September 2016 RM'000	(Unaudited) 30 September 2015 RM'000
Revenue				
Commercial laundry equipment	9,839	8,650	31,876	31,856
Medical devices				
- Medical imaging equipment	2,699	2,914	10,263	13,736
- Sterilisation, disinfection and surgical room equipment	1,262	1,236	4,206	5,070
Sub-total	3,961	4,150	14,469	18,806
Investment holding	-	-	-	-
Total	13,800	12,800	46,345	50,662
Profit before taxation				
Commercial laundry equipment	1,013	2,335	4,557	7,158
Medical devices:-				
- Medical imaging equipment	409	162	2,413	1,760
- Sterilisation, disinfection and surgical room equipment	(132)	(129)	247	(83)
Sub-total	277	33	2,660	1,677
Investment holding	(314)	(48)	(425)	(155)
Total	976	2,320	6,792	8,680

A8. Dividends Paid

There was no dividend paid for the current financial quarter and financial period-to-date.

A9. Valuation of property, plant and equipment

The Group has not carried out any valuation on its property, plant and equipment in the current financial quarter.

A10. Capital commitments

There were no capital commitments of the Group as at 30 September 2016 except for the disclosure in note B6 (i).

A11. Changes in the composition of the Group

There were no material changes in the composition of the Group for the current financial quarter.

A12. Contingent liabilities and contingent assets

Since the last annual balance sheet date, there were no contingent assets and contingent liabilities as at the date of this interim financial report that are expected to have an operational of financial impact on the current financial period-to-date.

A13. Material events subsequent to the end of the quarter

On 10 November 2016, Maymedic Technology Sdn. Bhd. a wholly-owned subsidiary of BCM, entered into an Agreement and Supplementary Agreement ("Contract") with Quantum Medical Solutions Sdn. Bhd. ("QMS") for the supply, delivery, testing and commissioning of medical support services equipment (Biomedical Equipment") at specified government clinics and to further provide comprehensive maintenance service for the Biomedical Equipment for a total contract sum of RM19,680,000.00 only. The Biomedical Equipment and maintenance services will be supplied and provided over a period of three (3) years from 10 November 2016 up to 10 November 2019 based on the roll out plan as set out in the Contract.

A14. Related party transactions

Transactions with companies in which Directors have interest were as follows:-

	(Unaudited) Quarter ended 30 September 2016 RM'000	(Unaudited) Period-to-date ended 30 September 2016 RM'000
Sales of equipment	-	21
Purchase of equipment	2	2
Total	2	23

The transactions were carried out in the ordinary course of business and on normal commercial term.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Review of performance

For the current financial quarter ended 30 September 2016, the Group recorded revenue of RM13.8 million as compared to RM12.8 million in the corresponding quarter ended 30th September 2015, an increase of RM1.0 million or 7.8% during current financial quarter.

The increase in revenue contribution was attributable mainly from the increase in revenue contribution from the commercial laundry equipment business segment which increased by RM1.2 million or 13.9% from RM8.65 million in Q3/2015 compare to RM9.85 million in Q3/2016 results. Revenue contribution from medical devices business segment decrease marginally by RM0.2 million or 4.9% from RM4.1 million in Q3/2015 compared to RM3.9 million in Q3/2016 results.

The Group has managed to record a profit before tax of RM0.98 million (Q3/2016) for the quarter under review as compared to a profit before tax of RM2.32 million in the corresponding quarter of last year. These are mainly due to increase in administration cost incurred during corresponding quarter period.

For the cumulative nine (9) months financial period ended 30 September 2016, the Group's revenue had decreased by 8.5% to RM46.3 million as compared to RM50.6 million in the previous financial period ended 30 September 2015.

As disclosed in Note A7, the Group recorded a decline in overall revenue due to decrease in number of medical devices sold during financial period to-date. Revenue generated from the supply of medical devices business segment decreased by RM4.3 million or 22.9% respectively from RM18.8 million in Q3/2015 as compared to RM14.5 million in Q3/2016 as the delivery of medical devices received from the Group's customers has been brought forward to the following quarter at the customer's request. Revenue for commercial laundry remained unchanged during financial period to-date.

Despite this, the Group has managed to record a profit before tax of RM6.8 million for the financial period to-date under review as compared to a profit before tax of RM8.7 million in the corresponding financial period to-date of last year. These are mainly due to increase in administration cost, which had increased by 31.9% or 2.4 million during the 9 months period. The increase in administration cost is mainly attributed to higher cost incurred on directors & staff cost, advertisements expenses, depreciation and other miscellaneous cost during corresponding financial period to-date.

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B2. Comparison with immediate preceding quarter's results

	<----- Quarter ended ---->		
	(Unaudited)	(Unaudited)	
	30 June 2016	30 September 2016	Variance
	RM'000	RM'000	RM'000
Revenue	17,703	13,800	3,903
Profit before tax	3,418	976	2,442

For the current financial quarter ended 30 September 2016, the Group recorded a revenue of RM13.80 million and a profit before tax position of RM0.98 million as compared to a revenue of RM17.70 million and profit before tax position of RM3.42 million in the preceding financial quarter ended 30 June 2016. Revenue generated from the supply of medical devices business segment decreased by RM4.3 million or 22.9% respectively from RM18.8 million in Q3/2015 as compared to RM14.5 million in Q3/2016 as the delivery of medical devices received from the Group's customers has been brought forward to the following quarter at the customer's request. Revenue for commercial laundry remained unchanged during financial period to-date.

The Group recorded lower profit before tax position due to higher administration cost incurred during financial period to-date. The increase in administration cost is mainly attributed to higher cost incurred on directors & staff cost.

B3. Prospects

As disclosed in the Prospectus of the Company dated 28 September 2016, the Group has put in place a series of future plans as follows:-

- (a) Setting up eleven (11) new Speed Queen self-service launderette outlets as concept stores across Malaysia as part of our marketing strategy to showcase and promote the Speed Queen brand of vended commercial laundry equipment;
- (b) Continuously expand the Group's existing portfolio of products and brands by obtaining additional product distributorships; and
- (c) Expand the Group's sales and marketing activities as well as expand its market into the South East Asian region.

In addition, the Company had on 10 November 2016 announced that Maymedic Technology Sdn. Bhd. a wholly-owned subsidiary of BCM, entered into an Agreement and Supplementary Agreement ("Contract") with Quantum Medical Solutions Sdn. Bhd. ("QMS") for the supply, delivery, testing and commissioning of medical support services equipment (Biomedical Equipment") at specified government clinics and to further provide comprehensive maintenance service for the Biomedical Equipment for a total contract sum of RM19,680,000.00 only. The Biomedical Equipment and maintenance services will be supplied and provided over a period of three (3) years from 10 November 2016 up to 10 November 2019 based on the roll out plan as set out in the Contract.

Barring any unforeseen circumstances, the Board of Directors of the Company is of the opinion that the prospects for the remaining period to the end of the financial year ending 31 December 2016 will remain favourable.

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B4. Profit forecast or profit guarantee

The Group does not have any profit forecast or profit guarantee for the current quarter in any public documents.

B5. Taxation

	Individual Quarter Ended		Cumulative Quarter Ended	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	30	30	30	30
	September	September	September	September
	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000
Income tax expense:				
- Current financial period	611	570	2,040	2,356
- Over provision in prior year	(257)	-	(257)	(184)
	<u>354</u>	<u>570</u>	<u>1,783</u>	<u>2,172</u>
Deferred tax:				
- Current financial period	-	-	12	-
- Under provision in prior year	-	-	11	-
Total tax expense	<u>354</u>	<u>570</u>	<u>1,806</u>	<u>2,172</u>

B6. Status of corporate proposals and utilisation of proceeds**(i) Status of corporate proposal****(a) Listing on Bursa Securities**

The Company's entire enlarged issued and paid-up share capital of RM21,062,510 comprising 421,250,200 Shares of RM0.05 was listed on the ACE Market of Bursa Securities on 24 October 2016.

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(ii) Utilisation of proceeds

The gross proceeds raised from the Public Issue amounting to RM16.01 million is expected to be utilised in the following manner:-

	Purpose	Proposed Utilised	Actual Utilisation	Deviation	Estimated Timeframe for utilisation (from the date of Listing)
		RM'000	RM'000	RM'000	
i)	Working capital requirements, comprising:-				
	a) Purchase of brand new commercial laundry equipment and medical devices	7,700	-	7,700	Up to 24 months
	b) Day-to-day working capital expenses	3,208	-	3,200	Up to 12 months
ii)	Setting up chain of eleven (11) new Speed Queen self-service launderette outlets	2,600	-	2,600	Up to 24 months
iii)	Estimated listing expenses	2,500	-	2,500	Within 1 month
		<u>16,008</u>	<u>-</u>	<u>16,008</u>	

The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 28 September 2016.

Notes:

(1) The Company's entire enlarged issued and paid-up share capital of RM21,062,510 comprising 421,250,200 Shares of RM0.05 was listed on the ACE Market of Bursa Securities on 24 October 2016.

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B7. Borrowings

The Group's borrowings were as follows:-

	(Unaudited) As at 30 September 2016 RM'000	(Audited) As at 31 December 2015 ⁽²⁾ RM'000
Secured		
Bank overdraft	471	241
Hire purchases	1,294	1,406
Term loan	3,697	3,882
Total bank borrowings	5,462	5,529
Short Term		
Bank overdraft	471	241
Term loan	261	281
Hire purchases	364	333
	1,096	855
Long Term		
Term loan	3,436	3,601
Hire purchases	930	1,073
	4,366	4,674

Notes:

- (1) All the Group borrowings are denominated on Ringgit Malaysia.
(2) The summary of the statement of financial position prepared based on the Audited Financial Statement of the BCM Group for the financial year ended as at 31st December 2015.

B8. Changes in material litigation

As at the date of this report, there is no litigation or arbitration, which has a material effect on the financial position of the Group, and the Board is not aware of any proceedings pending or of any fact likely to give rise to any proceedings.

B9. Dividend Proposed

The Board has declared a first interim single-tier dividend of RM0.004 or 0.4 sen per ordinary share of RM0.05 each, amounting to approximately RM1,685,000.80 in respect of the financial year ending 31 December 2016, to be paid on 21 November 2016 to shareholders whose names appear in the Record of Depositors of BCM as at 7 November 2016.

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B10. Earnings per share

The basic earnings per share is calculated based on the Group's profit attributable to owners of the Company divided by the weighted average number of ordinary shares as follows:

	Individual Quarter		Cumulative Quarter	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	30 September	30 September	30 September	30 September
	2016	2015	2016	2015
Profit attributable to owners of the Company (RM'000)	622	1,750	4,986	6,508
Weighted average number of ordinary shares in issue after the IPO ('000)	95,935	(3)	95,935	(3)
Basic/Diluted earnings per share (1) & (2) (sen)	0.65	875,000	5.20	3,254,000

Notes:

- (1) Basic earnings per share for the quarter and financial period is calculated based on the net profit divided by the weighted average number of ordinary shares for the quarter and financial period respectively.
- (2) Diluted earnings per share of the Company for the current quarter and financial period to date ended 30th September 2016 is equivalent to the basic earnings per share as the Company does not have convertible options as at the end of the reporting period.
- (3) Represent weighted average number of 200 shares in issuance before the acquisition of CS Laundry, Best Contact and Maymedic and before the Public Issue.

B11. Retained and unrealised profits

	(Unaudited)	(Audited)
	As at	As at
	30 September	31 December
	2016	2015 (1)
	RM'000	RM'000
Total retained earnings of the Group		
- Realised	21,367	16,571
- Unrealised	317	126
Total retained profits as per statement of financial position	21,684	16,697

B11. Retained and unrealised profits (Cont'd)

Notes:

- (1) The summary of the statement of financial position prepared based on the Audited Financial Statement of the BCM Group for the financial year ended as at 31st December 2015.

B12. Disclosure on selected expense/(income) items as required by the Listing Requirements

	Quarter ended 30 September 2016 RM'000	Period-to-date ended 30 September 2016 RM'000
Profit before taxation is arrived at after charging/(crediting) :-		
- Depreciation of property, plant and equipment	153	458
- Gain on disposal of property, plant and equipment	(3)	(3)
- Gain or losses on disposal of quoted or unquoted investments or properties	-	-
- Impairment of assets	-	-
- Interest expense	157	329
- Interest income	(15)	(37)
- Provision for and write off of receivables	-	-
- Other income including investment income	-	-
- Provision for and write off of inventories	-	-
- Realised gain on foreign exchange	(66)	(274)
- Unrealised losses on foreign exchange	76	142

B13. Approvals obtained for registration of medical devices from Medical Device Authority of Malaysia for registration

In relation to the requirements on registration of medical devices, Section 5 (1) of the Medical Devices Act, 2012 requires, amongst others, that all medical products classified as medical devices under the Medical Devices Act, 2012 and Medical Devices Regulation, 2012 shall be registered before they can be imported, exported or placed in the market. As at 15 November 2016, the Group has submitted a total of one hundred and ten (110) online applications to register medical devices which we are currently distributing and which are classified as medical devices pursuant to the Medical Devices Act, 2012 and Medical Devices Regulation, 2012 with the Medical Device Authority ("MDA").

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B13. Approvals obtained for registration of medical devices from Medical Device Authority of Malaysia for registration (Cont'd)

Out of the total applications submitted by the Group, seventeen (17) applications have successfully been approved by the Medical Device Authority for registration and one (1) application has been dropped from the system by MDA, as the medical device is not classified as a medical device within the definition of the Medical Devices Act 2012 which shall be registered.

BY ORDER OF THE BOARD
30th November 2016