

BCM ALLIANCE BERHAD (1135238-U)

(Incorporated in Malaysia under Companies Act 1965)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2017 ⁽¹⁾***(The figures have not been audited)*

	Note	<-- Individual Quarter -->		<-- Cumulative Quarter -->	
		(Unaudited) 30 June 2017 RM'000	(Unaudited) 30 June 2016 RM'000	(Unaudited) 30 June 2017 RM'000	(Unaudited) 30 June 2016 RM'000
Revenue	A7	17,195	17,703	37,509	32,545
Cost of Sales		(11,961)	(10,991)	(26,094)	(20,533)
Gross Profit		5,234	6,712	11,415	12,012
Other operating income		139	74	314	228
Administrative expenses		(3,679)	(3,286)	(7,358)	(6,252)
Profit from operations		1,694	3,500	4,371	5,988
Finance costs		(114)	(82)	(211)	(172)
Profit before taxation	A7	1,580	3,418	4,160	5,816
Taxation	B5	(386)	(830)	(999)	(1,452)
Profit for the financial period		1,194	2,588	3,161	4,364
Total comprehensive income for the financial period		1,194	2,588	3,161	4,364
Profit for the financial period attributed to:					
- Owners of the Company		1,194	2,588	3,161	4,364
Total comprehensive income attributed to:					
- Owners of the Company		1,194	2,588	3,161	4,364
Weighted average number of ordinary shares in issue after the IPO ('000)	B10	421,250	421,250	421,250	421,250
Earnings per share attributable to owners of the Company (sen):					
- Basic ⁽³⁾ /Diluted ⁽⁴⁾	B10	0.28	0.61	0.75	1.04

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(Incorporated in Malaysia under Companies Act 1965)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2017 (Continued) ⁽¹⁾

(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 28 September 2016, audited financial statements of the BCM Group for the financial year ended ("FYE") 31 December 2016 as well and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the fifth interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities").
- (3) 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.
- (4) Diluted earnings per share of the Group for the current quarter and cumulative quarter ended 30th June 2017 is equivalent to the basic earnings per share as the Group does not have convertible options as at the end of the reporting period.

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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 JUNE 2017 ⁽¹⁾

(The figures have not been audited)

	(Unaudited) As at 30 June 2017 RM'000	(Audited) As at 31 December 2016 ⁽²⁾ RM'000
ASSETS		
NON-CURRENT ASSET		
Property, plant and equipment	8,179	7,445
CURRENT ASSETS		
Inventories	11,256	10,543
Trade receivables	11,143	8,171
Other receivables, prepayments and deposits	1,363	549
Derivative financial assets	-	120
Tax recoverable	1,223	693
Fixed deposits with licensed banks	4,744	2,179
Cash and bank balances	16,474	24,768
TOTAL CURRENT ASSETS	46,203	47,023
TOTAL ASSETS	54,382	54,468
EQUITY AND LIABILITIES		
EQUITY		
Share capital	21,063	21,063
Share premium	11,057	11,057
Merger reserve	(16,049)	(16,049)
Retained earnings	21,981	18,820
TOTAL EQUITY	38,052	34,891
CURRENT LIABILITIES		
Trade payables	3,891	7,381
Other payables	4,977	6,236
Amount owing to directors	-	419
Finance lease payables	559	359
Borrowings	2,000	760
Tax payable	344	-
TOTAL CURRENT LIABILITIES	11,771	15,155

Note

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BCM ALLIANCE BERHAD (1135238-U)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017 (Continued) ⁽¹⁾***(The figures have not been audited)*

	Note	(Unaudited) As at 30 June 2017 RM'000	(Audited) As at 31 December 2016 ⁽²⁾ RM'000
NON-CURRENT LIABILITIES			
Finance lease payables	B7	1,142	895
Borrowings	B7	3,277	3,387
Deferred tax liabilities		140	140
TOTAL NON-CURRENT LIABILITIES		4,559	4,422
TOTAL LIABILITIES		16,330	19,577
TOTAL EQUITY AND LIABILITIES		54,382	54,468
Net assets per share (RM) ⁽³⁾		0.09	0.08

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Prospectus dated 28 September 2016, audited financial statements of the BCM Group for the financial year ended ("FYE") 31 December 2016 as well 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 as at 31 December 2016.
- (3) 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 SECOND (2ND) QUARTER ENDED 30 JUNE 2017 ⁽¹⁾**

(The figures have not been audited)

	<----- Non-Distributable ----->			Distributable	Total
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Retained Earnings RM'000	Equity RM'000
Balance as at 1 January 2017	21,063	11,057	(16,049)	18,820	34,891
Profit for the financial period					
- Total comprehensive income for the financial period	-	-	-	3,161	3,161
Balance as at 30 June 2017	21,063	11,057	(16,049)	21,981	38,052

	<----- Non-Distributable ----->			Distributable	Total
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Retained Earnings RM'000	Equity RM'000
Balance as at 1 January 2016	801	-	-	16,697	17,498
Profit for the financial period					
- Total comprehensive income for the financial period	-	-	-	4,364	4,364
Balance as at 30 June 2016	801	-	-	21,061	21,862

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Prospectus dated 28th September 2016, audited financial statements of the BCM Group for the financial year ended ("FYE") 31 December 2016 as well and the accompanying explanatory notes attached to this interim financial report.

BCM ALLIANCE BERHAD (1135238-U)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2017 ⁽¹⁾***(The figures have not been audited)*

	(Unaudited) 6 months ended 30 June 2017 RM'000	(Unaudited) 6 months ended 30 June 2016 RM'000
Cash Flows From Operating Activities		
Profit before taxation	4,160	5,816
Adjustments for:		
Depreciation of property, plant and equipment	393	305
Unrealised gain on foreign exchange	-	66
Interest expense	211	172
Interest income	(219)	(22)
Operating profit before working capital changes	4,545	6,337
Changes in working capital:		
Inventories	(713)	1,646
Trade receivables	(2,974)	1,083
Other receivables	(813)	265
Trade payables	(3,370)	(2,623)
Other payables	(1,258)	(1,006)
Amount owing to directors	(418)	105
	(9,546)	(530)
Cash (used in)/generated from operations	(5,001)	5,807
Interest received	219	22
Interest paid	(211)	(172)
Tax paid	(1,310)	(1,128)
Tax refund	125	203
	(1,177)	(1,075)
Net cash (used in)/generated from operating activities	(6,178)	4,732
Cash Flows From Investing Activity		
Purchase of property, plant and equipment	(494)	(124)
Net cash used in investing activity	(494)	(124)
Cash Flows From Financing Activities		
Repayment of bank borrowings	(130)	(125)
Repayment of finance lease payables	(187)	(128)
Increase in fixed deposits pledged	(52)	(47)
Increase in trust receipts	1,579	-
Net cash generated from/(used in) financing activities	1,210	(300)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2017 (Continued) ⁽¹⁾**

(The figures have not been audited)

	(Unaudited) 6 months ended 30 June 2017 RM'000	(Unaudited) 6 months ended 30 June 2016 RM'000
Net (decrease)/increase in cash and cash equivalents	(5,462)	4,308
Cash and cash equivalents at beginning of the financial period	24,259	6,491
Cash and cash equivalents at end of the financial period	<u>18,797</u>	<u>10,799</u>
Cash and cash equivalents as at end of the financial period comprises:		
- Fixed deposits with licensed banks	4,744	6,095
- Cash and bank balances	16,474	6,604
- Bank overdrafts	(190)	(305)
	<u>21,028</u>	<u>12,394</u>
Less: Fixed deposits pledged with licensed banks	(2,231)	(1,595)
Net cash and cash equivalent as at end of financial period	<u>18,797</u>	<u>10,799</u>

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Prospectus dated 28 September 2016, audited financial statements of the BCM Group for the financial year ended ("FYE") 31 December 2016 as well and the accompanying explanatory notes attached to this interim financial report.

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NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2017

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 Rules 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirement").

The interim financial statements 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 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 2016. 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 period, the Group has adopted the following amendments for MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial period.

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 11	Accounting for Acquisition of Interests in Joint Operations
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 101	Disclosure Initiative
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants
Amendments to MFRS 127	Equity Method in Separate Financial Statements
Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses
Annual Improvements to MFRSs 2012-2014 Cycle - Amendments to MFRS 12	

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

Standards 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
Annual Improvements to MFRSs 2012-2014 Cycle	
- Amendments to MFRS 1	1 January 2018
- Amendments to MFRS 128	1 January 2018
MFRS 9	Financial instruments (IFRS 9 issued by IASB in July 2014)
	1 January 2018
MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 2	Classification and measurement of share-based payment transactions
	1 January 2018
Amendments to MFRS 15	Clarification to MFRS 15
Amendments to MFRS 140	Transfers of Investment Property
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
	1 January 2018
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
	1 January 2018
MFRS 16	Leases
Amendments to MFRS 10 and MFRS 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture
	1 January 2019
	Deferred until further notice

A2. Auditors' report of preceding annual audited financial statements

The audited financial statements of the Group for the financial period ended 31 December 2016 was not subject to any qualification.

A3. Seasonal or cyclical factors

The financial performance of the Group was not affected by seasonal or cyclical factors during the current financial quarter 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

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 June 2017 RM'000	(Unaudited) 30 June 2016 RM'000	(Unaudited) 30 June 2017 RM'000	(Unaudited) 30 June 2016 RM'000
Revenue				
Commercial laundry equipment	9,867	12,423	20,884	22,037
Medical devices				
- Medical imaging equipment	4,524	3,422	10,718	7,564
- Sterilisation, disinfection and surgical room equipment	2,804	1,858	5,907	2,944
Sub-total	7,328	5,280	16,625	10,508
Total	17,195	17,703	37,509	32,545
Profit before taxation				
Commercial laundry equipment	1,020	2,179	2,241	3,544
Medical devices:-				
- Medical imaging equipment	414	875	1,412	2,003
- Sterilisation, disinfection and surgical room equipment	140	471	413	380
Sub-total	554	1,346	1,825	2,383
Investment holding	6	(107)	94	(111)
Total	1,580	3,418	4,160	5,816

A8. Dividends Paid

No dividends were paid during the current quarter under review.

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 June 2017 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

There were no other material events subsequent to the end of the current quarter and financial period-to-date that have not been reflected in the interim financial report.

A14. Related party transactions

There were no transaction with companies in which directors have interest during the quarter under review.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Review of performance

For the current financial quarter ended 30 June 2017, the Group recorded revenue of RM17.19 million as compared to RM17.70 million in the corresponding quarter ended 30 June 2016, a decrease of RM0.51 million or 2.9%.

Revenue from the commercial laundry equipment business segment decreased by RM2.55 million or 20.5% from RM12.42 million in Q2/2016 compared to RM9.87 million in Q2/2017, whilst the medical devices business segment contributed an increase in revenue by RM2.04 million or 38.6% from RM5.28 million in Q2/2016 compared to RM7.32 million in Q2/2017 results.

Overall, the Group's profit before tax reduced for the quarter under review (Q2/2017) from profit before tax of RM1.58 million as compared to profit before tax of RM3.42 million in the corresponding quarter of last year (Q2/2016). The decrease is mainly due to higher staff cost and additional professional fees incurred during the quarter under review.

For the cumulative six (6) months financial year ended 30 June 2017, the Group's revenue had increased by 15.2% to RM37.51 million as compared to RM32.55 million in the corresponding cumulated quarter ended 30 June 2016. As disclosed in Note A7, the increase in revenue was mainly contributed from the contribution from medical devices business segment of approximately RM6.11 million. This improvement in revenue from medical devices segment was mainly due to increase in medical imaging equipment by RM3.15 million and sterilisation, disinfection and surgical room equipment by RM2.96 million.

For the cumulative financial period under review, the Group recorded a profit before tax of RM4.16 million as compared to a profit before tax of RM5.82 million in the correspondence cumulated quarter ended 30 June 2016. The lower profit recorded was due to higher administrative cost incurred which had increased from RM6.25 million to RM7.36 million. The higher cost incurred were due to increase in staff cost and additional professional fees incurred during the cumulative quarter under review.

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B2. Comparison with immediate preceding quarter's results

	<----- Quarter ended ---->		
	(Unaudited)	(Unaudited)	
	31 March 2017	30 June 2017	Variance
	RM'000	RM'000	RM'000
Revenue	20,314	17,195	(3,119)
Profit before taxation	2,581	1,580	(1,001)

For the current financial quarter ended 30 June 2017, the Group recorded a revenue of RM17.19 million and profit before tax of RM1.58 million as compared to a revenue of RM20.31 million and profit before tax of RM2.58 million in the preceding financial quarter ended 31 March 2017.

Lower revenue recorded for the financial quarter under review, the Group posted lower profit before tax due to higher staff cost and additional professional fees incurred as mentioned in noted B1.

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.

Our second Speed Queen self-service launderette outlet in Selayang started operations in end of March 2017 and third outlet in Sri Kembangan began operations on 3rd August 2017. Fourth outlet will be based in Johor Bahru and is expected to start renovation on 5th September 2017 and operation will begin in 4th Quarter 2017.

In addition, Maymedic has obtained an appointment from KLS Martin SE Asia Sdn Bhd as the non-exclusive distributor on 10 February 2017 to distribute OT lights and accessories, pendants and modular OR. This create the new brand for medical devices during the financial period ended 30 June 2017 and the new appointment is valid until 5th December 2021 which had been approved by MDA.

Barring any unforeseen circumstances, the Board of Directors of the Company is of the opinion that the prospects for the financial year ending 31 December 2017 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 under review in any public documents.

B5. Taxation

	Individual Quarter Ended		Cumulative Quarter Ended	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	30 June	30 June	30 June	30 June
	2017	2016	2017	2016
	RM'000	RM'000	RM'000	RM'000
Income tax expenses:				
- Current financial period	386	564	999	1,187
- Under provision in prior period	-	266	-	265
	<hr/>	<hr/>	<hr/>	<hr/>
	386	830	999	1,452
Deferred tax expense:				
- Current financial period	-	-	-	-
Total tax expense	<hr/>	<hr/>	<hr/>	<hr/>
	386	830	999	1,452

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B6. Status of corporate proposals and utilisation of proceeds**(i) Utilisation of proceeds**

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

	Purpose	Approved Utilisation	Actual Utilised	Balance Unutilised	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	8,837 ⁽²⁾	3,148	5,689	Up to 24 months
	b) Day-to-day working capital expenses	2,071 ⁽²⁾	1,929 ⁽¹⁾	142	Up to 12 months
ii)	Setting up chain of eleven (11) new Speed Queen self-service launderette outlets	2,600	233	2,367	Up to 36 months ⁽²⁾
iii)	Estimated listing expenses	2,500	2,500	-	Within 1 month
		<u>16,008</u>	<u>7,810</u>	<u>8,198</u>	

(i) Utilisation of proceeds**Notes:**

(1) The additional listing expenses of approximately RM0.72 million was due to under estimation of listing expenses of the Group's listing on the ACE Market of Bursa Securities such as underwriting fees, placement fees and professional fees (Reporting Accountant, Legal and Principal Advisor). This amount has been adjusted against the gross proceeds allocated for working capital. The actual utilisation had been updated until 15th August 2017.

B6. Status of corporate proposals and utilisation of proceeds (Cont'd)

(ii) Utilisation of proceeds

(2) Details of the variation to the utilisation of proceeds raised from the initial public offering has been announced to Bursa on 12th July 2017.

The variation summarised as following:

(i) Working capital requirement

	Initial IPO Proceeds Utilisation	Variations of the IPO Proceeds Utilisation	Approved Utilisation
	RM'000	RM'000	RM'000
Purchase of brand new commercial laundry equipment and medical devices	7,700	1,137	8,837
Day-to-day working capital expenses	3,208	(1,137)	2,071

(ii) Expected timeframe for utilisation of proceeds for setting up chain of 11 new Speed Queen self-service launderette outlets had revised from "up to 24 months" to "up to 36 months".

B7. Finance Lease Payable & Borrowings

The Group's finance lease payable and borrowings were as follows:-

	(Unaudited) As at 30 June 2017 RM'000	(Audited) As at 31 December 2016 ⁽²⁾ RM'000
Secured Borrowings		
- Trust receipts	1,579	-
- Bank overdrafts	190	508
- Term loan	3,508	3,639
	<hr/> 5,277	<hr/> 4,147
Finance lease payable	1,701	1,254
Total	<hr/> 6,978	<hr/> 5,401

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B7. Finance Lease Payable & Borrowings (Cont'd)

	(Unaudited) As at 30 June 2017 RM'000	(Audited) As at 31 December 2016 ⁽²⁾ RM'000
Short Term		
(a) Borrowings		
- Trust receipts	1,579	-
- Bank overdrafts	190	508
- Term loan	231	252
	<u>2,000</u>	<u>760</u>
(b) Finance lease payable	<u>559</u>	<u>359</u>
	<u>2,559</u>	<u>1,119</u>
Long Term		
(a) Borrowings		
- Term loan	3,277	3,387
	<u>3,277</u>	<u>3,387</u>
(b) Finance lease payable	<u>1,142</u>	<u>895</u>
	<u>4,419</u>	<u>4,282</u>

Notes:

- (1) All the Group borrowings are denominated in Ringgit Malaysia.
(2) The summary of the statement of financial position prepared based on the Audited Financial Statement of the BCM Group as at 31st December 2016.

B8. Changes in material litigation

As at the date of this report, the BCM Group is not involved in any litigations or arbitrations, 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. Dividends Proposed

There were no dividends proposed for the current financial quarter.

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B10. Earnings per share

The basic/diluted 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) 30 June 2017	(Unaudited) 30 June 2016	(Unaudited) 30 June 2017	(Unaudited) 30 June 2016
Profit attributable to owners of the Company (RM'000)	1,194	2,588	3,161	4,364
Weighted average number of ordinary shares in issue after the IPO ('000)	421,250	421,250	421,250	421,250
Basic ⁽¹⁾ /Diluted ⁽²⁾ earnings per share (sen)	0.28	0.61	0.75	1.04

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 30 June 2017 is equivalent to the basic earnings per share as the Company does not have convertible options as at the end of the reporting period.

B11. Retained and unrealised earnings

	(Unaudited) As at 30 June 2017 RM'000	(Audited) As at 31 December 2016 ⁽¹⁾ RM'000
Total retained earnings of the Group		
- Realised	21,841	18,511
- Unrealised	140	309
Total retained earnings as per statement of financial position	21,981	18,820

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 31 December 2016.

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

	Quarter ended 30 June 2017 RM'000	Period-to-date ended 30 June 2017 RM'000
Profit before taxation is arrived at after charging/(crediting) :-	186	335
- Depreciation of property, plant and equipment	209	393
- Gain on disposal of property, plant and equipment	-	-
- Gain or losses on disposal of quoted or unquoted investments or properties	-	-
- Impairment of assets	-	-
- Interest expense	114	211
- Interest income	(127)	(219)
- Provision for and write off of receivables	-	-
- Other income including investment income	-	-
- Provision for and write off of inventories	-	-
- Realised gain on foreign exchange	(10)	(50)
- Unrealised losses on foreign exchange	-	-

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 15th August 2017, the Group has submitted a total of one hundred and sixteen (116) 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, thirty (30) applications have successfully been approved by the Medical Device Authority for registration and two (2) application just approved 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
25th August 2017