



GDB HOLDINGS BERHAD

(Company No. 1036466-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017

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UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017⁽¹⁾

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31.12.17 Unaudited RM'000	PRECEDING YEAR QUARTER ⁽²⁾ 31.12.16 Unaudited RM'000	CURRENT YEAR TO DATE 31.12.17 Unaudited RM'000	PRECEDING YEAR TO DATE 31.12.16 Audited RM'000
Revenue	88,469	N/A	296,812	276,906
Cost of sales	(79,156)	N/A	(261,817)	(253,146)
Gross profit	9,313	N/A	34,995	23,760
Other income	526	N/A	1,435	706
	9,839	N/A	36,430	24,466
Administrative expenses	(1,465)	N/A	(4,749)	(2,826)
Other expenses	(372)	N/A	(1,179)	(216)
Profit before taxation	8,002	N/A	30,502	21,424
Income tax expenses	(2,051)	N/A	(7,984)	(5,332)
Profit after taxation	5,951	N/A	22,518	16,092
Other comprehensive income	-	-	-	-
Total comprehensive income for the financial period/year	5,951	N/A	22,518	16,092
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	5,951	N/A	22,518	14,244
Non-controlling interest	-	-	-	1,848
	5,951	N/A	22,518	16,092
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	5,951	N/A	22,518	14,244
Non-controlling interest	-	N/A	-	1,848
	5,951	N/A	22,518	16,092



UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017⁽¹⁾ (CONT'D)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31.12.17 Unaudited RM'000	PRECEDING YEAR QUARTER ⁽²⁾ 31.12.16 Unaudited RM'000	CURRENT YEAR TO DATE 31.12.17 Unaudited RM'000	PRECEDING YEAR TO DATE 31.12.16 Audited RM'000
Earnings per share (Sen) attributable to owners of the Company:-				
- Basic	1.19 ⁽³⁾	N/A	4.50 ⁽³⁾	6.42 ⁽⁴⁾
- Diluted	1.19 ⁽³⁾	N/A	4.50 ⁽³⁾	6.42 ⁽⁴⁾

Notes:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 5 March 2018 and the accompanying explanatory notes attached to the interim financial report.
- (2) No comparative figures for the preceding year's quarter is available as this is the first interim financial report on the consolidated results announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").
- (3) Based on the Company's issued share capital of 500,000,000 ordinary shares in the Company as at 31 December 2017.
- (4) Based on the Company's weighted average number of ordinary shares of 221,767,000 as at 31 December 2016.
- N/A Not applicable



UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2017⁽¹⁾

	31.12.2017 Unaudited RM'000	31.12.2016 Audited RM'000
ASSETS		
NON-CURRENT ASSETS		
Plant and equipment	12,975	11,937
CURRENT ASSETS		
Amount owing by contract customers	21,924	15,066
Trade receivables	77,854	45,751
Other receivables, deposits and prepayments	7,860	5,707
Current tax assets	111	1
Short-term investments	20,470	-
Fixed deposits with licensed banks	5,478	4,965
Cash and bank balances	5,534	27,006
	<u>139,231</u>	<u>98,496</u>
TOTAL ASSETS	<u>152,206</u>	<u>110,433</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	20,000	15,000
Retained profits	19,917	12,199
TOTAL EQUITY	<u>39,917</u>	<u>27,199</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	73	73
Hire purchase payables	-	1,925
	<u>73</u>	<u>1,998</u>
CURRENT LIABILITIES		
Amount owing to contract customers	5,377	4,161
Trade payables	40,141	26,639
Other payables and accruals	58,582	43,341
Provision	5,551	2,164
Hire purchase payables	-	2,123
Current tax liabilities	2,565	2,808
	<u>112,216</u>	<u>81,236</u>
TOTAL LIABILITIES	<u>112,289</u>	<u>83,234</u>
TOTAL EQUITY AND LIABILITIES	<u>152,206</u>	<u>110,433</u>
Number of issued shares ('000)	500,000	15,000
Net asset per share (RM)	<u>0.08</u>	<u>1.81</u>

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 5 March 2018 and the accompanying explanatory notes attached to the interim financial report.



UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017⁽¹⁾

	Non-Distributable Share Capital RM'000	Distributable Retained Profits RM'000	Attributable to the Owners of the Company RM'000	Non-controlling Interest RM'000	Total Equity RM'000
Balance as at 1.1.2016	2,500	6,375	8,875	3,332	12,207
Profit after taxation/Total comprehensive income for the financial year	-	14,244	14,244	1,848	16,092
Contribution by and distribution to owners of the Company:					
- Issuance of shares	12,500	-	12,500	-	12,500
- Dividends	-	(10,000)	(10,000)	-	(10,000)
	12,500	(10,000)	2,500	-	2,500
Changes in ownership interest in a subsidiary that do not result in a loss of control	-	1,580	1,580	(5,180)	(3,600)
Balance as at 31.12.2016 (Audited)	15,000	12,199	27,199	-	27,199
Balance as at 1.1.2017	15,000	12,199	27,199	-	27,199
Profit after taxation/total comprehensive income for the financial year	-	22,518	22,518	-	22,518
Contribution by and distribution to owners of the Company:					
- Bonus issue	5,000	(5,000)	-	-	-
- Dividends	-	(9,800)	(9,800)	-	(9,800)
	5,000	(14,800)	(9,800)	-	(9,800)
Balance as at 31.12.2017 (Unaudited)	20,000	19,917	39,917	-	39,917

Note:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 5 March 2018 and the accompanying explanatory notes attached to the interim financial report.



UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017⁽¹⁾

	CURRENT YEAR TO DATE 31.12.2017 Unaudited RM'000	PRECEDING YEAR TO DATE 31.12.2016 Audited RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	30,502	21,424
Adjustments for :-		
Depreciation of plant and equipment	4,225	3,488
Interest expenses	151	251
Listing expenses	923	-
Plant and equipment written off	31	18
Provision for defect works	3,411	2,164
Gain on disposal of plant and equipment	*	-
Interest income	(973)	(448)
Reversal of provision for defect works	(24)	-
Operating profit before working capital changes	<u>38,246</u>	<u>26,897</u>
Increase in owing by contract customers	(6,859)	(7,156)
Increase/(Decrease) in owing to contract customers	1,217	(7,892)
Increase in trade and other receivables	(34,025)	(8,354)
Increase in trade and other payables	28,732	17,922
CASH FROM OPERATIONS	<u>27,311</u>	<u>21,417</u>
Interest paid	(151)	(251)
Income tax paid	(8,338)	(3,811)
NET CASH FROM OPERATING ACTIVITIES	<u>18,822</u>	<u>17,355</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
Acquisition of equity interest in a subsidiary from non-controlling interest	-	(1,100)
Increase in pledged fixed deposits with licensed bank	(3,538)	(1,940)
Interest received	973	448
Proceeds from disposal of plant and equipment	117	-
Purchase of plant and equipment	(5,410)	(2,623)
NET CASH FOR INVESTING ACTIVITIES	<u>(7,858)</u>	<u>(5,215)</u>
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	10,000
Payment of listing expenses	(1,143)	-
Repayment of hire purchase obligations	(4,048)	(2,888)
Dividends paid	(9,800)	(10,000)
NET CASH FOR FINANCING ACTIVITIES	<u>(14,991)</u>	<u>(2,888)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	<u>(4,027)</u>	<u>9,252</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	<u>30,031</u>	<u>20,779</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	<u>26,004</u>	<u>30,031</u>

Notes:

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 5 March 2018 and the accompanying explanatory notes attached to the interim financial report.

* Amount below RM1,000.



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017

A1. Basis of Preparation

The interim financial report of the Group are unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting, International Financial Reporting Standards (“IFRS”) 34, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements.

This is the first interim financial report on the Company’s consolidated results for the fourth quarter ended 31 December 2017 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company dated 5 March 2018.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the Accountants’ Report in the Prospectus of the Company dated 5 March 2018.

During the current financial year, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 107: Disclosure Initiative

Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

Annual Improvements to MFRS Standards 2014 – 2016 Cycles: Amendments to MFRS 12: Clarification of the Scope of the Standard

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the current financial year ended 31 December 2017:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 16 Leases	1 January 2019
MFRS 17 Insurance Contracts	1 January 2021



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017 (CONT'D)

A2. Changes in Accounting Policies (Cont'd)

MFRSs and/or IC Interpretations (Including The Consequential Amendments) (Cont'd)	Effective Date
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2019
Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018
Amendments to MFRS 9: Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 15: Effective Date of MFRS 15	1 January 2018
Amendments to MFRS 15: Clarifications to MFRS 15 'Revenue from Contracts with Customers'	1 January 2018
Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures	1 January 2019
Amendments to MFRS 140 – Transfers of Investment Property	1 January 2018
Annual Improvements to MFRS Standards 2014 – 2016 Cycles:	
• Amendments to MFRS 1: Deletion of Short-term Exemptions for First-time Adopters	
• Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value	1 January 2018
Annual Improvements to MFRS Standards 2015 - 2017 Cycles	1 January 2019

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application except as follows:-

MFRS 9 (IFRS 9 issued by IASB in July 2014) replaces the existing guidance in MFRS 139 and introduces a revised guidance on the classification and measurement of financial instruments, including a single forward-looking 'expected loss' impairment model for calculating impairment on financial assets, and a new approach to hedge accounting. Under this MFRS 9, the classification of financial assets is driven by cash flow characteristics and the business model in which a financial asset is held. The Group is currently assessing the financial impact of adopting MFRS 9.

MFRS 15 establishes a single comprehensive model for revenue recognition and will supersede the current revenue recognition guidance and other related interpretations when it becomes effective. Under MFRS 15, an entity shall recognise revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the distinct promised goods or services underlying the particular performance obligation is transferred to the customers. The amendments to MFRS 15 further clarify the concept of 'distinct' for the purposes of this accounting standard. In addition, extensive disclosures are also required by MFRS 15. The Group anticipates that the application of MFRS 15 in the future may have an impact on the amounts reported and disclosures made in the financial statements. However, it is not practical to provide a reasonable estimate of the financial impacts of MFRS 15 until the Group performs a detailed review.



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017 (CONT'D)

A3. Auditors' Report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2016.

A4. Seasonal or Cyclical Factors

The business operations of the Group during the current financial quarter under review have not been materially affected by any seasonal or cyclical factors.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items for the current financial quarter under review.

A6. Changes in Estimates

There were no material changes in estimates for the current financial quarter under review.

A7. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter under review.

A8. Dividends Paid

There was no payment of dividend during the current financial quarter under review.

A9. Segmental Reporting

No segmental reporting is available as the Group is primarily engaged in the business of provision of construction services in Malaysia.

A10. Significant Events Subsequent to the End of the Interim Financial Period

Save as disclosed in Note B6 "Status of Corporate Proposals", there were no other significant events subsequent to 31 December 2017.

A11. Changes in the Composition of the Group

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



A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017 (CONT'D)

A12. Fair Value of Financial Instruments

There were no gain or losses arising from fair value changes for all financial assets and liabilities for the current financial quarter under review.

A13. Capital Commitments

	Unaudited 31 December 2017 RM'000	Audited 31 December 2016 RM'000
Purchase of plant and equipment	<u>104</u>	<u>-</u>

A14. Operating Lease Commitment

The future minimum lease payments under non-cancellable operating leases are as follows:-

	Unaudited 31 December 2017 RM'000	Audited 31 December 2016 RM'000
Not later than 1 year	70	66
Later than 1 year and not later than 5 years	<u>20</u>	<u>22</u>
	<u>90</u>	<u>88</u>

A15. Contingent Liabilities

No provisions are recognised on the following matters as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement:-

	Unaudited 31 December 2017 RM'000	Audited 31 December 2016 RM'000
Secured		
Performance bond and tender bond guarantees extended by subsidiary to third parties	<u>54,317</u>	<u>21,208</u>

A16. Related Party Transactions

There was no material transaction with related parties during the current financial quarter under review.



B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

The Group recorded revenue of approximately RM88.47 million and profit before tax of approximately RM8.00 million for the current financial quarter ended 31 December 2017. The Group's revenue is mainly derived from the provision of construction services.

No comparative figures for the preceding quarter is available as this is the first interim financial report on the consolidated results for the fourth quarter ended 31 December 2017 announced by the Company in compliance with the Listing Requirements.

For the current financial year ended 31 December 2017, the Group posted revenue of RM296.81 million, an increase of 7.19% over revenue of RM276.91 million achieved in the preceding year. The increase in revenue is mainly due to contribution from two projects secured during the year namely AIRA Residence and Menara Hap Seng 3. The Group's profit before taxation for the year stood at RM30.50 million, an increase of RM9.08 million as compared to the preceding year. The increase in profit before taxation is mainly contributed by an increase in gross profits achieved from the completed projects due to the following:-

- (i) actual purchase prices of major construction materials such as steel materials and ready-mix concrete were lower than budgeted cost; and
- (ii) lower amount incurred for preliminaries such as site management cost, utilities, rental expense of machinery and equipment and other related project maintenance and overhead expenses as compared to budget, as the projects were completed earlier than contractual completion date.

The increase in profit before tax is also attributed by higher interest income from placement of short-term investments and fixed deposits with licensed banks during the current financial year under review.

Nonetheless, the higher profit was offset by higher administrative expenses and other expenses of approximately RM2.89 million which is primarily due to increase in auditors' remuneration, rental of office, directors' non-fee emoluments, staff costs, tax penalty arising from additional tax assessment imposed, tender documentation fees, insurance, printing and upkeep of office equipment as well as listing expenses incurred during the current financial year under review.

B2. Comparison with Immediate Preceding Quarter Results

No comparative figures for the preceding quarter is available as this is the first interim financial report on the consolidated results for the fourth quarter ended 31 December 2017 announced by the Company in compliance with the Listing Requirements.

B3. Prospects for the Next Financial Year

The Group's order book stood at RM885.85 million as at 31 December 2017 and with the continuous tendering for new jobs and the overall growth in the construction industry and property market in Malaysia, the Board expects the performance of the Group for the next financial year to be positive.



B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B4. Profit Forecast

The Group did not issue any profit forecast or guarantee during the current financial quarter and financial year under review.

B5. Income Tax Expense

The breakdown of income tax expense are as follows:-

	Unaudited 3 Months Ended 31.12.17 RM'000	Unaudited 31.12.16⁽¹⁾ RM'000	Unaudited 12 Months Ended 31.12.17⁽³⁾ RM'000	Audited 31.12.16 RM'000
Income tax expense	2,051	N/A	7,984	5,630
Deferred tax liabilities	-	N/A	-	(298)
	<u>2,051</u>	<u>N/A</u>	<u>7,984</u>	<u>5,332</u>
Effective tax rate (%) ⁽²⁾	<u>25.63</u>	<u>N/A</u>	<u>26.18</u>	<u>24.89</u>

Notes:

- (1) No comparative figures for the preceding quarter is available as this is the first interim financial report on the consolidated results for the fourth quarter ended 31 December 2017 announced by the Company in compliance with the Listing Requirements.
- (2) The Group's effective tax rate for the FYE 31 December 2016 and FYE 31 December 2017 of 24.89% and 26.18% respectively is higher than the statutory tax rate of 24.00% and is mainly due to non-deductible expenses. The higher effective tax rate for FYE 31 December 2017 is also due to adjustment in current year for under provision of tax in prior years.
- (3) Income tax expense is recognised based on management's best estimate.

N/A Not applicable

B6. Status of Corporate Proposals

In conjunction with the Initial Public Offering ("IPO") and listing of GDB on the ACE Market of Bursa Securities in accordance with its Prospectus dated 5 March 2018, the following listing scheme are undertaken by the Company:-

- (a) Public issue of 125,000,000 new shares at an issue price of RM0.35 per share in the following manner:-
 - 12,500,000 new shares made available for application by the Malaysian Public of which at least 50% of the shares is to be set aside strictly for Bumiputera investors;
 - 15,000,000 new shares made available for application by our eligible Directors, employees and persons who have contributed to the success of the Group;



B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B6. Status of Corporate Proposals (Cont'd)

- 25,625,000 new shares made available by way of private placement to identified investors; and
 - 71,875,000 new shares made available for application by way of private placement to Bumiputera investors approved by the Ministry of International Trade and Industry of Malaysia.
- (b) Offer for sale of 37,500,000 existing shares at an offer price of RM0.35 per share by way of private placement to identified investors; and
- (c) The listing of and quotation for the Company's entire enlarged issued share capital of RM63.75 million comprising 625,000,000 shares on the ACE Market of Bursa Securities is expected to be on 27 March 2018.

B7. Utilisation of Proceeds Raised from Public Issue

The gross proceeds from the Public Issue amounting to RM43.75 million is intended to be utilised in the following manner:-

No.	Purpose	Amount	%	Intended timeframe for utilisation upon Listing
		RM'000		
i.	Capital expenditure:-			
	- Purchase of new construction machinery and equipment	8,670	19.83	Within 36 months
	- Acquisition of a new office building	8,000	18.28	Within 36 months
	- Acquisition of land for storage	8,000	18.28	Within 12 months
ii.	Working capital:-			
	- Payment to suppliers and subcontractors	14,900	34.06	Within 12 months
	- Payment of salaries for new employees (for infrastructure project team) to be based at our head office	680	1.55	Within 12 months
iii.	Estimated listing expenses	3,500	8.00	Within 3 months
	Total	<u>43,750</u>	<u>100.00</u>	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 5 March 2018.

As at the date of this report, the IPO is pending completion and hence there is no utilisation of the proceeds.



B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B8. Group Borrowings and Debt Securities

There is no borrowings and debt securities by the Group for the current financial quarter and financial year under review.

B9. Material Litigation

As at the date of this report, the Group is not engaged in any material litigation.

B10. Dividend

No dividend has been declared or recommended for payment by the Company during the current financial quarter under review.

B11. Earnings Per Share

The basic and diluted earnings per share for the current financial quarter and year are computed as follows:-

	Unaudited 3 Months Ended 31 December 2017 RM'000	Unaudited 3 Months Ended 31 December 2016⁽³⁾ RM'000	Unaudited 12 Months Ended 31 December 2017 RM'000	Audited 12 Months Ended 31 December 2016 RM'000
Profit after tax attributable to the owners of the Company	5,951	N/A	22,518	14,244
Weighted average number of ordinary shares:-				
- Ordinary shares at 1 January	15,000	N/A	15,000	2,500
- Issuance of shares	-	N/A	-	4,153
- Bonus issue	5,000	N/A	5,000	2,218
- Share split	480,000	N/A	480,000	212,896
Weighted average number of ordinary shares at 31 December	500,000	N/A	500,000	221,767
Earnings per share (Sen) attributable to the owners of the Company				
- Basic ⁽¹⁾	1.19	N/A	4.50	6.42
- Diluted ⁽²⁾	1.19	N/A	4.50	6.42

Notes:

(1) The basic earnings per share is computed based on profit attributable to the equity shareholders of the company and divided by the total number of ordinary shares in issue for the period under review.



B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. Earnings Per Share (Cont'd)

(2) The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have convertible securities as at 31 December 2017.

(3) No comparative figures for the preceding quarter is available as this is the first interim financial report on the consolidated results for the fourth quarter ended 31 December 2017 announced by the Company in compliance with the Listing Requirements.

N/A Not applicable

B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income

Profit before taxation is arrived at after charging / (crediting):-

	3 Months Ended		12 Months Ended	
	Unaudited 31.12.17 RM'000	Unaudited 31.12.16 ⁽¹⁾ RM'000	Unaudited 31.12.17 RM'000	Audited 31.12.16 RM'000
Other Income				
Gain on disposal of plant and equipment	#	N/A	#	-
Interest income:				
- Fixed deposits/repo	150	N/A	493	448
- Short-term investments	153	N/A	480	-
Scrap sales	57	N/A	238	112
Other	166	N/A	224	146
	<u>526</u>	<u>N/A</u>	<u>1,435</u>	<u>706</u>
Administrative Expenses				
Auditors' remuneration:				
- Current financial year	15	N/A	61	42
Directors' fee	31	N/A	31	-
Directors' non-fee emoluments:				
- Salaries and other emoluments	447	N/A	1,469	1,062
- Defined contribution plan	103	N/A	126	110
Staff costs:				
- Salaries and other emoluments	459	N/A	1,798	913
- Defined contribution plan	94	N/A	191	101
Rental of:				
- Equipment	1	N/A	6	5
- Office	35	N/A	118	90
Professional fees	30	N/A	81	83
Miscellaneous expenses	250	N/A	868	420
	<u>1,465</u>	<u>N/A</u>	<u>4,749</u>	<u>2,826</u>



B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B12. Notes to the Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

	3 Months Ended		12 Months Ended	
	Unaudited 31.12.17 RM'000	Unaudited 31.12.16⁽¹⁾ RM'000	Unaudited 31.12.17 RM'000	Audited 31.12.16 RM'000
Other Expenses				
Depreciation of plant and equipment	50	N/A	253	216
Listing expenses	319	N/A	923	-
Plant and equipment written off	3	N/A	3	-
	<u>372</u>	<u>N/A</u>	<u>1,179</u>	<u>216</u>
Total	<u>1,837</u>	<u>N/A</u>	<u>5,928</u>	<u>3,042</u>

Notes:

(1) No comparative figures for the preceding quarter is available as this is the first interim financial report on the consolidated results for the fourth quarter ended 31 December 2017 announced by the Company in compliance with the Listing Requirements.

Amount below RM1,000.

N/A Not applicable

BY ORDER OF THE BOARD