

FCW HOLDINGS BERHAD (Company No. : 3116 K)  
 Summary of Key Financial Information for the period ended 30 Jun 2017

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		30/6/2017	30/6/2016	30/6/2017	30/6/2016
		RM'000	RM'000	RM'000	RM'000
1	Revenue	6,717	7,777	26,696	26,565
2	Profit / (Loss) Before Tax	(1,835)	1,204	1,571	6,351
3	Profit / (Loss) for the Period	(1,743)	434	826	4,409
4	Profit / (Loss) for the Period and Other Comprehensive Income / (Loss) Attributable to Owners of the Company	(1,741)	437	828	4,412
5	Basic earnings / (loss) per share (sen)	(0.70)	0.17	0.33	1.76
6	Proposed/Declared dividend per share (sen)	0.00	0.00	20.00	1.50

		As At End Of Current Quarter	As At Preceding Financial Year End
7	Net assets per share attributable to ordinary equity holders of the parent (RM)	0.68	0.88

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		30/6/2017	30/6/2016	30/6/2017	30/6/2016
		RM'000	RM'000	RM'000	RM'000
1	Gross interest income	1,476	1,232	6,016	7,324
2	Gross interest expense	(26)	(15)	(114)	(142)

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**  
**(Unaudited)**

	FY 2016/17 Current Quarter Ended 30-Jun RM'000	FY 2015/16 Comparative Quarter Ended 30-Jun RM'000	FY 2016/17 Current 12 Months Cumulative To Date RM'000	FY 2015/16 Comparative 12 Months Cumulative To Date RM'000
Revenue	6,717	7,777	26,696	26,565
Cost of Sales	<u>(6,026)</u>	<u>(6,679)</u>	<u>(21,748)</u>	<u>(21,627)</u>
<b>Gross Profit</b>	691	1,098	4,948	4,938
Other Income	1,508	1,545	6,172	7,680
<b>Other Items of Expenses</b>				
Administrative Expenses	(466)	(467)	(2,002)	(1,847)
Marketing Expenses	(6)	(9)	(186)	(167)
Other Expenses	(799)	(1,119)	(3,637)	(4,073)
Share of Results of an Associate	(2,101)	130	(2,820)	910
Share of Results of a Joint Venture	<u>(636)</u>	<u>41</u>	<u>(790)</u>	<u>(948)</u>
<b>Profit / (Loss) From Operations</b>	(1,809)	1,219	1,685	6,493
Finance Costs	<u>(26)</u>	<u>(15)</u>	<u>(114)</u>	<u>(142)</u>
<b>Profit / (Loss) Before Tax</b>	(1,835)	1,204	1,571	6,351
Taxation	<u>92</u>	<u>(770)</u>	<u>(745)</u>	<u>(1,942)</u>
<b>Profit / (Loss) for the Period</b>	(1,743)	434	826	4,409
Other Comprehensive Income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Comprehensive Income / (Loss) for the period</b>	<u><u>(1,743)</u></u>	<u><u>434</u></u>	<u><u>826</u></u>	<u><u>4,409</u></u>
<b>Profit / (Loss) for the Period and Other Comprehensive Income / (Loss) Attributable to:</b>				
Owners of the Company	(1,741)	437	828	4,412
Non-controlling Interests	<u>(2)</u>	<u>(3)</u>	<u>(2)</u>	<u>(3)</u>
	<u><u>(1,743)</u></u>	<u><u>434</u></u>	<u><u>826</u></u>	<u><u>4,409</u></u>
<b>Earnings / (Loss) per share Attributable to Owners of the Parent (sen per share)</b>				
- Basic	(0.70)	0.17	0.33	1.76

*The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2016.*

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017**  
**(Unaudited)**

	As At 30-Jun FY2017 RM'000	As At 30-Jun FY2016 RM'000
<b>Non Current Assets</b>		
Property, plant and equipment	4,749	4,956
Investment property	3,100	3,100
Investment in an associate	27,989	30,809
Other investments	642	131
Deferred tax asset	437	-
Goodwill on consolidation	1,726	1,726
	<u>38,643</u>	<u>40,722</u>
<b>Current Assets</b>		
Inventories	5,364	4,661
Receivables	65,145	56,751
Tax recoverable	736	68
Cash and cash equivalents	116,716	174,051
	<u>187,961</u>	<u>235,531</u>
<b>Total Assets</b>	<u>226,604</u>	<u>276,253</u>
<b>Share Capital</b>	124,997	124,997
<b>Reserves</b>	44,927	94,098
<b>Shareholders' Equity</b>	<u>169,924</u>	<u>219,095</u>
<b>Minority Interest</b>	(16)	(14)
<b>Total equity</b>	<u>169,908</u>	<u>219,081</u>
<b>Non Current Liabilities</b>		
Loans and borrowings	940	1,272
Deferred tax liabilities	208	196
Deferred income	49,645	48,472
	<u>50,793</u>	<u>49,940</u>
<b>Current Liabilities</b>		
Payables	5,523	5,994
Loans and borrowings	380	359
Taxation	-	879
	<u>5,903</u>	<u>7,232</u>
<b>Total Equity And Liabilities</b>	<u>226,604</u>	<u>276,253</u>
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	<u>0.68</u>	<u>0.88</u>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2016.*

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**  
**(Unaudited)**

	FY2016/17 12 Months ended 30-Jun-17 RM' 000	FY2015/16 12 Months ended 30-Jun-16 RM' 000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,571	6,351
Adjustments for:		
Non-cash items	314	(627)
Share of results of an associate	2,820	(910)
Share of results of a joint venture	790	948
Gain on disposal of property, plant and equipment	(85)	-
Non-operating items	(5,902)	(7,182)
Operating loss before working capital changes	(492)	(1,420)
Net changes in current assets	(9,097)	(21,023)
Net changes in current liabilities	(76)	1,173
Cash used in operations	(9,665)	(21,270)
Interest income received	6,016	7,324
Interest expense paid	(114)	(142)
Tax paid	(2,729)	(1,536)
Net cash used in operating activities	(6,492)	(15,624)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	193	-
Placement of deposits with licensed banks	-	13,164
Purchase of property, plant and equipment	(215)	(66)
Placement of other investment	(511)	-
Net cash (used in) / generated from investing activities	(533)	13,098
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid on ordinary shares	(49,999)	(3,751)
Repayment of short term borrowings	(268)	(310)
Repayment of hire purchase creditors	(43)	(73)
Net cash used in financing activities	(50,310)	(4,134)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(57,335)	(6,660)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	174,051	180,711
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	116,716	174,051

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2016.*

FCW HOLDINGS BERHAD (Company No. : 3116 K)  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**  
(Unaudited)

	<i>Attributable to Shareholders of the Company</i>				Sub-Total	Minority Interest	Grand-Total
	Non-Distributable		Distributable				
	Share Capital	Capital Reserve	Reserves Premium paid on acquisition of MI	Accumulated Profit			Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Year ended 30 June 2017</b>							
At 1st July 2016	124,997	2,704	(1,145)	92,539	219,095	(14)	219,081
Dividend paid	-	-	-	(49,999)	(49,999)	-	(49,999)
Total comprehensive income for the period	-	-	-	828	828	(2)	826
At 30 June 2017	124,997	2,704	(1,145)	43,368	169,924	(16)	169,908
<b>Year ended 30 June 2016</b>							
At 1st July 2015	124,997	2,704	(1,145)	91,878	218,434	(11)	218,423
Dividend paid	-	-	-	(3,751)	(3,751)	-	(3,751)
Total comprehensive income for the period	-	-	-	4,412	4,412	(3)	4,409
At 30 June 2016	124,997	2,704	(1,145)	92,539	219,095	(14)	219,081

**The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2016.**

# **FCW HOLDINGS BERHAD (3116-K)**

## **QUARTERLY REPORT ON CONSOLIDATED RESULTS For The Financial Year Ended 30 JUNE 2017**

### **PART A. NOTES TO THE INTERIM FINANCIAL REPORT**

#### **1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The accounting policies in the interim financial statements of the Group are consistent with those adopted in the most recent audited financial statements for the financial year ended 30 June 2016 except for the newly-issued Malaysia Financial Reporting Standards (“MFRSs”), Amendments to published standards and IC Interpretations (“IC Int”). The Company had adopted the amendments/improvements to MFRSs that are mandatory for the current financial year.

The adoption of the amendments/improvements to MFRSs did not have any significant effect on the financial statements of the Company, and did not result in significant changes to the Company’s existing accounting policies.

#### **2. Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the Company’s financial statements for the year ended 30 June 2016 was not subject to any qualification.

#### **3. Seasonal or Cyclical Factors**

The operations of the Group are not subject to any seasonal or cyclical factors.

#### **4. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group.

#### **5. Material Changes in Estimates of Amount Reported Previously Affecting Current Interim Period**

There were no changes in estimates of amount reported in prior financial years which have a material effect in the current interim period.

#### **6. Dividend Paid**

There were no dividends paid during the current interim financial period.

## FCW HOLDINGS BERHAD (3116-K)

### PART A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

#### 7. Segmental Information

(RM'000)	30-06-17 4th Qtr	30-06-16 4th Qtr	30-06-17 12 Mths Cum	30-06-16 12 Mths Cum
<u>Segment Revenue</u>				
Contract Manufacturing	6,717	7,777	26,696	26,565
Total	<u>6,717</u>	<u>7,777</u>	<u>26,696</u>	<u>26,565</u>
<u>Segment Results</u>				
Contract Manufacturing	(173)	187	1,253	1,141
Share of Results of an Associate	(2,101)	130	(2,820)	910
Share of Results of a Joint Venture	(636)	41	(790)	(948)
Others	1,075	846	3,928	5,248
Total	<u>(1,835)</u>	<u>1,204</u>	<u>1,571</u>	<u>6,351</u>

#### 8. Subsequent Events

There was no material events subsequent to the end of the financial quarter ended 30 June 2017.

#### 9. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter ended 30 June 2017.

#### 10. Capital Commitments

The Group has no material capital commitment in respect of property, plant and equipment as at 30 June 2017.

**PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

**1. Performance review**

**Continuing Operations**

**Contract manufacturing segment**

Current quarter

The contract manufacturing segment posted a 13.5% decrease in revenue from RM7.77 million for the preceding year's corresponding quarter to RM6.72 million for the current quarter mainly due to decrease in orders from regular customers. Results have worsened from profit before tax of RM187,000 for the preceding year quarter to a loss before tax of RM173,000 in the current quarter mainly due to lower margin product mix and stock impairment in the current quarter.

Year to date

The contract manufacturing segment posted a slight increase in revenue from RM26.57 million for the 12 months ended 30<sup>th</sup> June 2016 to RM26.70 million for the 12 months ended 30<sup>th</sup> June 2017, mainly due to increase in orders from a major customer during the year. The segment reported a higher profit before tax from RM1.14 million for the preceding year to RM1.25 million for the current year, corresponding to the increase in revenue and also due to higher margin product mix.

**Power & Telecommunication Cables Manufacturing segment (associate company)**

Current quarter

Our associate company, Fujikura Federal Cables Sdn Bhd, contributed a share of loss in the current quarter of RM2.10 million as compared with a share of profit of RM130,000 in the corresponding quarter of the preceding year. The losses were mainly due to a substantial decrease in higher margin export sales this quarter and the recognition of stock loss discovered during a physical stock take.

Year to date

The share of results from our associate company for year to date has worsened from a profit before tax of RM910,000 to a loss before tax of RM2.82 million, mainly due to the recognition of stock loss.

**Property development and property rental segment (joint venture company)**

Current quarter

Our joint venture company, 368 Segambut Sdn. Bhd., contributed a share of a loss in the current quarter of RM636,000 as compared with a profit of RM41,000 in the same quarter of last year. The decrease was mainly due to the preparation and advertising cost on the setting up of the sales gallery.

Year to date

Our joint venture company's loss before tax for the current year to date of RM790,000 has improved compared with preceding year to date loss before tax of RM948,000 mainly due to the booking in of other income from the sale of building scraps.



**PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)**

**1. Performance review (cont'd)**

**Others**

Current quarter

Profit before tax has slightly increased from RM846,000 in the corresponding quarter of the preceding year to RM1.07 million in the current quarter due to interest charged for the advances made to our joint venture company.

Year to date

Profit before tax has decreased from RM5.24 million for the preceding year to RM3.92 million for the current year mainly due to the lower interest income earned after the dividend paid out in October 2016.

**2. Comparison with preceding quarter's result**

The Group registered a loss before tax of RM1.84 million in the current quarter as compared with profit before tax of RM463,000 in the immediate preceding quarter.

The loss in the current quarter was mainly attributed to the share of loss in our associate company, Fujikura Federal Cables Sdn .Bhd's in the current quarter.

**3. Commentary of Prospects**

Management expects the revenue and profitability of the contract manufacturing segment to remain challenging for the local market and the sluggish economy may dampen demand.

However, management is optimistic that the export markets may pick up slightly for the next financial year.

As for the associate company, which is in the cables industry, the Management expects the business to remain challenging in view of the keen competition in both the local and export markets and sluggish global economy may dampen demand for metal cable products.

Going forward, the Group expects positive contribution from its joint venture property development project in future years.

**4. Variance on profit forecast**

Not applicable

## FCW HOLDINGS BERHAD (3116-K)

### PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

#### 5. Items included in the Consolidated Statement of Comprehensive Income

Total comprehensive income for the period is arrived at after charging/ (crediting) the following items:

	30-06-17 Current Quarter RM'000	30-06-16 Current Quarter RM'000	30-06-17 12-months Cumulative RM'000	30-06-16 12-months Cumulative RM'000
(Gain)/loss on disposal of property, plant & equipment	0	0	(85)	0
Interest income	(1,476)	(1,232)	(6,016)	(7,324)
Other income	0	(0)	0	0
Interest expenses	26	15	114	142
Depreciation and amortisation	81	141	314	551
(Gain)/ loss on foreign exchange	(32)	(100)	(71)	(19)
Provision for and write off of receivables	0	0	0	0
Provision for and write off of inventories	0	0	0	0
Gain on disposal of assets held for sale	0	0	0	0
Loss on derivatives	0	0	0	0
Exceptional items	0	0	0	0
Loss on disposal at investment	0	0	0	0
Reversal of provision for diminution in investment	0	0	0	0

#### 6. Tax

	Current Quarter RM'000	Year to date RM'000
Income Tax -Current Year	333	1,170
Deferred Tax -Current Year	(425)	(425)
	(92)	745

Current income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the quarter.

Potential tax benefits to be derived from unused tax losses and unabsorbed capital allowances were recognized as there is strong evidence indicating that it is probable that future taxable profit can be available for utilisation against those unused tax losses and unabsorbed capital allowances.

## FCW HOLDINGS BERHAD (3116-K)

### PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

#### 7. Group Borrowings and Debt Securities

	As at 30-06-17	As at 30-06-16
	RM'000	RM'000
<b>Short term borrowings</b>		
- Term loan payable within a year	367	337
- Hire purchase creditor payable within a year	13	22
<b>Sub Total</b>	380	359
<b>Long Term borrowings</b>		
- Term loan payable > 1 year	895	1,272
- Hire purchase creditor payable > 1 year	45	0
<b>Sub Total</b>	940	1,272

#### 8. Material Litigation

There is no pending material litigation.

#### 9. Dividend Declared/Recommended

There were no dividends paid during the current interim financial period.

#### 10. Earnings / (Loss) Per Share

##### Basic earnings / (Loss) per share

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	30-06-17	30-06-16	30-06-17	30-06-16
	RM'000	RM'000	RM'000	RM'000
Net profit / (Loss) attributable to shareholders	(1,743)	434	826	4,409
Weighted average number of ordinary shares in issue	249,994	249,994	249,994	249,994
<b>Basic earnings / (Loss) per share (sen)</b>	<b>(0.70)</b>	<b>0.17</b>	<b>0.33</b>	<b>1.76</b>

**FCW HOLDINGS BERHAD (3116-K)****PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)****11. Group Realised and Unrealised Profits / (Losses)**

	<b>As at 30-06-17 (RM'000)</b>	<b>As at 30-06-16 (RM'000)</b>
The retained profits / (accumulated losses) of FCW Holdings Bhd and its subsidiaries:		
- Realised	2,052	11,105
- Unrealised	(208)	(138)
	1,844	10,967
Total share of accumulated losses from associated company:		
- Realised	5,874	(7,431)
- Unrealised	(11,088)	5,037
	(3,370)	8,573
Total share of retained (loss) / profits from jointly controlled company:		
- Realised	(866)	(76)
- Unrealised	-	-
	(4,236)	8,497
Less: Consolidation adjustments	47,605	84,042
Total group retained profits as per consolidated accounts	43,368	92,539

**By Order of the Board****Lai Sze Pheng  
Executive Director****30 Aug 2017  
Kuala Lumpur**