

FCW HOLDINGS BERHAD (Company No. : 3116 K)  
Summary of Key Financial Information for the period ended 31 Mar 2018

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER		CUMULATIVE CHANGES	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount	%	Current Year To Date	Preceding Year Corresponding Period	Amount	%
	31/3/2018	31/3/2017			31/3/2018	31/3/2017		
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
1 Revenue	7,211	6,064	1,147	19%	23,681	19,979	3,702	19%
2 Profit / (Loss) Before Tax	(3,725)	463	(4,188)	-905%	(1,690)	3,406	(5,096)	-150%
3 Profit / (Loss) for the Period	(3,454)	594	(4,048)	-681%	(2,225)	2,569	(4,794)	-187%
4 Profit for the Period and Other Comprehensive Income Attributable to Owners of the Company	(3,454)	594	(4,048)	-681%	(2,225)	2,569	(4,794)	-187%
5 Basic earnings / (loss) per share (sen)	(1.38)	0.24	(1.62)	-675%	(0.89)	1.03	(1.92)	-187%
6 Proposed/Declared dividend per share (sen)	0.00	0.00	0.00	0%	0.00	20.00	(20.00)	-100%

Summary of Financial review for current quarter compared with immediate preceding quarter

	INDIVIDUAL		Individual changes	
	Current Year Quarter	Immediate Preceding Quarter	Amount	%
	31/3/2018	31/12/2017		
	RM'000	RM'000	RM'000	
1 Revenue	7,211	8,185	(974)	-11.9%
2 Profit / (Loss) Before Tax	(3,725)	2,153	(5,878)	-273%
3 Profit / (Loss) for the Period	(3,454)	1,763	(5,217)	-296%
4 Profit / (Loss) for the Period and Other Comprehensive Income / (Loss) Attributable to Owners of the Company	(3,454)	1,763	(5,217)	-296%
5 Basic Profit / (Loss) per share (sen)	(1.38)	0.71	(2.09)	-295%
6 Proposed/Declared dividend per share (sen)	-	-	-	-

	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)	0.67	0.68

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/3/2018	31/3/2017	31/3/2018	31/3/2017
	RM'000	RM'000	RM'000	RM'000
1 Gross interest income	1,339	1,244	4,109	4,540
2 Gross interest expense	(21)	(26)	(68)	(88)

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2018**  
**(Unaudited)**

	FY 2017/18 Current Quarter Ended 31-Mar RM'000	FY 2016/17 Comparative Quarter Ended 31-Mar RM'000	FY 2017/18 Current 9 Months Cumulative To Date RM'000	FY 2016/17 Comparative 9 Months Cumulative To Date RM'000
Revenue	7,211	6,064	23,681	19,979
Cost of Sales	<u>(5,535)</u>	<u>(4,538)</u>	<u>(19,329)</u>	<u>(15,722)</u>
<b>Gross Profit</b>	1,676	1,526	4,352	4,257
Other Income	1,348	1,250	4,143	4,664
<b>Other Items of Expenses</b>				
Administrative Expenses	(460)	(535)	(1,592)	(1,536)
Marketing Expenses	(141)	(6)	(175)	(180)
Other Expenses	(1,117)	(1,218)	(2,950)	(2,838)
Share of Results of an Associate	(3,616)	(788)	(4,816)	(719)
Share of Results of a Joint Venture	<u>(1,394)</u>	<u>261</u>	<u>(584)</u>	<u>(154)</u>
<b>Profit / (Loss) From Operations</b>	(3,704)	490	(1,622)	3,494
Finance Costs	<u>(21)</u>	<u>(27)</u>	<u>(68)</u>	<u>(88)</u>
<b>Profit / (Loss) Before Tax</b>	(3,725)	463	(1,690)	3,406
Taxation	<u>271</u>	<u>131</u>	<u>(535)</u>	<u>(837)</u>
<b>Profit / (Loss) for the Period</b>	(3,454)	594	(2,225)	2,569
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income / (Loss) for the period</b>	<u><u>(3,454)</u></u>	<u><u>594</u></u>	<u><u>(2,225)</u></u>	<u><u>2,569</u></u>
<b>Profit / (Loss) for the Period and Other Comprehensive Income / (Loss) Attributable to:</b>				
Owners of the Company	(3,454)	594	(2,225)	2,569
Non-controllir Profit / (Loss) Before Tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>(3,454)</u></u>	<u><u>594</u></u>	<u><u>(2,225)</u></u>	<u><u>2,569</u></u>
<b>Earnings / (Loss) per share Attributable to Owners of the Parent (sen per share)</b>				
- Basic	(1.38)	0.24	(0.89)	1.03

*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 2017.*

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2018**  
**(Unaudited)**

	As At 31-Mar FY2018 RM'000	As At 30-Jun FY2017 RM'000
<b>Non Current Assets</b>		
Property, plant and equipment	4,564	4,749
Investment property	3,100	3,100
Investment in an associate	23,172	27,989
Other Investment	654	642
Deferred tax asset	437	437
Receivables	67,504	60,427
Goodwill on consolidation	1,726	1,726
	<u>101,157</u>	<u>99,070</u>
<b>Current Assets</b>		
Inventories	5,768	5,364
Receivables	5,511	5,414
Tax recoverable	1,694	738
Cash and cash equivalents	112,091	118,430
	<u>125,064</u>	<u>129,946</u>
<b>Total Assets</b>	<u>226,221</u>	<u>229,016</u>
<b>Share Capital</b>	124,997	124,997
<b>Reserves</b>	42,702	44,927
<b>Shareholders' Equity</b>	<u>167,699</u>	<u>169,924</u>
<b>Minority Interest</b>	(16)	(16)
<b>Total equity</b>	<u>167,683</u>	<u>169,908</u>
<b>Non Current Liabilities</b>		
Loans and borrowings	480	952
Deferred tax liabilities	208	208
Deferred income	49,992	49,645
	<u>50,680</u>	<u>50,805</u>
<b>Current Liabilities</b>		
Payables	7,300	7,933
Loans and borrowings	558	368
Taxation	-	2
	<u>7,858</u>	<u>8,303</u>
<b>Total Equity And Liabilities</b>	<u>226,221</u>	<u>229,016</u>
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	<u>0.67</u>	<u>0.68</u>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2017.*

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2018**  
**(Unaudited)**

	FY2017/18 9 Months ended 31-Mar-18 RM' 000	FY2016/17 9 Months ended 31-Mar-17 RM' 000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before tax	(1,690)	3,406
Adjustments for:		
Non-cash items	327	233
Share of results of an associate	4,816	719
Share of results of a joint venture	584	154
Gain on disposal of property, plant and equipment	(2)	(85)
Non-operating items	(4,041)	(4,452)
Operating loss before working capital changes	(6)	(25)
Net changes in current assets	(2,878)	(7,228)
Net changes in current liabilities	(869)	(819)
Cash used in operations	(3,753)	(8,072)
Interest income received	4,109	4,540
Interest expense paid	(68)	(88)
Tax paid	(1,493)	(2,206)
Net cash used in operating activities	(1,205)	(5,826)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	3	162
Advance to a joint venture	(4,700)	-
Purchase of property, plant and equipment	(143)	(172)
Placement of other investment	(12)	(507)
Net cash used in investing activities	(4,852)	(517)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid on ordinary shares	-	(49,999)
Repayment of short term borrowings	(233)	(185)
Repayment of hire purchase creditors	(49)	(35)
Net cash used in financing activities	(282)	(50,219)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(6,339)	(56,562)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	118,430	174,051
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	112,091	117,489

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2017.*

FCW HOLDINGS BERHAD (Company No. : 3116 K)  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2018**  
(Unaudited)

	Attributable to Shareholders of the Company				Sub-Total	Minority Interest	Grand-Total
	Non-Distributable		Distributable				
	Share Capital	Capital Reserve	Reserves Premium paid on acquisition of MI	Accumulated Profit			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Year ended 31 March 2018							
At 1st July 2017	124,997	2,704	(1,145)	43,368	169,924	(16)	169,908
Total comprehensive loss for the period	-	-	-	(2,225)	(2,225)	-	(2,225)
At 31 March 2018	124,997	2,704	(1,145)	41,143	167,699	(16)	167,683
Year ended 31 March 2017							
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	-	-	-	2,569	2,569	-	2,569
At 31 March 2017	124,997	2,704	(1,145)	45,109	171,665	(14)	171,651

**The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2017.**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Financial Year Ended 31 MARCH 2018**

**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 Malaysian Financial Reporting Standard ("MFRSs") 134: Interim Financial Reporting in Malaysia and Para 9.22 of the Bursa Malaysia Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2017.

The Group's financial statements were prepared in accordance with MFRSs, which is in line with International Financial Reporting Standards as issued by the International Accounting Standards Board. The adoptions of new and revised MFRSs, Amendments/Improvements to MFRSs, IC Interpretations and Amendments to IC Interpretations in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2017.

- a) During the current financial period, the Group has adopted the following new accounting standards and interpretations (including the consequential amendments):-

**MFRSs and IC Interpretations (including the Consequential Amendments)**

Annual improvements to MFRSs 2012 - 2014 cycle

- Amendments to MFRS 5, Non-Current Assets Held for Sales and Discontinued Operations
- Amendments to MFRS 7, Financial Instruments: Disclosures
- Amendments to MFRS 119, Employee Benefits
- Amendments to MFRS 134, Interim Financial Reporting

MFRS 14, Regulator Deferral Accounts

Amendments to MFRS 11, Joint Arrangements: Accounting for Acquisitions of Interests in Joint Operations

Amendments to MFRS 101, Presentation of Financial Statements: Disclosure Initiative

Amendments to MFRS 116, Property, Plant and Equipment and MFRS 138, Intangible Assets: Clarification of Acceptable Methods of Depreciation and Amortisation

Amendments to MFRS 116, Property, Plant and Equipment and MFRS 141, Agriculture: Bearer plants

Amendments to MFRS 127, Separate Financial Statements: Equity Method in Separate Financial Statements

Annual improvements to MFRSs 2012 - 2014 cycle

Amendments to MFRS 10, Consolidated Financial Statements, MFRS 12, Disclosure of Interests in Other Entities and MFRS 128, Investment in Associates and Joint Ventures: Investments Entities-Applying the Consolidation Exception

Amendments to MFRS 138, Intangible Assets: Clarification of Acceptable Methods of Depreciation and Amortisation

## FCW HOLDINGS BERHAD (3116-K)

The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any material impact on the Group's interim financial statements.

b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial period:-

<b>MFRSs and IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
Annual improvements to MFRSs 2014 - 2016 cycle	
- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards	1 January 2018
- Amendments to MFRS 12, Disclosure of Interests in Other Entities	1 January 2017
- Amendments to MFRS 128, Investments in Associates and Joint Ventures	1 January 2018
Amendments to MFRS 2, Share-based Payment: Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4, Insurance Contracts: Applying MFRS 9 Financial Instrument with MFRS 4 Insurance Contracts	1 January 2018
MFRS 9, Financial Instruments	1 January 2018
MFRS 15, Revenue from Contracts with Customers	1 January 2018
Clarifications to MFRS 15, Revenue from Contracts with Customers	1 January 2018
MFRS 16, Leases	1 January 2019
Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures: Sales or Contribution of Assets between an investor and its Associates or Joint Ventures	Deferred
Amendments to MFRS 107, Statement of Cash Flows: Disclosure Initiative	1 January 2017
Amendments to MFRS 112, Income Taxes: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to MFRS 140, Investment Property: Transfers of Investment Property	1 January 2018
IC Interpretation 22, Foreign Currency Transactions and Advance Consideration	1 January 2018

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

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

The auditors' report on the Company's financial statements for the year ended 30 June 2017 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)	31-03-18 3th Qtr	31-03-17 3th Qtr	31-03-18 9 Mths Cum	31-03-17 9 Mths Cum
<u>Segment Revenue</u>				
Contract Manufacturing	7,211	6,064	23,681	19,979
Total	<u>7,211</u>	<u>6,064</u>	<u>23,681</u>	<u>19,979</u>
<u>Segment Results</u>				
Contract Manufacturing	566	427	1,223	1,426
Share of Results of an Associate	(3,616)	(788)	(4,816)	(719)
Share of Results of a Joint Venture	(1,394)	261	(584)	(154)
Others	719	563	2,487	2,852
Total	<u>(3,725)</u>	<u>463</u>	<u>(1,691)</u>	<u>3,406</u>

#### 8. Subsequent Events

There was no material events subsequent to the end of the financial quarter ended 31 March 2018.

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

There were no changes in the composition of the Group during the current financial quarter ended 31 March 2018.

#### 10. Capital Commitments

The Group has no material capital commitment in respect of property, plant and equipment as at 31 March 2018.

**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 18.91% increase in revenue from RM6.06 million for the preceding year's corresponding quarter to RM7.21 million for the current quarter mainly due to increase in orders from overseas customers. Profit before tax also increased from RM427,000 for the preceding year quarter to RM566,000 in the current quarter mainly due to the increase in sales.

Year to date

The contract manufacturing segment posted a 18.52% increase in revenue from RM19.98 million for the 9 months ended 31<sup>st</sup> March 2017 to RM23.68 million for the 9 months ended 31<sup>st</sup> March 2018, mainly due to increase in orders from a overseas customer. However the segment reported a decline in profit before tax from RM1.42 million for the preceding year to date to RM1.23 million for the current year to date, partly due to the increase in cost of renewal of working permit for foreign workers in the previous quarter and also due to certain expenses e.g. staff bonus paid out this quarter.

**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 RM3.616 million as compared with a share of loss of RM788,000 in the corresponding quarter of the preceding year. The losses were mainly due to a substantial decrease in higher margin export sales and also staff separation scheme cost incurred in this quarter.

Year to date

The share of results from our associate company for year to date has worsened from a loss after tax of RM719,000 to a loss after tax of RM4.82 million, mainly due to the substantial decrease in higher margin export sales.

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

Current quarter

Our joint venture company, 368 Segambut Sdn. Bhd., contributed a share of loss and write back of deferred income realised previously in the current quarter of RM1.39 million as compared with a share of profit of RM261,000 in the same quarter of last year. The loss was mainly due to higher operating expenses, e.g. sales commission, incurred this quarter and due to some write back of deferred income realised in the previous quarter.

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

### **1. Performance review (con'd)**

#### Year to date

Our joint venture company's higher loss before tax for the current year to date of RM584,000 compared to preceding year loss of RM154,000 was mainly due to higher operating expenses, e.g. sales commission, incurred this quarter and due to some write back of deferred income realisation in the previous quarter.

#### Others

##### Current quarter

Profit before tax has increased from RM563,000 in the corresponding quarter of the preceding year to RM719,000 in the current quarter mainly attributed to interest charged for the advances made to our joint venture company.

##### Year to date

Profit before tax has declined from RM2.85 million for the preceding year to RM2.49 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 RM3.73 million in the current quarter as compared with profit before tax of RM2.15 million in the immediate preceding quarter.

The loss in the current quarter was mainly attributed by share of losses in our associate company and our joint venture company, due to reasons explained above.

### **3. Commentary of Prospects**

Management expects the revenue and profitability of the contract manufacturing segment to improve especially for the export market for the remainder of the 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 quarters with the launch of its first phase project and the commencement of recognition of revenue in the current quarter.

### **4. Variance on profit forecast**

Not applicable

**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:

	31-03-18 Current Quarter RM'000	31-03-17 Current Quarter RM'000	31-03-18 9-months Cumulative RM'000	31-03-17 9-months Cumulative RM'000
(Gain)/loss on disposal of property, plant & equipment	0	0	(2)	(85)
Interest income	(1,339)	(1,244)	(4,109)	(4,540)
Other income	(5)	0	(13)	0
Interest expenses	21	26	68	88
Depreciation and amortisation	80	105	233	309
(Gain)/ loss on foreign exchange	(4)	(6)	(18)	(39)
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:		
- Prior year		
Continuing Operation	(726)	1,261
-Current year		
Continuing Operation	455	(726)
	(271)	535

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 3rd quarter ended FY2018		
	Long Term	Short Term	Total Borrowings
	RM'000 Denomination	RM'000 Denomination	RM'000 Denomination
<b>Secured</b>			
Term Loan	444	545	989
Hire Purchase	36	13	49
Total	480	558	1038
	As at 3rd quarter ended FY2017		
	Long Term	Short Term	Total Borrowings
	RM'000 Denomination	RM'000 Denomination	RM'000 Denomination
<b>Secured</b>			
Term Loan	989	360	1349
Hire Purchase	49	13	62
Total	1038	373	1411

### 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 / (loss) 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	
	31-03-18	31-03-17	31-03-18	31-03-17
	RM'000	RM'000	RM'000	RM'000
Net profit / (loss) attributable to shareholders	(3,454)	594	(2,225)	2,569
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>(1.38)</b>	<b>0.24</b>	<b>(0.89)</b>	<b>1.03</b>

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

**By Order of the Board**

**Dato' Teo Ker Wei  
Executive Director**

**22 May 2018  
Kuala Lumpur**