

FCW HOLDINGS BERHAD (Company No. : 3116 K)  
Summary of Key Financial Information for the period ended 30 September 2018

	INDIVIDUAL QUARTER		INDIVIDUAL CHANGES		CUMULATIVE QUARTER		CUMULATIVE CHANGES	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount	%	Current Year To Date	Preceding Year Corresponding Period	Amount	%
	30/9/2018	30/9/2017			30/9/2018	30/9/2017		
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
1 Revenue	6,879	8,285	(1,406)	-17%	6,879	8,285	(1,406)	-17%
2 Profit / (Loss) Before Tax	1,812	(118)	1,930	-1636%	1,812	(118)	1,930	-1636%
3 Profit / (Loss) for the Period	1,413	(534)	1,947	-365%	1,413	(534)	1,947	-365%
4 Profit for the Period and Other Comprehensive Income Attributable to Owners of the Company	1,413	(534)	1,947	-365%	1,413	(534)	1,947	-365%
5 Basic earnings / (loss) per share (sen)	0.57	(0.21)	0.78	-365%	0.57	(0.21)	0.78	-365%
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	%
	30/9/2018	30/06/2018		
	RM'000	RM'000	RM'000	
1 Revenue	6,879	8,187	(1,308)	-16.0%
2 Profit / (Loss) Before Tax	1,812	1,856	(44)	-2%
3 Profit / (Loss) for the Period	1,413	1,209	204	17%
4 Profit / (Loss) for the Period and Other Comprehensive Income / (Loss) Attributable to Owners of the Company	1,413	1,212	201	17%
5 Basic Profit / (Loss) per share (sen)	0.57	0.48	0.09	18%
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)	0.68	0.68

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30/9/2018	30/9/2017	30/9/2018	30/9/2017
	RM'000	RM'000	RM'000	RM'000
1 Gross interest income	1,412	1,393	1,412	1,393
2 Gross interest expense	(17)	(25)	(17)	(25)

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

(Unaudited)

	FY 2018/19 Current Quarter Ended 30-Sep RM'000	FY 2017/18 Comparative Quarter Ended 30-Sep RM'000	FY 2018/19 Current 3 Months Cumulative To Date RM'000	FY 2017/18 Comparative 3 Months Cumulative To Date RM'000
Revenue	6,879	8,285	6,879	8,285
Cost of Sales	<u>(5,727)</u>	<u>(6,859)</u>	<u>(5,727)</u>	<u>(6,859)</u>
<b>Gross Profit</b>	1,152	1,426	1,152	1,426
Other Income	1,429	1,400	1,429	1,400
<b>Other Items of Expenses</b>				
Administrative Expenses	(517)	(494)	(517)	(494)
Marketing Expenses	(5)	(17)	(5)	(17)
Other Expenses	(769)	(984)	(769)	(984)
Share of Results of an Associate	(763)	(631)	(763)	(631)
Share of Results of a Joint Venture	<u>1,302</u>	<u>(793)</u>	<u>1,302</u>	<u>(793)</u>
<b>Profit / (Loss) From Operations</b>	1,829	(93)	1,829	(93)
Finance Costs	<u>(17)</u>	<u>(25)</u>	<u>(17)</u>	<u>(25)</u>
<b>Profit / (Loss) Before Tax</b>	1,812	(118)	1,812	(118)
Taxation	<u>(399)</u>	<u>(416)</u>	<u>(399)</u>	<u>(416)</u>
<b>Profit / (Loss) for the Period</b>	1,413	(534)	1,413	(534)
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income / (Loss) for the period</b>	<u>1,413</u>	<u>(534)</u>	<u>1,413</u>	<u>(534)</u>
<b>Profit / (Loss) for the Period and Other Comprehensive Income / (Loss) Attributable to:</b>				
Owners of the Company	1,413	(534)	1,413	(534)
Non-controllir Profit / (Loss) Before Tax	-	-	-	-
	<u>1,413</u>	<u>(534)</u>	<u>1,413</u>	<u>(534)</u>
<b>Earnings / (Loss) per share Attributable to Owners of the Parent (sen per share)</b>				
- Basic	0.57	(0.21)	0.57	(0.21)

*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 2018.*

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018**  
**(Unaudited)**

	As At 30-Sep FY2018 RM'000	As At 30-Jun FY2018 RM'000
<b>Non Current Assets</b>		
Property, plant and equipment	4,670	4,561
Investment property	3,100	3,100
Investment in an associate	20,826	21,590
Interests in a jointly controlled entity		-
Investment in security		-
Other Investment	664	659
Deferred tax asset	735	735
Receivables	69,196	68,345
Goodwill on consolidation	1,726	1,726
	<u>100,917</u>	<u>100,716</u>
<b>Current Assets</b>		
Inventories	4,963	4,177
Receivables	5,150	4,937
Tax recoverable	1,216	1,500
Cash and cash equivalents	114,903	115,388
	<u>126,231</u>	<u>126,002</u>
<b>Total Assets</b>	<u>227,148</u>	<u>226,718</u>
<b>Share Capital</b>	124,997	124,997
<b>Reserves</b>	45,327	43,914
<b>Shareholders' Equity</b>	<u>170,324</u>	<u>168,911</u>
<b>Non-controlling interests</b>	(19)	(19)
<b>Total equity</b>	<u>170,305</u>	<u>168,892</u>
<b>Non Current Liabilities</b>		
Loans and borrowings	197	341
Deferred tax liabilities	212	211
Deferred income	49,492	49,832
	<u>49,901</u>	<u>50,384</u>
<b>Current Liabilities</b>		
Payables	6,370	6,439
Loans and borrowings	572	564
Taxation	-	439
	<u>6,942</u>	<u>7,442</u>
<b>Total Equity And Liabilities</b>	<u>227,148</u>	<u>226,718</u>
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	<u>0.68</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 2018.*

**FCW HOLDINGS BERHAD (Company No. : 3116 K)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**  
**(Unaudited)**

	FY2018/19 3 Months ended 30-Sep-18 RM' 000	FY2017/18 3 Months ended 30-Sep-17 RM' 000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) before tax	1,812	(118)
Adjustments for:		
Non-cash items	62	105
Share of results of an associate	763	631
Share of results of a joint venture	(1,302)	793
Gain on disposal of property, plant and equipment	-	(2)
Non-operating items	(1,395)	(1,368)
Operating (loss) / profit before working capital changes	(60)	41
Net changes in current assets	(1,855)	(1,269)
Net changes in current liabilities	895	(2,030)
Cash used in operations	(1,020)	(3,258)
Interest income received	1,412	1,393
Interest expense paid	(17)	(25)
Tax paid	(554)	(471)
Net cash used in operating activities	(178)	(2,361)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	10	2
Advance to a joint venture	-	(5,472)
Purchase of property, plant and equipment	(181)	(19)
Placement of other investment	-	(4)
Net cash used in investing activities	(170)	(5,493)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of short term borrowings	(129)	(73)
Repayment of hire purchase creditors	(7)	(19)
Net cash used in financing activities	(136)	(92)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(485)	(7,946)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	115,388	118,430
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	114,903	110,484

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2018.*

FCW HOLDINGS BERHAD (Company No. : 3116 K)  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**  
(Unaudited)

	Attributable to Shareholders of the Company				Sub-Total	Minority Interest	Grand-Total Equity
	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 30 September 2018							
At 1st July 2018	124,997	2,704	(1,145)	42,355	168,911	(19)	168,892
Total comprehensive income for the period	-	-	-	1,413	1,413	-	1,413
Premium paid on acquisition of minority interest	-	-	-	-	-	-	-
At 30 September 2018	124,997	2,704	(1,145)	43,768	170,324	(19)	170,305
Year ended 30 September 2017							
At 1st July 2017	124,997	2,704	(1,145)	43,368	169,924	(16)	169,908
Dividend paid	-	-	-	-	-	-	-
Premium paid on acquisition of minority interest	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(534)	(534)	-	(534)
At 30 September 2017	124,997	2,704	(1,145)	42,834	169,390	(16)	169,374

**The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2018.**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

**For The 1<sup>st</sup> Quarter Ended 30 September 2018**

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

**1. Basis of Preparation**

The unaudited interim financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2018. 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 2018.

**Adoption of Malaysian Financial Reporting Standard (“MFRS”) and amendments / improvements to MFRSs**

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 30 June 2018, except as disclosed below:

Effective for annual periods commencing on or after 1 January 2018

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)
MFRS 15	Revenue from Contracts with Customers

The Group and the Company had early adopted MFRS 15 *Revenue from Contracts with Customers* for the previous financial year.

The adoption of the above MFRS and amendments/improvements to MFRSs did not have any significant impact on the financial statements of the Group and of the Company for the current financial period nor did it result in any significant changes to the Group’s and the Company’s existing accounting policies

**New MFRSs, amendments/improvements to MFRSs, new IC Interpretation (“IC Int”) and amendments to IC Int that have been issued, but yet to be effective**

The Group has not adopted the following new MFRSs, amendments/improvements to MFRSs and new IC Int that have been issued, but are not yet effective to the Group and the Company:

		<b>Effective for financial periods beginning on or after</b>
<u>New MFRSs</u>		
MFRS 16	Leases	1 January 2019
MFRS 17	Insurance Contracts	1 January 2021
<u>Amendments/Improvements to MFRSs</u>		
MFRS 2	Share-based Payment	1 January 2018/ 1 January 2020
MFRS 3	Business Combinations	1 January 2019

## FCW HOLDINGS BERHAD (3116-K)

MFRS 6	Exploration for and Evaluation of Mineral Resources	1 January 2020*
MFRS 9	Financial Instruments	1 January 2019
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 11	Joint Arrangements	1 January 2019
MFRS 14	Regulatory Deferral Accounts	1 January 2020*
MFRS 101	Presentation of Financial Statements	1 January 2020*
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Error	1 January 2020*
MFRS 112	Income Taxes	1 January 2019
MFRS 119	Employee Benefits	1 January 2019
MFRS 123	Borrowing Costs	1 January 2019
MFRS 128	Investments in Associates and Joint Ventures	1 January 2019/ Deferred
MFRS 134	Interim Financial Reporting	1 January 2020*
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2020*
MFRS 138	Intangible Assets	1 January 2020*
<u>New IC Int</u>		
IC Int 23	Uncertainty over Income Tax Treatments	1 January 2019
<u>Amendments to IC Int</u>		
IC Int 12	Service Concession Arrangements	1 January 2020*
IC Int 19	Extinguishing Financial Liabilities with Equity Instruments	1 January 2020*
IC Int 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2020*
IC Int 22	Foreign Currency Transactions and Advance Consideration	1 January 2020*
IC Int 132	Intangible Assets – Web Site Costs	1 January 2020*

\* *Amendments to References to the Conceptual Framework in MFRS Standards*

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

The auditors' report on the Company's financial statements for the year ended 30 June 2018 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)	30-09-18 1st Qtr	30-09-17 1st Qtr	30-09-18 3 Mths Cum	30-09-17 3 Mths Cum
<u>Segment Revenue</u>				
Contract Manufacturing	6,879	8,285	6,879	8,285
Total	<u>6,879</u>	<u>8,285</u>	<u>6,879</u>	<u>8,285</u>
<u>Segment Results</u>				
Contract Manufacturing	159	443	159	443
Share of Results of an Associate	(763)	(631)	(763)	(631)
Share of Results of a Joint Venture	1,302	(793)	1,302	(793)
Others	1,114	863	1,114	863
Total	<u>1,812</u>	<u>(118)</u>	<u>1,812</u>	<u>(118)</u>

#### 8. Subsequent Events

There was no material events subsequent to the end of the financial quarter ended 30 September 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 30 September 2018.

#### 10. Capital Commitments

The Group has no material capital commitment in respect of property, plant and equipment as at 30 September 2018.

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

**1. Performance review**

**Contract Manufacturing segment**

Current quarter & Year to date

Slowing export and local manufacturing sales resulted in the current quarter's reporting a 17% decrease in revenue to RM6.88 million from that of RM8.29 million for the preceding year's corresponding quarter. In addition, uncertainties relating to the effect of the switch to the Sales and Service Tax regime on prices of related products also adversely affected market sentiments. Profit before tax decreased from RM0.43 million for the preceding year's corresponding quarter to RM0.16 million for the current quarter on the back of lower revenue and decreased margins mainly due to higher direct production costs incurred on quality control and assurance.

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

Current quarter & Year to date

The cables manufacturing segment under associate company, Fujikura Federal Cables Sdn Bhd, reported a higher after-tax loss for the current quarter, of which the Group's share was RM0.76 million compared to a loss of RM0.63 million for the corresponding quarter of the preceding year. The increased loss was due to lower revenue which fell some 8% to RM39.3 million as well as decreased margins which could only be partially mitigated by a reduction in operating and marketing expenses.

**Property Development segment (joint venture company)**

Current quarter & Year to date

Property development activities which the Group undertakes through its 50% joint venture company, 368 Segambut Sdn Bhd ("368S"), contributed a share of its profit amounting to RM1.30 million for the quarter under review as compared to a loss of RM0.79 million for the corresponding quarter in the previous year. The profit contribution arose from higher sales and progress billings recorded as well as the partial realization of the deferred income by the group.

**Others**

Current quarter

Profit before tax has increased from RM0.86 million in the corresponding quarter of the preceding year to RM1.11 million due to reduced operating and management costs incurred.

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

The quarter reported a net profit before tax of RM1.81 million as compared to a profit before tax of RM1.86 million mainly as a result of a drop in revenue of 16% due to subdued market demand especially in the latter part of the reporting quarter following the change in taxation on sales and services notwithstanding the intervening three-month tax holiday period.

**3. Commentary of Prospects**

Group performance for the rest of the current financial year will continue to be affected by the anticipated effects of a slowing growth of the local economy and trade uncertainties in overseas markets. This is particularly true of the demand pertaining to contract manufacturing and the cables businesses while the persistent glut in the property market will have an impact on sales of existing units as well as the timing of upcoming launches of in the near future.

The Group is nevertheless cautiously optimistic of its financial performance for the current year given the various consolidation and cost cutting measures it has undertaken to establish a sounder base in its earnings growth going forward.

**4. Variance on profit forecast**

Not applicable

**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:

	30-09-18 Current Quarter RM'000	30-09-17 Current Quarter RM'000	30-09-18 3-months Cumulative RM'000	30-09-17 3-months Cumulative RM'000
(Gain)/loss on disposal of property, plant & equipment	-	(2)	-	(2)
Interest income	(1,412)	(1,393)	(1,412)	(1,393)
Other income	(6)	-	(6)	-
Interest expenses	17	25	17	25
Depreciation and amortisation	62	75	62	75
(Gain)/ loss on foreign exchange	(11)	(3)	(11)	(3)
Provision for and write off of receivables	-	-	-	-
Provision for and write off of inventories	-	-	-	-
Gain on disposal of assets held for sale	-	-	-	-
Loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-
Loss on disposal at investment	-	-	-	-
Reversal of provision for diminution in investment	-	-	-	-

**6. Tax**

	Current Quarter	Year to date
	RM'000	RM'000
Income Tax:		
-Current year	<b>399</b>	<b>399</b>
Profit before taxation:	<u>1812</u>	<u>1812</u>
Tax at applicable rate of 24%	435	435
Effect of share of results of an associate and joint venture	(124)	(124)
Non-deductible expenses	88	88
	399	399

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

**7. Group Borrowings and Debt Securities**

	As at 1st quarter ended FY2019		
	Long Term	Short Term	Total Borrowings
	RM'000 Denomination	RM'000 Denomination	RM'000 Denomination
	<b>Secured</b>		
Term Loan	168	558	726
Hire Purchase	29	14	43
Total	197	572	769
	As at 1st quarter ended FY2018		
	Long Term	Short Term	Total Borrowings
	RM'000 Denomination	RM'000 Denomination	RM'000 Denomination
	<b>Secured</b>		
Term Loan	799	373	1172
Hire Purchase	42	14	56
Total	841	387	1228

## FCW HOLDINGS BERHAD (3116-K)

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

#### 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	
	30-09-18	30-09-17	30-09-18	30-09-17
	RM'000	RM'000	RM'000	RM'000
Net profit / (loss) attributable to shareholders	1,413	(534)	1,413	(534)
Weighted average number of ordinary shares in issue	249,994	249,994	249,994	249,994
<b><i>Basic earnings / (loss) per share (sen)</i></b>	<b><i>0.57</i></b>	<b><i>(0.21)</i></b>	<b><i>0.57</i></b>	<b><i>(0.21)</i></b>

By Order of the Board

**Dato' Teo Ker Wei**  
Executive Director

27 November 2018  
Kuala Lumpur