



FACB INDUSTRIES INCORPORATED BERHAD (48850-K)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME For The Fourth Quarter Ended 30 June 2018**

(The figures have not been audited)

	Current Quarter Ended 30/06/2018 RM'000	Comparative Quarter Ended 30/06/2017 RM'000	Current Year Ended 30/06/2018 RM'000	Comparative Year Ended 30/06/2017 RM'000
Continuing Operations				
Revenue	9,811	10,969	37,900	40,526
Direct operating costs	(6,529)	(6,936)	(24,167)	(26,211)
Gross profit	3,282	4,033	13,733	14,315
Other income	2,051	2,145	6,557	12,502
Operating expenses	(6,016)	(4,012)	(17,411)	(14,446)
Share of results of associates	1,013	(589)	3,399	1,792
Profit before tax	330	1,577	6,278	14,163
Taxation	(1,436)	(656)	(2,831)	(2,282)
Net (loss)/profit for the period from continuing operations	(1,106)	921	3,447	11,881
Discontinued Operation				
Loss from discontinued operation, net of tax (Note A12)	(1,177)	(126)	(5,223)	(759)
Net (loss)/profit for the period	(2,283)	795	(1,776)	11,122
Other comprehensive (loss)/ income				
Foreign currency translation differences	(134)	(1,037)	156	(476)
Fair value adjustments of available-for-sale ("AFS") investments	1,696	(3,392)	8,480	1,696
Total comprehensive (loss)/ income for the period	(721)	(3,634)	6,860	12,342
(Loss)/Profit attributable to:				
Owners of the parent	(2,463)	857	(2,788)	8,515
Non-controlling interests	180	(62)	1,012	2,607
	(2,283)	795	(1,776)	11,122

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME For The Fourth Quarter Ended 30 June 2018 (Cont'd)**
(The figures have not been audited)

	Current Quarter Ended 30/06/2018 RM'000	Comparative Quarter Ended 30/06/2017 RM'000	Current Year Ended 30/06/2018 RM'000	Comparative Year Ended 30/06/2017 RM'000
Total comprehensive (loss)/ income attributable to:				
Owners of the parent	(956)	(3,130)	5,750	10,001
Non-controlling interests	235	(504)	1,110	2,341
	(721)	(3,634)	6,860	12,342
(Loss)/Earnings per share for (loss)/profit attributable to owners of the parent (sen) :				
Basic - From continuing operations	(1.53)	1.17	2.90	11.05
- From discontinued operation	(1.40)	(0.15)	(6.22)	(0.90)
	(2.93)	1.02	(3.32)	10.15
Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2017)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As At 30 June 2018

	Unaudited As At 30/06/2018 RM'000	Audited As At 30/06/2017 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	3,600	5,283
Intangible assets	124	-
Investments in associates	23,678	24,653
Held-to-maturity investment	9,925	-
Available-for-sale investment	28,831	20,351
Deferred tax assets	-	1,100
	66,158	51,387
Current Assets		
Inventories	5,602	13,665
Trade and other receivables	11,115	14,174
Deposits, cash and bank balances	154,400	160,545
	171,117	188,384
Total Assets	237,275	239,771
EQUITY AND LIABILITIES		
Equity		
Share capital	85,163	85,163
Share premium	28,989	28,989
Treasury shares	(1,225)	(1,225)
Other reserves	(3,622)	(12,165)
Retained earnings	106,508	112,656
Equity attributable to owners of the parent	215,813	213,418
Non-controlling interests	15,169	18,582
Total equity	230,982	232,000
Non-Current Liability		
Deferred tax liabilities	155	150
	155	150
Current Liabilities		
Trade and other payables	6,054	7,410
Tax liabilities	84	211
	6,138	7,621
Total liabilities	6,293	7,771
Total Equity and Liabilities	237,275	239,771
Net Assets per share attributable to owners of the parent (RM)	2.57	2.54

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2017)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**For The Year Ended 30 June 2018***(The figures have not been audited)*

	← Attributable to Owners of the Parent →					Total	Non-controlling Interests	Total Equity
	Share Capital	Treasury Shares	Share Premium	Other Reserves	Retained Earnings			
In RM'000								
Balance at 30 June 2017	85,163	(1,225)	28,989	(12,165)	112,656	213,418	18,582	232,000
Net (loss)/profit for the year	-	-	-	-	(2,788)	(2,788)	1,012	(1,776)
Other comprehensive income								
- Foreign currency translation differences	-	-	-	58	-	58	98	156
- Fair value adjustment of AFS investment	-	-	-	8,480	-	8,480	-	8,480
Total comprehensive income/(loss) for the year	-	-	-	8,538	(2,788)	5,750	1,110	6,860
Transfer of reserves of a subsidiary	-	-	-	5	(5)	-	-	-
Dividends paid	-	-	-	-	(3,355)	(3,355)	-	(3,355)
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	(4,523)	(4,523)
Balance at 30 June 2018	85,163	(1,225)	28,989	(3,622)	106,508	215,813	15,169	230,982
Balance at 30 June 2016	85,163	(1,225)	28,989	(11,840)	106,238	207,325	16,381	223,706
Net profit for the year	-	-	-	-	8,515	8,515	2,607	11,122
Other comprehensive (loss)/income								
- Foreign currency translation differences	-	-	-	(210)	-	(210)	(266)	(476)
- Fair value adjustment of AFS investment	-	-	-	1,696	-	1,696	-	1,696
Total comprehensive income for the year	-	-	-	1,486	8,515	10,001	2,341	12,342
Dividends paid	-	-	-	-	(2,097)	(2,097)	-	(2,097)
Dividend to non-controlling interest of a subsidiary	-	-	-	-	-	-	(140)	(140)
Deregistration of a subsidiary	-	-	-	(1,811)	-	(1,811)	-	(1,811)
Balance at 30 June 2017	85,163	(1,225)	28,989	(12,165)	112,656	213,418	18,582	232,000

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2017)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**For The Year Ended 30 June 2018***(The figures have not been audited)*

	Current Year Ended 30/06/2018 RM'000	Comparative Year Ended 30/06/2017 RM'000
Cash Flows from Operating Activities		
Profit/(Loss) before tax from - continuing operations	6,278	14,163
- discontinued operation	(5,223)	(759)
Adjustments for :-		
Share of results of associates	(3,399)	(1,792)
Amortisation of intangible assets	28	-
Depreciation of property, plant and equipment	624	712
Impairment loss on trade receivables	609	696
Inventories written down	248	191
Loss on disposal of property, plant and equipment	616	-
Property, plant and equipment written off	16	-
Interest income	(6,048)	(5,886)
Gain on deregistration of a subsidiary	-	(1,811)
Reversal of impairment loss on trade receivables	(496)	(270)
Reversal of write down of inventories	(25)	(102)
Other non-cash items	4	5
Operating (loss)/profit before working capital changes	(6,768)	5,147
Net changes in current assets	10,595	157
Net changes in current liabilities	(1,352)	(3,129)
Cash generated from operations	2,475	2,175
Interest received	6,095	5,904
Income tax paid	(1,831)	(2,546)
Net cash generated from operating activities	6,739	5,533
Cash Flows from Investing Activities		
Acquisition of held-to-maturity investment	(9,925)	-
Purchase of property, plant and equipment	(204)	(364)
Addition to intangible assets	(57)	-
Dividends received from associates	4,545	1,225
Proceeds from disposal of property, plant and equipment	536	1
Repayment from an associate	112	-
Net cash (used in)/generated from investing activities	(4,993)	862
Cash Flows from Financing Activities		
Dividends paid	(3,355)	(2,097)
Dividends paid to non-controlling interest by subsidiaries	(4,523)	(140)
Uplift of deposits pledged to licensed bank	1,570	-
Net cash used in financing activities	(6,308)	(2,237)
Net (decrease)/increase in cash and cash equivalents	(4,562)	4,158
Effects of exchange rate changes	(13)	2
Cash and cash equivalents at the beginning of the year	158,975	154,815
Cash and cash equivalents at the end of the year	154,400	158,975
Cash and cash equivalents comprise :-		
Deposits with licensed financial institutions	148,830	155,299
Cash and bank balances	5,570	5,246
	154,400	160,545
Deposits pledged to licensed bank	-	(1,570)
	154,400	158,975

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2017)

NOTES (IN COMPLIANCE WITH MFRS 134)**A1 Basis of Preparation**

The unaudited condensed consolidated interim financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The unaudited condensed consolidated interim financial statements also comply with IAS 34 *Interim Financial Reporting* issued by International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2017.

The explanatory notes 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.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2017 except for the adoption of the following Amendments of the MFRS Framework that were issued by the MASB during the financial year:-

Title	Effective date
Amendments to MFRS 12 Annual Improvements to MFRS Standards 2014 – 2016 Cycle	1 January 2017
Amendments to MFRS 107 Disclosure Initiative	1 January 2017
Amendments to MFRS 112 Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017

As at the date of authorisation of the interim financial statements, the Group has not applied the following MFRS Framework that have been issued by the MASB but are not yet effective for the Group:-

Title	Effective date
MFRS 9 Financial Instruments (IFRS as issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
Clarifications to MFRS 15	1 January 2018
Amendments to MFRS 1 Annual Improvements to MFRS Standards 2014 – 2016 Cycle	1 January 2018
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	See MFRS 4 Paragraphs 46 and 48
Amendments to MFRS 128 Annual Improvements to MFRS Standards 2014 – 2016 Cycle	1 January 2018
Amendments to MFRS 140 Transfers of Investment Property	1 January 2018
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
MFRS 16 Leases	1 January 2019
Amendments to MFRS 3 Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019

NOTES (IN COMPLIANCE WITH MFRS 134)**A1 Basis of Preparation (cont'd)**

As at the date of authorisation of the interim financial statements, the Group has not applied the following MFRS Framework that have been issued by the MASB but are not yet effective for the Group:- (cont'd)

Title	Effective date
Amendments to MFRS 9 Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 11 Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 112 Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 119 Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 123 Annual Improvements to MFRS Standards 2015 – 2017 Cycle	1 January 2019
Amendments to MFRS 128 Long-term Interests in Associates and Joint Ventures	1 January 2019
IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
MFRS 17 Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for future financial years.

A2 Qualification of Financial Statements

The Group's most recent annual audited financial statements for the financial year ended 30 June 2017 was not qualified.

A3 Seasonal or Cyclical Factors

The Group's operations for the current quarter and financial year ended 30 June 2018 were not materially affected by any seasonal or cyclical factors.

A4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter and financial year ended 30 June 2018.

A5 Nature and Amount of Changes in Estimates

There were no changes in estimates of amounts reported in the previous interim period of the current financial year or changes in estimate of amounts reported in the previous financial years which have a material effect in the current quarter or the current financial year ended 30 June 2018.

A6 Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 30 June 2018, total shares repurchased were 1,279,700 and all the shares repurchased were held as treasury shares.

NOTES (IN COMPLIANCE WITH MFRS 134)**A7 Dividend Paid**

(a) No dividend was paid during the current quarter.

(b) Total net dividend paid during the current financial year ended 30 June 2018 was a final single-tier dividend of 4 sen per ordinary share amounting to RM3,355,312 in respect of financial year ended 30 June 2017.

A8 Reportable Segments

	<u>Bedding</u>	<u>Steel</u>	<u>All Other</u> <u>Segments</u>	<u>Eliminations</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
For Current Year					
Ended 30 June 2018					
Revenue from					
continuing operations:					
External revenue	37,900	-	-	-	37,900
Inter-segment revenue	-	-	30	(30)	-
	<u>37,900</u>	<u>-</u>	<u>30</u>	<u>(30)</u>	<u>37,900</u>
Revenue from discontinued operation	-	10,750	12	(12)	10,750
Total	<u>37,900</u>	<u>10,750</u>	<u>42</u>	<u>(42)</u>	<u>48,650</u>
Results from continuing operations:					
Interest income	39	-	5,949	-	5,988
Amortisation of intangible assets	27	-	1	-	28
Depreciation	349	-	2	-	351
Reportable segment profit before tax	792	-	2,087	-	2,879
Share of results of associates	299	-	3,100	-	3,399
Profit before tax	1,091	-	5,187	-	6,278
Loss before tax from discontinued operation	-	(5,223)	-	-	(5,223)
Total	<u>1,091</u>	<u>(5,223)</u>	<u>5,187</u>	<u>-</u>	<u>1,055</u>
For Comparative Year					
Ended 30 June 2017					
Revenue from					
continuing operations:					
External revenue	40,526	-	-	-	40,526
Inter-segment revenue	-	-	30	(30)	-
	<u>40,526</u>	<u>-</u>	<u>30</u>	<u>(30)</u>	<u>40,526</u>
Revenue from discontinued operation	-	15,264	12	(12)	15,264
Total	<u>40,526</u>	<u>15,264</u>	<u>42</u>	<u>(42)</u>	<u>55,790</u>
Results from continuing operations:					
Interest income	43	-	5,829	-	5,872
Depreciation	335	-	2	-	337
Reportable segment profit before tax	1,340	-	11,031	-	12,371
Share of results of associates	(60)	-	1,852	-	1,792
Profit before tax	1,280	-	12,883	-	14,163
Loss before tax from discontinued operation	-	(759)	-	-	(759)
Total	<u>1,280</u>	<u>(759)</u>	<u>12,883</u>	<u>-</u>	<u>13,404</u>

NOTES (IN COMPLIANCE WITH MFRS 134)**A9 Material Events Subsequent to the End of the Quarter under Review**

There were no material events from the end of the quarter to 23 August 2018 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report) that has not been reflected in the current quarter and financial year ended 30 June 2018.

A10 Effect of Changes in the Composition of the Group

Saved as disclosed in note A13 below, there were no changes in the composition of the Group during the current quarter and financial year ended 30 June 2018.

A11 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this report which may have a material impact on the financial position of the Group.

A12 Discontinued Operation

KT Fittings Sdn Bhd (“KTF”), a wholly-owned subsidiary of FACB Industries Incorporated Berhad (“FACBII”), has ceased its production of stainless steel fittings during the current financial year. The result of KTF is presented separately in the Condensed Consolidated Statement of Comprehensive Income as “Loss from discontinued operation, net of tax”.

The result of the discontinued operation is as follows:-

	Current Quarter Ended 30/06/2018 RM'000	Comparative Quarter Ended 30/06/2017 RM'000	Current Year Ended 30/06/2018 RM'000	Comparative Year Ended 30/06/2017 RM'000
Revenue	464	3,979	10,750	15,264
Loss before tax	(1,177)	(126)	(5,223)	(759)
Taxation	-	-	-	-
Net loss for the period from discontinued operation	(1,177)	(126)	(5,223)	(759)

The cash flows attributable to the discontinued operation is as follows:-

	Current Year Ended 30/06/2018 RM'000	Comparative Year Ended 30/06/2017 RM'000
Net cash generated from/(used in) operating activities	6,641	(2,088)
Net cash generated from/(used in) investing activities	533	(54)
Effect on cash flows	7,174	(2,142)

NOTES (IN COMPLIANCE WITH MFRS 134)**A13 Other Events**

- (a) On 22 August 2017, FACBII made an announcement on a notice pursuant to Section 308(4) of the Companies Act, 1965 relating to the striking-off of its wholly-owned subsidiary, Dream Tours Sdn Bhd (“DTSB”).
- (b) On 7 September 2017, FACBII announced that its wholly-owned subsidiary, Kanzen Kagu Sdn Bhd (“KKS”) has been placed under members’ voluntary winding-up pursuant to Section 439(1)(b) of the Companies Act 2016.
- (c) On 22 November 2017, FACBII announced that its wholly-owned subsidiary, KTF was in the process of downsizing its operation and the subsidiary was expected to cease the production of stainless steel fittings in the financial year ended 30 June 2018 (“Proposed Cessation”).

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B1 Performance Review**

- (a) Current Quarter vs Preceding Year Comparative Quarter

Continuing operations

For the current quarter, the Group reported a lower profit before tax of RM0.33 million on the back of RM9.81 million in revenue compared with the profit before tax of RM1.58 million and revenue of RM10.97 million in the preceding year comparative quarter.

The bedding operation in Malaysia recorded lower profit before tax on the back of an 11% reduction in revenue due to lower consumer sales. The group’s associates in China contributed higher profit whilst loss incurred in preceding year comparative quarter was due to impairment loss on plant and equipment in the power business. The lower profit before tax in this quarter was mainly due to higher operating expenses resulted from the charging out of corporate exercise expenses.

Discontinued operation

The discontinued stainless steel fittings operation recorded loss before tax of RM1.18 million due to loss on disposal of plant and equipment and expenses incurred to complete the business cessation.

- (b) Current Year vs Preceding Year

Continuing operations

For the current financial year ended 30 June 2018, the Group reported a lower profit before tax of RM6.28 million compared with RM14.16 million in the preceding year. Revenue contracted by 6% to RM37.90 million whilst gross profit margin improved one percentage point to 36% over the preceding year.

The bedding operations in Malaysia reported lower revenue and profit before tax mainly due to cautious private spending confidence resulted in lower consumer sales. Group’s associates in China contributed higher profit. The lower profit before tax for the current year was due to corporate exercise expenses incurred in the year. Higher other income recorded in incentives received by the associates in Jiangyin in preceding year.

Discontinued operation

The discontinued stainless steel fittings operation recorded a loss before tax of RM5.22 million from operational loss and expenses incurred to complete the business cessation.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B2 Material Change in the Profit Before Tax as compared with the Immediate Preceding Quarter**Continuing operations

The Group registered better revenue of RM9.81 million for the current quarter compared with RM9.16 million registered in the immediate preceding quarter ended 31 March 2018. A lower profit before tax of RM0.33 million was recorded versus RM1.58 million mainly due to corporate exercise expenses incurred.

Discontinued operation

Higher loss of RM1.18 million was recorded due to reason as disclosed in Note B1(a) above.

B3 Prospects of Next Financial Year

The Group expect performance of next financial year to be better mainly due to the cessation of the loss making stainless steel fitting operation.

The bedding industry will continue to build its 'Dreamland' and 'Chiro' brand through effective marketing strategies to improve sales and profitability.

Investments in associates in China is expected to continue to contribute positively to the Group.

B4 Achievability of Forecast Profit

This note is not applicable.

B5 Variance of Actual Profit from Forecast Profit or Profit Guarantee

This note is not applicable.

B6 Notes to the Condensed Consolidated Statement of Profit or Loss

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

	Current Quarter Ended 30/06/2018 RM'000	Comparative Quarter Ended 30/06/2017 RM'000	Current Year Ended 30/06/2018 RM'000	Comparative Year Ended 30/06/2017 RM'000
<u>Continuing Operations:</u>				
Amortisation of intangible assets	28	-	28	-
Depreciation of property, plant and equipment	73	87	351	337
Impairment loss on trade receivables	336	487	609	696
Inventories written down	43	191	43	191
Loss/(Gain) on foreign exchange	3	2	5	(1)
Interest income	(1,554)	(1,467)	(5,988)	(5,872)
Gain on deregistration of a subsidiary	-	-	-	(1,811)
Gain on disposal of property, plant and equipment	(3)	-	(3)	-
Reversal of impairment loss on trade receivables	(496)	(270)	(496)	(270)
Reversal of write down of inventories	(25)	(102)	(25)	(102)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B6 Notes to the Condensed Consolidated Statement of Profit or Loss (cont'd)**

Profit before tax is arrived at after charging/(crediting):- (cont'd)

	Current Quarter Ended <u>30/06/2018</u> RM'000	Comparative Quarter Ended <u>30/06/2017</u> RM'000	Current Year Ended <u>30/06/2018</u> RM'000	Comparative Year Ended <u>30/06/2017</u> RM'000
<u>Discontinued Operation:</u>				
Depreciation of property, plant and equipment	6	94	273	375
Inventories written down	205	-	205	-
Loss on disposal of property, plant and equipment	619	-	619	-
Loss/(Gain) on foreign exchange	-	40	190	(170)
Property, plant and equipment written off	16	-	16	-
Interest income	(3)	(4)	(60)	(14)

Apart from the above, there was no interest expense, write off of receivables, write off of inventories, impairment of assets, gain or loss on disposal of quoted investments, gain or loss on derivatives and exceptional item for the current quarter and financial year ended 30 June 2018.

B7 Taxation

Taxation comprises the following:-

	Current Quarter Ended <u>30/06/2018</u> RM'000	Comparative Quarter Ended <u>30/06/2017</u> RM'000	Current Year Ended <u>30/06/2018</u> RM'000	Comparative Year Ended <u>30/06/2017</u> RM'000
<u>Current tax</u>				
Current year - Malaysia	407	754	1,363	1,836
- Foreign	7	127	476	569
(Over)/Underprovision in prior year - Malaysia	(83)	(41)	(113)	61
<u>Deferred tax – Malaysia</u>				
Origination and reversal of temporary differences	5	(184)	5	(184)
Underprovision in prior year	1,100	-	1,100	-
Total tax expense	1,436	656	2,831	2,282

The effective tax rate of the Group (excluding the share of results of associates) for the current quarter and the financial year ended 30 June 2018 were higher than the statutory rate due principally to certain expenses not being deductible for tax purposes.

B8 Status of Corporate Proposals

There were no outstanding corporate proposals that has been announced but not completed as at the date of this quarterly report.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B9 Group Borrowing**

There was no borrowing as at 30 June 2018.

B10 Derivative Financial Instruments

The Group has no outstanding derivative financial instruments as at 30 June 2018.

B11 Changes in Material Litigation

The Group is not engaged in any material litigation as at the date of this report which will have a material effect on the financial position of the Group.

B12 Dividend Proposed or Declared

No interim dividend has been recommended by the Board of Directors in respect of the current quarter.

B13 (Loss)/Earnings per Share

The (loss)/earnings per share (basic) for the current quarter and financial year ended 30 June 2018 are calculated by dividing the Group's net (loss)/profit for the period attributable to owners of the parent with the weighted average number of shares in issue (excluding treasury shares) of 83,882,800.

	Current Quarter Ended <u>30/06/2018</u> RM'000	Comparative Quarter Ended <u>30/06/2017</u> RM'000	Current Year Ended <u>30/06/2018</u> RM'000	Comparative Year Ended <u>30/06/2017</u> RM'000
Net (loss)/profit attributable to owners of the parent				
- continuing operations	(1,286)	983	2,435	9,274
- discontinued operation	(1,177)	(126)	(5,223)	(759)
	<u>(2,463)</u>	<u>857</u>	<u>(2,788)</u>	<u>8,515</u>

By Order of the Board

FACB INDUSTRIES INCORPORATED BERHAD

LEE BOO TIAN (LS 0007987)

Group Company Secretary

Kuala Lumpur

Date : 29 August 2018