

**VERSATILE CREATIVE BERHAD**

(Company No. : 603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2017****(The figures have not been audited)**

	Note	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
		30/09/2017 RM '000	30/09/2016 RM '000	30/09/2017 RM '000	30/09/2016 RM '000
Revenue	A10	13,147	10,852	26,580	23,290
Cost of sales		(9,989)	(8,989)	(20,545)	(20,012)
Gross profit		3,158	1,863	6,035	3,278
Other income		127	178	415	294
Distribution expenses		(702)	(491)	(1,365)	(899)
Administrative expenses		(2,248)	(2,080)	(4,476)	(3,790)
Profit/(Loss) before interest and taxation		335	(530)	609	(1,117)
Interest income		33	7	69	13
Finance costs		(272)	(268)	(558)	(517)
Profit/(Loss) before taxation		96	(791)	120	(1,621)
Taxation	B5	-	-	-	-
Profit/(Loss) after taxation		96	(791)	120	(1,621)
Other comprehensive income					
Gain on fair value changes of other investment		492	3,012	2,961	1,005
Total other comprehensive income for the financial period		492	3,012	2,961	1,005
Total comprehensive income for the financial period		588	2,221	3,081	(616)
Earnings/(Loss) per share - Basic (sen)	B11	0.08	(0.67)	0.10	(1.38)

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2017)

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017**

	Note	As at 30/09/2017 (Unaudited) RM'000	As at 31/03/2017 (Audited) RM'000
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		45,765	46,729
Other Investments		14,194	11,828
		<u>59,959</u>	<u>58,557</u>
Current Assets			
Trade and other receivables		22,187	22,328
Inventories		6,319	5,130
Other Investment		3,522	3,235
Fixed Deposits Placed with a Licensed Bank		803	801
Cash and Bank Balances		225	734
		<u>33,056</u>	<u>32,228</u>
Total Assets		<u>93,015</u>	<u>90,785</u>

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(Continued)**

		As at 30/09/2017 (Unaudited) RM'000	As at 31/03/2017 (Audited) RM'000
EQUITY AND LIABILITIES			
EQUITY			
Share Capital		63,142	63,142
Revaluation Reserve		16,449	16,449
Fair Value Reserve		2,568	(393)
Accumulated Losses		(23,750)	(23,870)
Total Equity		<u>58,409</u>	<u>55,328</u>
LIABILITIES			
Non-Current Liabilities			
Loan and Borrowings	B8	1,298	1,844
Deferred Tax Liabilities		6,578	6,578
		<u>7,876</u>	<u>8,422</u>
Current Liabilities			
Trade and other payables		8,104	11,098
Current Tax Liabilities		166	171
Loan and Borrowings	B8	18,460	15,766
		<u>26,730</u>	<u>27,035</u>
Total Liabilities		34,606	35,457
Total Equity and Liabilities		<u>93,015</u>	<u>90,785</u>
Net Assets per share (RM)		<u>0.50</u>	<u>0.47</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2017)

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED
30 SEPTEMBER 2017**

	Attributable to equity holders of the Company						Total Equity RM'000
	Non-Distributable						
	Share Capital RM'000	Share Premium RM'000	Capital Redemption Reserve RM'000	Revaluation Reserve RM'000	Fair value Reserve RM'000	Accumulated Losses RM'000	
Period ended 30 September 2017 (Unaudited)							
At 01 April 2017	63,142	-	-	16,449	(393)	(23,870)	55,328
Profit for the period	-	-	-	-	-	120	120
Other comprehensive income for the financial period	-	-	-	-	2,961	-	2,961
Total comprehensive income for the financial period	-	-	-	-	2,961	120	3,081
At 30 September 2017	63,142	-	-	16,449	2,568	(23,750)	58,409
Period ended 30 September 2016 (Unaudited)							
At 01 April 2016	58,669	1,473	3,000	4,860	611	(24,103)	44,510
Loss for the period	-	-	-	-	-	(1,621)	(1,621)
Other comprehensive loss for the financial period	-	-	-	-	1,005	-	1,005
Total comprehensive loss for the financial period	-	-	-	-	1,005	(1,621)	(616)
At 30 September 2016	58,669	1,473	3,000	4,860	1,616	(25,724)	43,894

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2017)

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED
30 SEPTEMBER 2017**

(The figures have not been audited)

	30/09/2017	30/09/2016
	<u>RM'000</u>	<u>RM'000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit/(Loss) before taxation	120	(1,621)
<u>Adjustments for non-cash flow items:</u>		
Non-cash items	1,340	1,532
Non-operating items	489	504
Operating profit before working capital changes	1,949	414
<u>Changes in working capital:</u>		
Inventories	(1,189)	159
Trade and other receivables	153	1,693
Trade and other payables	(2,995)	(1,368)
Cash (used in)/generated from operations	(2,082)	898
Interest received	69	13
Interest paid	(125)	(129)
Net income tax paid	(5)	(70)
Net cash (used in)/generated from operating activities	<u>(2,143)</u>	<u>713</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Acquisition of property, plant and equipment	(515)	(383)
Fixed deposit held as security value	(2)	(15)
Proceeds from disposal of property, plant and equipment	36	92
Proceeds from disposal of other investment	400	-
Net cash used in investing activities	<u>(81)</u>	<u>(305)</u>

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED
30 SEPTEMBER 2017 (Continued)**

	30/09/2017	30/09/2016
	<u>RM'000</u>	<u>RM'000</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Interest paid	(433)	(388)
Drawdown of borrowings	2,510	(143)
Repayment of finance lease liabilities	(649)	(649)
Net cash from/(used in) financing activities	<u>1,428</u>	<u>(1,180)</u>
NET CHANGE IN CASH & CASH EQUIVALENTS	(796)	(772)
CASH & CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	(2,731)	(2,785)
CASH & CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u><u>(3,527)</u></u>	<u><u>(3,557)</u></u>
Analysis of Cash & Cash Equivalents:		
	RM'000	RM'000
Cash and bank balances	225	220
Fixed deposit placed with a licensed bank	803	778
	<u>1,028</u>	<u>998</u>
Less: Fixed deposit pledged to a licensed bank	(803)	(778)
Less: Bank overdraft	<u>(3,752)</u>	<u>(3,777)</u>
	<u><u>(3,527)</u></u>	<u><u>(3,557)</u></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2017)



**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017**

NOTES TO INTERIM FINANCIAL REPORT

A. DISCLOSURE REQUIREMENTS AS PER MFRS 134

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 March 2017.

Adoption of Standards, Amendments and Issue Committee (IC) Interpretations

The Group adopted the following Standards, Amendments and IC Interpretations:

Amendments/Improvements to MFRSs

MFRS 12	Disclosure of Interests in Other Entities
MFRS 107	Statement of Cash Flows
MFRS 112	Income Taxes

The adoption of the above amendments/improvements to MFRSs did not have any material financial impact to the Group.

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

New MFRSs

MFRS 9	Financial Instruments
MFRS 15	Revenue from Contracts with Customers
MFRS 16	Leases

Amendments/Improvements to MFRSs

MFRS 1	First-time Adoption of MFRSs
MFRS 2	Share-based Payment
MFRS 4	Insurance Contracts
MFRS 10	Consolidated Financial Statements
MFRS 128	Investment in Associates and Joint Ventures
MFRS 140	Investment Property
	Foreign Currency Transactions and Advance Consideration

New IC Int

IC Int 22	Foreign currency transactions and Advance Consideration
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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017**

- 2. Audit Report Qualification and Status of Matters Raised**
The annual audited financial statements of the Group for the year ended 31 March 2017 were not subject to any qualifications.

- 3. Seasonal or Cyclical Nature of Operations**
The Group operates in three main business segments which can be affected by seasonal and cyclical factors of operations.

- 4. Unusual Items**
There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter under review.

- 5. Changes in Estimates**
There were no significant changes in the estimates which have a material effect for the current financial quarter under review.

- 6. Valuation of Property, Plant and Equipment**
Land and building have been brought forward, without amendment from annual audited statements for the financial year ended 31 March 2017.

- 7. Changes in Debt and Equity Securities**
There were no issuances or repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares for the current financial quarter under review.

- 8. Dividend Paid**
There was no dividend paid during the current financial quarter under review.

- 9. Material Events Subsequent to the End of the Reporting Period**
There are no material events subsequent to the end of the reporting period that have not been reflected in the quarterly financial report.

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**UNAUDITED INTERIM FINANCIAL REPORT
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The Group's operating segments for the financial year ended 30 September 2017 were as follows:

Segmental information for 6 months ended 30 September 2017

Business Segment	Financial period ended 30 September 2017					Consolidated RM'000
	Paper products RM'000	Plastic products RM'000	Separation & Printing RM'000	Others RM'000	Elimination RM'000	
Revenue from external customers	16,052	9,639	889	-	-	26,580
Inter-segment revenue	436	-	59	592	(1,087)	-
Total revenue	16,488	9,639	948	592	(1,087)	26,580
Operating results	2,262	(570)	(204)	(879)	-	609
Interest income						69
Interest expense						(558)
Profit before taxation						120
Taxation						-
Profit after taxation						120

Segmental information for 6 months ended 30 September 2016

Business Segment	Financial period ended 30 September 2016					Consolidated RM'000
	Paper products RM'000	Plastic products RM'000	Separation & Printing RM'000	Others RM'000	Elimination RM'000	
Revenue from external customers	13,050	9,360	880	-	-	23,290
Inter-segment revenue	311	4	2	520	(837)	-
Total revenue	13,361	9,364	882	520	(837)	23,290
Operating results	941	(1,213)	(290)	(556)	-	(1,117)
Interest income						13
Interest expense						(517)
Loss before taxation						(1,621)
Taxation						-
Loss after taxation						(1,621)

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****11. Changes in the Composition of the Group**

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

12. Profit/(Loss) Before Taxation

The following items have been charged/(credited) in arriving at the (profit)/loss before taxation:

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
The following items have been charged/(credited) in arriving (profit)/loss before taxation:				
Depreciation of property, plant and equipment	739	811	1,479	1,624
Gain on disposal of other investments	-	-	(92)	-
Gain on disposal of property, plant and equipment	(28)	(52)	(36)	(92)
Impairment loss on receivables no longer required	(11)	-	(11)	-
Interest expense	272	268	558	517
Interest income	(33)	(7)	(69)	(13)
Net foreign exchange loss	33	39	275	85

13. Changes in Contingent Liabilities

There were no contingent liabilities incurred or known to be incurred by the Group as at 30 September 2017.

14. Provision for Warranties

There was no provision for warranties for the current financial quarter under review.

15. Capital Commitments

There were no capital commitments as at 30 September 2017.

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**UNAUDITED INTERIM FINANCIAL REPORT
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There were no significant related party transactions for the current financial quarter under review except RM11,766 charged by GT-M Sign Sdn. Bhd., a company owned by Managing director of the company for installation of frosted stickers and backdrop signage wall graphic

B. Additional information required by the Bursa Malaysia's Listing Requirements**1. Review of Current Quarter Performance****Revenue**

	Individual Quarter		Variances
	Q2-FY'18	Q2-FY'17	
	(Unaudited)	(Unaudited)	
	RM'000		
<u>Segmental Revenue</u>			
Paper Products	8,434	6,372	2,062
Plastic Products	4,706	4,145	561
Colour Separation & Printing	263	528	(265)
Others	291	242	49
Elimination	(547)	(435)	(112)
Group Revenue	13,147	10,852	2,295

The Group revenue for the current quarter ("Q2 FY18") increased by RM2.30 million or 21.15% to RM13.15 million, as compared with RM10.85 million recorded in last year's corresponding quarter ("Q2 FY17"). The increase in revenue emanated mainly from the Group Paper Products division and Plastic Products division and were attributable to the following factors:

- Additional orders from the existing customers due to competitive pricing and quality offered by the Group
- New customer secured by paper products division and plastic products division.

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**UNAUDITED INTERIM FINANCIAL REPORT
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	Individual Quarter		Variances
	Q2-FY'18 (Unaudited)	Q2-FY'17 (Unaudited)	
	RM'000		
Operating Profit/(Loss):			
Paper Products	1,413	557	856
Plastic Products	(387)	(651)	264
Colour Separation & Printing	(190)	(113)	(77)
Others	(501)	(323)	(178)
Operating Profit/(Loss)	335	(530)	865
Finance:			
Total Finance	(239)	(261)	22
<u>Segmental Profit/(Loss) Before Taxation</u>			
Group Profit/(Loss) Before Taxation	96	(791)	887

The Group registered a profit before taxation of RM96k in Q2 FY18, compared against the Q2 FY17 loss before taxation of RM0.79 million. Increase of RM0.89 million in profit before taxation were mainly due to following reasons:

- Improved performance of Paper Products and Plastic Products divisions (i.e. new customers and additional orders from the existing customers) which subsequently contributed to the Group's Gross Profit of RM3.06 million for current quarter (Q2 FY17: RM1.61 million).
- Productivity and efficiencies gains in Paper Products division and Plastic Products divisions which successfully mitigated the increased raw material impact of these divisions.
- Other income decreased from RM178k to RM127k due to the decrease of gain on disposal of property, plant and equipment from RM52k to RM28k.

However, the positive contribution from improved gross profit was offset by the RM0.17 million increased in administrative expenses to RM2.25million (Q2 FY17: RM2.08million), which partially contributed by reduction of unrealized gain in foreign exchange.

The increased distribution expenses by RM0.21 million from RM0.49million in Q2 FY17 to RM0.70million in Q2 FY18 was to cater the increased revenue of Paper Products Division by RM2.06 million.

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017****2. Variation of Results against Immediate Preceding Quarter
Revenue**

	Individual Quarter		Variances
	Q2-FY'18 (Unaudited)	Q1-FY'18 (Unaudited)	
	RM'000		
<u>Segmental Revenue</u>			
Paper Products	8,434	8,054	380
Plastic Products	4,706	4,933	(227)
Colour Separation & Printing	263	685	(422)
Others	291	301	(10)
Elimination	(547)	(541)	(6)
Group Revenue	13,147	13,432	(285)

The Group recorded a decrease in revenue of RM0.29 million or 2.12% to RM13.15 million (Q1 FY18: RM13.43 million), mainly due to lower sales achieved in the Group Plastic Products and Colour Separation & Printing; the contributory factors of which were:

- Loss of some orders to customers
- Lower customer sales.

Profit/(Loss) Before Taxation

	Individual Quarter		Variances
	Q2-FY'18 (Unaudited)	Q1-FY'18 (Unaudited)	
	RM'000		
Operating Profit:			
Paper Products	1,413	849	564
Plastic Products	(387)	(183)	(204)
Colour Separation & Printing	(190)	(14)	(176)
Others	(501)	(378)	(123)
Operating Profit	335	274	61
Finance:			
Total Finance	(239)	(250)	11
<u>Segmental Profit Before Taxation</u>			
Group Profit Before Taxation	96	24	72



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The Group registered a profit before taxation of RM96k in Q2 FY18, compared against the Q1 FY18 profit before taxation of RM24k due to effective cost saving of RM564k achieved by Paper Products Division.

3. Prospects

The Group is optimistic that FY 18 will be a turnaround year as its strategies to leverage on machine and product innovations as well as securing new customers; increasing market share of existing customers available business and implementing new processes and services have gained traction, with improved performance in the current quarter as compared to Q1 FY18 and Q2 FY17. The group will put in additional efforts in identifying opportunities for future growth via business expansion and a new location for relocation of its 3 key business units to be located under one factory to further reduce its administrative expenses and supporting staff costs.

The Paper Products Division will focus in machine acquisitions and reconditioning to improve efficiencies and productivity of its operations and processes, at the same time focusing on the strategies of growing sales via penetration of new market segments; regaining back orders from old customers and improving market share of existing customers to lower down its fixed cost per unit to mitigate its increasing raw material costs and minimize the burden of this negative impact to pass on to its customers.

The Plastic Products Division will focus on the production strategies in reducing its material wastages via utilization of its waste material to produce secondary products and the marketing strategies in regaining back orders from old customers.

Resin price has been volatile due to Resin Raw Material manufacturers scheduled shut down across the region for Plant maintenance (mainly for PS/HIPS).

This indirectly caused panic buying resulting in short supply thus creating a spike in the price of resin.

- 1) PP Resin from USD1,220 – USD1,300 per metric ton
- 2) PS Resin from USD1,360 – USD1,520 per metric ton
- 3) HIPS from USD2,210 – USD2,360 per metric ton

Going forward for the remaining FY18, PP pricing expected to be stabilized despite uncertainly in the crude oil prices and expected to soften slightly to USD1,200 - USD1,250 per metric ton.

PS / HIPS is expected to be on uptrend (5 - 10%) for Q3 FY18 and Q4 FY18 due to shortage in styrene monomer as result of plant accident and pick up demand by China.

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The impact by PS is minimal and able to cushion its impact at our current pricing.

As for HIPS, the volatile pricing is eating into our margin, supplier is finding alternative source of styrene monomer with a lower cost to remain its pricing competitiveness and the company is planning to negotiate with its customers to share the negative impact of this.

The colour separation and printing division is re-positioning its business with emphasis towards more interactivity with existing customers and new customers, as well as rationalizing its existing products range.

4. Profit Forecast

This is not applicable.

5. Taxation

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30/09/2017 RM'000	30/09/2016 RM'000	30/09/2017 RM'000	30/09/2016 RM'000
Taxation				
- in current quarter	-	-	-	-
- (under)/over provision in prior year	-	-	-	-
Deferred taxation				
- in current quarter	-	-	-	-
- under provision in prior year	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

6. Disposal of Quoted or Unquoted Investments or Properties

There were no disposals of unquoted investments or properties included in the results of the Group for the current financial quarter.



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7. Status of Corporate Exercise

Service and Technical Assistant Agreement (“SATAA”) between Versatile Smart Resources Sdn. Bhd. (“VSRSB”) and Iris World Marketing Sdn Bhd (“IWMSB”)

Further to the announcement on 3 August 2017 on the MOA entered between VSRSB and IWMSB, on 11 September 2017, VSRSB entered in to a SATAA with IWMSB to establish a basis for both parties to explore feasibilities of developing and creating a total of two hundred and fifty (250) IRISPAY station E-Concept Stores (“the Project”), the due diligence of the project had been partially completed and the report and/or the due diligence was satisfactorily to the IWMSB.

As at 31 October 2017, VSRSB had completed the renovation of 1 IRISPAY station E-Concept Stores of a total estimated value of RM107,282.90.

Memorandum of Understanding (“MOU”) between Versatile Smart Properties Sdn. Bhd. (“VSPSB”) and Double Action Ventures Sdn. Bhd. (“DAVSB”)

Further to the announcement made on 10 January 2017, 10 April 2017 and 10 July 2017 in relation to the MOU of developing medium cost apartments, on 10 October 2017, VSPSB is still in the midst of negotiating proposed repayment of land conversion cost with DAVSB and seeking extension of MOU.

Disposal of 98,424,033 Iris Corporation Berhad (“ICB”) shares

On 13 September 2017, VCB proposes to obtain a mandate from its shareholders’ for the disposal of 98,424,033 ICB shares held by VPBSB. The Company has completed the due diligence exercise, currently pending the completion of verification meeting prior sending the circular for Bursa review. The meeting is scheduled to be held within one week from the date of this announcement.

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**UNAUDITED INTERIM FINANCIAL REPORT
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a) Total Group's borrowings as at the reporting quarter were as follows:

	As at 30/09/2017 (Unaudited) RM'000	As at 31/03/2017 (Audited) RM'000
<u>Short term borrowings</u>		
<i>Secured</i>		
Borrowings	13,000	10,490
Finance Lease Liabilities	1,708	1,811
Bank Overdraft	3,752	3,465
	<u>18,460</u>	<u>15,766</u>
<u>Long term borrowings</u>		
<i>Secured</i>		
Finance Lease Liabilities	1,298	1,844
Total Group's Borrowings	<u>1,298</u>	<u>1,844</u>

- b) The above borrowings are denominated in Ringgit Malaysia. There are no foreign currencies borrowings.
- c) The utilization of short term borrowings, mainly from banker acceptance (“BA”) facilities increased by RM2.51 million to cater the increased sales in paper products division, resulted the group incurring additional finance cost of RM26,911.
- d) The finance lease has been reduced by RM0.65 million from RM3.66 million to RM3.01 million for past 1 year this generated a saving in finance cost of RM24,008 and the positive contribution of this was offset by additional finance cost of RM26,911 arising from additional BA utilisation.

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The accumulated losses as at 30 September 2017 and 31 March 2017 were analysed as follows:

	As At 30/09/2017 (Unaudited) RM'000	As At 31/03/2017 (Audited) RM'000
Total accumulated losses of the Company and its subsidiaries		
- Realised	(17,870)	(18,478)
- Unrealised	(6,774)	(6,286)
	<u>(24,644)</u>	<u>(24,764)</u>
Consolidation adjustments	894	894
Total Group accumulated losses	<u>(23,750)</u>	<u>(23,870)</u>

10. Dividend

The Board of Directors does not recommend any dividend for the current financial quarter under review.

11. Earnings/(Loss) per share**(a) Basic earnings/(loss) per share**

The calculation of basic earnings/(loss) per share for the financial period is based on the net earnings/(loss) attributable to equity holders of the parent company and divided by the number of ordinary shares outstanding during the financial period.

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
Group's profit/(loss) attributable to owners of the parent company (RM'000)	96	(791)	120	(1,621)
Weighted average number of ordinary shares in issue ('000)	117,339	117,339	117,339	117,339
Basic earnings/(loss) per share (sen)	0.08	(0.67)	0.10	(1.38)

(b) Diluted loss/(earnings) per share

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings/(loss) per share.