

**LUSTER INDUSTRIES BHD.**  
**Company No. 156148-P**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2017**

	Unaudited as at 31-Mar-17 RM'000	Audited as at 31-Dec-16 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant & equipment	60,564	60,609
Goodwill on consolidation	8,592	8,592
	<u>69,156</u>	<u>69,201</u>
<b>Current assets</b>		
Property Development Costs	10,016	9,895
Inventories	13,626	12,550
Trade receivables	26,300	25,042
Other receivables, deposits and prepayments	14,530	12,634
Tax refundable	1,421	1,257
Fixed deposits with a licensed bank	3,412	4,281
Cash and bank balances	12,048	16,769
	<u>81,353</u>	<u>82,428</u>
Assets as held for sale	1,810	1,810
<b>TOTAL ASSETS</b>	<u>152,319</u>	<u>153,439</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	173,877	173,191
Share premium	1,103	951
Discount on shares	(22,618)	(22,618)
Warrant reserve	22,618	22,618
Other reserves	10,692	10,872
ICULS	464	473
Accumulated losses	(59,141)	(60,660)
	<u>126,995</u>	<u>124,827</u>
Non-controlling interests	927	869
<b>Total equity</b>	<u>127,922</u>	<u>125,696</u>
<b>Non-current liabilities</b>		
Borrowings	1,960	1,672
Deferred tax liabilities	1,348	1,367
	<u>3,308</u>	<u>3,039</u>
<b>Current liabilities</b>		
Trade payables	13,643	13,642
Other payables and accruals	5,171	7,759
Borrowings	1,812	2,946
Provision for taxation	463	357
	<u>21,089</u>	<u>24,704</u>
<b>Total liabilities</b>	<u>24,397</u>	<u>27,743</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>152,319</u>	<u>153,439</u>
<b>Net assets per share (RM)</b>	<b>0.07</b>	<b>0.07</b>

The notes set out on page 5 to 13 form an integral part of and should be read in conjunction with this interim financial report.

**LUSTER INDUSTRIES BHD.**  
**Company No. 156148-P**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE 3 MONTHS PERIOD ENDED 31 MARCH 2017**

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER TO DATE	
	31-Mar-17 RM'000	31-Mar-16 RM'000	31-Mar-17 RM'000	31-Mar-16 RM'000
Revenue	29,613	25,157	29,613	25,157
Cost of sales	<u>(24,052)</u>	<u>(22,116)</u>	<u>(24,052)</u>	<u>(22,116)</u>
<b>Gross profit</b>	<b>5,561</b>	3,041	<b>5,561</b>	3,041
Other expenses	<b>68</b>	386	<b>68</b>	386
Administration expenses	<b>(3,413)</b>	(3,977)	<b>(3,413)</b>	(3,977)
Distribution expenses	<u>(280)</u>	<u>(191)</u>	<u>(280)</u>	<u>(191)</u>
<b>Results from operating activities</b>	<b>1,936</b>	(741)	<b>1,936</b>	(741)
Finance costs	<u>(64)</u>	<u>(52)</u>	<u>(64)</u>	<u>(52)</u>
<b>Profit/(loss) before taxation</b>	<b>1,872</b>	(793)	<b>1,872</b>	(793)
Taxation	<u>(295)</u>	<u>(215)</u>	<u>(295)</u>	<u>(215)</u>
<b>Profit/(loss) for the period</b>	<b>1,577</b>	(1,008)	<b>1,577</b>	(1,008)
<b>Other comprehensive income/(loss):</b>				
Exchange translation reserve	<u>(28)</u>	<u>(335)</u>	<u>(28)</u>	<u>(335)</u>
<b>Total comprehensive income/(loss) for the period</b>	<b>1,549</b>	(1,343)	<b>1,549</b>	(1,343)
<b>Income/(loss) for the year attributable to:</b>				
Owners of the parent	<b>1,519</b>	(849)	<b>1,519</b>	(849)
Non-controlling interests	<u>58</u>	<u>(159)</u>	<u>58</u>	<u>(159)</u>
	<b>1,577</b>	(1,008)	<b>1,577</b>	(1,008)
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the parent	<b>1,491</b>	(1,184)	<b>1,491</b>	(1,184)
Non-controlling interests	<u>58</u>	<u>(159)</u>	<u>58</u>	<u>(159)</u>
	<b>1,549</b>	(1,343)	<b>1,549</b>	(1,343)
Basic earning/(loss) per ordinary share (sen)	<u>0.09</u>	<u>(0.06)</u>	<u>0.09</u>	<u>(0.06)</u>
Diluted earnings per ordinary share (sen)	<u>0.05</u>	N/A	<u>0.05</u>	N/A

The notes set out on page 5 to 13 form an integral part of and should be read in conjunction with this interim financial report.

**LUSTER INDUSTRIES BHD.**  
**Company No. 156148-P**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 3 MONTHS PERIOD ENDED 31 MARCH 2017**

	----- Attributable to owners of the parent -----							Total	Non-controlling interests	Total equity
	----- Non-distributable -----									
	Share capital	ICULS	Share premium	Warrant reserve	Discount on shares	Other reserves	Accumulated losses	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2017	173,191	473	951	22,618	(22,618)	10,872	(60,660)	124,827	869	125,696
Total comprehensive income for the period	-	-	-	-	-	(28)	1,519	1,491	58	1,549
<i>Transactions with owners :</i>										
Issuance of shares pursuant to ICULS conversion	9	(9)						-		-
Issuance of shares pursuant to ESOS	677							677		677
Transfer upon exercise of ESOS			152			(152)		-		-
Total transactions with owners	686	(9)	152	-	-	(152)	-	677	-	677
As at 31 March 2017	<b>173,877</b>	<b>464</b>	<b>1,103</b>	<b>22,618</b>	<b>(22,618)</b>	<b>10,692</b>	<b>(59,141)</b>	<b>126,995</b>	<b>927</b>	<b>127,922</b>
As at 1 January 2016	173,191	473	951	22,618	(22,618)	11,033	(36,121)	149,527	1,646	151,173
Total comprehensive loss for the period	-	-	-	-	-	(335)	(849)	(1,184)	(159)	(1,343)
As at 31 March 2016	173,191	473	951	22,618	(22,618)	10,698	(36,970)	148,343	1,487	149,830

The notes set out on page 5 to 13 form an integral part of and should be read in conjunction with this interim financial report.

**LUSTER INDUSTRIES BHD.**  
**Company No. 156148-P**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 3 MONTHS PERIOD ENDED 31 MARCH 2017**

	31-Mar-17 RM'000	31-Mar-16 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	1,872	(793)
Adjustments for:		
Depreciation	1,232	1,322
Interest expense	64	52
Interest income	(41)	(66)
Loss on disposal of property, plant and equipment		11
Unrealised loss/(gain) on foreign exchange	249	505
Operating profit before working capital changes	3,376	1,031
Increase in property development costs	(121)	-
(Increase)/decrease in inventories	(1,077)	451
Increase in receivables	(3,342)	(101)
Decrease in payables	(2,569)	(1,286)
Cash (used in)/ generated from operations	(3,733)	95
Income tax paid	(372)	(265)
Interest paid	(64)	(52)
Net cash used in operating activities	(4,169)	(222)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	41	66
Proceeds from disposal of property, plant and equipment	1	-
Purchase of property, plant and equipment	(441)	(164)
Net cash used in investing activities	(399)	(98)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of bankers' acceptance	-	500
Repayment of finance lease	(588)	(356)
Repayment of bankers' acceptance	(1,000)	(8)
Proceeds from issuance of shares pursuant to ESOS	677	-
Withdrawal of fixed deposits	868	-
Net cash (used in)/generated from financing activities	(43)	136
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(4,611)	(184)
Effects of foreign exchange rates changes	(111)	(181)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	16,921	21,862
<b>CASH AND CASH EQUIVALENTS AT END</b>	12,199	21,497
<b>Represented by:</b>		
Fixed deposits with licensed banks	151	3,341
Cash and bank balances	12,048	18,156
	12,199	21,497

The notes set out on page 5 to 13 form an integral part of and should be read in conjunction with this interim financial report.

## NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

### Part A - Explanatory Notes Pursuant To MFRS 134

#### 1. Basis of preparation

The condensed consolidated interim financial statements (“Report”) are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the most recent annual audited financial statements of the Group for the financial year ended 31 December 2016.

#### 2. Significant accounting policies

##### Application of MFRS 1

The accounting policies and methods of computation adopted by Luster Industries Bhd and its subsidiaries in this interim financial report are consistent with those adopted in the financial statements for the year ended 31 December 2016, except for the adoption of the following Financial Reporting Standards (“FRS”), amendments to FRSs and Issues Committee Interpretations (“IC Interpretations”).

##### **Effective for annual periods beginning 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

Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions

Amendments to MFRS 4 Insurance Contracts: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts

Amendments to MFRS 7 Mandatory Date of MFRS 9 and Transition Disclosures

Amendments to MFRS 140 Investment Property: Transfer of Investment Property  
Annual Improvements to MFRS 2014-2016 Cycle (except for Amendments to MFRS 12 Disclosure of Interest in Other Entities)

IC Interpretation 22 Foreign Currency Transactions and Advance Consideration

##### **Effective for annual periods beginning on or after 1 January 2019**

MFRS 16 Leases

##### **Effective date yet to be confirmed**

Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The initial application of the above standards is not expected to have any material impact to the financial statements of the Group and of the Company upon adoption except MFRS 9 Financial Instruments, MFRS 15 Revenue from Contracts with Customers and MFRS 16 Leases of which the Group is currently assessing the financial impact.

**3. Auditors' qualification of preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 December 2016 was not qualified.

**4. Seasonality or cyclicity factors**

The operations of the Group are subjected to seasonal orders throughout the financial year.

**5. Unusual items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

**6. Changes in accounting estimates**

There were no material changes in estimates of amounts reported in the prior financial year that have a material effect in the current quarter and financial period to date results.

**7. Changes in debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review and financial year to date other than the followings:-

- a. the issuance of 95,000 new ordinary shares pursuant to the conversion of Irredeemable Convertible Unsecured Loan Stocks ("ICULS") during the current quarter under review and financial year to date; and
- b. the issuance of 6,769,000 new ordinary shares pursuant to the Employees Shares Option Scheme ("ESOS") during the current quarter under review and financial year to date.

**8. Dividend paid**

No dividend was paid during the current quarter under review.

## 9. Segmental information

Segmental information is presented in respect of the Group's business segments.

	<b>3 months ended 31.03.17 (RM'000)</b>	<b>3 months ended 31.03.16 (RM'000)</b>
<b>Segment Revenue</b>		
Manufacturing	28,488	25,070
Gaming & leisure	1,125	87
Others	219	759
Total revenue including inter-segment sales	29,832	25,916
Elimination of inter-segment sales	(219)	(759)
Total revenue to external customers	<u>29,613</u>	<u>25,157</u>
	<b>3 months ended 31.03.17 (RM'000)</b>	<b>3 months ended 31.03.16 (RM'000)</b>
<b>Segment Results</b>		
Manufacturing	2,004	(136)
Gaming & leisure	146	(398)
Others	(278)	(259)
Profit/(loss) before taxation	1,872	(793)
Taxation	(295)	(215)
Profit/(loss) for the year	<u>1,577</u>	<u>(1,008)</u>

## 10. Revaluation of property, plant and equipment

There were no changes in the valuation of property, plant and equipment since the last audited financial statements for the financial year ended 31 December 2016.

## 11. Material subsequent events

There were no material events subsequent to the quarter under review.

## 12. Changes in Group's composition

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

## 13. Changes in contingent liabilities and contingent assets

There were no contingent liabilities and assets as at the date of this Report.

**Part B - Explanatory Notes Pursuant To Appendix 9B Of The Listing Requirements Of Bursa Malaysia Securities Berhad**

**1. Review of performance**

	<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Quarter 3 Months Ended</b>	
	<b>(Unaudited) 31.03.17 RM'000</b>	<b>(Unaudited) 31.03.16 RM'000</b>	<b>(Unaudited) 31.03.17 RM'000</b>	<b>(Unaudited) 31.03.16 RM'000</b>
Revenue	29,613	25,157	113,886	25,157
Profit/(loss) before taxation	1,872	(793)	1,872	(793)

**Comparison with Corresponding Quarter in Previous Year**

The Group recorded a revenue of RM29.6 million and RM25.2 million in current quarter under review and previous year corresponding quarter respectively. This was mainly due to the increase in sales to a customer in pest control industry in manufacturing segment.

The Group has recorded a profit before taxation (“PBT”) of RM1.9 million in current quarter under review as compared to a loss before taxation (“LBT”) of RM0.8 million in previous year corresponding quarter. This was mainly due to the successful manufacturing and delivering of a higher margin OEM product in manufacturing segment in current quarter under review.

The Gaming & leisure segment recorded a revenue and PBT of RM1.1 million and RM0.1 million respectively in current quarter under review as compared to a revenue and LBT of RM0.1 million and RM0.4 million respectively in previous year corresponding quarter. This is mainly due to the company had successfully increase the number of agents hence increase the sales network which provides the convenience for gaming players.

**Comparison with Corresponding Financial Period To Date in Previous Year**

The Group has recorded a revenue and PBT of RM29.6 million and RM1.9 million respectively in current reporting period. The revenue and LBT was RM25.2 million and RM0.8 million respectively in previous year corresponding period. This was mainly due to the increase in sales abovementioned.



## 2. **Variation of results against preceding quarter**

The Group has recorded a revenue and PBT of RM29.6 million and RM1.9 million respectively in current quarter under review as compared to revenue and LBT of RM28.1 million and RM25.0 million respectively in previous quarter. This was mainly due to the written off of goodwill on consolidation of RM16.7 million, the impairment loss on property, plant and equipment in manufacturing segment of RM1.5 million, the impairment loss on mining deposit of RM2.5 million and the impairment loss on deposit and prepaid expenses in relation to the casino project of RM1.7 million in preceding quarter.

## 3. **Prospects**

Global growth is projected to edge up in the coming years, but at a slower pace. This modest recovery is predicted to be more an indication of economic stabilization than a signal of a robust and sustained revival of global demand.

In the manufacturing segment, we will continue to differentiate ourselves from the other manufacturers by providing more value-added works and services to our customers which include design and development, innovative value-added processes, completeness of production processes and competitive costs through consolidate duplicated activities. The Group knows very well that the manufacturing activity has to evolve in order to maintain its competitiveness. The Group had decided to further expand into Original Equipment Manufacturer (“OEM”) & Original Design Manufacturer (“ODM”) manufacturing focusing on medical, hygiene and waste and automotive industries. The Group had invested significantly to position the manufacturing segment on a platform ready to be a significant player in the OEM & ODM industries. Significant investment had been invested in regards to upgrading its manufacturing facilities, recruitment of skilled manpower especially in the area of Research & Development and engineering and quality management systems in order for it to penetrate into the global market. With all the efforts and time that the Group had invested, the manufacturing segment had successfully be appointed an Original Equipment Manufacturer for a customer in the hygiene and pest control industry. We continue to gain our customer’s confidence and we had been given the opportunities to develop more products with them.

In property development segment, Pengkalan Hulu project is expected to be completed in 2017. LIB had on 10 March 2017 taken over a project in Kota Bahru and will continue to explore available opportunities in this segment.

As for the gaming and leisure segment, Pan Cambodian Lottery Corporation Limited (PCL), a 60% owned subsidiary of LIB, had successfully increase the number of agents hence increase the sales network. PCL will continue to explore various options to further strengthen the sales network. As for the plan to establish a gaming entertainment center, PCL is still looking at the options available and a further discussion with the land owner on the identified land.

We have temporarily ceased the exploration and mining activities. However, the Group continues to explore alternative in the mining sector and is currently negotiating with few parties to enlarge the area of mining in order to achieve a more sustainable economy of scale for the operation.

In light of the above and barring any unforeseen circumstances, the Board is cautiously optimistic in delivering a better result in the financial year 2017.

4. **Variance of profit forecast**

No profit forecast was published for the current quarter and financial period to date.

5. **Taxation**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 Months Ended</b>		<b>3 Months Ended</b>	
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>31.03.17</b>	<b>31.03.16</b>	<b>31.03.17</b>	<b>31.03.16</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>

Malaysian income tax:

Based on results for the  
period:

- Current tax	(28)	(335)	(28)	(335)
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The Group's effective tax rates differ from statutory tax rate mainly because:

- a. Certain income and expenses which are not taxable and allowable; and
- b. Utilization of unabsorbed capital allowances by certain subsidiaries.

6. **Profit/(Loss) before taxation**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 Months Ended</b>		<b>12 Months Ended</b>	
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>31.03.17</b>	<b>31.03.16</b>	<b>31.03.17</b>	<b>31.03.16</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>

Profit/(loss) before taxation is  
arrived at after charging/  
(crediting):

Depreciation	1,232	1,322	1,232	1,322
Interest expense	64	52	64	52
Interest income	(41)	(66)	(41)	(66)
Loss on disposal of property, plant and equipment	-	11	-	11
Realised gain on foreign exchange	(6)	(105)	(6)	(105)
Rental income	(3)	(5)	(3)	(5)
Unrealised loss on foreign exchange	249	505	249	505

Other than the above items, there are no impairment of receivables, impairment of inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, gain or loss on derivatives as well as other exceptional items incurred for the current quarter under review.

## 7. **Status of corporate proposals**

Save as disclosed below, there were no corporate proposals announced or not completed as at the date of this report:

The Board of Directors had on 22 March 2017 announced that the Company proposes to undertake the Proposed Private Placement.

On 28 March 2017, the Board announced that an application to Bursa Securities for the listing of and quotation for the Placement Shares on the Main Market of Bursa Securities has been submitted.

On 31 March 2017, the Board announced that Bursa Securities had, vide its letter dated 30 March 2017, approved the listing of and quotation for up to 246,407,900 Placement Shares to be issued pursuant to the Proposed Private Placement subject to certain conditions.

The Board had on 7 April 2017 announced that fixed the issue price for the first tranche of the placement of 76,000,000 Placement Shares at RM0.105 per Placement Share (“Issue Price”). The Issue Price represents a discount of approximately RM0.0103 or 8.93% to the 5-day volume weighted average market price of Luster Shares up to and including 6 April 2017 of RM0.1153 per Luster Share.

The Board had on 25 April 2017 announced that fixed the issue price for the second tranche of the placement of 98,385,500 Placement Shares at RM0.1105 per Placement Share (“Issue Price”). The Issue Price represents a discount of approximately RM0.0122 or 9.94% to the 5-day volume weighted average market price of Luster Shares up to and including 21 April 2017 of RM0.1227 per Luster Share.

## 8. **Borrowings and debts securities**

The Group’s borrowings as at end of the current period are as follows:

	<b>RM’000</b>
Non-current	1,960
Current	1,812
	<u>3,772</u>

The above borrowings are secured and denominated in Ringgit Malaysia.

9. **Material litigation**

There were no pending or threatened litigations or any facts likely to give rise to the proceedings which might materially and adversely affect the business.

10. **Proposed dividend**

No dividend was proposed for the current quarter under review.

11. **Earnings per share**

The basic earnings per share for the current quarter and cumulative period to date are computed as below:

	<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Quarter 3 Months Ended</b>	
	<b>31.03.17</b>	<b>31.03.16</b>	<b>31.03.17</b>	<b>31.03.16</b>
Income/(loss) attributable to owners of the parent (RM'000)	1,519	(849)	1,519	(849)
Adjusted number of issued ordinary shares ('000)	1,731,909	1,731,909	1,731,909	1,731,909
Effect of shares issued pursuant to ICULS conversion ('000)	42	-	42	-
Effect of shares issued pursuant to ESOS ('000)	468	-	468	-
Weighted average number of issued ordinary shares ('000)	1,732,419	1,731,909	1,732,419	1,731,909
Basic earnings/(loss) per share (sen)	0.09	(0.06)	0.09	(0.06)

The diluted earnings per share for the current quarter and cumulative period to date are computed as below:

	<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Quarter 3 Months Ended</b>	
	<b>31.03.17</b>	<b>31.03.16</b>	<b>31.03.17</b>	<b>31.03.16</b>
Profit attributable to owners of the parent (RM'000)	1,519	^	1,519	^

	Individual Quarter		Cumulative Quarter	
	3 Months Ended 31.03.17	31.03.16	3 Months Ended 31.03.17	31.03.16
Weighted average number of issued ordinary shares each ('000)	1,732,419	^	1,732,419	^
Adjustments for dilutive effect on exercise of:				
- ICULS ('000)	4,640	^	4,640	^
- Warrants A ('000)	441,595	^	441,595	^
- Warrants B ('000)	216,000	^	216,000	^
- ESOS options ('000)	568,634	^	568,634	^
Adjusted weighted average number of issued ordinary shares of ('000)	2,963,288	^	2,963,288	^
Diluted earnings per share (sen)	0.05	^	0.05	^

^ Based on the 30-days weighted average market price of share of Luster Industries Bhd. up to 31 March 2016, the Irredeemable Convertible Unsecured Loan Stocks (“ICULS”), ESOS options granted to employees and warrants issued are anti-dilutive. Therefore, there is no calculation of diluted earnings per share for the current period based on the assumption of non-exercise of the above securities.

## 12. Realised and unrealised accumulated losses

	31.03.17 RM'000	31.12.16 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(61,658)	(62,640)
- Unrealised	(1,597)	(1,120)
	(63,255)	(63,760)
Less: Consolidation adjustments	4,114	3,099
Total accumulated losses of the Group	(59,141)	(60,661)

**BY ORDER OF THE BOARD**

**Liang Wooi Gee**

Deputy Managing Director

**Dated this 23rd day of May 2017**