



**QUARTERLY REPORT  
FOR THE FOURTH 4<sup>TH</sup> QUARTER ENDED  
30 JUNE 2018**



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR  
THE FOURTH QUARTER ENDED 30 JUNE 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 6/30/2018 RM'000	Corresponding Quarter Ended 6/30/2017 RM'000	Current Period Ended 6/30/2018 RM'000	Corresponding Period Ended 6/30/2017 RM'000
Revenue	46,930	28,421	136,790	115,579
Cost of sales	(42,165)	(21,703)	(130,050)	(103,013)
Gross profit	4,765	6,718	6,740	12,566
Other income	826	461	2,756	3,105
Administrative expenses	(2,337)	(1,953)	(8,819)	(9,515)
Other expenses	(17,609)	(3,054)	(19,282)	(3,282)
Finance costs	(1,271)	(1,508)	(5,450)	(6,492)
Share of profit/(loss) from a joint venture	(252)	410	(304)	102
<b>(Loss)/Profit before taxation</b>	<b>(15,877)</b>	<b>1,074</b>	<b>(24,359)</b>	<b>(3,516)</b>
Income tax expense	(117)	624	(761)	(177)
<b>(Loss)/Profit after taxation for the period</b>	<b>(15,994)</b>	<b>1,698</b>	<b>(25,120)</b>	<b>(3,693)</b>
<u>Other Comprehensive Income:</u>				
Item that will be classified subsequently to profit or loss:				
Fair value changes in short term investment	10	(9)	8	(6)
<b>Total comprehensive (expenses)/income for the period</b>	<b>(15,984)</b>	<b>1,689</b>	<b>(25,112)</b>	<b>(3,699)</b>
 (Loss)/Profit attributable to:				
Owners of the Company	(15,943)	1,597	(25,087)	(4,263)
Non-controlling interest	(51)	103	(33)	570
	<b>(15,994)</b>	<b>1,698</b>	<b>(25,120)</b>	<b>(3,693)</b>
 Total comprehensive (expenses)/income attributable to:				
Owners of the Company	(15,933)	1,588	(25,079)	(4,269)
Non-controlling interest	(51)	103	(33)	570
	<b>(15,984)</b>	<b>1,689</b>	<b>(25,112)</b>	<b>(3,699)</b>
 Earnings per share attributable to equity holders of the company (sen):				
- Basic	(6.82)	0.68	(10.73)	(1.82)
- Diluted	N/A	N/A	N/A	N/A

Notes: These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2018**

	<b>Unaudited As at 6/30/2018 RM'000</b>	<b>Audited As at 6/30/2017 RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	117,308	138,255
Investment in joint venture	4,966	5,170
Other investment	50	50
<b>TOTAL NON-CURRENT ASSETS</b>	<b>122,324</b>	<b>143,475</b>
Contract assets	6,711	8,938
Trade receivables	20,098	24,106
Other receivables, deposit and prepayment	26,097	2,102
Amount owing by joint venture	2,130	2,580
Tax recoverable	3,899	4,319
Short term Investments	25,543	36,655
Fixed deposits with licensed banks	25,146	33,849
Cash and bank balances	9,232	10,560
<b>TOTAL CURRENT ASSETS</b>	<b>118,856</b>	<b>123,109</b>
<b>TOTAL ASSETS</b>	<b>241,180</b>	<b>266,584</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	149,385	116,939
Share premium	-	32,429
Reserves	(15,644)	9,453
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>133,741</b>	<b>158,821</b>
Non-controlling interests	1,283	1,315
<b>TOTAL EQUITY</b>	<b>135,024</b>	<b>160,136</b>
<b>LIABILITIES</b>		
Loan and borrowings	51,130	64,809
Deferred taxation	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>51,130</b>	<b>64,809</b>
Trade payables	19,953	11,942
Other payables and accruals	20,789	12,788
Provision for taxation	327	736
Short term borrowings	13,957	16,173
<b>TOTAL CURRENT LIABILITIES</b>	<b>55,026</b>	<b>41,639</b>
<b>TOTAL LIABILITIES</b>	<b>106,156</b>	<b>106,448</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>241,180</b>	<b>266,584</b>
<b>NET ASSETS PER SHARE (SEN)</b>	<b>57.18</b>	<b>67.91</b>

Note : These Condensed Consolidated Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 30 JUNE 2018

	-----Attributable to the owners of the Company-----								
	<u>Non - Distributable</u>				<u>Distributable</u>			<u>Non-Controlling</u>	
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Merger Deficit RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000	Interest RM'000	Total Equity RM'000
<b>As at 1 July 2017</b>	116,939	32,429	17	(80,802)	(4)	90,242	158,821	1,315	160,136
(Loss)/Profit for the financial period	-	-	-	-	-	(25,087)	(25,087)	(33)	(25,120)
Other comprehensive income for the period									
- Fair value changes of available for sale financial assets	-	-	-	-	8		8	-	8
Total comprehensive income/(expenses) for the period	-	-	-	-	8	(25,087)	(25,079)	(33)	(25,112)
Contributions by and distributions to owners of the Company:							-	-	-
- Adjustment for effect of Companies Act 2016 (Note A)	32,446	(32,429)	(17)				-	-	-
- Dividend	-	-	-	-	-	-	-	-	-
Total transaction with owners	32,446	(32,429)	(17)	-	-	-	-	-	-
<b>As at 30 June 2018</b>	<b>149,385</b>	<b>-</b>	<b>-</b>	<b>(80,802)</b>	<b>4</b>	<b>65,155</b>	<b>133,742</b>	<b>1,282</b>	<b>135,024</b>

**Note :** With The Companies Act 2016 (“New Act”) coming into effect on 31 January 2017, the credit standing in the share premium and capital reserve of RM32,429,276 and RM16,836 respectively has been transferred to the share capital account. Pursuant to section 618(3) of the New Act, the group may exercise its right to use the credit amounts being transferred from share premium and capital reserve accounts within 24 months after the commencement of the New Act. The Board of Director will make a decision thereon by 31 January 2019.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 30 JUNE 2018 (CONT'D)

	-----Attributable to the owners of the Company-----								
	Non - Distributable				Distributable			Non-Controlling	
	Share Capital	Share Premium	Capital Reserve	Merger Deficit	Fair Value Reserve	Retained Profits	Total	Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>As at 1 July 2016</b>	116,939	32,429	17	(80,802)	2	94,482	163,067	-	163,067
Profit/(Loss) for the financial period	-	-	-	-	-	(4,263)	(4,263)	570	(3,693)
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Fair value changes of available for sale financial assets	-	-	-	-	(6)	-	(6)	-	(6)
Total comprehensive income/(expenses) for the period	-	-	-	-	(6)	(4,263)	(4,269)	570	(3,699)
Contributions by and distributions to owners of the Company:	-	-	-	-	-	-	-	-	-
- Acquisition of a subsidiary	-	-	-	-	-	-	-	568	568
- Issuance of shares in a subsidiary to non-controlling interest	-	-	-	-	-	-	-	200	200
- Dividend	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	768	768
Changes in a subsidiary's ownership interests that do not result in loss of control	-	-	-	-	-	23	23	(23)	-
Total transaction with owners	-	-	-	-	-	23	23	745	768
<b>As at 30 Jun 2017</b>	<b>116,939</b>	<b>32,429</b>	<b>17</b>	<b>(80,802)</b>	<b>(4)</b>	<b>90,242</b>	<b>158,821</b>	<b>1,315</b>	<b>160,136</b>

These Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR  
THE FOURTH QUARTER ENDED 30 JUNE 2018**

	<b>Unaudited Year Ended 6/30/2018 RM'000</b>	<b>Audited Year Ended 6/30/2017 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	(24,359)	(3,516)
Adjustments for:-		
Depreciation of property, plant and equipment	7,012	7,163
Gain on disposal of property, plant and equipment	-	(52)
Impairment on trade receivables	2,668	444
Interest expense	5,450	6,498
Interest income	(2,189)	(2,175)
Gain from Bargain Purchase	-	(15)
Provision for foreseeable losses	-	-
Impairment loss on property, plant and equipment	14,382	2,086
Share of loss/(profit) of joint venture	304	(102)
Unrealised gain on foreign exchange	190	(690)
Impairment on trade receivables - Write Back	(641)	(74)
	<hr/>	<hr/>
Operating profit before changes in working capital	2,817	9,567
Changes in trade and other receivables	(20,956)	(55)
Changes in trade and other payables	20,353	3,845
Changes in contract assets	(2,723)	5,415
	<hr/>	<hr/>
<b>CASH (FOR)/FROM OPERATIONS</b>	<b>(509)</b>	<b>18,772</b>
Interest paid	(5,450)	(6,498)
Tax paid	(750)	(1,972)
	<hr/>	<hr/>
<b>NET CASH (FOR)/FROM OPERATING ACTIVITIES</b>	<b>(6,709)</b>	<b>10,302</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(446)	(699)
Net cash inflow/(outflow) from acquisition of subsidiaries/Joint Venture	(100)	(128)
Sale proceeds from disposal of property, plant & equipment	-	52
Interest received	2,189	2,175
	<hr/>	<hr/>
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>1,643</b>	<b>1,400</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	-	200
Net increase in placement of pledged deposits	2,803	(8,247)
Repayment of borrowings	(15,697)	(13,139)
Repayment of hire purchase obligations	(198)	(393)
	<hr/>	<hr/>
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(13,092)</b>	<b>(21,579)</b>
	<hr/>	<hr/>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(18,158)</b>	<b>(9,877)</b>
Effect on Foreign Exchange Translation	(182)	684
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>53,115</b>	<b>62,308</b>
	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>34,775</b>	<b>53,115</b>



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR  
THE FOURTH QUARTER ENDED 30 JUNE 2018 (CONT'D)

	Unaudited Year Ended <u>6/30/2018</u> RM'000	Audited Year Ended <u>6/30/2017</u> RM'000
<b>Note:</b>		
Cash and cash equivalents comprise of:		
Fixed deposits with licensed banks		
- restricted	25,146	27,949
- non-restricted	25,543	42,555
Cash and bank balances	9,232	10,560
	<u>59,921</u>	<u>81,064</u>
Less: Deposits pledged to licensed banks	(25,146)	(27,949)
	<u>34,775</u>	<u>53,115</u>

Note: These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements.

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**A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134**
**A1. Basis of Preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

**A2. Changes in Accounting Policies**

The significant accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those of the audited financial statements for financial year ended 30 June 2017.

During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

- MFRS 14 Regulatory Deferral Accounts
- Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities – Applying the Consolidation Exception
- Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations
- Amendments to MFRS 101: Disclosure Initiative
- Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to MFRS 116 and MFRS 141: Agriculture – Bearer Plants
- Amendments to MFRS 127: Equity Method in Separate Financial Statements
- Annual Improvements to MFRSs 2012 – 2014 Cycle

The adoption of the above accounting standard(s) and/ or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the Group’s interim financial statements.

At the date of authorisation of these interim financial statements, the following accounting standard(s) and/ or interpretation(s) including the consequential amendments, if any) were issued but are not yet effective for the current financial year and have not been applied by the Group:

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
- MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
- MFRS 16 Leases	1 January 2019
- MFRS 17 Insurance Contracts	1 January 2021
- IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
- IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2019
- 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	1 January 2018



## A2. Changes in Accounting Policies (CONT'D)

- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
- Amendments to MFRS 107: Disclosure Initiative	1 January 2017
- Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
- Amendments to MFRS 140: Transfers of Investment Property	1 January 2018
- Annual Improvements to MFRS Standards 2014 – 2016 Cycles:	1 January 2017
• Amendments to MFRS 12: Clarification of the Scope of the Standard	
- Annual Improvements to MFRS Standards 2014 – 2016 Cycles:	1 January 2018
• Amendments to MFRS 1: Deletion of Short-term Exemptions for First-time Adopters	
• Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value	

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application except as follows:

- (a) MFRS 9 (IFRS 9 issued by IASB in July 2014) replaces the existing guidance in MFRS 139 and introduces a revised guidance on the classification and measurement of financial instruments, including a single forward-looking 'expected loss' impairment model for calculating impairment on financial assets, and a new approach to hedge accounting. Under this MFRS 9, the classification of financial assets is driven by cash flow characteristics and the business model in which a financial asset is held. The Group is in the process of making an assessment of the financial impact arising from the adoption of MFRS 9 and the extent of the impact has not been determined.
- (b) MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and will replace the current guidance on lease accounting when it becomes effective. Under MFRS 16, the classification of leases as either finance leases or operating leases is eliminated for lessees. All lessees are required to recognise their leased assets and the related lease obligations in the statement of financial position (with limited exceptions). The leased assets are subject to depreciation and the interest on lease liabilities are calculated using the effective interest method. The Group anticipates that the application of MFRS 16 in the future may have an impact on the amounts reported and disclosures made in the financial statements. However, it is not practicable to provide a reasonable estimate of the financial impacts of MFRS 16 until the Group performs a detailed review.

## A3. Seasonal or Cyclical Factors

Save as disclosed in Note B1 and B2, the results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review ended 30 June 2018.

## A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

## A5. Material Changes in Estimates

There were no changes in estimates that have had a material effect in the quarter under review ended 30 June 2018.

**A6. Debts and Equity Securities**

There were no other issuances, cancellation, repurchases, resale and repayment of debt and equity securities by the Group during the quarter under review ended 30 June 2018.

**A7. Segmental Information**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Quarter Ended 6/30/2018 RM'000	Corresponding Quarter Ended 6/30/2017 RM'000	Unaudited Current Period Ended 6/30/2018 RM'000	Corresponding Period Ended 6/30/2017 RM'000
REVENUE BY ACTIVITIES				
Manpower services	19,665	4,103	48,527	26,942
Const. HUC & TMM	15,592	6,888	54,733	32,475
Marine services	7,422	8,344	18,680	28,993
Const. - Civil Works	4,251	9,086	14,850	27,170
Total	46,930	28,421	136,790	115,579

**A8. Material Events Subsequent to the End of the Quarter**

There are no material events subsequent to the end of the current quarter up to the date of this report that have not been reflected in the financial statement for the period ended 30 June 2018.

**A9. Changes in the Composition of the Group**

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

**A10. Contingent Liabilities**

The contingent liabilities of the Group comprise of the followings:-

	Unaudited As at 6/30/2018 RM'000	Audited As at 6/30/2017 RM'000
Corporate guarantee to licensed banks for credit facilities granted to subsidiaries	65,110	83,116
Bank/Performance guarantee extended to third parties	11,289	3,038
Total	76,399	86,154

**A11. Significant Related Party Transactions**

There were no related party transactions during the quarter under review.

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**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS**
**B1. Review of Performance**

	Current Quarter Ended 6/30/2018	Preceding Year Corr. Quarter Ended 6/30/2017	Difference	
	RM'000	RM'000	RM'000	%
Revenue	46,930	28,421	18,509	65%
- Manpower services ("MPS")	19,665	4,103	15,562	379%
- Const. HUC & TMM ("CHUCTMM")	15,592	6,888	8,704	126%
- Marine services ("MS")	7,422	8,344	(922)	(11%)
- Const. Civil Works ("CIVIL")	4,251	9,086	(4,835)	(53%)
Operating Profit	4,765	6,719	(1,953)	(29%)
Profit before interest and Tax	(14,355)	2,173	(16,527)	(761%)
(Loss)/Profit before taxation	(15,877)	1,076	(16,953)	(1576%)
(Loss)/Profit after taxation	(15,994)	1,699	(17,694)	(1041%)
Profit/(loss) attributable to Ordinary Equity Holders of the Parent	(15,943)	1,597	(17,540)	(1098%)

During the current quarter ended 30<sup>th</sup> June 2018, the Group registered an increase in revenue by RM 18.51 million or 65% over the preceding year's corresponding quarter. The MPS and CHUCTMM division contributes posted an increase in revenue by RM 15.56 million and RM 8.70 million respectively. MPS benefited from higher personnel requirement for Petronas Refinery and Petrochemical (RAPID) projects while Maintenance, Construction and Modification (MCM) contract commencement generated revenue for CHUCTMM.

MS recorded a shortfall in revenue by RM 0.92 mil or 11%. CIVIL division continue to be affected by the slow in work progress resulted from external factors such as limited working platforms and land acquisition issues faced by the client. Hence, the division posted a decrease in revenue by RM 4.84 million or 53%.

The Group registered pre-tax loss of RM 15.88 million for the current quarter as compared to a pre-tax profit of RM 1.08 million recorded in the preceding year corresponding quarter mainly due to an impairment loss on vessels and trade debtor of RM 14.38 million and RM 2.67 million respectively.

**B2. Comparison with Immediate Preceding Quarter's Results**

	Current Quarter Ended 6/30/2018	Preceding Quarter Ended 3/31/2018	Difference	
	RM'000	RM'000	RM'000	%
Revenue	46,930	24,873	22,057	89%
- Manpower services ("MPS")	19,665	16,087	3,578	22%
- Const. HUC & TMM ("CHUCTMM")	15,592	3,040	12,552	413%
- Marine services ("MS")	7,422	3,856	3,566	92%
- Const. Civil Works ("CIVIL")	4,251	1,889	2,362	125%
Operating profit	4,765	(1,475)	6,240	(423%)
Profit before interest and Tax	(14,355)	(3,789)	(10,565)	279%
(Loss)/Profit before taxation	(15,877)	(5,113)	(10,764)	211%
(Loss)/Profit after taxation	(15,994)	(5,305)	(10,690)	202%
Profit/(loss) attributable to Ordinary Equity Holders of the Parent	(15,943)	(5,261)	(10,682)	203%

The Group achieved an increase in revenue by RM 22.06 million or 89% compared to the immediate preceding quarter. All divisions contributed positively with CHUCTMM registering an increase of RM 12.55 million or 413% due to higher activities under the MCM contract.

However, the Group incurred an overall pre-tax loss of RM 15.88 million against RM 5.11 million recorded in the immediate preceding quarter as a result of an impairment loss on vessels and a trade debtor of RM 14.38 million and RM 2.43 million respectively.

**B3. Current Prospect**

The higher and stable oil prices provide a positive impact to the industry with an expected increase in project activities. Major maintenance and hook up & commissioning works including rejuvenation, modification, field improvement and major blasting & painting works are expected to gain momentum significantly. Marine services will also be expected to increase in tandem with the above activities.

The Management will continue to enhance its capacity building, internal capabilities, business development and remain focus in achieving profitability and sustainable growth.

**B4. Profit Forecast, Profit Guarantee and Internal Targets**

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.

**B5. Income Tax Expense**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Unaudited		Unaudited	
	Current	Corresponding	Current	Corresponding
	Quarter	Quarter	Period	Period
	Ended	Ended	Ended	Ended
	6/30/2018	6/30/2017	6/30/2018	6/30/2017
	RM'000	RM'000	RM'000	RM'000
Tax for the current period	117	(624)	761	177
Effective Tax Rate	-1%	-58%	-3%	-5%

The effective tax rate for the financial period ended 30 June 2018 is lower than the statutory tax rate of 24% due to the available unutilized tax losses, unabsorbed capital allowances and subsidiaries incurring losses.

**B6. Profit/ (Loss) on Sale of Unquoted Investments and/or Properties**

There was no disposal of unquoted investments and/or properties for the current financial period under review.

**B7. Purchase or Disposal of Quoted Securities**

There were no purchases or disposals of quoted securities for the current financial period under review. The Company/ Group have not held any quoted securities (other than the Company's own shares, if any) as at 30 June 2018.

**B8. Status of Corporate Proposals**
**i. Status of Corporate Proposals**

There is no pending corporate proposal as at the date of this report.

**ii. Utilisation of Listing Proceeds**

Detail of Utilisation	<u>Proposed</u>	<u>Actual</u>	<u>Intended timeframe</u>	
	<u>Utilisation</u>	<u>Utilisation</u>	<u>Balance Unutilised</u>	<u>for utilisation</u>
	RM'000	RM'000	RM'000	%
Purchase of offshore support vessel	35,320	35,320	-	-
Development of minor fabrication yard	12,000	1,722	10,278	86%
Repayment of bank borrowings	8,000	8,000	-	-
Working capital	7,950	7,950	-	-
Estimated listing expenses	3,500	3,500	-	-
<b>Total</b>	<b>66,770</b>	<b>56,492</b>	<b>10,278</b>	<b>15%</b>

**B9. Group Borrowings and Debt Securities**

The Group's borrowings as at 30 June 2018 were as follows:-

	<b>As at 4TH quarter ended FY 2018</b>		
	<b>Long Term</b>	<b>Short Term</b>	<b>Total Borrowing</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Secured</b>			
Term Loan	50,997	13,753	64,750
Hire purchase payables	133	204	337
<b>Total</b>	<b>51,130</b>	<b>13,957</b>	<b>65,087</b>

  

	<b>As at 4TH quarter ended FY 2017</b>		
	<b>Long Term</b>	<b>Short Term</b>	<b>Total Borrowing</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Secured</b>			
Term Loan	64,469	15,979	80,448
Hire purchase payables	340	194	534
<b>Total</b>	<b>64,809</b>	<b>16,173</b>	<b>80,982</b>

**B10. Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risks as at the date of this report.

**B11. Material Litigation**

Save as below, there is no material litigation pending on the date of this announcement.

On 4 June 2018, Carimin Marine Services Sdn Bhd ("CMS"), has initiated a legal action against Zafran Engineering Services Sdn Bhd ("Zafran") demanding for a total sum of RM 2,430,916 plus interest owing to CMS as charter-hire of vessel Carimin Acacia.

**B12. Proposed Dividends**

No dividend was declared or recommended by the Board of Directors during the current quarter under review ended 30 June 2018.

**B13. Earnings Per Share**

The basic earnings per share is arrived at by dividing the Group's profit attributable to owners of the Company for the financial year by the weighted average number of ordinary shares in issue during the financial period, as follows:-

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Unaudited</b>	<b>Corresponding</b>	<b>Unaudited</b>	<b>Corresponding</b>
	<b>Current</b>		<b>Current</b>	
	<b>Quarter</b>	<b>Quarter</b>	<b>Period</b>	<b>Period</b>
	<b>Ended</b>	<b>Ended</b>	<b>Ended</b>	<b>Ended</b>
	<b>6/30/2018</b>	<b>6/30/2017</b>	<b>6/30/2018</b>	<b>6/30/2017</b>
<b>Basic Earnings Per Share</b>				
Net profit attributable to owners of the Company (RM'000)	(15,943)	1,597	(25,087)	(4,263)
Weighted average number of ordinary shares in issue ('000)	233,878	233,878	233,878	233,878
Basic earnings per share (sen)	(6.82)	0.68	(10.73)	(1.82)

The diluted earnings per share is equal to the basic earnings per share.

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**B14. Realised and Unrealised profits/ (losses)**

The following analysis of realised and unrealised profits/ (losses) is prepared pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Securities Berhad Listing Requirements and in accordance with the Guidance on Special Matter No. 1 - Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

	<b>Unaudited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>6/30/2018</b>	<b>6/30/2017</b>
	<b>RM'000</b>	<b>RM'000</b>
Total retained profits of the Company and its subsidiaries:		
-realised	48,685	74,293
-unrealised	(343)	690
	<u>48,343</u>	<u>74,983</u>
Total share of retained profits of joint venture:		
-realised	5,014	5,368
-unrealised	(1,548)	(1,598)
	<u>3,467</u>	<u>3,770</u>
Less: Consolidation adjustments	13,346	11,489
Total group retained profits as per consolidated financial statements	<u>65,155</u>	<u>90,242</u>

**B15. Notes to the Condensed Consolidated Statements of Income**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Unaudited	Unaudited	Unaudited	Unaudited
	Current	Corresponding	Current	Corresponding
	Quarter	Quarter	Year	Year
	Ended	Ended	Ended	Ended
	6/30/2018	6/30/2017	6/30/2018	6/30/2017
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit before taxation is arrived at after charging/(crediting):				
Other operation income:				
- Interest income	(652)	(555)	(2,189)	(1,541)
- Rental income	(17)	(17)	(66)	(50)
Unrealised gain on foreign exchange	(110)	103	190	(848)
Realised loss/(gain) on foreign exchange	(5)	3	(45)	65
Interest expense	1,271	1,561	5,450	4,991
Depreciation	1,816	1,841	7,012	5,393
Impairment loss on trade receivables	2,668	-	2,668	-
Impairment loss on property, plant and equipment	14,382	-	14,382	-
Impairment on trade receivable - write back	(43)	-	(641)	-

**B16. Authorisation for Issue**

The interim financial statements were authorised for issuance by the Board of Directors on **21 August 2018**.