



Mi EQUIPMENT HOLDINGS BERHAD

(Company No. 1235827 – D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income⁽¹⁾

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30-Jun-2018	30-Jun-2017 ⁽²⁾	30-Jun-2018	30-Jun-2017 ⁽²⁾
	RM '000	RM '000	RM '000	RM '000
Revenue	54,335	N/A	87,771	N/A
Cost of sales	(29,357)	N/A	(47,235)	N/A
Gross profit	24,978	N/A	40,536	N/A
Other operating income	2,788	N/A	2,868	N/A
Sales and marketing expenses	(5,602)	N/A	(6,756)	N/A
General and administrative expenses	(5,464)	N/A	(13,203)	N/A
Profit from operation	16,700	N/A	23,445	N/A
Finance costs	(80)	N/A	(131)	N/A
Profit before taxation	16,620	N/A	23,314	N/A
Taxation	(20)	N/A	(116)	N/A
Profit for the period, attributable to owners of the parent	16,600	N/A	23,198	N/A
Other comprehensive income/(loss), net of tax:				
Items that may be subsequently reclassified to profit or loss				
Foreign currency translations	21	N/A	(75)	N/A
Total comprehensive income, attributable to owners of the parent	16,621	N/A	23,123	N/A
Earnings per share attributable to owners of the parent:				
Basic and diluted (sen) ⁽³⁾	4.44	N/A	6.21	N/A

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 28 May 2018 and the accompanying explanatory notes attached to the interim financial report.
 - (2) No comparative figures for the corresponding quarter/period of the preceding year are presented as this is the second interim financial report on the consolidated results for the period ended 30 June 2018 announced by the Company in compliance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.
 - (3) Based on weighted average number of ordinary shares outstanding during the period under review.
- NA Not applicable

Unaudited Condensed Consolidated Statement of Financial Position ⁽¹⁾

	Unaudited As at 30-Jun-2018 RM'000	Audited As at 31-Dec-2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	34,460	26,957
Deferred tax assets	<u>2</u>	<u>2</u>
Total non-current assets	<u>34,462</u>	<u>26,959</u>
Current assets		
Inventories	44,664	36,434
Trade and other receivables	78,102	40,523
Current tax asset	48	78
Cash and bank balances	<u>229,192</u>	<u>52,634</u>
Total current assets	<u>352,006</u>	<u>129,669</u>
TOTAL ASSETS	<u>386,468</u>	<u>156,628</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	252,615	65,803
Reserves	<u>67,075</u>	<u>58,952</u>
TOTAL EQUITY	<u>319,690</u>	<u>124,755</u>
LIABILITIES		
Non-current liabilities		
Deferred tax liabilities	58	57
Term loan - secured	6,218	-
Provision	<u>2,889</u>	<u>3,773</u>
Total non-current liabilities	<u>9,165</u>	<u>3,830</u>
Current liabilities		
Trade and other payables	51,864	25,105
Term loan - secured	1,658	-
Provision	4,085	2,685
Current tax liability	<u>6</u>	<u>253</u>
Total current liabilities	<u>57,613</u>	<u>28,043</u>
TOTAL LIABILITIES	<u>66,778</u>	<u>31,873</u>
TOTAL EQUITY AND LIABILITIES	<u>386,468</u>	<u>156,628</u>
Net asset per share	<u>0.64</u>	<u>0.34</u>

Note:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 28 May 2018 and the accompanying explanatory notes attached to the interim financial report.

Unaudited Condensed Consolidated Statement of Changes in Equity ⁽¹⁾

	← Non-distributable →				Distributable	
	Share capital RM'000	Legal reserve RM'000	Exchange translation reserve RM'000	Reorganisation debit reserve RM'000	Retained earnings RM'000	Total equity RM'000
Balance as at 1 January 2018	65,803	6	291	(63,557)	122,212	124,755
Issuance of shares	186,812	-	-	-	-	186,812
Profit of the financial period	-	-	-	-	23,198	23,198
Other comprehensive loss, net of tax	-	-	(75)	-	-	(75)
Dividend	-	-	-	-	(15,000)	(15,000)
Balance as at 30 June 2018	252,615	6	216	(63,557)	130,410	319,690

Note:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 28 May 2018 and the accompanying explanatory notes attached to the interim financial report.

Unaudited Condensed Consolidated Statement of Cash Flows ⁽¹⁾

	6 months ended 30-Jun-2018 RM '000	6 months ended 30-Jun-2017 ⁽²⁾ RM '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	23,314	N/A
Adjustments for:		
Depreciation of property, plant and equipment	1,101	N/A
Provision for warranty replacement cost	1,643	N/A
Reversal of provision for warranty replacement cost	(808)	N/A
Interest expense	131	N/A
Interest income	(329)	N/A
Loss on disposal of property, plant and equipment	19	N/A
Property, plant and equipment written off	2	N/A
Unrealised gain on foreign exchange	(2,536)	N/A
Operating profit before changes in working capital	22,537	N/A
Increase in inventories	(8,230)	N/A
Increase in trade and other receivables	(34,705)	N/A
Increase in trade and other payables	11,549	N/A
Warranty paid	(319)	N/A
Cash used in operations	(9,168)	N/A
Interest paid	(131)	N/A
Tax paid	(333)	N/A
Net cash used in operating activities	(9,632)	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from issuance of shares	186,812	N/A
Interest received	329	N/A
Purchase of property, plant and equipment	(8,625)	N/A
Net cash from investing activities	178,516	N/A

Unaudited Condensed Consolidated Statement of Cash Flows ⁽¹⁾ (Cont'd)

	6 months ended 30-Jun-2018 RM '000	6 months ended 30-Jun-2017 ⁽²⁾ RM '000
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceed from term loan	7,613	N/A
Placement of deposits with licensed bank	(2,058)	N/A
Withdrawal of deposits pledged with licensed bank	2,052	N/A
Net cash from financing activities	<u>7,607</u>	<u>N/A</u>
Net increase in cash and cash equivalents	176,491	N/A
Effect of foreign exchange rates changes	73	N/A
Cash and cash equivalents at beginning of financial period	50,582	N/A
Cash and cash equivalents at end of financial period	<u><u>227,146</u></u>	<u><u>N/A</u></u>
Cash and cash equivalents at the end of the financial period comprises:		
Cash and bank balances	227,146	N/A
Deposits with a licensed bank	2,046	N/A
	<u>229,192</u>	<u>N/A</u>
Less: Deposits pledged to a licensed bank	(2,046)	N/A
	<u><u>227,146</u></u>	<u><u>N/A</u></u>
Reconciliation of liabilities arising from financing activities:		
<u>Term loan - secured</u>		
As at 01-Jan-2018	-	N/A
Cash flows	7,613	N/A
Non-cash flows:		
Effect of foreign exchange	263	N/A
As at 30-Jun-2018	<u><u>7,876</u></u>	<u><u>N/A</u></u>

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 28 May 2018 and the accompanying explanatory notes attached to the interim financial report.
- (2) No comparative figures for the corresponding period of preceding year are presented as this is the second interim financial report on the consolidated results for the period ended 30 June 2018 announced by the Company in compliance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

NA Not applicable

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134, INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report of the Group is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”) (“Listing Requirements”).

This is the second interim financial report on the Company’s consolidated results for the second quarter ended 30 June 2018 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the corresponding period of preceding year.

This interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company dated 28 May 2018 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The accounting policies adopted by the Group in the interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2017, except for the adoption of the following new and revised MFRSs, Amendments to MFRSs and IC interpretations.

a) New MFRSs adopted during the financial year

On 1 January 2018, the Group adopted the followings Amendments to the Standards that are mandatory for annual periods beginning on or after 1 January 2018.

Title	Effective Date
Amendments to MFRS 1 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
MFRS 9 <i>Financial Instruments (IFRS 9 as issued by IASB in July 2014)</i>	1 January 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018
Clarifications to MFRS 15	1 January 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
Amendments to MFRS 140 <i>Transfers of Investment Property</i>	1 January 2018
IC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2018

Application of the above Standards does not have any significant financial impact on the Group’s consolidated financial statement.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134, INTERIM FINANCIAL REPORTING(cont'd)**A2. Significant Accounting Policies (Cont'd)****b) New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2018**

Title	Effective Date
Amendments to MFRS 4 <i>Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts</i>	See MFRS 4 Para 46 and 48
MFRS 16 <i>Leases</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

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

A3. Auditors' Report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2017.

A4. Seasonal or Cyclical Factors

The business operation of the Group is subject to the cyclical trend of the global semiconductor and electronics industry.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134, INTERIM FINANCIAL REPORTING(cont'd)

A5. Material Unusual Items

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

A6. Material Changes in Estimates

There were no changes in estimates that have a material effect in the current quarter and financial period under review.

A7. Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter and financial period under review.

A8. Dividend Paid

No dividend was paid during the current quarter and financial period under review.

A9. Segmental Reporting

The Group is principally involved in design, development, manufacture and sale of wafer level chip scale packaging (“WLCSP”) sorting machines with inspection and testing capabilities for the semiconductor industry. The Group is also involved in the provision of maintenance services and technical support for these machines, as well as the sale of related spare parts and components.

Management monitors the operating results of its business units for the purpose of making decisions about resource allocation and performance assessment. As the operating segment on spare parts and services do not meet any of the quantitative thresholds pursuant to paragraph 13 of MFRS 8 *Operating Segments*, thus, are not considered as reportable segments. As such, segment information is not reported and disclosed separately.

A10. Material Events Subsequent to the end of the Quarter

Saved as disclosed in Note B6 “Status of Corporate Proposals”, there were no other material events subsequent to the end of the current quarter and financial period under review that have not been reflected in the interim financial report.

A11. Changes in the Composition of the Group

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

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134, INTERIM FINANCIAL REPORTING(cont'd)**A12. Contingent Liabilities and Contingent Assets**

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this interim financial report.

A13. Material Capital Commitment

Save as disclosed below, as at 30 June 2018, the Group does not have any material capital commitment:

	RM'000
Material capital expenditure in respect of the construction of the Bayan Lepas factory and the Batu Kawan factory	
- Approved but not contracted for	92,500
- Contracted but not provided for	39,336
	131,836

A14. Significant Related Party Transactions

There were no significant related party transactions during the current quarter and financial period under review.

A15. Fair Value of Financial Liabilities

There were no gains or losses arising from fair value changes of the Group's financial liabilities for the current quarter and financial period under review.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS**B1. Review of Performance**

	INDIVIDUAL QUARTER 3 months ended		Changes		CUMULATIVE QUARTER 6 months ended		Changes	
	30-Jun-2018	30-Jun-2017			30-Jun-2018	30-Jun-2017		
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	54,335	N/A	N/A	N/A	87,771	N/A	N/A	N/A
Profit before taxation	16,620	N/A	N/A	N/A	23,314	N/A	N/A	N/A

The Group achieved revenue and profit before taxation ("PBT") of approximately RM54.33 million and RM16.62 million respectively during the current quarter under review, while the revenue and PBT for the cumulative period stood at RM87.78 million and RM23.31 million respectively.

No comparative figures for the corresponding quarter/period of the preceding year are presented as this is the second interim financial report on the consolidated results announced by the Company in compliance with the Listing Requirements.

B2. Comparison with Immediate Preceding Quarter

	INDIVIDUAL QUARTER 3 months ended		Changes	
	30-Jun-2018	31-Mar-2018		
	RM'000	RM'000	RM'000	%
Revenue	54,335	33,435	20,900	63%
Profit before taxation	16,620	6,694	9,926	148%

The Group's revenue for the current quarter was RM54.34 million, an increase of 63% (or RM20.90 million) as compared to RM33.44 million generated in the preceding quarter. The increase was mainly due to higher sales order from customers, in particular the customers from North East Asia region.

Profit before taxation of the Group for the current quarter was RM16.62 million, representing an increase of 148% (or RM9.93 million) from the preceding quarter of RM6.69 million. The increase in PBT was mainly attributed to the revenue growth and substantial gain on foreign exchange as a result of strengthening of US Dollar against Ringgit Malaysia. The increase in PBT was partially offset by IPO related expenses of approximately RM1.6 million incurred during the quarter as well as higher spending in sales and marketing activities with the aim to secure future market shares.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (cont'd)**B3. Prospects for the Current Financial Year**

The outlook of the global semiconductor industry remains encouraging as it is continuously driven by the positive prospects and uptrend demand for electronic products which in turn supports the demand for semiconductors, and that subsequently drives the demand for semiconductor equipment.

With the Group's track record and technical capabilities, as well as its global clients' portfolio expansion with more intensive sales and marketing activities, the Group is poised to strengthen its presence in the WLCSP sorting machine industry with bigger market share anticipated in the near future.

Bearing in mind the global trade war and geographical conflicts which have impacted the current economic climate and slowed down the global semiconductor and electronics industry, the Board foresees the impact will soften the Group's financial performance for the current financial year.

B4. Profit Forecast

The Group did not provide any revenue or profit forecast in any public document.

B5. Taxation

The Group's taxation together with the comparison between the effective and statutory tax rates for the current quarter and financial period under review are set out below:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30-Jun-2018	30-Jun-2017 ⁽¹⁾	30-Jun-2018	30-Jun-2017 ⁽¹⁾
	RM '000	RM '000	RM '000	RM '000
Tax Expense (RM'000)	17	N/A	68	N/A
Deferred Tax (RM'000)	-	N/A	-	N/A
Withholding Tax (RM'000)	3	N/A	48	N/A
Total (RM'000)	20	N/A	116	N/A
Effective Tax Rate (%)	0.12	N/A	0.50	N/A
Statutory tax rate (%)				
- On the first RM500,000	18.00	N/A	18.00	N/A
- Balance of chargeable income	24.00	N/A	24.00	N/A

Notes:

(1) No comparative figures for the corresponding quarter/period of preceding year are presented as this is the second interim financial report on the consolidated results announced by the Group in compliance with the Listing Requirements.

NA Not applicable

The effective tax rate of the Group for the current financial period is lower than the statutory tax rate of 24%. This was mainly due to tax incentive enjoyed by its wholly-owned subsidiary, Mi Equipment (M) Sdn Bhd. ("Mi Equipment Malaysia").

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (cont'd)

B5. Taxation (cont'd)

Mi Equipment Malaysia is entitled to pioneer status incentives under the Promotion of Investments Act, 1986 (Amendment) for the design, development and manufacturing of vision inspection and taping equipment and related components for semiconductor and solar industries and the profit derived from these activities is exempted from tax for a total relief period of five (5) years from the manufacturing date, i.e. from 18 January 2014 to 17 January 2019 subject to a further renewal of another five (5) years.

B6. Status of Corporate Proposals

Save as disclosed below, there were no other corporate proposals announced by the Company but not completed as at the date of this interim financial report.

In conjunction with and as an integral part of the listing and quotation of the Company's entire issued and paid-up share capital on the Main Market of Bursa Malaysia on 20 June 2018, the Company issued its Prospectus for its initial public offering ("IPO") dated 28 May 2018 which entails the listing scheme detailed below.

- (a) Public issue of 134,428,000 new ordinary shares ("**Issue Shares**") at the IPO price of RM1.42 per share ("**Public Issue**") in the following manner:
- 25,000,000 Issue Shares available for application by the Malaysian public;
 - 17,500,000 Issue Shares available for application by the Company's eligible directors, employees and business associates who have contributed to the success of the Group;
 - 60,449,000 Issue Shares by way of private placement to identified investors;
 - 31,479,000 Issue Shares by way of private placement to identified Bumiputera investors approved by the Ministry of International Trade and Industry ("**MITI**") and
- (b) Offer for sale of 18,521,000 existing shares ("**Offer Shares**") at the IPO price of RM1.42 per share by way of private placement to identified Bumiputera investors approved by the MITI.

The listing of and quotation for the Company's entire enlarged issued share capital on the Main Market of Bursa Malaysia was completed on 20 June 2018.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (cont'd)**B7. Utilization of Proceeds from the Public Issue**

The gross proceeds from the Public Issue of approximately RM190.89 million was intended to be utilized in the following manner:

No.	Details of utilisation	Estimated utilisation timeframe upon Listing	Amount RM'000	Actual utilisation RM'000	Percentage utilised %
1)	Construction of new factory cum office in Bayan Lepas, Penang	Within 12 months	65,000	8,164	13%
2)	Construction of new factory cum office in Batu Kawan, Penang	Within 30 months	75,000	-	0%
3)	R&D	Within 24 months	6,000	-	0%
4)	Working capital	Within 36 months	36,788	-	0%
5)	Estimated listing expenses	Within 1 month	8,100	8,100	100%
	Total		190,888	16,264	

The utilization of gross proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 28 May 2018.

B8. Group Borrowings and Debt Securities

The detail of the Group's borrowings are as follows:

	Unaudited	
	As at 30-Jun-2018 RM'000	As at 30-Jun-2017 ⁽¹⁾ RM'000
Term Loan (Secured)		
Short term borrowing	1,658	N/A
Long term borrowing	6,218	N/A
Total	7,876	N/A

All the Group's borrowings are denominated in US Dollar ("USD").

The USD Term Loan was drawn down to partly replenish the Group's internally generated funds used to finance the purchase of the Bayan Lepas factory land (including the building which was subsequently demolished).

Notes:

(1) No comparative figures for the corresponding period of preceding year is presented as this is the second interim financial report on the consolidated results announced by the Group in compliance with the Listing Requirements.

NA Not Applicable

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (cont'd)**B9. Material Litigation**

As at the date of this interim financial report, the Group is not engaged in any material litigation or arbitration proceedings, either as plaintiff or defendant, and the Directors are not aware of any proceedings pending or threatened against the Group, which may materially and adversely affect the financial position or business performance of the Group.

B10. Dividend

The Board of Directors has declared a first interim single tier dividend of 3.00 sen per ordinary share amounting to RM15 million in respect of financial year ending 31 December 2018.

The entitlement date and payment date of the dividend are on 10 August 2018 and 30 August 2018 respectively.

B11. Earnings Per Share (“EPS”)

The basic and diluted EPS for the current quarter and financial period is computed as below

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30-Jun-2018	30-Jun-2017 ⁽¹⁾	30-Jun-2018	30-Jun-2017 ⁽¹⁾
	RM '000	RM '000	RM '000	RM '000
Profit after tax attributable to the owners of the Company (RM'000)	16,600	N/A	23,198	N/A
Weighted average number of ordinary shares in issue ('000)	373,742	N/A	373,742	N/A
Basic EPS (sen) ⁽¹⁾	4.44	N/A	6.21	N/A
Diluted EPS (sen) ⁽²⁾	4.44	N/A	6.21	N/A

Notes:

- (1) Basic EPS is calculated by dividing the profit attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period under review.
 - (2) Diluted EPS is equivalent to the basic EPS as the Company does not have any convertible securities as at the end of the financial period under review.
 - (3) No comparative figures for the corresponding quarter/period of preceding year are presented as this is the second interim financial report on the consolidated results announced by the Group in compliance with the Listing Requirements.
- NA Not Applicable

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (cont'd)**B12. Profit Before Tax**

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	30-Jun-2018	30-Jun-2017 ⁽¹⁾	30-Jun-2018	30-Jun-2017 ⁽¹⁾
	RM '000	RM '000	RM '000	RM '000
Interest income	(251)	N/A	(329)	N/A
Interest expense	80	N/A	131	N/A
Depreciation of property, plant and equipment	564	N/A	1,101	N/A
Realised loss on foreign exchange	1,060	N/A	2,007	N/A
Unrealised gain on foreign exchange	(4,755)	N/A	(2,536)	N/A

Save as disclosed above, the other disclosure items pursuant to Paragraph 16, Part A of Appendix 9B of the Listing Requirements are not applicable.

Notes:

- (1) No comparative figures for the corresponding quarter/period of preceding year are presented as this is the second interim financial report on the consolidated results announced by the Group in compliance with the Listing Requirements.

NA Not Applicable

BY ORDER OF THE BOARD

28 AUGUST 2018