

OCB BERHAD
(Company No: 3465-H)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2018**

The figures have not been audited.

| | INDIVIDUAL QUARTER | | | CUMULATIVE QUARTER | | |
|---|---------------------------------|---|------------------------|---------------------------------|--|------------------------|
| | Current Year Quarter | Preceding Year Corresponding Quarter | % of Change | Current Year-to-date | Preceding Year Corresponding Period | % of Change |
| | 31/03/18 RM'000 | 31/03/17 RM'000 | | 31/03/18 RM'000 | 31/03/17 RM'000 | |
| Revenue | 60,200 | 70,527 | -15% | 60,200 | 70,527 | -15% |
| Cost of sales | <u>(46,017)</u> | <u>(55,507)</u> | | <u>(46,017)</u> | <u>(55,507)</u> | |
| Gross profit | 14,183 | 15,020 | | 14,183 | 15,020 | |
| Other operating income/expenses | 476 | 949 | | 476 | 949 | |
| Operations and administrative expenses | <u>(13,184)</u> | <u>(13,406)</u> | | <u>(13,184)</u> | <u>(13,406)</u> | |
| Profit from operations | 1,475 | 2,563 | -42% | 1,475 | 2,563 | -42% |
| Finance costs | (608) | (713) | | (608) | (713) | |
| Profit before tax | <u>867</u> | <u>1,850</u> | -53% | <u>867</u> | <u>1,850</u> | -53% |
| Taxation | <u>(290)</u> | <u>(854)</u> | | <u>(290)</u> | <u>(854)</u> | |
| Profit after taxation | 577 | 996 | -42% | 577 | 996 | -42% |
| Other comprehensive income, net of tax | - | - | | - | - | |
| Total comprehensive income for the period | <u>577</u> | <u>996</u> | | <u>577</u> | <u>996</u> | |
| Profit attributable to: | | | | | | |
| Shareholders of the company | 577 | 996 | -42% | 577 | 996 | -42% |
| Non-controlling interest | - | - | | - | - | |
| Profit for the period | <u>577</u> | <u>996</u> | | <u>577</u> | <u>996</u> | |
| Total Comprehensive Income attributable to: | | | | | | |
| Shareholders of the company | 577 | 996 | -42% | 577 | 996 | -42% |
| Non-controlling interest | - | - | | - | - | |
| Total comprehensive income for the period | <u>577</u> | <u>996</u> | | <u>577</u> | <u>996</u> | |
| Earnings per share attributable to equity holders of the parent | | | | | | |
| Basic (sen) | <u>0.56</u> | <u>0.97</u> | | <u>0.56</u> | <u>0.97</u> | |

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the consolidated interim financial statements.

OCB BERHAD
(Company No: 3465-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2018

The figures have not been audited.

| | (UNAUDITED) AS AT END OF CURRENT QUARTER 31/03/18 RM'000 | (AUDITED) AS AT PRECEDING YEAR END 31/12/17 RM'000 |
|--|---|---|
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant & equipment | 110,356 | 111,704 |
| Investment properties | 7,670 | 7,773 |
| Intangible assets | 15,047 | 15,085 |
| Deferred tax assets | 2,750 | 2,750 |
| Goodwill on consolidation | 38,265 | 38,265 |
| Total Non-Current Assets | <u>174,088</u> | <u>175,577</u> |
| Current Assets | | |
| Inventories | 28,646 | 26,029 |
| Debtors | 57,971 | 63,705 |
| Cash & cash equivalents | 43,466 | 46,383 |
| Total Current Assets | 130,083 | 136,117 |
| TOTAL ASSETS | <u><u>304,171</u></u> | <u><u>311,694</u></u> |
| EQUITY AND LIABILITIES | | |
| Share capital | 103,105 | 103,105 |
| Reserves | 115,597 | 115,040 |
| Shareholders' fund | <u>218,702</u> | <u>218,145</u> |
| Non-controlling interest | 113 | 113 |
| TOTAL EQUITY | 218,815 | 218,258 |
| Non-Current Liabilities | | |
| Borrowings | 24,992 | 25,415 |
| Deferred taxation | 4,027 | 4,027 |
| | <u>29,019</u> | <u>29,442</u> |
| Current Liabilities | | |
| Trade and other creditors | 32,469 | 40,940 |
| Overdraft & short term borrowings | 23,574 | 22,610 |
| Taxation | 294 | 444 |
| | <u>56,337</u> | <u>63,994</u> |
| TOTAL LIABILITIES | <u>85,356</u> | <u>93,436</u> |
| TOTAL EQUITY AND LIABILITIES | <u><u>304,171</u></u> | <u><u>311,694</u></u> |
| Net assets per share attributable to equity holders of the parent (RM) | <u>2.12</u> | <u>2.12</u> |

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2018**
The figures have not been audited.

| | Share Capital | Foreign Currency Reserve | Share Premium Account | Retained Profits | Total | Non-controlling Interest | Total Equity |
|--|------------------|--------------------------------|--------------------------|---------------------|----------------|-----------------------------|-----------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 3 Months Ended 31 March 2018 | | | | | | | |
| At 1 January 2018 | 103,105 | 126 | - | 114,914 | 218,145 | 113 | 218,258 |
| Adjustment for effects of Companies Act 2016 (Note A) | - | - | - | - | - | - | - |
| Movements during the period | - | (20) | - | 577 | 557 | - | 557 |
| Balance at 31 March 2018 | <u>103,105</u> | <u>106</u> | <u>-</u> | <u>115,491</u> | <u>218,702</u> | <u>113</u> | <u>218,815</u> |

**3 Months Ended
31 March 2017**

| | | | | | | | |
|--|----------------|------------|----------|----------------|----------------|------------|----------------|
| At 1 January 2017 | 102,850 | 141 | 255 | 137,492 | 240,738 | 114 | 240,852 |
| Adjustment for effects of Companies Act 2016 (Note A) | 255 | - | (255) | - | - | - | - |
| Movements during the period | - | - | - | 996 | 996 | - | 996 |
| Balance at 31 March 2017 | <u>103,105</u> | <u>141</u> | <u>-</u> | <u>138,488</u> | <u>241,734</u> | <u>114</u> | <u>241,848</u> |

Note A:

With the Companies Act 2016 ("CA 2016") which came into effect on 31 January 2017, the credit standing in the share premium has been transferred to the share capital account. Pursuant to subsection 618(3) of the CA 2016, the Group may exercise its right to use the credit amounts being transferred from share premium account within 24 months after the commencement of the CA 2016. The Board of Directors will make a decision thereon by 31 January 2019.

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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE QUARTER ENDED 31 MARCH 2018
The figures have not been audited.

| | 3 Months ended 31/03/18 RM'000 | 3 Months ended 31/03/17 RM'000 |
|---|---|---|
| Net profit before taxation | 867 | 1,850 |
| Adjustment for non-cash flow: | | |
| Depreciation | 2,252 | 1,676 |
| Impairment loss on receivables | 693 | 279 |
| Reversal on impairment loss on receivables | (146) | (231) |
| Impairment loss on inventories | 205 | 98 |
| Impairment loss on property, plant & equipment | - | - |
| Bad debts written off | - | - |
| Inventories written off | - | - |
| Inventories written down | - | - |
| Impairment loss on slow moving inventories | - | - |
| Property, plant & equipment written off | - | - |
| Interest income | (66) | (15) |
| Interest expenses | 608 | 713 |
| Impairment loss on goodwill | - | - |
| Gain on disposal of fixed assets | - | (118) |
| Waiver of debts | - | - |
| Reversal of inventories written down | - | - |
| Reversal of impairment of property, plant & equipment | - | - |
| Amortisation of intangible asset | 38 | 38 |
| Unrealised foreign exchange (gain)/loss | - | - |
| | <u>4,451</u> | <u>4,290</u> |
| Operating profit before changes in working capital | | |
| Changes in working capital: | | |
| Net Change in inventories | (2,822) | 684 |
| Net Change in receivables | 5,187 | 9,682 |
| Net Change in payables | (8,491) | (6,341) |
| | <u>(1,675)</u> | <u>8,315</u> |
| Cash flows generated/(used in) operating activities | | |
| Interest paid | (608) | (713) |
| Interest received | 66 | 15 |
| Tax paid | (440) | (487) |
| | <u>(2,657)</u> | <u>7,130</u> |
| Net cash flow generated/(used in) operating activities | | |
| Investing Activities | | |
| Proceed from disposal of property, plant & equipment | - | - |
| Purchase of property, plant & equipment | (985) | (11,950) |
| Purchase of intangible asset | - | - |
| | <u>(985)</u> | <u>(11,950)</u> |
| Net cash flows used in investing activities | | |
| Financing Activities | | |
| Drawdown/(Repayment) of bills payables/revolving credit | 2,860 | 2,820 |
| (Repayment)/Drawdown of term loans | (423) | 5,313 |
| Dividend paid | - | - |
| Repayment of finance lease liabilities | (223) | (359) |
| | <u>2,214</u> | <u>7,774</u> |
| Net cash flows from financing activities | | |
| Net increase/(decrease) in cash and cash equivalent | (1,428) | 2,954 |
| Effect of foreign exchange translation | - | - |
| Cash & cash equivalents at beginning of year | 43,934 | 36,669 |
| | <u>42,506</u> | <u>39,623</u> |
| Cash & cash equivalents at end of year | | |
| | <u><u>42,506</u></u> | <u><u>39,623</u></u> |
| CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING BALANCE SHEET AMOUNTS | | |
| Cash & cash equivalents | 43,466 | 40,794 |
| Bank overdraft (Note B7) | (960) | (1,171) |
| | <u>42,506</u> | <u>39,623</u> |

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