



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
Revenue	3,665	6,050	3,665	6,050
Operating costs	(5,701)	(10,777)	(5,701)	(10,777)
Other income	1,194	1,971	1,194	1,971
Loss from operations	(842)	(2,756)	(842)	(2,756)
Finance costs	(915)	(575)	(915)	(575)
Share of results of				
Associates	(1,417)	97	(1,417)	97
Jointly controlled entity	(4,287)	(1,188)	(4,287)	(1,188)
Loss before tax	(7,461)	(4,422)	(7,461)	(4,422)
Tax expense	-	(40)	-	(40)
Loss for the financial period	<u>(7,461)</u>	<u>(4,462)</u>	<u>(7,461)</u>	<u>(4,462)</u>
Attributable to:				
Owners of the parent	(7,175)	(4,147)	(7,175)	(4,147)
Non-controlling interests	<u>(286)</u>	<u>(315)</u>	<u>(286)</u>	<u>(315)</u>
Loss for the financial period	<u>(7,461)</u>	<u>(4,462)</u>	<u>(7,461)</u>	<u>(4,462)</u>

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2016.



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
Loss for the financial period	(7,461)	(4,462)	(7,461)	(4,462)
Other comprehensive loss, net of tax				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Foreign currency translation differences	(3,941)	(23,577)	(3,941)	(23,577)
Fair value adjustment of available-for-sale financial assets	(12)	(39)	(12)	(39)
Total other comprehensive loss for the financial period, net of tax	(3,953)	(23,616)	(3,953)	(23,616)
Total comprehensive loss for the financial period	<u>(11,414)</u>	<u>(28,078)</u>	<u>(11,414)</u>	<u>(28,078)</u>
Total comprehensive loss attributable to:				
Owners of the parent	(10,304)	(22,718)	(10,304)	(22,718)
Non-controlling interests	(1,110)	(5,360)	(1,110)	(5,360)
Total comprehensive loss for the financial period	<u>(11,414)</u>	<u>(28,078)</u>	<u>(11,414)</u>	<u>(28,078)</u>
Basic loss per share attributable to owners of the parent (sen)	<u>(4.2)</u>	<u>(2.4)</u>	<u>(4.2)</u>	<u>(2.4)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2016.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.03.17 RM'000	As at 31.12.16 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	181,571	184,021
Land use rights	16,676	17,050
Prepaid land lease payments	-	2,801
Capital work-in-progress	9,970	2,773
Intangible assets	2,725	2,725
Interest in associates	36,794	38,656
Interest in a jointly controlled entity	15,585	20,154
Other investments	481	495
Amount owing by a jointly controlled entity	66,231	67,172
	330,033	335,847
Current assets		
Trade receivables	35	58
Other receivables, deposits and prepayments	25,053	18,334
Amount owing by a jointly controlled entity	36,126	34,196
Tax assets	478	536
Short term fund	3,479	17,444
Cash & cash equivalents	40,184	52,252
	105,355	122,820
Assets of disposal group classified as held for sale	2,931	-
	108,286	122,820
TOTAL ASSETS	438,319	458,667
EQUITY AND LIABILITIES		
Equity		
Share capital	212,122	178,026
Reserves	84,792	129,192
Treasury shares	(4,384)	(4,384)
Total equity attributable to owners of the parent	292,530	302,834
Non-controlling interests	50,514	51,624
Total equity	343,044	354,458
Non-current liabilities		
Long term borrowings	63,717	67,822
Deferred tax liabilities	1,975	1,996
	65,692	69,818
Current liabilities		
Trade payables	32	40
Other payables, deposits and accruals	11,827	17,023
Short term borrowings	17,577	17,069
Tax payables	143	259
	29,579	34,391
Liabilities of disposal group classified as held for sale	4	-
	29,583	34,391
Total Liabilities	95,275	104,209
	438,319	458,667

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2016.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31.03.17	31.03.16
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax,	(7,461)	(4,422)
Adjustments for :-		
Amortisation of land use rights	100	99
Amortisation of prepaid land lease payments	24	-
Depreciation of property, plant and equipment	939	452
Income distribution from short term fund	(23)	(537)
Interest expense	915	576
Interest income	(732)	(870)
Loss on unrealised foreign exchange	2	12
Share of results of associates	1,417	(97)
Share of results of a jointly controlled entity	4,287	1,188
Operating loss before working capital changes	<u>(532)</u>	<u>(3,599)</u>
Changes in working capital :-		
Receivables	(6,029)	(25)
Payables	(5,201)	(12,216)
Net cash flows used in operations	<u>(11,762)</u>	<u>(15,840)</u>
Interest paid	(931)	(28)
Tax paid	(114)	(286)
Tax refunded	57	-
Net cash flows used in operating activities	<u>(12,750)</u>	<u>(16,154)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Advances to a jointly controlled entity	(2,451)	(2,284)
Capital work-in-progress incurred	(7,198)	(4,427)
Interest received	101	811
Placement of fixed deposits	(5)	(100)
Purchase of property, plant and equipment	(648)	(24)
Redemption/(Placement) of short term fund	13,965	(32,577)
Net cash flows from/(used in) investing activities	<u>3,764</u>	<u>(38,601)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loan	-	4,500
Drawdown of unsecured loan from a corporate shareholder	-	40,256
Repayments of term loan	(2,324)	-
Net cash flows (used in)/from financing activities	<u>(2,324)</u>	<u>44,756</u>
Net decrease in cash and cash equivalents	<u>(11,310)</u>	<u>(9,999)</u>
Effects of exchange rate changes on cash and cash equivalents	(615)	(5,837)
Cash and cash equivalents at the beginning of the financial period	51,235	120,444
Cash and cash equivalents at the end of the financial period	<u><u>39,310</u></u>	<u><u>104,608</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2016.



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	-----Non-Distributable-----							-----Distributable-----					Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Capital redemption reserve RM'000	Asset revaluation reserve RM'000	Foreign exchange translation reserve RM'000	Fair value reserve RM'000	Statutory reserve fund RM'000	Other reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000			
3 months ended 31 March 2017														
At 01.01.17	178,026	15,096	19,000	3,613	48,178	36	23	6,206	(4,384)	37,040	302,834	51,624	354,458	
Comprehensive loss														
Loss for the financial period	-	-	-	-	-	-	-	-	-	(7,175)	(7,175)	(286)	(7,461)	
Other comprehensive loss														
Foreign currency translation differences	-	-	-	-	(3,017)	-	-	(100)	-	-	(3,117)	(824)	(3,941)	
Fair value adjustment of available-for-sale financial assets	-	-	-	-	-	(12)	-	-	-	-	(12)	-	(12)	
Adjustments for effects of Companies Act 2016 (Note 1)	34,096	(15,096)	(19,000)	-	-	-	-	-	-	-	-	-	-	
Total other comprehensive loss for the financial period	34,096	(15,096)	(19,000)	-	(3,017)	(12)	-	(100)	-	-	(3,129)	(824)	(3,953)	
Total comprehensive loss for the financial period	34,096	(15,096)	(19,000)	-	(3,017)	(12)	-	(100)	-	(7,175)	(10,304)	(1,110)	(11,414)	
Transactions with owners														
At 31.03.17	212,122	-	-	3,613	45,161	24	23	6,106	(4,384)	29,865	292,530	50,514	343,044	
3 months ended 31 March 2016														
At 01.01.16	178,026	15,096	19,000	2,786	67,434	16	10,181	5,943	(4,384)	25,129	319,227	55,010	374,237	
Comprehensive loss														
Loss for the financial period	-	-	-	-	-	-	-	-	-	(4,147)	(4,147)	(315)	(4,462)	
Other comprehensive loss														
Foreign currency translation differences	-	-	-	-	(17,054)	-	(933)	(545)	-	-	(18,532)	(5,045)	(23,577)	
Fair value adjustment of available-for-sale financial assets	-	-	-	-	-	(39)	-	-	-	-	(39)	-	(39)	
Total other comprehensive loss for the financial period	-	-	-	-	(17,054)	(39)	(933)	(545)	-	-	(18,571)	(5,045)	(23,616)	
Total comprehensive loss for the financial period	-	-	-	-	(17,054)	(39)	(933)	(545)	-	(4,147)	(22,718)	(5,360)	(28,078)	
Transactions with owners														
At 31.03.16	178,026	15,096	19,000	2,786	50,380	(23)	9,248	5,398	(4,384)	20,982	296,509	49,650	346,159	

Note 1

With the Companies Act 2016 ("the New Act") coming into effect on 31 January 2017, the credit standing in the share premium and capital redemption reserve accounts has been transferred to the share capital account. Pursuant to subsection 618(3) and 618(4) of the New Act, the Group may exercise its right to use the credit amounts being transferred from share premium and capital redemption reserve accounts within 24 months after the commencement of the New Act.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2016.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A. Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (MFRS) 134

A.1 Accounting Policies

This condensed consolidated interim financial statements (Condensed Report) is unaudited and has 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. This Condensed Report should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2016.

The accounting policies and methods of computation adopted in this Condensed Report are consistent with those adopted in the Group's annual audited financial statements for the financial year ended 31 December 2016 except for the adoption of the following new MFRSs, Amendments to MFRSs and IC Interpretation that were issued but not yet effective and have not been applied by the Group from 1 January 2017:

		Effective for annual periods beginning on or after
MFRS 9	Financial Instruments	1 January 2018
MFRS 15	Revenue from Contracts with Customers	1 January 2018
MFRS 16	Leases	1 January 2019
Amendments to MFRS 2	Share-based payments	1 January 2018
Amendments to MFRS 4	Insurance Contracts	1 January 2018
Amendments to MFRS 10	Consolidated Financial Statements	Deferred
Amendments to MFRS 128	Investments in Associate and Joint Ventures	1 January 2018/Deferred
Amendments to MFRS 140	Transfers of Investment Property	1 January 2018
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2018

The directors expect that the adoption of the new MFRSs, Amendments to MFRSs and IC Interpretation above will not have any impact on the interim financial report in the year of initial application.

A.2 Qualification of Preceding Annual Financial Statements

The audit report of the Company's most recent annual financial statements was reported without qualification.

A.3 Seasonal or Cyclical Factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

A.4 Unusual Material Event

There were no material unusual events affecting assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

A.5 Material Changes in Estimates

There were no significant changes in estimates of amounts reported which would have a material effect in the current financial quarter under review.

A.6 Debts and Equity Securities

During the current financial quarter, the Company had not repurchased any ordinary shares of RM1.00 each of its issued share capital from the open market. As at 31 March 2017, a total of 5,288,275 treasury shares were held by the Company. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965.

Apart from the above, there were no other issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale/repurchase of treasury shares during the current financial year-to-date.

A.7 Dividend Paid

There was no dividend paid during the current financial quarter under review.

A.8 Operating Segments

The Group has two reportable segments as shown below, which are the Group's strategic business units in three principal geographical areas. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

a. By Activity

	Warehousing & related value added services RM'000	Transportation & distribution RM'000	Consolidated RM'000
3 months ended 31.03.2017			
External revenue	<u>3,608</u>	<u>57</u>	<u>3,665</u>
Segment profit	<u>180</u>	<u>2</u>	<u>182</u>
3 months ended 31.03.2016			
External revenue	<u>5,920</u>	<u>130</u>	<u>6,050</u>
Segment loss	<u>(1,484)</u>	<u>(5)</u>	<u>(1,489)</u>

Reconciliation of reportable segment (loss)/profit	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
Total profit/(loss) from reportable segments	182	(1,489)	182	(1,489)
Other non-reportable segments	(1,939)	(1,842)	(1,939)	(1,842)
Share of results of associates	(1,417)	97	(1,417)	97
Share of results of a jointly controlled entity	(4,287)	(1,188)	(4,287)	(1,188)
Consolidated loss before tax	<u>(7,461)</u>	<u>(4,422)</u>	<u>(7,461)</u>	<u>(4,422)</u>

b. By Geographical Location

External revenue	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
The People's Republic of China (incl. Hong Kong)	<u>3,665</u>	<u>6,050</u>	<u>3,665</u>	<u>6,050</u>

Loss before tax	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
Malaysia	(1,924)	(1,776)	(1,924)	(1,776)
The People's Republic of China (incl. Hong Kong)	(1,250)	(1,458)	(1,250)	(1,458)
United Arab Emirates	(4,287)	(1,188)	(4,287)	(1,188)
	<u>(7,461)</u>	<u>(4,422)</u>	<u>(7,461)</u>	<u>(4,422)</u>

A.9 Valuations of Property, Plant and Equipment

The valuation of lands and buildings have been brought forward without amendment from the previous audited Annual Financial Statements.

A.10 Material Subsequent Events

On 4 April 2017, the Company had completed the Private Placement of up to 10% of the Company's existing total number of issued shares (excluding treasury shares), following the listing of and quotation for 17,000,000 Placement Shares at an issue price of RM0.797 per share on the Main Market of Bursa Securities.

On 18 April 2017, IL Energy Sdn. Bhd., a wholly-owned subsidiary of ILB, had acquired 2 ordinary shares of RM1.00 each in IL Power Sdn. Bhd. ("IL Power"), representing 100% of the issued and paid up share capital of IL Power for a total cash consideration of RM2.00.

On 21 April 2017, IL Energy Sdn. Bhd., a wholly-owned subsidiary of ILB, had entered into a Share Sale Agreement with Bee Sun Sdn Bhd to dispose off 100% equity interest in Feel Solar Sdn Bhd for a total cash consideration of Ringgit Malaysia Two Million Nine Hundred Eighty One Thousand One Hundred and Ninety Three Only (RM2,981,193.00) upon the terms and conditions stated in the Agreement.

On 8 May 2017, IL Energy Sdn. Bhd., a wholly-owned subsidiary of ILB, had acquired 2 ordinary shares of RM1.00 each in East Borneo Solar Sdn. Bhd ("East Borneo"), representing 100% of the issued and paid up share capital of East Borneo for a total cash consideration of RM2.00.

A.11 Changes in The Composition of the Group

Integrated Freight Services Sdn Bhd, a wholly-owned subsidiary of ILB which was under Members' Voluntary Winding-up, had been dissolved in January 2017.

A.12 Contingent Liabilities and Contingent Assets

As at the end of the reporting quarter, corporate guarantees given by the Company to financial institutions for banking facilities granted to a subsidiary amounted to RM61.8 million, and to a jointly controlled entity amounted to RM40.7 million.

Apart from the above, there were no other contingent liabilities and contingent assets since the last annual reporting date.

A.13 Capital Commitment

As at the end of the reporting quarter, the Group has capital commitments totalling RM55.9 million in respect of the construction of a solar power plant, renovations to office building & improvements to warehouse buildings in the People's Republic of China.

B. Explanatory Notes As Per Bursa Malaysia - Listing Requirements Chapter 9.22 of Part K

B.1 Review of Performance

For the current quarter ended 31 March 2017, the Group posted a revenue of RM3.7 million which was 39.3% lower than the revenue of RM6.1 million for the corresponding quarter in the preceding year. The lower revenue was mainly due to revenue decrease from the warehousing & related value added services and transportation & distribution segments of the Group's operations in the People's Republic of China.

The Group posted a pre-tax loss of RM7.5 million for the current quarter as compared to the pre-tax loss for the corresponding quarter in the preceding year of RM4.4 million. The increase in pre-tax loss of RM3.1 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Decrease in operating costs	2.2
Increase in losses from Associate	(1.5)
Decrease in other income	(0.3)
Increase in finance costs	(0.3)
ii) <u>Malaysia</u>	
Decrease in other income	(0.5)
Decrease in operating costs	0.4
iii) <u>United Arab Emirates</u>	
Increase in losses from Jointly Controlled Entity	(3.1)
	<u>(3.1)</u>

B.2 Comparison With Immediate Preceding Quarter's Results

Compared to the immediate preceding quarter, the Group's revenue recorded a decrease of 27.5% from RM5.1 million to RM3.7 million. The lower revenue was mainly due to the revenue decrease from the warehousing & related value added services segment of the Group's operations in the People's Republic of China.

The Group recorded a pre-tax loss of RM7.5 million for the current quarter as compared to the immediate preceding quarter's pre-tax profit of RM1.6 million. The increase in pre-tax loss of RM9.1 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Reversal of impairment on investment in associate in prior year	(15.8)
Decrease in losses from Associate	6.9
Decrease in operating costs	3.5
Gain on disposal of subsidiaries, ISH Logistics (Shanghai) Limited and ISH Cargo Services (HK) Company Limited in prior year	(1.5)
Increase in other income	0.1
ii) <u>Malaysia</u>	
Decrease in other income	(0.5)
Decrease in operating costs	0.3
Increase in profit from Associate	0.1
iii) <u>United Arab Emirates</u>	
Increase in losses from Jointly Controlled Entity	(2.2)
	<u>(9.1)</u>

B.3 Prospects

In view of the current global economic conditions, the Board foresees the market conditions will continue to remain challenging for the year. While measures continue to be taken to ensure the sustainability of the Group's revenue & operations, the challenging environment is expected to have an impact on the Group's performance for the current financial quarter.

B.4 Variance of Actual Profit from Forecast Profit

Not applicable as there was no profit forecast issued.

B.5 Tax Expense

	Current financial quarter ended 31.03.2017 RM'000	Current financial year-to-date ended 31.03.2017 RM'000
Tax expense comprises :-		
Current income tax	-	-
Deferred tax	-	-
Tax expense for the financial period	<u>-</u>	<u>-</u>

Reconciliation between tax expense and accounting loss

The reconciliation between tax expense and the product of accounting loss multiplied by the applicable corporate tax rate for the financial period ended 31 March 2017 are as follows:-

	Current financial quarter ended 31.03.2017 RM'000	Current financial year-to-date ended 31.03.2017 RM'000
Loss before tax	<u>(7,461)</u>	<u>(7,461)</u>
Tax at Malaysian statutory income tax rate of 24%	(1,791)	(1,791)
Different tax rates in other countries	120	120
Adjustments:		
Share of results of associates	340	340
Share of results of a jointly controlled entity	1,029	1,029
Tax effect on non-taxable revenue	(163)	(163)
Tax effect on non-deductible expenses	600	600
Deferred tax assets not recognised during the financial year	40	40
Utilisation of deferred tax assets not recognised in prior financial years	<u>(175)</u>	<u>(175)</u>
Income tax expense recognised in profit or loss	<u>-</u>	<u>-</u>

B.6 Status of Corporate Proposals

The Company's proposed diversification of the existing core business to include solar energy and solar energy related businesses was approved by shareholders at the Company's Extraordinary General Meeting held on the 25 April 2017.

B.7 Group Borrowings and Debt Securities

	As at 31.03.2017 RM'000	As at 31.03.2016 RM'000
a. Short term borrowings		
Secured :-		
Portion of term loans repayable within 12 months	11,548	4,413
Unsecured :-		
Loan from a non-controlling shareholder repayable within 12 months	<u>6,029</u>	<u>47,519</u>
	<u>17,577</u>	<u>51,932</u>
b. Long term borrowings		
Secured :-		
Portion of term loans repayable within 12 months	54,730	41,074
Unsecured :-		
Loan from a non-controlling shareholder repayable after 12 months	<u>8,987</u>	<u>27,872</u>
	<u>63,717</u>	<u>68,946</u>

B.7 Group Borrowings and Debt Securities (cont'd)

- c. All the above borrowings are denominated in Ringgit Malaysia except for the following loans which are denominated in foreign currencies:-

	As at 31.03.2017	As at 31.03.2016
	RM'000	RM'000
(i) In US Dollars		
Portion of term loans repayable within 12 months	11,146	3,900
Portion of term loans repayable after 12 months	50,651	37,087
	<u>61,797</u>	<u>40,987</u>
(ii) In Hong Kong Dollars		
Loan from a non-controlling shareholder repayable within 12 months	6,029	47,519
Loan from a non-controlling shareholder repayable after 12 months	8,987	27,872
	<u>15,016</u>	<u>75,391</u>

B.8 Financial Instruments**a. Derivatives**

There were no outstanding derivatives (including instruments designated as hedging instruments) in the current financial quarter under review.

b. Gains/(losses) arising from fair value changes in financial liabilities

There were no gain/(loss) arising from the fair value changes in financial liabilities in the current financial quarter under review.

B.9 Material Litigation

As at the date of this announcement, there were no material changes in litigations since the last annual reporting date.

B.10 Dividend Payable

No dividend is payable as at the end of the financial quarter.

B.11 Loss Per Share ("EPS")

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
Loss attributable to owners of the Parent (RM'000)	(7,175)	(4,147)	(7,175)	(4,147)
Weighted average number of ordinary shares for basic EPS ('000)	172,737	172,737	172,737	172,737
Basic EPS (sen)	<u>(4.2)</u>	<u>(2.4)</u>	<u>(4.2)</u>	<u>(2.4)</u>

B.12 Realised and Unrealised Profits/(Losses) Disclosure

	As at 31.03.2017	As at 31.03.2016
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries	125,430	81,304
- Realised	(2)	(12)
- Unrealised	<u>125,428</u>	<u>81,292</u>
Total share of retained earnings from associates	8,581	11,581
- Realised	(3,606)	(3,238)
- Unrealised	<u>4,975</u>	<u>8,343</u>
Total share of accumulated losses from a jointly controlled entity		
- Realised	(46,435)	(38,653)
- Unrealised	-	-
	<u>(46,435)</u>	<u>(38,653)</u>
Less : Consolidation adjustments	<u>(54,103)</u>	<u>(30,000)</u>
Total retained earnings of the Group	<u>29,865</u>	<u>20,982</u>

B.13 Loss Before Tax

The following items have been included in arriving at loss before tax:-

	Current financial quarter ended 31.03.2017	Current financial year-to-date ended 31.03.2017
	RM'000	RM'000
Amortisation of land use rights	100	100
Amortisation of prepaid land lease payments	24	24
Auditors' remuneration		
- statutory audit	24	24
Depreciation of property, plant and equipment	939	939
Directors' remuneration		
- fees	97	97
- other emoluments	866	866
(Gain)/Loss on foreign exchange		
- realised	(22,665)	(22,665)
- unrealised	2	2
Income distribution from short term fund	(23)	(23)
Interest expense	915	915
Interest income	(732)	(732)
Rental income on warehouse	(398)	(398)
Rental of equipment and store	21	21
Rental of warehouse and office buildings	212	212
Staff costs		
- Contribution to defined contribution plan	70	70
- Salaries and others	<u>1,093</u>	<u>1,093</u>

B.14 Comparative Figures

Certain comparative figures have been reclassified where necessary to conform with the current quarter's presentation.

By Order of the Board

Amarjit Singh A/L Banta Singh
Company Secretary

Selangor
26 May 2017