



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter		%	Cumulative quarters		%
	3 months ended			6 months ended		
	30.06.17	30.06.16	changes	30.06.17	30.06.16	changes
	RM'000	RM'000		RM'000	RM'000	
Revenue	3,428	6,526	-47.5%	7,093	12,576	-43.6%
Operating costs	(5,173)	(9,235)		(10,874)	(20,012)	
Other income	2,451	1,864		3,645	3,835	
Profit/(Loss) from operations	706	(845)	183.6%	(136)	(3,601)	96.2%
Finance costs	(957)	(850)		(1,872)	(1,425)	
Share of results of						
Associates	999	(1,278)		(418)	(1,181)	
Jointly controlled entity	(4,223)	(80)		(8,510)	(1,268)	
Loss before tax	(3,475)	(3,053)	-13.8%	(10,936)	(7,475)	-46.3%
Tax expense	(130)	79		(130)	39	
Loss for the financial period	<u>(3,605)</u>	<u>(2,974)</u>	-21.2%	<u>(11,066)</u>	<u>(7,436)</u>	-48.8%
Attributable to:						
Owners of the parent	(4,631)	(2,203)		(11,806)	(6,350)	
Non-controlling interests	1,026	(771)		740	(1,086)	
Loss for the financial period	<u>(3,605)</u>	<u>(2,974)</u>		<u>(11,066)</u>	<u>(7,436)</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 quarters	
	3 months ended		6 months ended	
	30.06.17	30.06.16	30.06.17	30.06.16
	RM'000	RM'000	RM'000	RM'000
Loss for the financial period	(3,605)	(2,974)	(11,066)	(7,436)
Other comprehensive (loss)/income, net of tax				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Foreign currency translation differences	(5,172)	3,073	(9,113)	(20,504)
Fair value adjustment of available-for-sale financial assets	-	-	(12)	(39)
Total other comprehensive (loss)/income for the financial period, net of tax	(5,172)	3,073	(9,125)	(20,543)
Total comprehensive (loss)/income for the financial period	<u>(8,777)</u>	<u>99</u>	<u>(20,191)</u>	<u>(27,979)</u>
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(9,459)	565	(19,763)	(22,153)
Non-controlling interests	682	(466)	(428)	(5,826)
Total comprehensive (loss)/income for the financial period	<u>(8,777)</u>	<u>99</u>	<u>(20,191)</u>	<u>(27,979)</u>
Basic loss per share attributable to owners of the parent (sen)	<u>(2.5)</u>	<u>(1.3)</u>	<u>(6.5)</u>	<u>(3.7)</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 30.06.17 RM'000	As at 31.12.16 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	180,238	184,021
Land use rights	16,512	17,050
Prepaid land lease payments	-	2,801
Capital work-in-progress	21,088	2,773
Intangible assets	2,725	2,725
Interest in associates	36,850	38,656
Interest in a jointly controlled entity	10,783	20,154
Other investments	476	495
Amount owing by a jointly controlled entity	64,300	67,172
	332,972	335,847
Current assets		
Trade receivables	54	58
Other receivables, deposits and prepayments	28,309	18,334
Amount owing by a jointly controlled entity	37,996	34,196
Tax assets	474	536
Short term fund	2,421	17,444
Cash & cash equivalents	34,816	52,252
	104,070	122,820
TOTAL ASSETS	437,042	458,667
EQUITY AND LIABILITIES		
Equity		
Share capital	225,671	178,026
Reserves	75,377	129,192
Treasury shares	(4,384)	(4,384)
Total equity attributable to owners of the parent	296,664	302,834
Non-controlling interests	51,196	51,624
Total equity	347,860	354,458
Non-current liabilities		
Long term borrowings	59,029	67,822
Deferred tax liabilities	1,931	1,996
	60,960	69,818
Current liabilities		
Trade payables	48	40
Other payables, deposits and accruals	10,021	17,023
Short term borrowings	18,010	17,069
Tax payables	143	259
	28,222	34,391
Total Liabilities	89,182	104,209
TOTAL EQUITY AND LIABILITIES	437,042	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

	6 months ended	
	30.06.17	30.06.16
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax,	(10,936)	(7,475)
Adjustments for :-		
Amortisation of land use rights	198	201
Amortisation of prepaid land lease payments	24	-
Bad debts written off	-	2
Depreciation of property, plant and equipment	1,597	912
Gain on disposal of investment in subsidiary	(10)	-
Income distribution from short term fund	(65)	(1,138)
Interest expense	1,872	1,425
Interest income	(1,450)	(1,789)
Loss/(Gain) on unrealised foreign exchange	7	(9)
Share of results of associates	418	1,181
Share of results of a jointly controlled entity	8,510	1,268
Operating profit/(loss) before working capital changes	<u>165</u>	<u>(5,422)</u>
Changes in working capital :-		
Receivables	(8,678)	(2,826)
Payables	(7,049)	(3,689)
Net cash flows used in operations	<u>(15,562)</u>	<u>(11,937)</u>
Interest paid	(1,812)	(1,177)
Tax paid	(240)	(637)
Tax refunded	58	-
Net cash flows used in operating activities	<u>(17,556)</u>	<u>(13,751)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Advances to a jointly controlled entity	(5,416)	(5,089)
Capital work-in-progress incurred	(18,357)	(5,078)
Dividend received	-	5,000
Effect of disposal of subsidiary, net of cash disposed	2,833	-
Interest received	219	1,640
Placement of fixed deposits	(5)	(102)
Purchase of property, plant and equipment	(654)	(43)
Redemption/(Placement) of short term fund	15,023	(30,578)
Net cash flows used in investing activities	<u>(6,357)</u>	<u>(34,250)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	-	(4,318)
Drawdown of term loan	-	11,262
Drawdown of unsecured loan from a corporate shareholder	-	41,568
Interest paid	-	(89)
Share issuance from private placement	13,549	-
Repayments of term loan	(4,602)	(29)
Net cash flows from financing activities	<u>8,947</u>	<u>48,394</u>
Net (decrease)/increase in cash and cash equivalents	<u>(14,966)</u>	<u>393</u>
Effects of exchange rate changes on cash and cash equivalents	(2,475)	(5,834)
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>33,794</u></u>	<u><u>115,003</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-----					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	Non-controlling interests RM'000	
6 months ended 30 June 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	-	-	-	-	-	-	-	-	-	(11,806)	(11,806)	740	(11,066)
Other comprehensive loss													
Foreign currency translation differences	-	-	-	-	(7,639)	-	(1)	(305)	-	-	(7,945)	(1,168)	(9,113)
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)	-	(7,639)	(12)	(1)	(305)	-	-	(7,957)	(1,168)	(9,125)
Total comprehensive loss for the financial period	34,096	(15,096)	(19,000)	-	(7,639)	(12)	(1)	(305)	-	(11,806)	(19,763)	(428)	(20,191)
Transactions with owners													
Transfer on disposal of subsidiary	-	-	-	-	-	-	-	-	-	44	44	-	44
Share issuance from private placement	13,549	-	-	-	-	-	-	-	-	-	13,549	-	13,549
Total transactions with owners	13,549	-	-	-	-	-	-	-	-	44	13,593	-	13,593
At 30.06.17	225,671	-	-	3,613	40,539	24	22	5,901	(4,384)	25,278	296,664	51,196	347,860
6 months ended 30 June 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	-	-	-	-	-	-	-	-	-	(6,350)	(6,350)	(1,086)	(7,436)
Other comprehensive loss													
Foreign currency translation differences	-	-	-	-	(14,763)	-	(632)	(369)	-	-	(15,764)	(4,740)	(20,504)
Fair value adjustment of available-for-sale financial assets	-	-	-	-	-	(39)	-	-	-	-	(39)	-	(39)
Total other comprehensive loss for the financial period	-	-	-	-	(14,763)	(39)	(632)	(369)	-	-	(15,803)	(4,740)	(20,543)
Total comprehensive loss for the financial period	-	-	-	-	(14,763)	(39)	(632)	(369)	-	(6,350)	(22,153)	(5,826)	(27,979)
Transactions with owners													
Interim single-tier dividend of 2.5% per share in respect of the financial year ended 31.12.2015	-	-	-	-	-	-	-	-	-	(4,318)	(4,318)	-	(4,318)
Total transactions with owners	-	-	-	-	-	-	-	-	-	(4,318)	(4,318)	-	(4,318)
At 30.06.16	178,026	15,096	19,000	2,786	52,671	(23)	9,549	5,574	(4,384)	14,461	292,756	49,184	341,940

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 30 June 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 127 of the Companies Act, 2016.

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.

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 30.06.2017			
External revenue	<u>3,362</u>	<u>66</u>	<u>3,428</u>
Segment profit	<u>1,348</u>	<u>5</u>	<u>1,353</u>
3 months ended 30.06.2016			
External revenue	<u>6,395</u>	<u>131</u>	<u>6,526</u>
Segment loss	<u>(1,459)</u>	<u>(127)</u>	<u>(1,586)</u>
	Warehousing & related value added services RM'000	Transportation & distribution RM'000	Consolidated RM'000
6 months ended 30.06.2017			
External revenue	<u>6,970</u>	<u>123</u>	<u>7,093</u>
Segment profit	<u>1,528</u>	<u>7</u>	<u>1,535</u>
6 months ended 30.06.2016			
External revenue	<u>12,315</u>	<u>261</u>	<u>12,576</u>
Segment loss	<u>(2,943)</u>	<u>(132)</u>	<u>(3,075)</u>

Reconciliation of reportable segment profit/(loss)

	Individual quarter 3 months ended		Cumulative quarters 6 months ended	
	30.06.17	30.06.16	30.06.17	30.06.16
	RM'000	RM'000	RM'000	RM'000
Total profit/(loss) from reportable segments	1,353	(1,586)	1,535	(3,075)
Other non-reportable segments	(1,604)	(109)	(3,543)	(1,951)
Share of results of associates	999	(1,278)	(418)	(1,181)
Share of results of a jointly controlled entity	(4,223)	(80)	(8,510)	(1,268)
Consolidated loss before tax	<u>(3,475)</u>	<u>(3,053)</u>	<u>(10,936)</u>	<u>(7,475)</u>

b. By Geographical Location

External revenue	Individual quarter 3 months ended		Cumulative quarters 6 months ended	
	30.06.17	30.06.16	30.06.17	30.06.16
	RM'000	RM'000	RM'000	RM'000
The People's Republic of China (incl. Hong Kong)	<u>3,428</u>	<u>6,526</u>	<u>7,093</u>	<u>12,576</u>

A.8 Operating Segments (cont'd)

b. By Geographical Location (cont'd)

Loss before tax	Individual quarter		Cumulative quarters	
	3 months ended		6 months ended	
	30.06.17	30.06.16	30.06.17	30.06.16
	RM'000	RM'000	RM'000	RM'000
Malaysia	(1,594)	(91)	(3,518)	(1,867)
The People's Republic of China (incl. Hong Kong)	2,342	(2,882)	1,092	(4,340)
United Arab Emirates	(4,223)	(80)	(8,510)	(1,268)
	<u>(3,475)</u>	<u>(3,053)</u>	<u>(10,936)</u>	<u>(7,475)</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

There is no material event subsequent to the end of the period under review.

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.

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.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 RM58.0 million, and to a jointly controlled entity amounted to RM36.5 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 RM45.1 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

a. Comparison Between Current Financial Year And Preceding Financial Year's Results

For the current financial period ended 30 June 2017, the Group posted a revenue of RM7.1 million which was 43.6% lower than the revenue of RM12.6 million for the corresponding period in the preceding year. The lower revenue was mainly due to decrease in revenue from the warehousing & related value added services and transportation & distribution segments of the Group's operations upon completion of disposal of subsidiaries on 8 July 2016 in the People's Republic of China.

The Group posted a pre-tax loss of RM10.9 million for the current financial period as compared to the pre-tax loss for the corresponding period in the preceding year of RM7.5 million. The increase in pre-tax loss of RM3.4 million for the current financial period was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Decrease in operating costs	4.3
Decrease in losses from Associate	0.8
Increase in other income	0.8
Increase in finance costs	(0.4)
ii) <u>Malaysia</u>	
Decrease in other income	(1.0)
Increase in operating costs	(0.7)
iii) <u>United Arab Emirates</u>	
Increase in losses from Jointly Controlled Entity	(7.2)
	<u>(3.4)</u>

b. Comparison Between Current Quarter And Corresponding Period In The Preceding Year's Results

For the current quarter ended 30 June 2017, the Group posted a revenue of RM3.4 million which was 47.5% lower than the revenue of RM6.5 million for the corresponding quarter in the preceding year. The lower revenue was mainly due to decrease in revenue from the warehousing & related value added services and transportation & distribution segments of the Group's operations upon completion of disposal of subsidiaries on 8 July 2016 in the People's Republic of China.

The Group posted a pre-tax loss of RM3.5 million for the current quarter as compared to the pre-tax loss for the corresponding quarter in the preceding year of RM3.1 million. The increase in pre-tax loss of RM0.4 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Decrease in losses from Associate	2.3
Decrease in operating costs	1.9
Increase in other income	1.1
Increase in finance costs	(0.1)
ii) <u>Malaysia</u>	
Increase in operating costs	(1.0)
Decrease in other income	(0.5)
iii) <u>United Arab Emirates</u>	
Increase in losses from Jointly Controlled Entity	(4.1)
	<u>(0.4)</u>

B.2 Comparison With Immediate Preceding Quarter's Results

	Individual quarter 3 months ended		% changes
	30.06.17 RM'000	31.03.17 RM'000	
Revenue	<u>3,428</u>	<u>3,665</u>	-6.5%
Loss before tax	<u>(3,475)</u>	<u>(7,461)</u>	53.4%

Compared to the immediate preceding quarter, the Group's revenue recorded a decrease of 6.5% from RM3.7 million to RM3.4 million. The lower revenue was mainly due to the decrease in revenue 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 RM3.5 million for the current quarter as compared to the immediate preceding quarter's pre-tax loss of RM7.5 million. The decrease in pre-tax loss of RM4.0 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Decrease in losses from Associate	2.4
Increase in other income	1.2
ii) <u>Malaysia</u>	
Decrease in operating costs	0.3
iii) <u>United Arab Emirates</u>	
Decrease in losses from Jointly Controlled Entity	<u>0.1</u>
	<u>4.0</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 30.06.2017 RM'000	Current financial year-to-date ended 30.06.2017 RM'000
Tax expense comprises :-		
Current income tax	130	130
Deferred tax	-	-
Tax expense for the financial period	<u>130</u>	<u>130</u>

B.5 Tax Expense (cont'd)

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 30 June 2017 are as follows:-

	Current financial quarter ended 30.06.2017	Current financial year-to-date ended 30.06.2017
	RM'000	RM'000
Loss before tax	<u>(3,475)</u>	<u>(10,936)</u>
Tax at Malaysian statutory income tax rate of 24%	(834)	(2,625)
Different tax rates in other countries	153	273
Adjustments:		
Share of results of associates	(346)	(6)
Share of results of a jointly controlled entity	1,013	2,042
Tax effect on non-taxable revenue	(166)	(329)
Tax effect on non-deductible expenses	587	1,187
Deferred tax assets not recognised during the financial year	35	75
Utilisation of deferred tax assets not recognised in prior financial years	(315)	(490)
Under provision in prior year		
- income tax	3	3
Income tax expense recognised in profit or loss	<u>130</u>	<u>130</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 30.06.2017					
	Long term borrowings		Short term borrowings		Total borrowings	
	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000
Secured :-						
Term loans						
- USD	46,373	-	11,593	-	57,966	-
- RM	-	3,970	-	411	-	4,381
Unsecured :-						
Loan from a non-controlling shareholder						
- HKD	8,686	-	6,006	-	14,692	-
	55,059	3,970	17,599	411	72,658	4,381

	As at 30.06.2016					
	Long term borrowings		Short term borrowings		Total borrowings	
	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000
Secured :-						
Term loans						
- USD	42,780	-	6,047	-	48,827	-
- RM	-	4,392	-	379	-	4,771
Unsecured :-						
Loan from a non-controlling shareholder						
- HKD	5,760	-	72,107	-	77,867	-
	48,540	4,392	78,154	379	126,694	4,771

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 3 months ended		Cumulative Quarters 6 months ended	
	30.06.17	30.06.16	30.06.17	30.06.16
Loss attributable to owners of the Parent (RM'000)	(4,631)	(2,203)	(11,806)	(6,350)
Weighted average number of ordinary shares for basic EPS ('000)	188,803	172,737	180,815	172,737
Basic EPS (sen)	<u>(2.5)</u>	<u>(1.3)</u>	<u>(6.5)</u>	<u>(3.7)</u>

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

	As at 30.06.2017	As at 30.06.2016
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries		
- Realised	133,858	83,697
- Unrealised	(7)	9
	<u>133,851</u>	<u>83,706</u>
Total share of retained earnings from associates		
- Realised	(2,492)	10,368
- Unrealised	(1,485)	(3,304)
	<u>(3,977)</u>	<u>7,064</u>
Total share of accumulated losses from a jointly controlled entity		
- Realised	(50,658)	(38,733)
- Unrealised	-	-
	<u>(50,658)</u>	<u>(38,733)</u>
Less : Consolidation adjustments	<u>(53,938)</u>	<u>(37,576)</u>
Total retained earnings of the Group	<u>25,278</u>	<u>14,461</u>

B.13 Loss Before Tax

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

	Current financial quarter ended 30.06.2017	Current financial year-to-date ended 30.06.2017
	RM'000	RM'000
Amortisation of land use rights	98	198
Amortisation of prepaid land lease payments	-	24
Auditors' remuneration		
- statutory audit	30	54
Depreciation of property, plant and equipment	658	1,597
Directors' remuneration		
- fees	97	194
- other emoluments	714	1,580
Gain on disposal of investment in subsidiary	(10)	(10)
(Gain)/Loss on foreign exchange		
- realised	(1,277)	(1,300)
- unrealised	5	7
Income distribution from short term fund	(42)	(65)
Interest expense	957	1,872
Interest income	(718)	(1,450)
Rental income on warehouse	(399)	(797)
Rental of equipment and store	12	33
Rental of lorries	36	36
Rental of warehouse and office buildings	176	388
Staff costs		
- Contribution to defined contribution plan	60	130
- Salaries and others	1,009	2,102

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
17 August 2017