



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter		%	Cumulative quarters		%
	3 months ended			6 months ended		
	30.06.18	30.06.17	changes	30.06.18	30.06.17	changes
	RM'000	RM'000		RM'000	RM'000	
Revenue	6,239	3,428	82.0%	12,503	7,093	76.3%
Operating costs	(7,985)	(5,173)		(11,570)	(10,874)	
Other income	628	2,451		1,366	3,645	
(Loss)/Profit from operations	(1,118)	706	-258.4%	2,299	(136)	1790.4%
Finance costs	(2,030)	(957)		(3,787)	(1,872)	
Share of results of						
Associates	(431)	999		(1,226)	(418)	
Jointly controlled entity	(2,510)	(4,223)		(5,065)	(8,510)	
Loss before tax	(6,089)	(3,475)	-75.2%	(7,779)	(10,936)	28.9%
Tax expense	(238)	(130)		(457)	(130)	
Loss for the financial period	<u>(6,327)</u>	<u>(3,605)</u>	-75.5%	<u>(8,236)</u>	<u>(11,066)</u>	25.6%
Attributable to:						
Owners of the Company	(5,197)	(4,631)		(8,096)	(11,806)	
Non-controlling interests	(1,130)	1,026		(140)	740	
Loss for the financial period	<u>(6,327)</u>	<u>(3,605)</u>		<u>(8,236)</u>	<u>(11,066)</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 2017.



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter		Cumulative quarters	
	3 months ended		6 months ended	
	30.06.18	30.06.17	30.06.18	30.06.17
	RM'000	RM'000	RM'000	RM'000
Loss for the financial period	(6,327)	(3,605)	(8,236)	(11,066)
Other comprehensive income/(loss), net of tax				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	5,265	(5,172)	(1,707)	(9,113)
Fair value adjustment of available-for-sale financial assets	-	-	-	(12)
Total other comprehensive income/(loss) for the financial period, net of tax	5,265	(5,172)	(1,707)	(9,125)
Total comprehensive loss for the financial period	<u>(1,062)</u>	<u>(8,777)</u>	<u>(9,943)</u>	<u>(20,191)</u>
Total comprehensive loss attributable to:				
Owners of the Company	(137)	(9,459)	(9,078)	(19,763)
Non-controlling interests	(925)	682	(865)	(428)
Total comprehensive loss for the financial period	<u>(1,062)</u>	<u>(8,777)</u>	<u>(9,943)</u>	<u>(20,191)</u>
Basic loss per share attributable to owners of the Company (sen)	<u>(2.7)</u>	<u>(2.5)</u>	<u>(4.3)</u>	<u>(6.5)</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 2017.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.06.18 RM'000	As at 31.12.17 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	242,856	244,117
Land use rights	15,521	15,949
Capital work-in-progress	3,331	6,061
Intangible assets	2,530	2,595
Interest in associates	55,435	56,955
Interest in a jointly controlled entity	17,168	22,278
Other investments	270	389
Amount owing by a jointly controlled entity	60,484	60,605
	397,595	408,949
Current assets		
Trade receivables	836	157
Other receivables, deposits and prepayments	16,269	19,733
Amount owing by a jointly controlled entity	24,956	19,497
Tax assets	110	76
Short term fund	20,177	20,445
Cash & cash equivalents	26,336	33,880
	88,684	93,788
TOTAL ASSETS	486,279	502,737
EQUITY AND LIABILITIES		
Equity		
Share capital	225,671	225,671
Reserves	61,058	70,353
Treasury shares	(4,384)	(4,384)
Total equity attributable to owners of the Company	282,345	291,640
Non-controlling interests	56,526	57,574
Total equity	338,871	349,214
Non-current liabilities		
Long term borrowings	85,644	92,544
Deferred tax liabilities	2,433	2,457
	88,077	95,001
Current liabilities		
Trade payables	234	42
Other payables, deposits and accruals	9,514	12,471
Short term borrowings	49,422	44,884
Tax liabilities	161	1,125
	59,331	58,522
Total Liabilities	147,408	153,523
	486,279	502,737

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 2017.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended	
	30.06.18	30.06.17
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax,	(7,779)	(10,936)
Adjustments for :-		
Amortisation of intangible assets	65	-
Amortisation of land use rights	198	198
Amortisation of prepaid land lease payments	-	24
Depreciation of property, plant and equipment	3,697	1,597
Gain on disposal of property, plant and equipment	(52)	-
Gain on disposal of subsidiary	-	(10)
Income distribution from short-term fund	(244)	(65)
Interest expense	3,787	1,872
Interest income	(162)	(1,450)
Loss on disposal of other investments	34	-
Loss on unrealised foreign exchange	559	7
Share of results of associates	1,226	418
Share of results of a jointly controlled entity	5,065	8,510
Operating profit before working capital changes	<u>6,394</u>	<u>165</u>
Changes in working capital :-		
Receivables	2,784	(8,678)
Payables	(2,991)	(7,049)
Net cash flows from/(used in) operations	<u>6,187</u>	<u>(15,562)</u>
Interest paid	(2,260)	(1,812)
Tax paid	(1,466)	(240)
Tax refunded	-	58
Net cash flows from/(used in) operating activities	<u>2,461</u>	<u>(17,556)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of additional interests in a subsidiary	(400)	-
Advances to a jointly controlled entity	(5,423)	(5,416)
Capital work-in-progress incurred	(816)	(18,357)
Effect of disposal of subsidiary, net of cash disposed	-	2,833
Interest received	414	219
Placement of fixed deposits	(5)	(5)
Proceeds from disposal of other investments	98	-
Proceeds from disposal of property, plant and equipment	52	-
Purchase of property, plant and equipment	(721)	(654)
Withdrawal of fixed deposits	216	-
Withdrawal of short-term fund	246	15,023
Net cash flows used in investing activities	<u>(6,339)</u>	<u>(6,357)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loan	2,396	-
Drawdown of unsecured loan from a corporate shareholder	1,454	-
Interest paid	(1,300)	-
Proceeds from issuance of ordinary shares	-	13,549
Repayments of term loan	(6,693)	(4,602)
Net cash flows (used in)/from financing activities	<u>(4,143)</u>	<u>8,947</u>
Net decrease in cash and cash equivalents	<u>(8,021)</u>	<u>(14,966)</u>
Effects of exchange rate changes on cash and cash equivalents	688	(2,475)
Cash and cash equivalents at the beginning of the financial period	32,831	51,235
Cash and cash equivalents at the end of the financial period	<u>25,498</u>	<u>33,794</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 2017.

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 2018													
At 01.01.18	225,671	-	-	3,798	34,253	-	191	9,876	(4,384)	22,235	291,640	57,574	349,214
Comprehensive loss													
Loss for the financial period	-	-	-	-	-	-	-	-	-	(8,096)	(8,096)	(140)	(8,236)
Other comprehensive loss													
Exchange differences on translation of foreign operations	-	-	-	-	(918)	-	(1)	(63)	-	-	(982)	(725)	(1,707)
Total other comprehensive loss for the financial period	-	-	-	-	(918)	-	(1)	(63)	-	-	(982)	(725)	(1,707)
Total comprehensive loss for the financial period	-	-	-	-	(918)	-	(1)	(63)	-	(8,096)	(9,078)	(865)	(9,943)
Transaction with owners													
Changes in ownership interests in a subsidiary	-	-	-	-	-	-	-	-	-	(217)	(217)	(183)	(400)
At 30.06.18	225,671	-	-	3,798	33,335	-	190	9,813	(4,384)	13,922	282,345	56,526	338,871
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)/Profit for the financial period	-	-	-	-	-	-	-	-	-	(11,806)	(11,806)	740	(11,066)
Other comprehensive loss													
Exchange differences on translation of foreign operations	-	-	-	-	(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

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 2017.

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 2017.

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 2017 except for the adoption of the following new MFRSs, Amendments to MFRSs, IC Interpretation and Amendments to IC Interpretation that were issued but not yet effective and have not been applied by the Group from 1 January 2018:

		Effective for annual periods beginning on or after
MFRS 16	Leases	1 January 2019
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 2	Share-based Payment	1 January 2020 *
Amendments to MFRS 3	Business Combinations	1 January 2019/1 January 2020 *
Amendments to MFRS 6	Exploration for and Evaluation of Mineral Resources	1 January 2020 *
Amendments to MFRS 9	Financial Instruments	1 January 2019
Amendments to MFRS 10	Consolidated Financial Statements	Deferred
Amendments to MFRS 11	Joint Arrangements	1 January 2019
Amendments to MFRS 14	Regulatory Deferral Accounts	1 January 2020 *
Amendments to MFRS 101	Presentation of Financial Statements	1 January 2020 *
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Error	1 January 2020 *
Amendments to MFRS 112	Income Taxes	1 January 2019
Amendments to MFRS 119	Employee Benefits	1 January 2019
Amendments to MFRS 123	Borrowing Costs	1 January 2019
Amendments to MFRS 128	Investments in Associate and Joint Ventures	1 January 2019/Deferred
Amendments to MFRS 134	Interim Financial Reporting	1 January 2020 *
Amendments to MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2020 *
Amendments to MFRS 138	Intangible Assets	1 January 2020 *
IC Interpretation 23	Uncertainty over Income Tax Treatments	1 January 2019
Amendments to IC Interpretation 12	Service Concession Arrangements	1 January 2020 *
Amendments to IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 January 2020 *
Amendments to IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2020 *
Amendments to IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2020 *
Amendments to IC Interpretation 132	Intangible Assets - Web Site Costs	1 January 2020 *

* Amendments to References to the Conceptual Framework in MFRS Standards

The directors expect that the adoption of the new MFRSs, Amendments to MFRSs, IC Interpretation and Amendments to 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 its issued share capital from the open market. As at 30 June 2018, 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.

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 three 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	Solar energy & related businesses RM'000	Consolidated RM'000
3 months ended 30.06.2018				
External revenue	<u>3,858</u>	<u>103</u>	<u>2,278</u>	<u>6,239</u>
Segment (loss)/profit	<u>(2,319)</u>	<u>(1)</u>	<u>352</u>	<u>(1,968)</u>
3 months ended 30.06.2017				
External revenue	<u>3,362</u>	<u>66</u>	<u>-</u>	<u>3,428</u>
Segment profit	<u>1,348</u>	<u>5</u>	<u>-</u>	<u>1,353</u>
	Warehousing & related value added services RM'000	Transportation & distribution RM'000	Solar energy & related businesses RM'000	Consolidated RM'000
6 months ended 30.06.2018				
External revenue	<u>7,493</u>	<u>177</u>	<u>4,833</u>	<u>12,503</u>
Segment (loss)/profit	<u>(160)</u>	<u>8</u>	<u>955</u>	<u>803</u>
6 months ended 30.06.2017				
External revenue	<u>6,970</u>	<u>123</u>	<u>-</u>	<u>7,093</u>
Segment profit	<u>1,528</u>	<u>7</u>	<u>-</u>	<u>1,535</u>

A.8 Operating Segments (cont'd)

a. By Activity (cont'd)

Reconciliation of reportable segment profit/(loss)	Individual quarter		Cumulative quarters	
	3 months ended		6 months ended	
	30.06.18	30.06.17	30.06.18	30.06.17
	RM'000	RM'000	RM'000	RM'000
Total (loss)/profit from reportable segments	(1,968)	1,353	803	1,535
Other non-reportable segments	(1,180)	(1,604)	(2,291)	(3,543)
Share of results of associates	(431)	999	(1,226)	(418)
Share of results of a jointly controlled entity	(2,510)	(4,223)	(5,065)	(8,510)
Consolidated loss before tax	<u>(6,089)</u>	<u>(3,475)</u>	<u>(7,779)</u>	<u>(10,936)</u>

b. By Geographical Location

External revenue	Individual quarter		Cumulative quarters	
	3 months ended		6 months ended	
	30.06.18	30.06.17	30.06.18	30.06.17
	RM'000	RM'000	RM'000	RM'000
Malaysia	2,278	-	4,833	-
The People's Republic of China (incl. Hong Kong)	3,961	3,428	7,670	7,093
	<u>6,239</u>	<u>3,428</u>	<u>12,503</u>	<u>7,093</u>

Loss before tax	Individual quarter		Cumulative quarters	
	3 months ended		6 months ended	
	30.06.18	30.06.17	30.06.18	30.06.17
	RM'000	RM'000	RM'000	RM'000
Malaysia	(805)	(1,594)	(1,294)	(3,518)
The People's Republic of China (incl. Hong Kong)	(2,774)	2,342	(1,420)	1,092
United Arab Emirates	(2,510)	(4,223)	(5,065)	(8,510)
	<u>(6,089)</u>	<u>(3,475)</u>	<u>(7,779)</u>	<u>(10,936)</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

On 18 January 2018, IL Energy Sdn. Bhd. ("IL Energy"), a wholly-owned subsidiary of ILB, had acquired 400,000 ordinary shares representing 20% of the issued and paid-up capital of IL Solar Sdn. Bhd. ("IL Solar") from Atlantic Blue Sdn. Bhd. and Pensolar Sdn. Bhd. for a total cash consideration of RM400,000.00. The equity interest in IL Solar held by IL Energy had changed from 80% to 100%.

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 subsidiaries amounted to RM89.1 million, and to a jointly controlled entity amounted to RM22.9 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 RM0.2 million in respect of the 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 2018, the Group posted a revenue of RM12.5 million which was 76.3% higher than the revenue of RM7.1 million for the corresponding period in the preceding year. The higher revenue was mainly due to revenue increase from the solar energy & related business segment of the Group's operations in Malaysia.

The Group posted a pre-tax loss of RM7.8 million for the current financial period as compared to the pre-tax loss for the corresponding period in the preceding year of RM10.9 million. The decrease in pre-tax loss of RM3.1 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 other income	(1.3)
Increase in share of losses from Associate	(0.8)
Increase in finance costs	(0.6)
Increase in profit in tandem with the increase in revenue	0.2
ii) <u>Malaysia</u>	
Increase in profit in tandem with the increase in revenue	4.5
Increase in finance costs	(1.3)
Decrease in other income	(1.0)
iii) <u>United Arab Emirates</u>	
Decrease in share of losses from Jointly Controlled Entity	3.4
	<u>3.1</u>

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

For the current quarter ended 30 June 2018, the Group posted a revenue of RM6.2 million which was 82.0% higher than the revenue of RM3.4 million for the corresponding quarter in the preceding year. The higher revenue was mainly due to revenue increase from the solar energy & related business segment of the Group's operations in Malaysia.

The Group posted a pre-tax loss of RM6.1 million for the current quarter as compared to the pre-tax loss for the corresponding quarter in the preceding year of RM3.5 million. The increase in pre-tax loss of RM2.6 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Increase in operating costs	(2.0)
Increase in share of losses from Associate	(1.4)
Decrease in other income	(1.3)
Increase in finance costs	(0.4)
ii) <u>Malaysia</u>	
Increase in profit in tandem with the increase in revenue	2.0
Increase in finance costs	(0.7)
Decrease in other income	(0.5)
iii) <u>United Arab Emirates</u>	
Decrease in share of losses from Jointly Controlled Entity	1.7
	<u>(2.6)</u>

B.2 Comparison With Immediate Preceding Quarter's Results

	Individual quarter 3 months ended		% changes
	30.06.18 RM'000	31.03.18 RM'000	
Revenue	6,239	6,264	-0.4%
Loss before tax	(6,089)	(1,690)	-260.3%

Compared to the immediate preceding quarter, the Group's revenue recorded an decrease of 0.4% from RM6.3 million to RM6.2 million. The lower revenue was mainly due to the revenue decrease from the solar energy & related business segment of the Group's operations in Malaysia.

The Group recorded a pre-tax loss of RM6.1 million for the current quarter as compared to the immediate preceding quarter's pre-tax loss of RM1.7 million. The increase in pre-tax loss of RM4.4 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Increase in operating costs	(4.3)
Decrease in share of losses from Associate	0.4
Increase in finance costs	(0.2)
Decrease in other income	(0.1)
ii) <u>Malaysia</u>	
Increase in operating costs	(0.2)
	<u>(4.4)</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 30.06.2018 RM'000	Current financial year-to-date ended 30.06.2018 RM'000
Tax expense comprises :-		
Current income tax	245	472
Deferred tax	(7)	(15)
Tax expense for the financial period	<u>238</u>	<u>457</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 30 June 2018 are as follows:-

	Current financial quarter ended 30.06.2018 RM'000	Current financial year-to-date ended 30.06.2018 RM'000
Loss before tax	(6,089)	(7,779)
Tax at Malaysian statutory income tax rate of 24%	(1,461)	(1,867)
Different tax rates in other countries	(20)	132
Adjustments:		
Share of results of associates	103	294
Share of results of a jointly controlled entity	603	1,216
Tax effect on non-taxable revenue	374	(95)
Tax effect on non-deductible expenses	451	693
Deferred tax assets not recognised during the financial year	76	125
Utilisation of deferred tax assets not recognised in prior financial years	(109)	(262)
Under provision in prior year		
- income tax	221	221
Income tax expense recognised in profit or loss	<u>238</u>	<u>457</u>

B.6 Status of Corporate Proposals

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 with total placement proceeds amounting to RM13,549,000 on the Main Market of Bursa Securities.

The proceeds from the said placement have not yet been utilised by the Company pending suitable opportunities to invest further in solar energy activities.

B.7 Group Borrowings and Debt Securities

	As at 30.06.2018					
	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	32,719	-	10,906	-	43,625	-
- RM	-	44,798	-	4,646	-	49,444
Unsecured :-						
Loan from a non-controlling shareholder						
- HKD	8,127	-	33,870	-	41,997	-
	40,846	44,798	44,776	4,646	85,622	49,444

	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

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	
	30.06.18	30.06.17	30.06.18	30.06.17
Loss attributable to owners of the Company (RM'000)	(5,197)	(4,631)	(8,096)	(11,806)
Weighted average number of ordinary shares for basic EPS ('000)	189,737	188,803	189,737	180,815
Basic EPS (sen)	<u>(2.7)</u>	<u>(2.5)</u>	<u>(4.3)</u>	<u>(6.5)</u>

B.12 Loss Before Tax

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

	Current financial quarter ended 30.06.2018	Current financial year-to-date ended 30.06.2018
	RM'000	RM'000
Amortisation of intangible assets	33	65
Amortisation of land use rights	103	198
Auditors' remuneration		
- statutory audit	30	51
Depreciation of property, plant and equipment	1,922	3,697
Directors' remuneration		
- fees	107	206
- other emoluments	448	892
Gain on disposal of property, plant and equipment	(52)	(52)
Income distribution from short term fund	(125)	(244)
Interest expense	2,030	3,787
Interest income	(11)	(162)
Loss/(Gain) on foreign exchange		
- realised	17	(63)
- unrealised	2,239	559
Loss on disposal of other investments	-	34
Planting income	(3)	(7)
Rental income on land	(11)	(11)
Rental income on warehouse	(414)	(827)
Rental of equipment	3	6
Rental of warehouse and office buildings	192	390
Staff costs		
- Contribution to defined contribution plan	42	82
- Salaries and others	908	1,755

B.13 Comparative Figures

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

By Order of the Board

Wong Youn Kim
Company Secretary

Selangor
28 August 2018