

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018  
(The figures have not been audited)**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year quarter ended 30/9/2018 RM '000	Preceding Year Ended 30/9/2017 RM '000	Current Year Ended 30/9/2018 RM '000	Preceding Year Ended 30/9/2017 RM '000
Revenue	36,967	33,804	36,967	33,804
Cost of sales	(26,322)	(25,654)	(26,322)	(25,654)
Gross profit	10,645	8,150	10,645	8,150
Operating expenses	(6,184)	(5,300)	(6,184)	(5,300)
Finance cost	(112)	(22)	(112)	(22)
Other income	1,239	541	1,239	541
Profit before tax	5,588	3,370	5,588	3,370
Tax expense	(1,545)	(1,290)	(1,545)	(1,290)
Profit for the period	4,043	2,080	4,043	2,080
Other comprehensive income :- Currency translation differences for foreign operations	-	10	-	10
Total comprehensive income for the period	4,043	2,090	4,043	2,090
Profit for the period attributable to :-				
Owners of the parent	4,005	2,037	4,005	2,037
Non-controlling interest	38	43	38	43
	4,043	2,080	4,043	2,080
Total comprehensive income attributable to :				
Owners of the parent	4,005	2,047	4,005	2,047
Non-controlling interest	38	43	38	43
	4,043	2,090	4,043	2,090
Basic earning per share (sen)	3.92	2.00	3.92	2.00

(The Condensed Consolidated Statement of profit or loss and other comprehensive income should be read in conjunction with the Audited Financial Statements for the FYE 30.6.2018 and the accompanying explanatory notes attached to this interim financial statements)

**KOBAY TECHNOLOGY BHD.**  
(Co. No. 308279-A)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018**

	(Unaudited) As at current financial period 30/9/2018 RM '000	(Audited) As at preceding financial period 30/6/2018 RM '000
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	55,517	56,514
Investment Properties	-	-
Deferred tax asset	289	289
Land held for property development	39,276	39,151
Intangible assets	82	79
	<b>95,164</b>	<b>96,033</b>
<b>Current Assets</b>		
Property development cost	20,129	19,164
Inventories	15,594	15,125
Trade and other receivables	31,847	35,670
Assets held for sale	1,976	1,976
Tax assets	113	135
Cash & cash equivalents	54,383	41,815
	<b>124,042</b>	<b>113,885</b>
<b>Total Assets</b>	<b>219,206</b>	<b>209,918</b>
<b>Equity</b>		
Share capital	102,104	102,104
Reserves		
Capital reserve	1,550	1,550
Currency translation reserve	80	80
Retained profits	58,871	54,866
	<b>60,501</b>	<b>56,496</b>
Equity attributable to owners of the Company	<b>162,605</b>	<b>158,600</b>
Non-controlling interests	523	484
<b>Total Equity</b>	<b>163,128</b>	<b>159,084</b>
<b>Non-Current Liabilities</b>		
Loans and borrowings	7,326	7,326
Deferred tax liabilities	4,459	4,473
Deferred income on government grant	1,626	1,735
	<b>13,411</b>	<b>13,534</b>
<b>Current Liabilities</b>		
Trade and other payables	23,476	28,215
Financial liabilities at fair value through profit or loss	-	51
Loans and borrowings	14,182	4,693
Progress billings	3,769	3,255
Tax liabilities	1,240	1,086
	<b>42,667</b>	<b>37,300</b>
<b>Total Liabilities</b>	<b>56,078</b>	<b>50,834</b>
<b>Total Equity and Liabilities</b>	<b>219,206</b>	<b>209,918</b>
Net assets per ordinary share attributable to owners of the Parent (RM)	1.59	1.55

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the FYE 30.6.2018 and the accompanying explanatory notes attached to this interim financial statements)

**KOBAY TECHNOLOGY BHD.**

(Co. No. 308279-A)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED ENDED 30 SEPTEMBER 2018**

Group	Attributable to owners of the Parent						Sub-total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Non-distributable			Distributable					
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Capital reserve RM'000	Translation reserve RM'000	Retained profit RM'000			
<b>CURRENT PERIOD</b>									
As at 1 July, 2018	102,104	-	-	1,550	80	54,866	158,600	485	159,085
Total comprehensive income for the period	-	-	-	-	-	4,005	4,005	38	4,043
<b>Balance as at 30 September, 2018</b>	<b>102,104</b>	<b>-</b>	<b>-</b>	<b>1,550</b>	<b>80</b>	<b>58,871</b>	<b>162,605</b>	<b>523</b>	<b>163,128</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED ENDED 30 SEPTEMBER 2017**

Group	Attributable to owners of the Parent						Sub-total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Non-distributable			Distributable					
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Capital reserve RM'000	Translation reserve RM'000	Retained profit RM'000			
<b>CURRENT PERIOD</b>									
As at 1 July, 2017	102,094	(67)	-	1,550	497	41,681	145,755	437	146,192
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	(24)	(24)
Total comprehensive income for the period	-	-	-	-	10	2,037	2,047	43	2,090
<b>Balance as at 30 September, 2017</b>	<b>102,094</b>	<b>(67)</b>	<b>-</b>	<b>1,550</b>	<b>507</b>	<b>43,718</b>	<b>147,802</b>	<b>456</b>	<b>148,258</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the FYE 30.6.18 and the accompanying explanatory notes attached to this interim financial statements)

**KOBAY TECHNOLOGY BHD.**  
(Co. No. 308279-A)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018**

	(Unaudited) Period Ended 30/9/2018 RM '000	(Unaudited) Period Ended 30/9/2017 RM '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax :	5,588	3,370
Adjustments for:		
- Non-cash items	1,299	1,566
- Non-operating items	(864)	(103)
Operating profit before changes in working capital	<u>6,023</u>	4,833
Changes in working capital:		
- Net change in current assets	3,040	(1,421)
- Net change in current liabilities	(5,663)	(1,660)
Net cash from operating activities	<u>3,400</u>	1,752
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	318	95
Proceeds from disposal of property, plant and equipment	-	77
Additions to land held for property development	(80)	(844)
Purchase of property, plant and equipment	(447)	(1,413)
Net cash used in investing activities	<u>(209)</u>	(2,085)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to non-controlling interest	-	(24)
Increase/(Decrease) in loans and borrowings	9,489	(173)
Interest paid	(112)	(22)
Short-term deposits released as security value	2,808	-
Net cash generated/(used in) financing activities	<u>12,185</u>	(219)
Currency translation differences	-	10
Net Change in Cash & Cash Equivalents	<u>15,376</u>	(542)
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<u>35,614</u>	25,085
<b>CASH &amp; CASH EQUIVALENTS AS AT END OF THE PERIOD</b>	<u>50,990</u>	24,543
<b>CASH &amp; CASH EQUIVALENTS AS AT END OF THE PERIOD</b>		
Highly Liquid Investments	13,653	1,925
Deposits not pledged	787	876
Cash & bank balances	<u>36,550</u>	21,742
	<u>50,990</u>	24,543

Deposits amounting to RM3,393,495 (30.9.2017: RM2,614,372) have been pledged to local banks for bank guarantee facilities obtained by the Group as at 30 September 2018. As such, these amounts are not included as cash and cash equivalents as at the aforementioned dates.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 30.6.2018 and the accompanying explanatory notes attached to this interim financial statements)

---

**A. Notes to the financial report for the first financial quarter ended 30 September 2018**

---

**1. Basis of preparation**

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards ("FRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to this interim financial report.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted by the Group in the audited financial statements for the year ended 30 June 2018, except for the adoption of new MFRSs which are effective for the financial period beginning on or after 1<sup>st</sup> July 2018. The adoption of new MFRSs did not result in any significant changes in the accounting policies of the Group.

**2. Audit report of preceding annual financial statements**

The auditors' report on the financial statements of the Group for the financial year ended 30th June 2018 was not subject to any qualification.

**3. Seasonal or cyclical operations**

The business operations of the Group are subject to cyclical effects of the global electronics industries and volatility of property market.

**4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that unusual because of their nature, size or incidence**

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

**5. Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year, which give a material effect in the current interim period**

There were no significant changes in the estimates that have a material effect in the current quarter and current financial year.

**6. Issuance, cancellations, repurchases, resale or repayments of debts and equity securities**

There were no issuance, repurchase and repayments of debts and equity securities during the current quarter under review.

**7. Dividend Paid**

There were no dividend paid for the quarter under review. (30.9.2017 : Nil)

**A. Notes to the financial report for the first financial quarter ended 30 September 2018**
**8. Segment Information**

For management purposes, the Group is organised into business units based on their nature of business and services.

The Group's reportable operating segments are as follows:

- Manufacturing – Manufacture of precision machined components, precision stamping, sheet metal parts, surface treatment, precision moulds, tooling & dies, semiconductor assembly and testing equipment, metal works and structures, modules and parts for oil and gas production and extraction equipment.
- Property Development
- Other operating segments – Include small operations related to property letting, hotel operation, money lending and supply of engineering parts.

Current period ended 30.9.2018	Manufacturing	Property Development	Other Operating Segments	Unallocated Non-Operating Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customer	30,827	5,119	1,021	-	-	36,967
Intersegment revenue	2,617	-	306	3,819	(6,742)	-
Interest income	131	139	16	32	-	318
Interest expense	38	-	-	74	-	112
Depreciation and amortisation	1,271	63	59	15	-	1,408
Tax expense	1,448	-	62	35	-	1,545
Reportable segment profit after taxation	4,646	33	110	1,399	(2,145)	4,043
Reportable segment assets	110,315	72,285	17,998	142,092	(123,484)	219,206
Expenditure for non-current assets	428	99	-	-	-	527
Reportable segment liabilities	24,128	13,163	3,482	24,694	(9,389)	56,078

**A. Notes to the financial report for the first financial quarter ended 30 September 2018**

**8. Segment Information (cont'd)**

Current period ended 30.9.2017	Manufacturing	Property Development	Other Operating Segments	Unallocated Non-Operating Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customer	32,189	762	853	-	-	33,804
Intersegment revenue	-	-	118	2,821	(2,939)	-
Interest income	77	1	9	312	(304)	95
Interest expense	9	304	-	15	(306)	22
Depreciation and amortisation	1,287	58	121	17		1,483
Tax expense	1,211	-	54	25	-	1,290
Reportable segment profit/(loss) after taxation	3,067	(444)	91	1,976	(2,610)	2,080
Reportable segment assets	103,140	63,142	17,458	125,010	(116,337)	192,413
Expenditure for non-current assets	1,156	1,100	-	1	-	2,257
Reportable segment liabilities	27,063	28,055	2,472	13,620	(27,055)	44,155

**Segment information by geographical regions**

The following is an analysis of the Group's revenue by geographical market, irrespective of the origin of the goods/services :

	<b>30.9.2018</b>	30.9.2017
	<b>RM'000</b>	RM'000
Malaysia	<b>21,748</b>	23,779
United States of America	<b>4,699</b>	5,180
Singapore	<b>8,208</b>	3,092
Other Foreign Countries	<b>2,312</b>	1,753
	<b>36,967</b>	33,804

---

**A. Notes to the financial report for the first financial quarter ended 30 September 2018**

---

**8. Segment Information (cont'd)**

**Information about major customer**

For the financial period ended 30 September 2018, there was no customer who contributed more than 10% of the Group's total revenues for the period under review (30.9.2017: 1).

**9. Valuation of property, plant and equipment**

The valuation of property, plant and equipment has been brought forward without any amendment from the previous annual report.

**10. Subsequent events**

There were no material events subsequent to the end of the reporting period that have not been reflected in the financial statements

**11. Changes in the composition of the group**

On 25 July 2018, the Company had acquired a new wholly owned dormant subsidiary company, namely Kobay Resorts Sdn. Bhd. (formerly known as BP Jaya Development Sdn. Bhd.) for a cash consideration of RM2/= only.

Save for the above, there were no major changes in the composition of the Group during the period ended 30 September 2018.

**12. Contingent assets and contingent liabilities**

There were no contingent assets or liabilities for the Group as at the date of the report. (30.9.2017: RM Nil).

**13. Material related party transaction**

There was no material transaction entered by the group with any related party.

**14. Capital Commitments**

Authorised capital commitments not recognised in the interim financial statement as at 30 September 2018 were as follows: -

	<b>30.9.2018</b>	30.9.2017
	<b>RM'000</b>	RM'000
<b>Contracted but not provided for :-</b>		
Property, Plant and Equipment	<b>14,400</b>	-
Landowners' entitlement for joint development projects	<b>13,030</b>	13,210
	<hr/> <hr/>	<hr/> <hr/>



---

**B. Additional information required by the Listing Requirements of Bursa Securities**


---

**1. Review of performance**

	<u>INDIVIDUAL/CUMULATIVE PERIOD</u>		Variance
	<b>Current Year quarter ended 30.9.2018</b>	Preceding corresponding quarter 30.9.2017	
<b><u>Operating Segment</u></b>	<b>RM'000</b>	RM'000	%
<b>Revenue:-</b>			
Manufacturing	<b>30,827</b>	32,189	-4.2%
Property Development	<b>5,119</b>	762	571.8%
Other operating segments	<b>1,021</b>	853	19.7%
Unallocated non-operating segments	-	-	
	<b>36,967</b>	33,804	9.4%
<b>Profit/(loss) before tax:-</b>			
Manufacturing	<b>6,094</b>	4,278	42.4%
Property Development	<b>33</b>	(444)	107.4%
Other operating segments	<b>172</b>	145	18.6%
Unallocated non-operating segments	<b>1,434</b>	2,001	-28.3%
	<b>7,733</b>	5,980	
Consolidation adjustments and eliminations	<b>(2,145)</b>	(2,610)	
	<b>5,588</b>	3,370	65.8%

**Statement of Profit & Loss and Other Comprehensive Income**

The Group reported a revenue of RM36.96 million for current quarter, an increase of 9.4% compared to the preceding year's corresponding quarter, mainly due to higher progress billing from property development division. Profit before tax for current period increased by 65.8%, with the turnaround of property development division and better product mix from manufacturing division.

**Statement of Financial Position**

The Group's total assets stood at RM219.20 million and total liabilities stood at RM56.07 million as at 30.9.2018. Shareholders' equity increased by RM4.0 million mainly contributed by the profits generated from current period.

---

**B. Additional information required by the Listing Requirements of Bursa Securities**

---

**Statement of Cash Flow**

The Group's cash and cash equivalents stood at RM50.99 million as at 30.9.2018. Net cash flow from operating activities stood at RM3.40 million as compared to the preceding year's corresponding period of RM1.75 million due to increase in Group's profit. Capital investments for current period amounted to RM 0.52 million, mainly for machinery acquisition and renovations.

**1.1 Segmental Analysis**

**Manufacturing**

The manufacturing segment reported revenue of RM30.82 million for current quarter, a slight drop of 4.2% compared to preceding year's corresponding quarter. However, profit before tax for current quarter outperformed the corresponding quarter by 42.4%. The division's profit margin has improved due to better efficiency achieved by the Group's Precision Components and Semiconductor Equipment and the turnaround of oil and gas business unit. In addition, the segment also reported higher other income for current quarter arising from bad debts recovered of RM0.33 million.

**Property Development**

As of the current quarter under review, there was only one project launched by the property development division, i.e. Phase 1 of Lavanya Residences, Langkawi. The gross development value of the said phase is RM76.40 million with cumulative sales to-date of RM46.05 million recorded.

The segment recorded revenue of RM5.11 million for current quarter. With the pick-up on construction progress and units sold, the segment delivered a positive results for current quarter compared to losses in preceding year corresponding quarter.

---

**B. Additional information required by the Listing Requirements of Bursa Securities**


---

**2. Comparison with preceding quarter's results**

	<b>Current Year quarter ended 30.9.2018 RM'000</b>	Preceding quarter ended 30.6.2018 RM'000	Variance %
<b><u>Operating Segment</u></b>			
<b>Revenue:-</b>			
Manufacturing	<b>30,827</b>	37,988	-18.9%
Property Development	<b>5,119</b>	5,534	-7.5%
Other operating segments	<b>1,021</b>	900	13.4%
Unallocated non-operating segments	-	-	
	<b>36,967</b>	44,422	-16.8%
<b>Profit before tax:-</b>			
Manufacturing	<b>6,094</b>	8,067	-24.5%
Property Development	<b>33</b>	731	-95.5%
Other operating segments	<b>172</b>	117	47.0%
Unallocated non-operating segments	<b>1,434</b>	2,073	-30.8%
	<b>7,733</b>	10,988	
Consolidation adjustments and eliminations	<b>(2,145)</b>	(3,542)	
	<b>5,588</b>	7,446	-25.0%

The Group reported a revenue of RM36.96 million and profit before tax of RM5.58 million for current quarter, compared to revenue of RM44.42 million and profit before tax of RM7.44 million in Q4 FYE2018.

**Manufacturing**

The segment showing a drop in revenue and profit before tax as compared to Q4 FY2018. Revenue hiked in Q4 2018 mainly arising from clearance of backlog orders from electronics customers. Subsequent to the clearance, the incoming orders for Q1 FY2019 was not as optimum as compared to 2<sup>nd</sup> half of 2018, which caused the drop in performance.

**Property Development**

The division reported a breakeven for current quarter. Compared to Q4 FY2018, Q1 FY2019's earnings dropped by 95.5% as the construction progress was delayed by the rainy weather in Langkawi and additional marketing expenses incurred for launching of Lavanya Phase 2.

---

**B. Additional information required by the Listing Requirements of Bursa Securities**

---

**3. Commentary on the prospects of the Group**

**Manufacturing**

Barring any unforeseen circumstances, the management anticipates that the manufacturing segment will encounter moderate growth for the remaining quarters in view of the slowdown in sales orders from electronics industries. The segment shall continue to uplift contribution from aerospace sector to achieve its sustainable growth.

Besides, we foresee that the oil and gas business shall generate positive results in view of the sign of improvements in incoming orders.

**Property Development**

For property development division, the management is expecting a more favorable performance upon completion of Lavanya Langkawi Phase 1 by Q4 FY2019.

The management is mindful of the challenging market sentiments and shall re-strategise its property products to cater to demand. Moving forward, we shall refocus our efforts towards the middle-income group, to cater a wider target catchment amid challenges in the high end markets.

In overall, the management is optimistic that the performance of the Group shall remain satisfactory for the remaining quarters of financial year 2019, backing on the modest growth forecasted for manufacturing.

**4. Variance on forecast profit/profit guarantee**

No profit forecast or profit guarantee was issued during the period.

**5. Profit for the period**

<u>Group</u>	<b>Current quarter/ Cumulative period ended 30.9.2018 RM'000</b>
Profit for the period is arrived at after (crediting)/charging of :-	
Depreciation of property, plant and equipment	1,408
Interest expenses	112
Amortisation of deferred income on government grants	(109)
Bad debts recovered	(336)
Gain on foreign exchange	(210)
Interest income	(318)
	<hr/> <hr/>

Save as disclosed above, other items as required under Appendix 9B, Part A(16) of the Bursa Listing Requirements are not applicable.

---

**B. Additional information required by the Listing Requirements of Bursa Securities**

---

**6. Taxation**

Taxation comprises the following:-

	<u>INDIVIDUAL/CUMULATIVE PERIOD</u>	
	<b>Current Year quarter ended 30.9.2018 RM'000</b>	Preceding corresponding quarter period 30.9.2017 RM'000
Current tax	<b>(1,559)</b>	(1,145)
Deferred tax	<b>14</b>	(145)
	<b><u>(1,545)</u></b>	<u>(1,290)</u>

The effective tax rates for the current and cumulative period are higher than the statutory tax rate mainly due to the losses of certain subsidiaries cannot be set off against taxable profits made by other subsidiaries.

**7. Status of corporate proposals**

There were no corporate proposals announced as at the date of this interim report but pending completion.

**8. Trade receivables**

Trade receivables are unsecured, non-interest bearing and generally on 30 to 90 days terms.

The ageing analysis of the trade receivables not impaired is as follows: -

	<b>30.9.2018 RM'000</b>
Not past due	<b>18,921</b>
Past due 1 to 30 days	<b>3,551</b>
Past due 31 to 120 days	<b>1,366</b>
Past due more than 120 days	<b>430</b>
	<b><u>24,268</u></b>

Trade receivables amounting to RM 5.34 million that are past due and not impaired are creditworthy debtors.

**B. Additional information required by the Listing Requirements of Bursa Securities****9. Group borrowings and debts securities**

	<b>30.9.2018</b>	30.9.2017
	<b>RM'000</b>	RM'000
<b>Secured :-</b>		
Term loans <sup>(a)</sup>	<b>10,301</b>	8,377
Revolving credit	<b>8,000</b>	-
Bank Overdraft	<b>3,002</b>	-
<b>Unsecured :-</b>		
Term Loans	-	1,912
Revolving credit	<b>205</b>	1,746
	<b>21,508</b>	12,035
<b>Disclosed as : -</b>		
Current liabilities	<b>14,182</b>	3,470
Non-current liabilities	<b>7,326</b>	8,565
	<b>21,508</b>	12,035
<b>Currency Profile : -</b>		
Ringgit Malaysia	<b>21,303</b>	10,289
US Dollar	<b>205</b>	1,746
	<b>21,508</b>	12,035

<sup>(a)</sup>Included herein is a term loan of RM9.24 million (30.9.2017: RM8.37 million) which carries no finance cost as the loan is offset with equivalent cash deposit that is available in the facility account.

Secured term loans are secured against certain freehold and leasehold land, development land, property, plant and equipment.

The effective interest rate of loans and borrowings as at 30 September 2018 ranged from 4.50% to 7.65% per annum (30.9.2017: 3.45% to 7.65%).

**10. Derivative Financial Instrument**

There were no other derivative financial instruments as at the date of this quarterly report.

**11. Gain and losses arising from Fair Value Changes of Financial Liabilities**

There were no gain and losses arising from fair value changes of financial liabilities for current quarter.

---

**B. Additional information required by the Listing Requirements of Bursa Securities**


---

**12. Material litigation****Non-repayment of stakeholder sum by stakeholder**

Further to the announcement dated 27 May 2016 and 31 May 2016 on the impairment loss in relation to the non-repayment of Stakeholder Sum by the Stakeholder, on 7 October 2016, the Company had initiated civil suit against the defaulter Miss Jaswinder Kaur, the partner of Messrs. Jaswinder Kaur Gill & Associates to claim for refund of Stakeholder sum of RM3.4 million.

Writ of Seizure and Sale (WSS) had been obtained against the defaulter's immovable property. Court Prohibitory Order has also been obtained to stop the defaulter from transferring her immovable property. Application for order for sale is fixed for hearing on 29 November 2018.

Other than the above, there was no pending material litigation as at the date of this report.

**13. Dividend**

The Board of Directors does not recommend any dividend for the financial quarter ended 30 September 2018. (30.9.2017 : Nil).

**14. Earnings Per Share ("EPS")**

	INDIVIDUAL/CUMULATIVE PERIOD	
	<b>Current Year</b> <b>quarter ended</b> <b>30/9/2018</b> <b>RM '000</b>	Preceding Year Corresponding quarter ended 30/9/2017 RM '000
Profit attributable to ordinary equity holders of the Parent	<b>4,005</b>	2,037
Weighted average number of ordinary shares in issue ('000)	<b>102,104</b>	102,039
Basic earnings per share (sen)	<b>3.92</b>	2.00

Diluted earnings per share are not disclosed herein as it is not applicable to the Group.