

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER ENDED 30 Sep 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 Sep 2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 Sep 2017 RM'000	CURRENT YEAR TODATE 30 Sep 2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30 Sep 2017 RM'000
Revenue	13,988	15,600	51,443	52,925
Operating expenses	(11,377)	(15,412)	(41,953)	(49,590)
Other operating income	88	67	213	250
<b>Profit From Operations</b>	<b>2,699</b>	<b>255</b>	<b>9,703</b>	<b>3,585</b>
Interest income	133	141	580	441
Interest expenses	(133)	(14)	(380)	(45)
<b>Profit Before Tax</b>	<b>2,699</b>	<b>382</b>	<b>9,903</b>	<b>3,981</b>
Taxation	(957)	(1,605)	(3,506)	(2,999)
<b>Profit / (Loss) For The Period</b>	<b>1,742</b>	<b>(1,223)</b>	<b>6,397</b>	<b>982</b>
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income</b>	<b>1,742</b>	<b>(1,223)</b>	<b>6,397</b>	<b>982</b>
Attributable to:				
Equity holders of the parent	1,739	(1,218)	6,369	956
Non-controlling interests	3	(5)	28	26
	<b>1,742</b>	<b>(1,223)</b>	<b>6,397</b>	<b>982</b>
<b>Total Comprehensive Income / (Loss) attributable to equity holders of the parent :</b>				
a) Basic Earnings / (Loss) per share (Sen)	0.87	(0.61)	3.19	0.48
b) Diluted	0.65	(0.46)	2.39	0.36

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 Dec 2017 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

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

	<b>As at end of Current Quarter 30 Sep 2018 RM'000</b>	<b>As at Preceding Year Ended 31 Dec 2017 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	1,698	2,003
Investment properties	18,413	18,587
Land held for property development	88,774	88,554
Goodwill on consolidation	555	555
	<hr/>	<hr/>
	109,440	109,699
<b>CURRENT ASSETS</b>		
Property development costs	101,784	103,119
Inventories	41,212	42,502
Trade receivables	18,815	34,805
Accrued Billings	16,975	19,700
Other receivables, deposits and prepayments	11,681	15,827
Current Tax Assets	1,610	1,526
Fixed deposit with licensed bank	5,500	5,500
Cash and bank balances	23,807	24,846
	<hr/>	<hr/>
	221,384	247,825
<b>TOTAL ASSETS</b>		
	<hr/> <hr/>	<hr/> <hr/>
	<b>330,824</b>	<b>357,524</b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders of parent -		
Share capital	199,384	199,384
Irredeemable convertible preference shares	19,094	19,094
Warrants reserve	2,584	2,584
Retained earnings	63,699	57,330
	<hr/>	<hr/>
	284,761	278,392
<b>NON-CONTROLLING INTEREST</b>		
	440	412
<b>TOTAL EQUITY</b>		
	<hr/>	<hr/>
	285,201	278,804
<b>NON-CURRENT LIABILITIES</b>		
Obligation under finance leases (Long Term)	488	713
Term Loan (Long Term)	6,740	7,280
Deferred tax liabilities	10,606	11,113
	<hr/>	<hr/>
	17,834	19,106
<b>CURRENT LIABILITIES</b>		
Trade payables	15,669	48,498
Other payables and accruals	6,887	5,499
Amount due to directors	597	2,645
Obligation under finance leases (Short Term)	301	299
Term Loan (Short Term)	720	746
Taxation	3,615	1,927
	<hr/>	<hr/>
	27,789	59,614
<b>TOTAL LIABILITIES</b>		
	<hr/>	<hr/>
	45,623	78,720
<b>TOTAL EQUITY AND LIABILITIES</b>		
	<hr/> <hr/>	<hr/> <hr/>
	<b>330,824</b>	<b>357,524</b>
Net assets / share attributable to ordinary equity holders of the parent (RM)	1.43	1.40

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 Dec 2017 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 Sep 2018**

	Share Capital	Irredeemable Convertible Preference Shares	Warrant Reserve	Retained Earnings	Non - Controlling Interest	TOTAL EQUITY
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Current Quarter</b>						
Balance as at 1 January 2018	199,384	19,094	2,584	57,330	412	278,804
Profit after Tax	-	-	-	6,369	28	6,397
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	6,369	28	6,397
Transaction with owners :						
Issue of ordinary shares from conversion of warrant*	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-
<b>Balance as at 30 Sep 2018</b>	<b>199,384</b>	<b>19,094</b>	<b>2,584</b>	<b>63,699</b>	<b>440</b>	<b>285,201</b>
<b>Preceding Year's Corresponding Quarter</b>						
Balance as at 1 January 2017	199,384	19,094	2,584	52,261	370	273,693
Profit after Tax	-	-	-	956	26	982
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	956	26	982
Transaction with owners :						
Issue of ordinary shares from conversion of warrant*	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-
<b>Balance as at 30 Sep 2017</b>	<b>199,384</b>	<b>19,094</b>	<b>2,584</b>	<b>53,217</b>	<b>396</b>	<b>274,675</b>

\*: Negligible

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 Dec 2017 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 30 Sep 2018**

	<b>Current Quarter Ended 30 Sep 2018 RM'000</b>	<b>Preceding Year Quarter 30 Sep 2017 RM'000</b>
<b>PROFIT BEFORE TAX</b>	<b>9,903</b>	<b>3,981</b>
ADJUSTMENTS :		
Depreciation on property, plant and equipment	260	287
Amortisation of investment property	174	-
Loss on disposal of property, plant and equipment	1	-
Gain on disposal of asset held for sale	-	(7)
Interest expenses	380	45
Interest income	(580)	(441)
Rental income	(92)	-
<b>Operating Profit Before Working Capital Changes</b>	<b>10,046</b>	<b>3,865</b>
CHANGES IN WORKING CAPITAL :		
Decrease/(Increase) in receivables	22,861	17,543
Decrease/(Increase) in property development costs	1,335	(8,116)
Decrease/(Increase) in inventories	1,290	6,202
(Decrease)/Increase in payables	(33,489)	(5,908)
<b>Cash Generated From Operations</b>	<b>2,043</b>	<b>13,586</b>
Taxes paid	(2,409)	(3,789)
<b>Net Cash Flows (Used In) / Generated From Operating Activities</b>	<b>(366)</b>	<b>9,797</b>
<b>INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	44	23
Expenditure incurred on land held for property development	(220)	(182)
Interest income	580	441
Rental income	92	-
<b>Net Cash Flows Generated From Investing Activities</b>	<b>496</b>	<b>282</b>
<b>FINANCING ACTIVITIES</b>		
Repayment of obligation under finance lease	(223)	(211)
Repayment of term loan	(566)	-
Interest expenses	(380)	(45)
Dividend paid	-	(10,924)
<b>Net Cash Flows Used In Financing Activities</b>	<b>(1,169)</b>	<b>(11,180)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(1,039)</b>	<b>(1,101)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>30,346</b>	<b>39,758</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>29,307</b>	<b>38,657</b>
Represented by :		
Cash and bank balances	23,807	33,157
Fixed deposit with licensed bank	5,500	5,500.00
	<b>29,307</b>	<b>38,657</b>

\* : Negligible

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the Year Ended 31 Dec 2017 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**  
**(Company No. 6403-X)**  
**(Incorporated in Malaysia)**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR SECOND QUARTER ENDED 30 SEP 2018**

**1. BASIS OF PREPARATION**

The Interim Financial Statements for the second quarter ended 30 Sep 2018 are unaudited and have been prepared in accordance with the requirements of MFRS 134 – "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("**MASB**") and Paragraph 9.22 of the Main Market Listing Requirements ("**MMLR**") of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). The Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017.

These explanatory notes attached to the Interim Financial Statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2017.

**2. CHANGES IN ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted by the Group in preparing this Interim Financial Statements are consistent with those adopted in the Audited Financial Statements for the year ended 31 December 2017, except for the compliance with the new Malaysian Financial Reporting Standards ("**MFRSs**") that came into effect from 1 January 2018.

The adoption of the new MFRSs that came into effect during the financial quarter under review do not have any significant financial impact on the Group's financial result for the financial quarter under review nor the Group's shareholders' funds as at 30 Sep 2018.

MASB had issued a new approved accounting framework, the MFRS Framework, to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venture.

The Group and the Company is required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2018. In presenting its first MFRS financial statements, the Group and the Company is required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

*Effective for the financial periods beginning on or after 1 January 2018*

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 9	Financial Instruments
MFRS 15	Revenue from Contracts with Customers

*Effective for the financial periods beginning on or after 1 January 2019*

MFRS 16	Leases
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**3. AUDITORS' REPORT ON PRECEDING AUDITED FINANCIAL STATEMENTS**

The auditors' report on the Audited Financial Statements for the year ended 31 December 2017 was not subject to any qualification.

#### 4. SEASONAL OR CYCLICAL FACTORS

The business operations of the Group for the current financial quarter and year-to-date were not subject to any seasonal or cyclical factors.

#### 5. UNUSUAL ITEMS

There were no unusual items which have a material effect on the assets, liabilities, equity, net income or cash flow of the Group for the current financial quarter and year-to-date.

#### 6. CHANGES IN ESTIMATES

There were no changes in estimates of amounts reported in prior financial years which may have a material effect in the current financial quarter.

#### 7. DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities of the Company for the current financial quarter and year-to-date.

##### Warrants 2014/2019

The Company has on 17 November 2014 issued a total of 47,690,767 Warrants 2014/2019 (“Warrants”) which was listed on the Main Market of Bursa Securities with effect from 21 November 2014. The Stock Short Name, Stock number of ISIN Code of the Warrants is ‘YG-WA’ and each Warrants entitles the holder to subscribe for one (1) new ordinary share of RM1.00 each in the Company at an exercise price of RM1.00 per share on or before 16 November 2019.

There was no exercise of Warrants during the current financial quarter and year-to-date.

As at 30 Sep 2018, the total number of Warrants which remain unexercised was 47,690,576 (31 December 2017: 47,690,576).

#### 8. DIVIDEND PAID

The Company did not make any payment of dividends during the current financial quarter.

#### 9. PROFIT BEFORE TAX

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	2018	2017	2018	2017
	RM'000	RM'000	RM'000	RM'000
Depreciation on property, plant and equipment	64	100	260	287
Amortisation of investment property	58	-	174	-
Loss on disposal of property, plant and equipment	1	475	1	534
Rental income	(32)	-	(92)	-
Gain in disposal of property, plant and equipment	-	(7)	-	(22)

Save for the items disclosed in the Statement of Comprehensive Income and the note above, other items pursuant to Appendix 9B Note 16 of the MMLR are not applicable.

10. **SEGMENTAL INFORMATION**

The analysis of the Group's operations for the current financial year-to-date ended 30 Sep 2018 are as follows:

	Property Investment & Others RM'000	Property Development RM'000	GROUP RM'000
Segment Revenue - External	839	50,604	51,443
Segment Results	(1,486)	11,189	9,703
Interest Income			580
Interest Expenses			(380)
<b>Profit Before Tax</b>			<b>9,903</b>
Taxation			(3,506)
<b>Profit for The Period</b>			<b>6,397</b>

11. **VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

The valuation of property, plant and equipment has been brought forward without any amendments from the Audited Financial Statements for the year ended 31 December 2017.

12. **MATERIAL EVENTS SUBSEQUENT TO THE END OF THE PERIOD UNDER REVIEW**

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the Interim Financial Statements as at the date of this Quarterly Report.

13. **CHANGES IN COMPOSITION OF THE GROUP**

There was no material change in the composition of the Group for the current financial quarter and year to-date.

14. **CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There was no material contingent liabilities and/or contingent assets as at the date of this Quarterly Report except for the additional tax liabilities as maybe assessed by Inland Revenue Board ("IRB") under their on-going tax investigation on the Group, as disclosed under **Item 20 (TAXATION)** below.

15. **CAPITAL COMMITMENTS**

There was no material capital commitments which are not provided for in the Interim Financial Statements as at the date of this Quarterly Report.

16. **FINANCIAL REVIEW FOR CURRENT QUARTER AND FINANCIAL YEAR-TO-DATE**

The Group's revenue was mainly derived from the development activities for the current financial quarter and year-to-date ended 30 Sep 2018.

	Individual Quarter		Changes RM '000
	Current Year Current Quarter 30 Sep 2018 ("Q3FY18") RM '000	Preceding Year Corresponding Quarter 30 Sep 2017 ("Q3FY17") RM '000	
<b>Revenue</b>	<b>13,988</b>	<b>15,600</b>	(1,612)
<b>Operating Profit/(Loss)</b>	<b>2,825</b>	<b>(185)</b>	3,010
<b>Profit Before Interest and Tax</b>	<b>2,832</b>	<b>396</b>	2,436
<b>Profit Before Tax ("PBT")</b>	<b>2,699</b>	<b>382</b>	2,317
<b>Profit/(Loss) After Tax ("PAT"/"LAT")</b>	<b>1,742</b>	<b>(1,223)</b>	2,965
<b>Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent</b>	<b>1,739</b>	<b>(1,218)</b>	2,957

The Group's revenue for the current Q3FY18 decreased slightly to RM13.99 million, from RM15.60 million recorded in the preceding year's corresponding Q3FY17.

Despite the slight decrease in revenue, the Group's current Q3FY18's PAT of RM1.74 million was significantly higher by RM2.96 million as compared to the preceding year's corresponding Q3FY17's LAT of RM1.22 million primarily due to the relatively higher development margin from certain development projects in the current Q3FY18, and higher operating expenses plus additional RM0.89 million prior years' income tax payable (arising from tax audit on a subsidiary) in the preceding year's Q3FY17.

	Cumulative Quarter (Year-To-Date)		Changes RM '000
	Current Year Current Year-To-Date 30 Sep 2018 ("YTD2018") RM '000	Preceding Year Corresponding Year-To-Date 30 Sep 2017 ("YTD2017") RM '000	
<b>Revenue</b>	<b>51,443</b>	<b>52,925</b>	(1,482)
<b>Operating profit</b>	<b>10,360</b>	<b>3,316</b>	7,044
<b>Profit before interest and tax</b>	<b>10,283</b>	<b>4,026</b>	6,257
<b>Profit before tax ("PBT")</b>	<b>9,903</b>	<b>3,981</b>	5,922
<b>Profit after tax ("PAT")</b>	<b>6,397</b>	<b>982</b>	5,415
<b>Profit attributable to Ordinary equity holders of the parent</b>	<b>6,369</b>	<b>956</b>	5,413

Revenue for the current YTD2018 also decreased slightly to RM51.44 million, from RM52.92 million recorded in the preceding year's corresponding YTD2017.

However, the Group's PAT for the current YTD2018 increased significantly by RM5.41 million to RM6.39 million as compared to the preceding year's corresponding YTD2017's PAT of RM0.98 million mainly due to the same reasons as above mentioned.

17. **FINANCIAL REVIEW FOR CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER**

	Current Quarter 30 Sep 2018 ("Q3FY18") RM '000	Immediate Preceding Quarter 30 Jun 2018 ("Q2FY18") RM '000	Changes RM '000
<b>Revenue</b>	13,988	20,767	(6,779)
<b>Operating profit</b>	2,825	4,972	(2,147)
<b>Profit before interest and tax</b>	2,832	4,839	(2,007)
<b>Profit before tax ("PBT")</b>	2,699	4,702	(2,003)
<b>Profit after tax ("PAT")</b>	1,742	3,144	(1,402)
<b>Profit attributable to Ordinary equity holders of the parent</b>	1,739	3,122	(1,383)

The Group's revenue for the current Q3FY18 decreased to RM13.99 million from RM20.77 million recorded in the immediate preceding Q2FY18, mainly due to the weak property market condition.

The Group's PBT for the current Q3FY18 was RM2.70 million, which was RM2.00 million lower than the immediate preceding Q2FY18 of RM4.70 million, primarily due to the lower revenue as above-mentioned.

18. **CURRENT YEAR PROSPECTS**

The Group opines the property market will improve under the new government as it is moving swiftly to inject confidence and economic stability into the market. With this positive approach, there may be many new launches soon as most investors and buyers tend to decide further. However, we believe the affordable housing projects will still remain in demand in the coming years and as the market changes, more developers will continue to introduce competitively-priced products and good accessibilities to suit the market needs.

Notwithstanding the challenges ahead, the Group will concentrate on unlocking the value of its land banks via affordable housing projects. The Group is confident to compete effectively by differentiating ourselves through creative and innovative branding events such as content marketing, which involves the creation and sharing of online material (videos, informative blogs and social media) to stimulate interest of young buyers.

It's our practice to adopt a prudent stance in moving carefully with our project developments in order to deliver quality products. With this approach and in view of the above challenges, the Group will also continue to pursue its expansion diligently and meanwhile, the Group has two on-going development projects in Jenjarom and Sungai Jati, Klang.

The Group's unbilled sales stood at RM54.01 million as at 30 Sep 2018, which is expected to continue to contribute positively to the Group's earnings in the near future.

Barring any unforeseen circumstances, the Board expects the Group's performance will remain stable for the current financial year ending 31 December 2018.

19. **PROFIT FORECAST AND PROFIT GUARANTEE**

Not applicable as the Company did not issue any profit forecast and/or profit guarantee.

## 20. TAXATION

The taxation charge for the Group are as follows:

	<b>Current Quarter</b> RM'000	<b>Current Year-To-Date</b> RM'000
Income Tax – Estimated current year tax	(1,088)	(3,994)
Income Tax – Prior year tax	(20)	(20)
Deferred Tax – Reversal of deferred tax liability	151	508
	<u>(957)</u>	<u>(3,506)</u>

The Group's effective tax rates for both the current financial quarter and year-to-date are higher than the Malaysian statutory tax rate of 24% primarily due to the progressive amortization (through charging out as part of development costs) of the development projects' revaluation surplus, which is not deductible for tax purposes coupled with the non-group tax relief to the Group.

In the third quarter of the previous financial year ended 31 December 2017, IRB initiated a tax investigation on the Group primarily, on the gains arising from certain land disposals by a wholly owned subsidiary ("**the Subsidiary**"). IRB has taken the view that the gains arising from the aforesaid land disposals shall be taxable under Income Tax Act instead of RPGT Act (as previously filed and paid by the Subsidiary) and has, via its letter dated 10 July 2018, proposed the Subsidiary to pay for an additional back-duty taxes of RM5.21 million plus a 45% tax penalty of RM2.34 million totalling RM7.55 million ("**the Back-Duty**") in respect of the past years of assessment 2012 to 2016, which were subsequently being revised downward by IRB on 30 October 2018 to RM7.17 million ("**the Revised Back-Duty**").

The Subsidiary did not agree with the IRB's view and has, together with its tax consultant, appealed again against the matter and as at the date of this Quarterly Report, IRB has still not raised any official assessment. In view of its pending status, no provision has been made for the Revised Back-Duty in this Interim Financial Statements until an official assessment being raised by IRB.

## 21. SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There was no sale of unquoted investments and/or properties for the current financial quarter and year-to-date.

## 22. QUOTED SECURITIES

There was no purchase or disposal of quoted securities for the current financial quarter and year-to-date.

## 23. TRADE RECEIVABLES

	----- GROUP -----	
	<b>As At 30.09.2018</b> RM'000	<b>As At 31.12.2017</b> RM'000
Property Development	16,483	32,738
Management Fee	2,332	2,067
	<u>18,815</u>	<u>34,805</u>

Trade receivables comprise receivables from property development and management fee.

The trade receivables from property development comprises progress billings receivable from on-going development projects and received retention sums of completed development projects held by the solicitors as stakeholder in pursuant to the sale and purchase agreements. The progress billings are due within 21 days while, the retention sums are due upon the expiry of the defect liability period of 12 to 24 months. Other credit terms are assessed and approved on a case-to-case basis.

The trade receivables from the progress billings are creditworthy debtors with mainly good payment records and have obtained and/or in the process of obtaining end financing to fund their purchase of the Group's development properties.

## 24. GROUP BORROWINGS AND DEBT SECURITIES

The Group's borrowings and debts securities as at 30 Sep 2018 are analysed as follows:

	Short Term	Long Term	Total Borrowings
<u>Secured</u>	RM'000	RM'000	RM'000
Term Loan	720	6,740	7,460
Hire Purchase	301	488	789
<b>Total</b>	<b>1,021</b>	<b>7,228</b>	<b>8,249</b>

There was no borrowing or debt security denominated in foreign currencies.

## 25. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There was no financial instrument with off balance sheet risk as at the date of this Quarterly Report.

## 26. MATERIAL LITIGATION

As at the date of this Quarterly Report, the Group has the following material litigation and the changes and status of the said material litigation since the previous Quarterly Report are as follows :

**Y&G Corporation Bhd (“Y&G”) and Nusa Wibawa Sdn Bhd (“NWSB”)  
(collectively known as “the Plaintiffs”)  
Vs AmanahRaya Development SdnBhd (“AmanahRaya”)  
Kuala Lumpur High Court Suit No. WA-22NCVC-627-10/2016  
Court of Appeal Malaysia Civil Appeal No. W-02(NCVC)(W)-2578-12/2017**

Since the date of the previous Quarterly Report dated 24 Aug 2018, the hearing for the Appeal was held on 4 October 2018. On the hearing date, and upon the Plaintiff's filing in a further written submissions to the Court as per the Court's directions, the matter has been converted to case management and fixed for continued hearing and/or decision on 2 November 2018.

Status : Following the hearing and/or decision on 2 November 2018, the Court of Appeal has dismissed the Plaintiff's appeal with cost of RM20,000.00 and the Plaintiffs are in the midst of discussing with their solicitors on the next course of action in respect of the above dismissal including to appeal the matter to the Federal Court.

## 27. DIVIDEND

The Board of Directors does not recommend any dividend for the current financial quarter and year-to-date.

## 28. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the total comprehensive income attributable to equity holders of the parent for the current financial quarter and year-to-date by the weighted average of ordinary shares in issue during the said quarter and year-to-date.

	<b>Individual Quarter</b>	<b>Cumulative Quarter</b>
Total Comprehensive Income attributable to equity holders of the parent (RM'000)	1,739	6,369
Weighted average number of ordinary share in issue ('000)	199,384	199,384
Earnings per share (sen)	0.87	3.19
Diluted EPS (sen)	0.65	2.39

By Order of the Board

Rebecca Lee Ewe Ai (MAICSA 0766742)  
Secretary  
Kuala Lumpur

Date: 23 Nov 2018