



**CHUAN HUAT RESOURCES BERHAD  
(290729-W)**

Condensed Consolidated Financial Statements  
For the Quarter and Period Ended  
30 June 2018

**CHUAN HUAT RESOURCES BERHAD**Company No. 290729-W  
(Incorporated in Malaysia)**Condensed Consolidated Statement of Financial Position  
As at 30 June 2018**

(The figures below have not been audited)

	Unaudited As at 30/06/18 (RM'000)	Audited As at 31/12/17 (RM'000)
<b>ASSETS</b>		
<b>Non-Current assets</b>		
Property, plant & equipment	181,515	169,451
Investment properties	42,396	42,443
Investments	4,163	4,163
Intangible assets	-	77
	<u>228,074</u>	<u>216,134</u>
<b>Current assets</b>		
Inventories	115,476	108,534
Trade & other receivables	193,086	215,794
Cash & cash equivalents	16,389	20,160
	<u>324,951</u>	<u>344,488</u>
<b>TOTAL ASSETS</b>	<b><u>553,025</u></b>	<b><u>560,622</u></b>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	84,335	84,335
Reserves	185,570	188,096
	<u>269,905</u>	<u>272,431</u>
<b>Non-controlling interest</b>	15,428	15,011
<b>Total equity</b>	<u>285,333</u>	<u>287,442</u>
<b>Non-current liabilities</b>		
Borrowings	22,502	25,577
Deferred tax liabilities	7,438	6,974
	<u>29,940</u>	<u>32,551</u>
<b>Current liabilities</b>		
Trade & other payables	57,371	54,128
Borrowings	180,019	186,393
Taxation	362	108
	<u>237,752</u>	<u>240,629</u>
<b>Total liabilities</b>	<u>267,692</u>	<u>273,180</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>553,025</u></b>	<b><u>560,622</u></b>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>1.60</u>	<u>1.61</u>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying Notes to the Interim Financial Report and the audited financial statements of the Company for the financial year ended 31 December 2017*

**CHUAN HUAT RESOURCES BERHAD**Company No. 290729-W  
(Incorporated in Malaysia)**Condensed Consolidated Statement of Comprehensive Income  
For the Quarter and Period ended 30 June 2018**

(The figures below have not been audited)

	Individual quarter		Cumulative quarter	
	30/06/18 (RM'000)	30/06/17 (RM'000)	30/06/18 (RM'000)	30/06/17 (RM'000)
<b>Revenue</b>	163,511	148,450	334,111	310,567
Operating expenses	(159,997)	(143,618)	(326,487)	(297,827)
Other income	2,542	1,136	2,774	3,201
<b>Operating profit</b>	6,056	5,968	10,398	15,941
Depreciation and amortisation	(2,165)	(1,878)	(4,115)	(3,770)
Interest expenses	(2,490)	(2,105)	(4,814)	(4,005)
Interest income	256	114	407	436
Provision for and write off of receivables	(2,393)	(525)	(2,663)	(2,038)
Provision for and write off of inventories	-	-	-	-
Gain/(loss) on disposal of quoted or unquoted investments or properties	70	-	125	5
Impairment of assets	-	-	-	-
Foreign exchange gain or (loss)	34	22	60	(4)
<b>Profit from operation</b>	(632)	1,596	(602)	6,565
Fair value gain on investment properties	-	-	-	-
<b>Profit before tax</b>	(632)	1,596	(602)	6,565
Taxation	(343)	(857)	(1,692)	(2,625)
<b>Profit for the period</b>	(975)	739	(2,294)	3,940
Other Comprehensive Income net of tax	105	946	(15)	1,974
<b>Total Comprehensive Income for the period</b>	(870)	1,685	(2,309)	5,914
<b>Profit attributable to:-</b>				
Owner of the parent	(1,177)	506	(2,511)	3,437
Non-controlling interest	202	233	217	503
Profit for the period	(975)	739	(2,294)	3,940
<b>Comprehensive Income attributable to:-</b>				
Owner of the parent	(1,072)	1,452	(2,526)	5,411
Non-controlling interest	202	233	217	503
Comprehensive Income for the period	(870)	1,685	(2,309)	5,914
<b>Earnings per share (sen):-</b>				
Basic and diluted earnings per share	(0.70)	0.30	(1.49)	2.04

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying Notes to the Interim Financial Report and the audited financial statements of the Company for the financial year ended 31 December 2017.*

**CHUAN HUAT RESOURCES BERHAD**Company No. 290729-W  
(Incorporated in Malaysia)**Condensed Consolidated Statement of Changes in Equity  
For the Period ended 30 June 2018**

(The figures below have not been audited)

	Attributable to equity holders of the Company						Total (RM'000)	Minority interests (RM'000)	Total Equity (RM'000)
	Non – Distributable			Distributable					
	Share Capital (RM'000)	Capital Reserve (RM'000)	Warrant Reserve (RM'000)	Exchange Translation Reserve (RM'000)	Revaluation Reserve (RM'000)	Retained Earnings (RM'000)			
At 1 January 2018	84,335	21,923	-	309	75,268	90,596	<b>272,431</b>	15,011	<b>287,442</b>
Total comprehensive income for the year	-	-	-	(15)	-	(2,511)	<b>(2,526)</b>	217	<b>(2,309)</b>
Increase paid-up capital	-	-	-	-	-	-	-	200	<b>200</b>
Dividend paid	-	-	-	-	-	-	-	-	-
At 30 June 2018	84,335	21,923	-	294	75,268	88,085	<b>269,905</b>	15,428	<b>285,333</b>
At 1 January 2017	84,335	21,923	566	756	71,033	86,817	<b>265,430</b>	14,538	<b>279,968</b>
Total comprehensive income for the year	-	-	-	(99)	2,073	3,437	<b>5,411</b>	503	<b>5,914</b>
Transferred to retained profits upon expiry of warrant 2011/2016	-	-	-	-	-	-	-	-	-
Increase paid-up capital	-	-	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-
At 30 June 2017	84,335	21,923	566	657	73,106	90,254	<b>270,841</b>	15,041	<b>285,882</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying Notes to the Interim Financial Report and the audited financial statements of the Company for the financial year ended 31 December 2017*

**CHUAN HUAT RESOURCES BERHAD**Company No. 290729-W  
(Incorporated in Malaysia)**Condensed Consolidated Statement of Cash Flows  
For the Period ended 30 June 2018***(The figures below have not been audited)*

	6 months ended	
	30/06/18 (RM'000)	30/06/17 (RM'000)
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax from operation	(602)	6,565
<b>Adjustment for non-cash items :-</b>		
Depreciation and amortization	4,115	3,770
Interest expenses	4,814	4,005
Interest income	(407)	(436)
Provision for and write off of receivables	2,663	2,038
Provision for and write off of inventories	-	-
Non-cash items	(2,339)	(2,756)
Operating profit before working capital changes	8,244	13,186
(Increase)/Decrease in inventories	(6,942)	(7,186)
Decrease/(Increase) in receivables	21,935	4,192
(Decrease)/ increase in payables	3,234	17,722
Cash (used)/ generated from operations	26,471	(7,530)
Interest received	387	398
Interest paid	(4,072)	(3,426)
Net tax (paid)/ refund	(635)	(234)
Net cash (outflow) from operating activities	22,151	(10,792)
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(14,578)	(1,001)
Purchase of investment and investment properties	(303)	(7,479)
Purchase of intangible assets	-	-
Proceeds from issuance of shares	200	-
Proceeds from disposal of property, plant and equipment	55	200
Proceeds from disposal of investment properties	475	2,333
Proceeds from disposal of quoted and unquoted shares	-	57
..Net cash inflow from disposal of a subsidiary company	-	(600)
Interest received	19	37
Net cash outflow from investing activities	(14,132)	(6,453)
<b>Cash flows from financing activities</b>		
Net proceeds from /(repayments to) term loans	(3,710)	2,451
Repayments of finance lease liabilities	(696)	(737)
Net (repayments to)/ proceeds from short term borrowings	(8,441)	16,340
Dividend paid	-	-
Interest paid	(742)	(578)
(Increased)/ decreased in fixed deposit pledged	-	(20)
Net cash (outflow)/inflow from financing activities	(13,589)	17,456
Effects of changes in exchange rates	14	99
Net increase in cash & cash equivalents	(5,570)	211
Cash & cash equivalents at beginning of the financial year	18,779	22,390
<b>Cash &amp; cash equivalents at end of the financial period</b>	<b>13,223</b>	<b>22,700</b>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying Notes to the Interim Financial Report and the audited financial statements of the Company for the financial year ended 31 December 2017*

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 JUNE 2018**

**1. Basis of Preparation**

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 which were prepared under the Malaysian Financial Reporting Standards (“MFRS”) and amendments to standards to be applied by all Entities Other Than Private Entities.

These interim financial statements of the Group are not audited and have been prepared in accordance with the requirements of MFRS 134 – *Interim Financial Reporting* and the applicable disclosure provisions of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

The 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 financial year ended 31 December 2017.

**2. Significant Accounting Policies**

The accounting policies applied by the Group in these interim consolidated interim financial statements are consistent with the audited financial statements for the financial year ended 31 December 2017, except for the adoption of the following newly-issued MFRS for the financial periods beginning on or after 1 January:

**Effective for annual periods beginning on or after 1 January 2018**

- MFRS 9: *Financial Instruments*
- MFRS15: *Revenue from Contracts with Customers*
- Amendments to MFRS 2: *Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 4: *Insurance Contracts, Applying FRS 9 Financial Instruments with MFRS 4 Insurance Contracts*
- Amendments to MFRS 140: *Transfer of Investment Property*
- IC Interpretation 22: *Foreign Currency Transactions and Advance Consideration*
- Annual Improvements to MFRSs 2014–2016 Cycle
  - MFRS 1: *First-Time Adoption of MFRS*
  - MFRS 12: *Disclosure Of Interests in Other Entities*
  - MFRS 128: *Investments in Associates and Joint Ventures*

## **2. Significant Accounting Policies (cont'd)**

As at the date of authorisation of these interim financial statements, the Group have not made early adoption of the following MFRSs, IC Interpretations and Amendments to MFRSs which have been issued and will be effective for the financial periods as stated below:-

### Effective for annual periods beginning on or after 1 January 2019

- MFRS 16 : *Leases*
- IC Interpretation 23: *Uncertainty over Income Tax Treatment*
- Amendments to MFRS 9: *Prepayment Features with Negative Compensation*
- Amendments to MFRS 119: *Plan Amendments, Curtailment of Settlement*
- Amendments to MFRS 128: *Long-term Interest in Associates and Joint Ventures*
- Annual Improvements to MFRSs 2015–2017 Cycle
  - MFRS 3: *Business Combinations*
  - MFRS 11: *Joint Arrangements*
  - MFRS 112: *Income Taxes*
  - MFRS 123 : *Borrowing Costs*

### Effective for annual periods beginning on or after 1 January 2020

- Amendments to MFRS 2: *Share-based Payment Transactions*
- Amendments to MFRS 3: *Business Combinations*
- Amendments to MFRS 14: *Regulatory Deferral Account*
- Amendments to MFRS 101: *Presentations of Financial Statements*
- Amendments to MFRS 108: *Accounting Policies, Changes in Accounting Estimates and Errors*
- Amendments to MFRS 134: *Interim Financial Reporting*
- Amendments to MFRS 137: *Provisions, Contingent Liabilities and Contingent Assets*
- Amendments to MFRS 138: *Intangible Assets*

### Effective for annual periods beginning on or after 1 January 2021

- MFRS 17 : *Insurance Contracts*

The Group plans to apply the abovementioned MFRSs (and its consequential amendments) and Interpretations in the respective annual periods based on their effective dates and applicability.

## **3. Auditors' Report in respect of the 2017 Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31 December 2017 was not qualified.

## **4. Seasonality or Cyclicity of Interim Operations**

The Group's performance was not affected by any significant seasonal or cyclical factors in the current quarter under review.

**5. Unusual Items affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the quarter and six months ended 30 June 2018.

**6. Changes in Estimates**

There were no changes in estimates that have had a material effect during the quarter and six months ended 30 June 2018.

**7. Debt and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayment of debt and equity securities during the quarter and six months ended 30 June 2018.

**8. Dividends Paid**

No dividend has been paid during the quarter and six months ended 30 June 2018.

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**9. Segment Information**

	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)
<b><u>Segment Revenue</u></b>				
Trading of hardware & building materials	166,730	151,207	336,880	316,440
Trading of IT related products	12,824	12,614	28,534	26,902
Others	895	421	1,373	827
Total revenue including inter-segment sales	180,449	164,242	366,787	344,169
Elimination of inter segment sales	(16,938)	(15,792)	(32,676)	(33,602)
<b>Total revenue</b>	<b>163,511</b>	<b>148,450</b>	<b>334,111</b>	<b>310,567</b>
<b><u>Operating profit</u></b>				
Trading of hardware & building materials	6,423	5,788	10,527	15,534
Trading of IT related products	(94)	191	115	404
Others	(273)	(11)	(244)	3
<b>Total Operating Profit</b>	<b>6,056</b>	<b>5,968</b>	<b>10,398</b>	<b>15,941</b>
<b><u>Profit/ (loss) before taxation</u></b>				
Trading of hardware & building materials	51	1,767	192	6,818
Trading of IT related products	(200)	54	(129)	165
Others	(483)	(225)	(665)	(418)
<b>Total Profit before taxation</b>	<b>(632)</b>	<b>1,596</b>	<b>(602)</b>	<b>6,565</b>

**10. Valuation of Property, Plant and Equipment**

The valuation of property, plant and equipment has been brought forward without amendment from the previous audited financial statements as at 31 December 2017.

**11. Material Events Subsequent to the Balance Sheet Date**

There were no material events which occurred subsequent to the balance sheet date until the date of this announcement.

**12. Changes in Composition of the Group**

There were no changes in the composition of the Group during the quarter and six months ended 30 June 2018 and up to the date of this Interim Financial Report.

**13. Contingent Liabilities/Contingent Assets**

	30/06/18 (RM'000)	31/03/18 (RM'000)	Changes (RM'000)
Corporate guarantees in respect of Banking facilities granted to subsidiary Companies	355,320	355,792	(472)
Corporate guarantees in respect of the Supply of goods to subsidiary companies	79,600	79,600	-

**14. Capital Commitments**

The Group has commitments as follows:

	30/06/18 (RM'000)	31/03/18 (RM'000)	Changes (RM'000)
Capital expenditure approved and contracted for	2,497	2,629	(132)

**15. Related Party Transactions**

The related parties of the Group and of the Company comprise the following:

Related companies being subsidiary companies of Chuan Huat Resources Berhad (CHRB) are as follow:-.

- i) Chuan Huat Metal Sdn Bhd (CHM), a 80% owned subsidiary
- ii) Pineapple Resources Berhad, a 63.85% owned subsidiary and it's subsidiary companies (PRB Group)
- iii) Keyline Consulting Sdn Bhd (KLC), a 70% owned subsidiary
- iv) CHRB Building Materials Sdn Bhd (CHRB BM), a 60% owned subsidiary
- v) CHRB Trading Sdn Bhd (CHRB Trading), a 55% owned subsidiary
- vi) CH Sweestech Door Sdn Bhd ("CHSD"), a 52.5% owned subsidiary

Other related parties being companies in which a Substantial shareholder or a Director of the Company and subsidiary companies have interest..

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**15. Related Party Transactions (cont'd)**

The significant related party transactions are as follows:

	6 months ended 30/06/18 (RM'000)	6 months ended 30/06/17 (RM'000)
<b>a) Sale of goods to</b>		
i) <u>Other related parties</u>		
Ahmad Zaki Sdn Bhd	18,505	8,292
ii) <u>Subsidiaries</u>		
CHM	2,236	1,270
CHRB BM	575	468
CHSD	107	178
KLC	70	4
<b>b) Purchase of goods from</b>		
i) <u>Other related parties</u>		
Amalgamated Industrial Steel Berhad	-	142
ii) <u>Subsidiaries</u>		
KLC	1,009	832
CHM	67	70
CHRB BM	9	8
CHSD	425	5
i) <u>Subsidiaries</u>		
Rental income received from subsidiaries	141	141
Security, water & electricity charges received from subsidiaries	24	24
Management fee and incentive received from subsidiaries	118	38
Rental of motor vehicle	21	6
Handling fee	-	-
Transport charges	-	-
Interest expenses	1	-

Ahmad Zaki Sdn Bhd is a company in which Dato' Sri Haji Wan Zaki bin Haji Wan Muda is a substantial shareholder of Chuan Huat Resources Berhad.

Amalgamated Industrial Steel Berhad is a company in which CHRB had 6.67% indirect interest through a 100% owned subsidiary, Chuan Huat Hardware Holdings Sdn Bhd.

In the opinion of the Directors, the above related party transactions have been entered into in the normal course of business and have been established under terms that are no more favourable than those arranged with independent third parties.

**16. Cash and Cash Equivalents**

	6 months ended	
	30/06/18 (RM'000)	30/06/17 (RM'000)
Fixed deposit with a licensed bank	786	4,916
Cash and bank balances	15,602	20,312
Bank overdraft	(2,379)	(1,711)
	14,009	23,517
Less : Fixed Deposits pledged	(786)	(817)
	13,223	22,700

**17. Review of Performance**

The Group's revenue for the second quarter ended 30 June 2018 has increased by 10.14%, to RM163.51 million as compared to RM148.45 million recorded in the corresponding period of the preceding year.

The Group's revenue for the six months financial period ended 30 June 2018 has increased by 7.58% compared to the corresponding period of the preceding year. The increase in revenue were mainly generated from steel products.

However, the group recorded a loss before tax of RM0.632 million and RM0.602 million for the second quarter and six months ended 30 June 2018 as compared to profit before tax of RM1.596 million and RM6.565 million in the corresponding financial period of the preceding year. This was mainly due to lower profit margin.

The details of the performance of the various segments are as follows:

	3 months ended			6 months ended		
	30.06.18 RM'000	30.06.17 RM'000	Change %	30.06.18 RM'000	30.06.17 RM'000	Change %
<b>Revenue</b>						
Trading of hardware & building materials	150,448	135,607	10.94	305,511	283,362	7.82
Trading of IT related products	12,398	12,595	-1.56	27,688	26,723	3.61
Others	664	248	167.55	912	482	89.39
<b>Total</b>	<b>163,510</b>	<b>148,450</b>	<b>10.14</b>	<b>334,111</b>	<b>310,567</b>	<b>7.58</b>
<b>Profit / (Loss) before taxation</b>						
Trading of hardware & building materials	51	1,767	-97.09	192	6,818	-97.18
Trading of IT related products	(200)	54	-470.90	(129)	165	-178.27
Others	(483)	(225)	-114.67	(665)	(418)	-59.09
<b>Total</b>	<b>(632)</b>	<b>1,596</b>	<b>-139.60</b>	<b>(602)</b>	<b>6,565</b>	<b>-109.17</b>

The reasons for the changes in the various sectors are as follows:-

(i) Trading of hardware & building materials

The increase in the revenue for the second quarter ended 30 June 2018 and six months financial period ended 30 June 2018 was mainly due to higher demand for steel products but the profit before tax was reduced due to lower selling price and stiff competition in steel products of steel service division.

(ii) Trading of IT related products

The revenue in second quarter ended 30 June 2018 has decreased marginally by 1.56%, to RM12.398 million as compared to RM12.595 million recorded in the corresponding financial period of the preceding year.

The revenue for the six months financial period ended 30 June 2018 has increased by 3.61% as compared to the corresponding period of the preceding year. The increase in revenue were mainly generated from online e-commerce sales with the addition of new non IT products such as home and life style products.

The division recorded a loss before tax of RM200,000 and RM129,000 for the second quarter and six months ended 30 June 2018 as compared to the profit before tax of RM54,000 and RM165,000 in the corresponding financial period of the preceding year. This was mainly due to lower gross profit margin as a result of the promotional activities to boost sales.

(iii) Others

The division recorded higher sales in second quarter ended 30 June 2018 and six months financial period ended 30 June 2018 as compared to the preceding year's financial period. This was mainly due to increase in sales of a property in current financial period. The division also recorded higher loss in second quarter ended 30 June 2018 and six month ended 30 June 2018 due to higher operating expenditure in current financial period.

**18. Material changes in profit before taxation against preceding quarter**

	Individual Quarter 3 months ended		Change %
	30/06/18 (RM'000)	31/03/18 (RM'000)	
<b>Profit / (Loss) before taxation</b>			
Trading of hardware & building Materials	51	141	-63.83
Trading of IT related products	(200)	70	-385.71
Others	(483)	(181)	-166.85
<b>Total</b>	<b>(632)</b>	<b>30</b>	<b>-2,206.67</b>

The reasons for the changes in the various sectors are as follows:-

- (i) Trading of hardware & building materials  
The decrease in profit was mainly due to decline in margin of steel service division during the quarter under review.
- (ii) Trading of IT related products  
The lower profit was due to higher promotional cost incurred and lower selling price.
- (iii) Others  
This higher loss was mainly due to higher operating expenditure.

**19. Commentary on Prospects**

With the uncertainties arising from the recent change in the government from the 14<sup>th</sup> General Election, the demand for steel products is expected to be lower in tandem with the changes. However, the global steel prices are still expected to be stable.

As for the IT (Information Technology) division, the strategy is to focus on expanding sales in hypermarkets and online sales. Human resources will be added in e-business to increase the sales as the market trend is changing rapidly shifting from traditional physical retailing shop to online sales.

Barring any unforeseen circumstances, it is anticipated that the division result should sustain or improve further during the year.

**20. Profit Forecast and Profit Guarantee**

The Group is not subject to any profit forecast or profit guarantee requirements.

**21. Income Tax Expenses**

	3 months ended		6 months ended	
	30/06/18 (RM'000)	30/06/17 (RM'000)	30/06/18 (RM'000)	30/06/17 (RM'000)
Malaysia income tax				
- current	473	327	1,227	1,645
- under/ (over) provision in prior years	(3)	3	-	3
	-	-	-	-
	470	330	1,227	1,648
Deferred taxation	(458)	527	134	977
<b>TOTAL</b>	<b>12</b>	<b>857</b>	<b>1,361</b>	<b>2,625</b>

The effective tax rate for the financial period ended 30 June 2018 and 30 June 2017 are not reflective of the statutory tax rate mainly due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries, and certain expenses which are not deductible for tax purposes.

**22. Corporate Proposals**

The Group does not have any corporate proposals announced but not completed as at the date of this report.

**23. Borrowings**

	6 months ended	
	30/06/18 (RM'000)	30/06/17 (RM'000)
<u>Short Term</u>		
Bank overdrafts (unsecured)	2,380	1,711
Bills payable (unsecured)	166,945	158,543
Trust receipts	1,179	-
Finance lease liabilities	1,308	1,104
Term loans (amount payable within 12 months)	8,207	5,177
	<u>180,019</u>	<u>166,535</u>
<u>Long Term</u>		
Finance lease liabilities	4,024	3,489
Less : amount payable within 12 months	(1,308)	(1,104)
	<u>2,716</u>	<u>2,385</u>
Term Loans (secured)	27,993	22,184
Less : amount payable within 12 months	(8,207)	(5,177)
	<u>19,786</u>	<u>17,007</u>
	<u>22,502</u>	<u>19,392</u>

**24. Realised and Unrealised Profits / (Losses)**

	As at	As at
	30/06/18 (RM'000)	30/06/17 (RM'000)
Total retained earnings of the Company and its subsidiaries:		
- Realised	76,172	84,820
- Unrealised	11,913	5,434
	<u>88,085</u>	<u>90,254</u>
Consolidation adjustments	-	-
Retained earnings as per statements of financial positions	<u>88,085</u>	<u>90,254</u>

**25. Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at the date of this report.

**26. Changes in Material Litigation**

As at date of this report, there were no changes in material litigation, including the status of pending material litigation since the last annual balance sheet date of 31 December 2017.

**27. Dividends**

No dividend has been declared nor recommended for payment for the quarter and six months ended 30 June 2018.

**28. Earnings per share****a. Basic earnings per share**

The basic earnings per share is calculated by dividing the profit attributable to owners of the parent for the period by the total number of ordinary shares of the Company in issue for the respective period as follows:

	3 months ended		6 months ended	
	30/06/18 (RM'000)	30/06/17 (RM'000)	30/06/18 (RM'000)	30/06/17 (RM'000)
(Loss)/Profit attributable to the owners of the parent (RM'000)	(1,177)	506	(2,511)	3,437
Total number of ordinary shares in issue ('000)	168,670	168,670	168,670	168,670
Basic earnings per share (sen)	(0.70)	0.30	(1.49)	2.04

**29. Authorisation for Issue**

This interim financial statement were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

**BY ORDER OF THE BOARD****DATO' LIM LOONG HENG**  
**DEPUTY MANAGING DIRECTOR**

Date: 29 Aug 2018