PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134
FOR THE QUARTER ENDED 30 JUNE 2016

A1. BASIS OF PREPARATION

The interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These condensed interim financial statements also comply with International Accounting Standard ("IAS") 34, *Interim Financial Reporting* issued by the International Accounting Standards Board ("IASB").

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2015. 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 financial year ended 30 June 2015.

As at 30 June 2016, the current liabilities of the Group exceeded its current assets by RM107.259 million and the Group had a negative shareholder's equity of RM103.627 million.

As disclosed in the previous year's financial statements, Petrol One Resources Berhad ("PORB") and a subsidiary, Arus Dermaga Sdn Bhd ("ADSB") were unable to meet their loans obligations since January 2011 and March 2010, respectively. On 24 December 2013, PORB and ADSB entered into a debt settlement agreement ("DSA") with their respective lenders whereby the outstanding loan obligations will be settled in full by a cash payment of RM6.5 million. On 16 October 2014, PORB announced that it had agreed with its lenders to vary the terms of the DSA whereby the RM6.5 million will be settled (i) by the sale, by the lender, of the shares in the Company which have been pledged by a third party as security for the loan for a consideration amounting to RM3.040 million; and (ii) in cash for an amount of RM3.46 million. The variation was formalised in a supplementary settlement agreement ("SSA") on 21 November 2014. Please refer to part B7 for more details of the terms of the settlement.

On 30 August 2012, PORB announced that it had been classified as an affected listed issuer pursuant to Paragraph 2.1(a) of Practice Note 17 ("PN17") under the Main Market Listing Requirements of Bursa Malaysia. The PN17 criteria was triggered as a result of the shareholders' equity of PORB on a consolidated basis is less than 25% of its issued and paid-up capital (excluding treasury shares) and was less than RM40 million.

On 15 November 2013, PORB made its Requisite Announcement whereby it proposed to undertake a two (2) pronged approach, comprising the Group's business turnaround strategy ("Business Regularisation Strategy") and the Proposed Regularisation Plan to address its PNI7 issues. The Proposed Regularisation Plan comprises the following: (i) Proposed Capital Reduction, (ii) Proposed Share Premium Reduction, (iii) Proposed Private Placement, (iv) Proposed Rights Issue with Warrants, (v) Proposed Scheme of Arrangement, and (vi) Proposed Amendment. The Proposed Regularisation Plan was submitted to Bursa Malaysia on 28 March 2014 and the relevant announcement was made on the same day. On 21 January 2015, PORB submitted an application to Bursa Malaysia to vary certain terms of the Proposed Regularisation Plan. An announcement was made on 21 January 2015 incorporating the details of the variations. The Proposed Regularisation Plan of the Company was approved by Bursa Malaysia vide a letter dated 14 August 2015, subject to certain terms and conditions. An announcement was made on 14 August 2015 incorporating details of the approval.

PORB and its wholly owned indirect subsidiaries, ADSB and One Petroleum (L) Ltd ("OPLL") were granted an order by the High Court of Malaya to hold a meeting with their scheme creditors pursuant to Section 176(1) of the Companies Act 1965. The Court Convened Meetings for approving the proposed scheme of arrangement ("the Scheme") were held on 7 July 2014. At the Court Convened Meetings, a majority in number and more than 75% in value of the scheme creditors who were present voted in approval of the Scheme. The Scheme was approved by the High Court of Malaya on 15 August 2014 and is binding until it is approved by a majority of the members of the respective companies at their members' meetings.

The interim financial information has been prepared on the historical cost basis and on the assumption that the Group is a going concern.

In view of the matters set out above, there are material uncertainties that may cast significant doubt on the ability of the Group to continue as a going concern. The going concern assumption is dependent upon the implementation of the Regularisation Plan, and the ability of the Group to continue to attain profitable operations. In the event that these are not successfully implemented, the Group may be unable to realise their assets and discharge their liabilities in the normal course of business. Accordingly, the interim financial information may require adjustments relating to the recoverability and classification of recorded assets and to additional amount and classification of liabilities that may be necessary should the Group be unable to continue as a going concern.

A2. AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report of the Company's audited financial statements for the financial year ended 30 June 2015 contained the following disclaimer of opinion on the financial statements.

1. Basis of Disclaimer of Opinion

(i) For the year ended 30 June 2015, the Group had a profit of RM4,453,845 (2014: loss of RM6,177,253) and the Company incurred a loss of RM1,600,984 (2014: RM4,266,779), respectively and, as of that date, the current liabilities of the Group exceeded its current assets by RM101,935,369 (2014 : RM92,732,476) and the Group had a deficit in shareholder's equity of RM98,892,153 (2014: RM89,762,572).

(ii) The Company and its wholly-owned indirect subsidiary, Arus Dermaga Sdn. Bhd. ("ADSB"), were unable to meet their loan obligations since January 2011 and March 2010, respectively. On 24 December 2013, the Company and ADSB entered into a debt settlement agreement ("DSA") with their respective lenders whereby the outstanding loan obligations will be settled in full by a cash payment of RM6,500,000. On 16 October 2014, the Company announced that it had agreed with its lenders to vary the terms of the DSA whereby the RM6,500,000 will be settled (i) by the sale, by the lender, of the shares in the Company which have been pledged by a third party as security for the loan for a consideration amounting to RM3,040,000; and (ii) in cash for an amount of RM3,460,000. The variation was formalised in a supplementary settlement agreement ("SSA") on 21 November 2014. On the same date, the total sum of RM6,500,000 was paid to the lenders under the terms of the SSA. The Group and the Company, however, have not recorded the effect of the waiver of the debt pending the completion of the disposal of the pledged shares. As at 30 June 2015, as disclosed in Note 7.2 to the financial statements, the loan outstanding in the books of the Company and ADSB amounted to RM4,036,000 (2014 : RM7,496,000) and USD12,087,851 (2014: USD11,010,597), respectively.

(iii) On 30 August 2012, the Company announced that it had been classified as an affected listed issuer pursuant to Paragraph 2.1 (a) of Practice Note 17 ("PN17") under the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). The PN17 criteria was triggered as a result of the shareholders' equity of the Group on a consolidated basis was less than 25% of its issued and paid-up capital (excluding treasury shares) and was less than RM40,000,000

(iv) On 15 November 2013, the Company made its Requisite Announcement whereby the Company proposed to undertake a two (2) pronged approach, comprising the Group's business turnaround strategy ("Business Regularisation Strategy") and the Proposed Regularisation Plan to address its PN17 issues. The Proposed Regularisation Plan comprises the following: (i) Proposed Capital Reduction, (ii) Proposed Share Premium Reduction, (iii) Proposed Private Placement, (iv) Proposed Rights Issue with Warrants, (v) Proposed Scheme of Arrangement, and (vi) Proposed Amendment. The Proposed Regularisation Plan was submitted to Bursa Malaysia on 28 March 2014 and the relevant announcement was made on the same day. A further announcement was made on 21 January 2015 incorporating details of variations to the Proposed Regularisation Plan. On 14 August 2015, Bursa Malaysia approved the Proposed Regularistion Plan subject to certain terms and conditions, which have yet to be met as of the date of this report.

(v) As disclosed in Note 1(b) to the financial statements, the Company, and its wholly-owned indirect subsidiaries, ADSB and One Petroleum (L) Ltd ("OPLL") were granted an order by the High Court of Malaya to hold a meeting with their scheme creditors pursuant to Section 176(1) of the Companies Act 1965. The Court Convened Meetings for approving the proposed scheme of arrangement ("the Scheme") were held on 7 July 2014. At the Court Convened Meetings, a majority in number and more than 75% in value of the scheme creditors who were present voted in approval of the Scheme. The Scheme was approved by the High Court of Malaya on 15 August 2014 and is binding until it is approved by a majority of the members of the respective companies at their members' meetings.

In view of the incomplete status of the debt restructuring as set out above, there are material uncertainties that may cast significant doubt on the ability of the Group and the Company to continue as going concerns.

The financial statements have been prepared by the Directors, on the historical cost basis and on the assumption that the Group and the Company are going concerns. However, the going concern assumption is highly dependent upon the shareholders' approving the Regularisation Plan and its successful implementation, the settlement of the defaulted debts, and the ability of the Group and the Company to attain profitable operations to generate sufficient cash flows to fulfil their obligations as and when they fall due. In the event that these are not accomplished, the Group and the Company may be unable to realise their assets and discharge their liabilities in the normal course of business. Accordingly, the financial statements may require adjustments relating to the recoverability and classification of recorded assets and to additional amount and classification of liabilities that may be necessary should the Group and Company be unable to continue as going concerns.

2. As at 30 June 2015, the carrying value of marine equipment of the Group, as disclosed in Note 3 to the financial statements, amounted to RM2,559,429 (2014 : RM2,339,145). Included in this balance is an amount of USD559,314 (2014: USD594,271) relating to an item of marine equipment which has not been in use since the disposal of the vessel owned by a subsidiary, One Petroleum (L) Limited. Based on our discussion with management, we were informed that management has plans for the future use of the marine equipment. However, as of the date of this report, the plans have yet to be implemented. Hence, we were unable to obtain sufficient audit evidence to support the aforesaid carrying value of the item of marine equipment. Consequently, we are unable to verify the appropriateness of the carrying value of the aforesaid marine equipment as at 30 June 2015.

3. As at 30 June 2015, the carrying value of investments in subsidiaries and amount due from subsidiaries in the books of the Company, as disclosed in Note 4 and Note 5 to the financial statements, amounted to RM939,177 (2014: RM939,177) and RM69,556,715 (2014: RM70,753,545), respectively. There were no projections of future cash flows prepared by management to support the aforesaid carrying value of investments in subsidiaries and amount due from subsidiaries. Consequently, we are unable to verify the appropriateness of the carrying value of investments in subsidiaries and amount due from subsidiaries in the books of the Company as at 30 June 2015.

The matters stated above were unresolved since the preceding financial year and formed the basis of disclaimer of opinion on the financial statements of the Group and Company for the financial year ended 30 June 2014.

4. For the financial year ended 30 June 2015, advisory services income of the Group, as disclosed in Note 10 to the financial statements, amounted to RM7,371,145. The cost of sales associated with these services amounted to RM1,518,753. We noted that the advisory services income and the cost of sales recognised comprised mainly fixed monthly income/charges and that the gross margin earned during the financial year is approximately 79% amounting to RM5,852,392.

Included in the advisory services income are billings for ship to ship transfer services to a company registered in the British Virgin Islands ("BVI customer") amounting to USD1,380,000 or approximately RM4,775,628. We noted that the correspondence address of the BVI customer stated in the contract for services and monthly invoices is an invalid address. We further noted that cash receipts amounting to USD460,000 have been recorded as received from this BVI customer up to September 2014. Subsequent to year end, USD200,000 and USD300,000 were further recorded as received on 7 September 2015 and 29 October 2015, respectively. These payments were not received directly from the BVI customer. Based on the information available, we are unable to ascertain the appropriateness of the said revenues recognised during the year of USD1,380,000.

5. As at 30 June 2015, the carrying value of trade receivables of the Group, as disclosed in Note 5 to the financial statements, amounted to RM8,371,372. Included in this balance is an amount of USD1,265,000 (approximately RM4,788,658) due from the abovementioned BVI company in relation to advisory services as at 30 June 2015. We are unable to obtain sufficient audit evidence to ascertain the recoverability of this balance. Consequently, we are unable to ascertain the appropriateness of the carrying value of the said trade receivable balance as at 30 June 2015.

6. As disclosed in Note 7.2 to the financial statements, the Company and a subsidiary, ADSB, have entered into a loan restructuring arrangement in respect of their defaulted loans. The Company and ADSB have not recognised interest expense on their defaulted loans since 21 November 2014 as the Directors were of the view that, pursuant to the SSA entered into on that date, there is no likelihood of any further interest payable on the loan obligations. The Company and ADSB, however, have not recorded the effect of the waiver of the debt pending the completion of the disposal of the pledged shares. The impact of the interest expense not recognised would have decreased the pre-tax profit of the Company and ADSB by an amount of RM175,703 and RM2,491,784, respectively. We are unable to obtain sufficient audit evidence to ascertain the obligations of the Company and ADSB in respect of interest expense on the loans subsequent to the date of the SSA. Consequently, we are unable to verify the adequacy of the accruals for interest expense for the year ended 30 June 2015.

7. As at 30 June 2015, the carrying value of other receivables of the Group, as disclosed in Note 5 to the financial statements, amounted to RM1,043,265. Included in this balance is an amount of RM881,165 relating to expenses paid on behalf of a third party. We are unable to obtain sufficient audit evidence to ascertain the appropriateness of the carrying amount.

A3. SEGMENTAL INFORMATION

The revenue of the Group was contributed by its subsidiaries who are principally engaged in the provision of overall advisory services that include technical and commercial management services in the Oil and Gas industry. Technical management services include assisting in the arrangement and supervision of mooring and unmooring procedure, as well as ship to ship transfer operations for the cargo stored on the vessel. Commercial management services include assisting and arranging for safe location for the vessels, advising on voyage estimates, as well as assisting and advising to ensure the manning of the vessel is in compliance with the appropriate requirements of the relevant laws. The Group ventured into the provision of safety standby vessel services on a back to back vessel charter basis through its wholly owned immediate subsidiary, namely Petrol One Holdings Sdn Bhd. Two contracts under its chartered vessels, namely Inspirasi 1 and Inspirasi 2 commenced operation on 3 May 2014.

	INDIVIDUAL PERIOD CURRENT YEAR QUARTER		CUMULATIVE PERIOD CURRENT YEAR TO DATE	
	30/06/2016 RM'000	30/06/2015 RM'000	30/06/2016 RM'000	30/06/2015 RM'000
Segment Revenue				
Oil and gas	3,182	1,992	10,363	11,811
	3,182	1,992	10,363	11,811

	INDIVIDUAL PERIOD CURRENT YEAR QUARTER		CUMULATIVE PERIOD CURRENT YEAR TO DATE	
	30/06/2016 RM'000	30/06/2015 RM'000	30/06/2016 RM'000	30/06/2015 RM'000
Segment Results				
Oil and gas	(55)	55	3227	4,193
Others	(1261)	480	(2460)	537
	(1316)	535	767	4,730

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows during the current financial quarter under review other than the provision for doubtful debts amounting to RM1.468million for one advisory services for ship to ship transfer operations after due consideration of the possibility of recovering the said debt.

A5. CHANGES IN ESTIMATES

There were no changes in estimates that have had any material effect on the current financial quarter under review.

A6. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The business of the Group was not affected by any significant seasonal or cyclical factors in the current financial quarter under review.

A7. DIVIDENDS PAID

There were no dividends paid during the current financial quarter under review.

A8. DEBT AND EQUITY SECURITIES

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities by the Company during the current financial quarter under review.

A9. CAPITAL COMMITMENTS

There were no changes in capital commitments since the previous annual financial statements as at 30 June 2015.

A10. CHANGES IN CONTINGENT LIABILITIES

The contingent liabilities of PORB are as follows:

	As at 30/06/2016 RM'000
Corporate guarantee given to secure banking facilities for a subsidiary	48,732

A11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current financial quarter under review.

A12. SUBSEQUENT MATERIAL EVENTS

There are no material events subsequent to the end of the period under review that have not been reflected in the interim financial statements.

A13. PROPERTY, PLANT AND EQUIPMENT VALUATION

The Group did not revalue any of its property, plant and equipment during the current financial quarter under review.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE QUARTER ENDED 30 JUNE 2016

B1. REVIEW OF PERFORMANCE

Revenue for the Group represents fee charged in providing overall advisory services for ship to ship transfer operations as well as safety standby vessels services in the oil and gas industry. The Group registered revenue of approximately RM3.182 million for the current quarter ended 30 June 2016 as compared to approximately RM1.992 million in the preceding year's quarter. The higher revenue for the current quarter is mainly due to an Inland storage management contract won by one of the subsidiary of the Group. In that the said subsidiary manages an oil terminal that is located in the west coast of Peninsular Malaysia.

The Group posted loss before tax of approximately RM1.306 million for the current quarter ended 30 June 2016 as compared to a profit before tax of approximately RM0.538million in the corresponding quarter of the preceding year. The loss before tax for the current quarter is mainly due to the provision for doubtful debts amounting to RM1.468million for one advisory services for ship to ship transfer operations, fixed assets written off and additional non-recurring professional fees paid.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group registered revenue of approximately RM3.182 million for the current quarter ended 30 June 2016 which is 51% higher as compared to approximately RM2.108 million achieved in the preceding quarter. The higher revenue for the current quarter is mainly due to an Inland storage management contract won by one of the subsidiary of the Group. In that the said subsidiary manages an oil terminal that is located in the west coast of Peninsular Malaysia.

The Group posted a loss before tax of approximately RM1.306 million for the current quarter ended 30 June 2016 as compared to the immediate preceding quarter's profit before tax of RM1.583 million. The loss before tax for the current quarter is mainly due to the provision for doubtful debts amounting to RM1.468million for one advisory services for ship to ship transfer operations, fixed assets written off and additional non-recurring professional fees paid.

B3. COMMENTARY ON PROSPECTS

Notwithstanding the prospects of the oil and gas industry, the Board is optimistic of that demand for storage for oil and related products as well as related services, such as the provision of safety standby vessel services, remains positive in the coming quarter.

B4. VARIANCE FROM PROFIT FORECAST

No profit forecast was issued for the current financial quarter under review for the computation of variance.

B5. TAXATION

	INDIVIDUAL PERIOD CURRENT YEAR QUARTER		CUMULATIVE PERIOD CURRENT YEAR TO DATE	
	30/06/2016 RM'000	30/06/2015 RM'000	30/062016 RM'000	30/06/2015 RM'000
Current tax expense				
- Current year	10	3	20	19
- Prior year	-	-	-	-
	10	3	20	19
Deferred tax - origination and reversal of temporary differences	-	-	-	-
Total	10	3	20	19

B6. STATUS OF CORPORATE PROPOSAL

Save as disclosed below, there are no other corporate proposals announced but pending completion by the Company as at the date of this announcement:-

1. On 15 November 2013, the Company made its Requisite Announcement whereby PORB proposed to undertake a two (2) pronged approach, comprising the Group's Business Regularisation Strategy and the Proposed Regularisation Plan to address its PNI7 issues. The Proposed Regularisation Plan comprises the following: (i) Proposed Capital Reduction, (ii) Proposed Share Premium Reduction, (iii) Proposed Private Placement, (iv) Proposed Rights Issue with Warrants, (v) Proposed Scheme of Arrangement, and (vi) Proposed Amendment. The Proposed Regularisation Plan was submitted to Bursa Malaysia on 28 March 2014 and the relevant announcement was made on the same day. On 21 January 2015, PORB submitted an application to Bursa Malaysia to vary certain terms of the Proposed Regularisation Plan. An announcement was made on 21 January 2015 incorporating the details of the variations. The Proposed Regularisation Plan of the Company was approved by Bursa Malaysia vide a letter dated 14 August 2015, subject to certain terms and conditions. An announcement was made on 14 August 2015 incorporating details of the approval. On 28 July 2016, the Company submitted an application for an extension of time of 6 months from 13 August 2016 to 12 February 2017 to complete the implementation of the Proposed Regularisation Plan.

2. PORB and its wholly-owned indirect subsidiaries, ADSB and OPLL were granted an order by the High Court of Malaya to hold a meeting with their scheme creditors pursuant to Section 176(1) of the Companies Act 1965. The Court Convened Meetings for approving the Scheme were held on 7 July 2014. At the Court Convened Meetings, a majority in number and more than 75% in value of the scheme creditors who were present voted in approval of the Scheme. The Scheme was approved by the High Court of Malaya on 15 August 2014 and is binding until it is approved by a majority of the members of the respective companies at their members' meetings.

B7. GROUP BORROWINGS

	As at 31/12/2015 RM'000	**In foreign Currency**
Short term borrowings:		
Secured		
Denominated in Ringgit Malaysia		
Term loan	**4,036**	**-**
Finance lease liabilities		**9**
-Denominated in US Dollar		
Term loan	**47,575**	**12,130**
Unsecured		
Denominated in Ringgit Malaysia		
Term loan		**2,261**
-		
Long term borrowings:		
Secured		
Denominated in Ringgit Malaysia		
Finance lease liabilities	**119**	**-**
Total borrowings	**54,000**	

PORB and ADSB were unable to meet their loans obligations since January 2011 and March 2010, respectively. On 24 December 2013, PORB and ADSB entered into a DSA with their respective lenders whereby the outstanding loan obligations will be settled in full by a cash payment of RM6.5 million. On 16 October 2014, PORB announced that it had agreed with its lenders to vary the terms of the DSA whereby the RM6.5 million will be settled (i) by the sale, by the lender, of the shares in the Company which have been pledged by a third party as security for the loan for a consideration amounting to RM3.040 million; and (ii) in cash for an amount of RM3.46 million. The variation was formalised in a SSA on 21 November 2014.

As at the date of 21 November 2014, the total sum of RM6.5 million was paid to RIBB. The Group and the Company however, has not recorded the effect of the waiver of the debt in the current quarter under-review pending the completion of the disposal of the pledged shares.

The completion of the RHB Settlement is expected to reduce gearing, as well as increase the net assets per share of the Group as a result of the waiver of debt by RHB Bank and RHB Labuan.

The RHB Settlement will not have any material impact on the operations of PORB and its subsidiaries.

B8. MATERIAL LITIGATION

1) <u>Silverline Maritime Sdn Bhd against ADSB and PORB</u>

At the hearing at the Court of Appeal (COA) on 24 March 2016, a consent judgement was recorded by the COA in relation to the orders allowed by the High Court pursuant to an application made by Silverline on 8 May 2015 and that Silverline be recognized as a creditor of the PORB only for the sum of RM543,056.09 without interest under the scheme of arrangement approved via Court Order dated 15 August 2014. The High Court Order dated 8 May 2015 was set aside by the COA. The COA approved the Consent Order on 17 August 2016.

B9. DIVIDENDS

There were no dividends declared during the current financial quarter under review.

B10. PROFIT/(LOSS) PER ORDINARY SHARE

(a) Basic

The basic profit/(loss) per ordinary share has been calculated by dividing profit/(loss) attributable to ordinary equity holders of the parent by the number of ordinary shares in issue of 50,804,845 at the end of the current financial quarter.

(b) Diluted

There was no dilution in profit/(loss) per ordinary share as the Company did not have any convertible financial instrument as at the end of the current quarter under review.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE QUARTER ENDED 30 JUNE 2016

B11. OPERATING PROFIT BEFORE TAXATION

	12 months ended 30/06/2016 RM'000
Operating profit arrived at after charging/(crediting):	
Bad debts	-
Depreciation	493
Foreign exchange loss/(gain):	
Realised gain	55
Unrealised gain	3075
Realised loss	5
Unrealised loss	1,870
Interest expense	562

B12. SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sales of unquoted investments and properties during the current quarter under review.

B13. QUOTED SECURITIES

There were no purchases or disposals of quoted securities during the current quarter under review.

B14. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There are no off balance sheet financial instruments at the date of this quarter.

B15. SUPPLEMENTAL INFORMATION DISCLOSED PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

The following analysis of realised and unrealised retained profits at the legal entity level is prepared in accordance with Guidance on Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by Malaysian Institute of Accountants whilst the disclosure at the group level is based on the prescribed format by Bursa Malaysia.

	As at 30/06/2016 RM'000	As at 30/6/2015 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- realised	(90,244)	(95,178)
- unrealised	(1204)	3,617
	(91,448)	(91,561)
Consolidated adjustments	(51,703)	(52,358)
Total accumulated losses	(143,151)	(143,919)

B16. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 29 August 2016.