

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED MAY 2018

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (31-05-2018) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (31-05-2017) RM'000	CURRENT YEAR TODATE (31-05-2018) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (31-05-2017) RM'000
Revenue	19,896	24,327	82,317	123,474
Operating expenses	(21,352)	(28,237)	(76,674)	(122,426)
Other operating income	2,163	4,624	2,979	5,063
Profit from operations	707	714	8,622	6,111
Finance costs	(1,440)	(1,092)	(3,976)	(3,197)
(Loss)/Profit after finance cost	(733)	(377)	4,646	2,915
Share of results of an associate	(2)	8	(5)	7
Share of results of a joint venture	(11)	(7)	(26)	(21)
(Loss)/Profit before taxation	(746)	(376)	4,615	2,901
Taxation	(5,673)	246	(6,827)	(1,669)
(Loss)/Profit for the period	(6,419)	(130)	(2,212)	1,232
Other comprehensive income/(loss), net of tax item that may be reclassified subsequently to profit or loss				
Fair value adjustment on available-for-sale financial assets	(5)	5	(3)	7
Total comprehensive (loss)/income	(6,424)	(125)	(2,215)	1,238
(Loss)/Profit attributable to:				
Owners of the Company	(6,811)	1,478	(1,546)	4,029
Non-controlling interests	392	(1,608)	(666)	(2,797)
	(6,419)	(130)	(2,212)	1,232
Total comprehensive (loss)/ income attributable to:				
Owners of the Company	(6,816)	1,483	(1,549)	4,035
Non-controlling interests	392	(1,608)	(666)	(2,797)
	(6,424)	(125)	(2,215)	1,238
(Loss)/earnings per share attributable to owners of the Company:-				
Basic(sen)	(6.77)	1.80	(1.54)	4.90

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2017 and the accompanying explanatory notes attached.)

PLB ENGINEERING BERHAD
(Company Number : 418224 - X)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2018

(The figures have not been audited)

	UNAUDITED AS AT END OF CURRENT QUARTER 31-05-2018 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31-08-2017 RM'000
ASSETS		
<u>Non-Current assets</u>		
Property, plant and equipment	94,049	48,956
Investment properties	12,841	13,096
Investment in an associate	4,090	4,095
Investment in a joint venture	706	732
Land held for development	51,300	51,272
Other investments	6	9
Deferred tax assets	320	-
	163,312	118,160
<u>Current assets</u>		
Inventories	47,030	52,482
Property development costs	158,564	133,043
Gross amount due from customers on contracts	6,112	701
Trade receivables	20,903	24,946
Other receivables, deposits and prepayments	17,346	12,540
Tax recoverable	2,037	1,461
Fixed deposits with licensed banks	12,658	9,301
Cash and bank balances	4,930	10,278
	269,579	244,751
TOTAL ASSETS	432,892	362,911
EQUITY AND LIABILITIES		
Equity attributable to owner of the Company		
Share capital	112,395	107,233
Reserves	29,469	30,738
Treasury shares	(2,102)	(10,508)
Shareholders' fund	139,762	127,462
Non-controlling interests	(4,983)	(4,716)
Total equity	134,780	122,746
<u>Non-current liabilities</u>		
Bank borrowings	78,652	74,532
Deferred tax liabilities	-	92
	78,652	74,624
<u>Current liabilities</u>		
Gross amount due to customers on contracts	6,996	4,088
Trade payables	47,164	25,807
Other payables and accruals	47,595	38,246
Bank borrowings	115,655	97,388
Provision for taxation	2,051	12
	219,461	165,541
Total liabilities	298,112	240,165
TOTAL EQUITY AND LIABILITIES	432,892	362,911
Net tangible assets per share (RM)	1.06	1.55

(The Condensed Consolidated of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2017 and the accompanying explanatory notes attached.)

PLB ENGINEERING BERHAD
(Company Number : 418224 - X)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MAY 2018

(The figures have not been audited)

	←			Attributable to owners of the Company			→		Non-controlling Interest	Total Equity
	Share Capital	Treasury Shares	Share Premium	Non-Distributable Treasury Shares Transaction Reserve	Fair Value Adjustment Reserve	Distributable Retained Profits/ (Accumulated Losses)	Total			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 months period end 31 May 2018										
Balance at 1 September 2017	107,233	(10,508)	-	-	-	30,737	127,462	(4,716)	122,746	
Total comprehensive income for the period	-	-	-	-	(3)	(1,546)	(1,549)	(666)	(2,215)	
Transactions with owners:										
Issuance of bonus issue *	5,162	-	-	-	-	(5,162)	-	-	-	
Resale of treasury shares	-	8,407	-	5,442	-	-	13,849	-	13,849	
Non-Controlling interest on acquisition of equity interest of subsidiary	-	-	-	-	-	-	-	400	400	
Total transactions with owners	5,162	8,407	-	5,442	-	(5,162)	13,849	400	14,249	
Balance at 31 May 2018	112,395	(2,101)	-	5,442	(3)	24,029	139,762	(4,982)	134,780	
9 months period end 31 May 2017										
Balance at 1 September 2016	91,282	(10,508)	15,951	-	(6)	27,866	124,585	(898)	123,687	
Total comprehensive income for the period	-	-	-	-	7	4,029	4,035	(2,797)	1,238	
Transactions with owners:										
Dividend	-	-	-	-	-	(822)	(822)	-	(822)	
Total transactions with owners	-	-	-	-	-	(822)	(822)	-	(822)	
Balance at 31 May 2017	91,282	(10,508)	15,951	-	1	31,073	127,799	(3,695)	124,104	

* The bonus issue was satisfy via capitalising the share premium account and retained profits of RM15,951,063 and RM5,162,288 respectively.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2017 and the accompanying explanatory notes attached.)

PLB ENGINEERING BERHAD
(Company Number : 418224 - X)

(Indirect method)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MAY 2018

(The figures have not been audited)

	9 months ended 31-05-2018 RM'000	9 months ended 31-05-2017 RM'000
Cash Flows From Operating Activities		
Profit before taxation	4,615	2,901
Adjustment for :-		
Non-cash items - operating	3,003	5,666
Non-operating items - investing	(578)	(4,238)
Non-operating items - financing	3,976	3,197
Operating profit before working capital changes	<u>11,016</u>	<u>7,525</u>
Net Change in current assets	(26,194)	(16,634)
Net Change in current liabilities	<u>33,616</u>	<u>3,161</u>
Cash provided from/(used in) operations	<u>18,438</u>	(5,948)
Interest income	609	254
Interest paid	(3,976)	(3,197)
Income tax paid	(5,962)	(2,800)
Income tax refunded	<u>186</u>	<u>27</u>
Net cash provided from/(used in) operating activities	<u>9,295</u>	(11,664)
Cash Flows From Investing Activities		
Land held for development	(28)	4,320
Placement of fixed deposits	(3,357)	(1,634)
Purchase of property, plant & equipment	(47,889)	(17,270)
Proceeds from disposal of property, plant & equipment	-	60
Net cash used in investing activities	<u>(51,274)</u>	(14,524)
Cash Flows From Financing Activities		
Dividend paid	-	(822)
Drawdown from bank borrowings	6,898	30,881
Proceeds from issue of shares to non-controlling interest of a subsidiary	400	-
Proceeds from disposal of treasury shares	<u>13,846</u>	<u>-</u>
Net cash provided from financing activities	<u>21,143</u>	<u>30,059</u>
Net (decrease)/increase in Cash	<u>(20,836)</u>	3,871
Cash And Cash Equivalents At Beginning	(3,292)	(13,780)
Cash And Cash Equivalents At End	<u>(24,128)</u>	<u>(9,909)</u>

Notes :

Cash and cash equivalents consists of net cash and bank balances and overdraft utilised.

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 August 2017 and the accompanying explanatory notes attached.)

Quarterly report on consolidated results for the period ended 31 May 2018

A NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for year ended 31 August 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 financial year ended 31 August 2017.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the year ended 31 August 2017 except for the adoption of the applicable new and revised FRSs and IC Interpretations which were mandatory for the financial periods beginning on or after 1 September 2017.

Malaysian Financial Reporting Standards Framework

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual period 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 venturer (“Transitioning Entities”).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group and Company fall within the definition of Transitioning Entities and has opted to defer the adoption of MFRS Framework. Accordingly, the Group and Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 31 August 2019.

In presenting its first MFRS financial statements, the Group and Company will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group and Company expect to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 August 2019.

Quarterly report on consolidated results for the period ended 31 May 2018

A2. Audit qualification

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

A3. Seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factors during the financial period under review apart from unfavorable weather conditions, increase in cost of construction materials or festival seasons.

A4. Item of unusual nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual due to their nature, size or incidence for the financial period under review.

A5. Changes in estimates

There were no significant changes in the estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

A6. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the financial period under review except for the following: -

During this quarter, the Company sold **2,170,500** of its treasury shares to the open market at an average price of **RM1.72** per share. The total consideration received for the treasury shares sold was **RM3,730,913**. The shares resale are in accordance with Section 127 of the Companies Act, 2016.

Out of the total **112,395,018** issued and fully paid ordinary shares as at 31 May 2018, **1,710,000** are held as treasury shares by the Company. As at 31 May 2018, the number of outstanding ordinary shares in issue and fully paid is therefore **110,685,018** ordinary shares of RM1 each.

Treasury share have no rights to voting, dividends and participation in other distribution.

A7. Dividends paid

There was no dividend proposed during the quarter under review.

Quarterly report on consolidated results for the period ended 31 May 2018

A8. Segmental analysis

Current period ended 31 May 2018	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Others (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue										
External sales	-	2,803	404	41,777	20,716	16,388	-	229	-	82,317
Inter-segment sales	2,786	7,967	399	30,186	-	-	-	4	(41,342)	-
Total revenue	2,786	10,770	803	71,963	20,716	16,388	-	233	(41,342)	82,317
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Renewable Energy	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	(200)	323	358	3,626	4,306	438	(821)	(102)	(2,285)	5,643
Unallocated income (Note 1)										2,979
Profit from operations										8,622
Finance costs										(3,976)
Share of result of an Associate										(5)
Share of result of a joint venture										(26)
Profit before taxation										4,615

Note:

1. Unallocated income mainly represent fixed deposit interest income, scrap sales, insurance claim, rental of building, land, factory & leasing of palm tree.
2. Other segment represents sales from brick making and advisory services.

Quarterly report on consolidated results for the period ended 31 May 2018

	Investment Holding RM'000	Trading RM'000	Property Letting RM'000	Construction RM'000	Property Development RM'000	Waste Management RM'000	Renewable Energy RM'000	Others RM'000	Elimination	Consolidated RM'000
Assets										
Segment assets	1,418	2,146	9,715	65,581	223,919	60,108	44,521	741		408,150
Investment in an associate	235	-	-	-	3,856	-	-	-		4,090
Investment in a Joint venture	-	-	-	-	706	-	-	-		706
Tax recoverable	596	-	5	637	799	-	-	-		2,038
Fixed deposits with licensed banks	-	-	-	1,539	7,549	-	3,570	-		12,658
Cash and bank balances	4	-	13	2,590	2,076	204	41	2		4,930
Deferred tax assets	-	-	-	-	320	-	-	-		320
Total assets	2,253	2,146	9,733	70,347	239,225	60,312	48,132	743		432,892
Liabilities										
Segment liabilities	357	8,779	156	52,819	17,634	6,899	15,109	2		101,755
Borrowings	-	2,599	-	56,423	100,843	13,237	21,204	-		194,306
Provision for taxation	-	-	21	1,600	-	430	-	-		2,051
Total liabilities	357	11,378	177	110,842	118,477	20,566	36,313	2		298,112

Quarterly report on consolidated results for the period ended 31 May 2018

Current period ended 31 May 2017	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 4)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue									
External sales	2	6,684	455	47,279	54,898	13,834	322	-	123,474
Inter-segment sales	3,538	4,488	393	61,508	19,332	3,261	36	(92,556)	-
Total revenue	3,540	11,172	848	108,787	74,230	17,095	358	(92,556)	123,474
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	(25)	424	264	1,766	6,969	(10,446)	(130)	2,226	1,048
Unallocated income (Note 3)									5,063
Profit from operations									6,111
Finance costs									(3,196)
Share of result of an associate									7
Share of result of a jointly controlled entity									(21)
Profit before taxation									<u>2,901</u>

Note:

- Unallocated income mainly represent fixed deposit interest income, gain on disposal of development land, property, plant and equipment, scrap sales, rental of building, land, factory & leasing of palm tree.
- Other segment represents sales from brick making, advisory services, solar and renewable energy.

Quarterly report on consolidated results for the period ended 31 May 2018

	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
Assets									
Segment assets	1,332	2,327	12,734	58,244	224,996	51,738	824		352,195
Investment in an associate	4,287	-	-	-	-	-	-		4,287
Investment in a Joint venture	751	-	-	-	-	-	-		751
Tax recoverable	308	-	-	16	588	-	-		912
Fixed deposits with licensed banks	-	-	-	4,693	762	1,050	-		6,505
Cash and bank balances	25	-	11	3,031	4,228	1,608	2		8,905
Total assets	6,703	2,327	12,745	65,984	230,574	54,396	826		373,556
Liabilities									
Segment liabilities	359	4,038	157	60,487	9,504	2,792	12		77,349
Borrowings	-	1,904	-	43,663	108,194	17,945	-		171,706
Provision for taxation	-	-	-	-	-	-	-		-
Deferred tax liabilities	-	-	-	497	(100)	-	-		397
Total liabilities	359	5,942	157	104,647	117,598	20,737	12		249,452

A9. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

A10. Subsequent material event

There were no material events subsequent to the reporting period up to 17 July 2018 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) that have been reflected in the financial statements for the quarter under review.

Quarterly report on consolidated results for the period ended 31 May 2018

A11. Change in composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to-date.

A12. Contingent liabilities

	Company
	As at 31/05/18 RM'000
Unsecured:	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	193,808
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	6,897
Performance guarantees issued to third parties for performance by certain subsidiaries	786

A13. Capital commitments

Capital expenditure not provided for in the financial statements is as follows:

	As at 31/05/2018 RM'000
Property, plant and equipment	
- Approved but not contracted	33,073
Development land	
- Contracted	<u>261</u>
	<u>33,334</u>

Quarterly report on consolidated results for the period ended 31 May 2018

A14. Related party transactions

The Group's related party transaction in the current financial year to date are as follows:-

	As at 31/05/2018
	RM'000
Purchase of construction materials from related party	
- Hoon Teik Enterprise Sdn. Bhd.	578
- *QM Machinery Sdn Bhd	-
Progress billing from related party	
- KH Base Engineering Sdn Bhd	4,946
Sales of Construction materials to related party	
- KH Base Engineering Sdn Bhd	248
- *Infitech Machinery Sdn Bhd	-
Purchase of recycling materials from related party	
- *Infitech Machinery Sdn Bhd	-
- *QM Machinery Sdn Bhd	-
- *Infitech Ecogistic Sdn Bhd	-
Rental of machinery paid to related party	
- *Infitech Machinery Sdn Bhd	-
Diesel and hydraulic oil paid to related party	
- *Infitech Machinery Sdn Bhd	-
Upkeep and maintenance fee paid to related party	
- *Infitech Machinery Sdn Bhd	-
Reimbursement costs charged by related party	
- *Infitech Machinery Sdn Bhd	-

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	As at 31/05/2018
	RM'000
Brokerage fees paid to a related party	
- Northern Guide Properties Sdn Bhd	49
Advertisement costs charged by related party	
- Northern Guide Properties Sdn Bhd	22
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Related party	Relationship
Hoon Teik Enterprise Sdn. Bhd.	: A company in which certain directors of the Company, have substantial financial interests.
KH-Base Engineering Sdn. Bhd.	: A company in which persons connected to certain directors of the Company, have substantial financial interests.
Northern Guide Properties Sdn. Bhd.	: A company in which a director of a subsidiary, has substantial financial interests
*Infitech Machinery Sdn. Bhd.	} A company in which a director of certain subsidiaries, has substantial financial interests resigned on 4 September 2017.
*Infitech Ecogistic Sdn. Bhd.	
*Infitech LG (Malaysia) Sdn. Bhd.	
*HLB Infitech Sdn. Bhd.	
*QM Machinery Sdn. Bhd.	

Quarterly report on consolidated results for the period ended 31 May 2018

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of performance

	Current Year To date 31.05.2018 RM'000	Preceding Year Corresponding Period 31.05.2017 RM'000
Revenue	82,317	123,474
Consolidated profit before taxation	4,615	2,901

For the period ended 31 May 2018, the Group recorded revenue of RM82.32 million and profit before tax of RM4.62 million compared to revenue of RM123.47 million and profit before tax of RM2.90 million respectively in the preceding year corresponding period.

The Group recorded higher profit before tax for the current year to date compared to preceding year corresponding period. This is mainly due to insurance claim received of RM2.73 million from fire damage to MRF Facilities.

B2. Variation of results against immediate preceding quarter

	Current Quarter 31.05.2018 RM'000	Preceding Quarter 28.02.2018 RM'000
Revenue	19,896	14,930
Consolidated (loss)/profit before taxation	(746)	407

The Group recorded lower profit before tax for the current quarter is due to lower contribution from construction sector.

B3. Prospects

The Group shall focus on and develop its major business segments which are construction, property development and waste management.

Quarterly report on consolidated results for the period ended 31 May 2018

For Construction segment, the current on-going external construction projects at the unbilled sales of RM73 million located at Bukit Minyak-Prai, Kulim and Penang Island is expected to contribute to the Group turnover over next year.

Property Development segment shall continue with the development of its first phase of 100% affordable houses development scheme at Paya Terubong on Penang Island. The project called “The Stone” consists of 1,000 units of affordable apartments with comprehensive facilities has obtained Developer License and Advertising Permit on 11th Jan 2018.

With DEIA approval for Phase 3 Pulau Burung Landfill site, it is foreseen the progress of Phase 3 for the Waste Management project will commence soon.

B4. Comparison with profit forecast

Not applicable.

B5. Notes to the statement of comprehensive income

	Current Quarter 31/05/2018 RM'000	Cumulative Quarter 31/05/2018 RM'000
Profit for the period is arrived at after (crediting)/charging:		
-Interest income	(31)	(610)
-Other income including investment income	-	-
-Interest expense	1,440	3,976
-Depreciation and amortization	1,008	3,048
-Provision of impairment loss on trade receivables	(1)	473
-Provision for and write off of inventories	-	-
-Provision for and write off of property, plant & equipment	1	4
-(Gain)/loss on disposal of quoted investment	-	-
-(Gain)/loss on disposal of unquoted investment	-	-
-(Gain)/loss on disposal of properties	-	-
-Impairment of assets	-	-
-Foreign exchange (gain)/loss	-	-
-(Gain) or loss on derivatives	-	-

Quarterly report on consolidated results for the period ended 31 May 2018

B6. Tax expense

	Current Quarter 31/05/2018 RM'000	Cumulative Quarter 31/05/2018 RM'000
Malaysian income tax: Based on results for the period		
- Current taxation	(2,229)	(3,643)
- Deferred taxation	17	1,696
- RPGT	-	-
	(2,212)	(1,947)
Over/(under) provision in prior years		
- Current taxation	(3,461)	(3,596)
- Deferred taxation	-	(1,284)
	(5,673)	(6,827)

The effective tax rate of the Group for the cumulative quarter-to-date is higher than the statutory income tax rate. This is due to unabsorbed tax losses and tax allowances brought forward are not available to set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purpose.

B7. Sale of unquoted investments and properties

There was no sale of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial year-to-date.

B8. Quoted securities

(a) There were no purchases or disposals of quoted securities for the current financial quarter and year-to-date.

(b) Investments in quoted securities as at 31 May 2018 were as follows: -

	RM'000
Share quoted in Malaysia:-	
Balance at 01/09/2017	8
Fair value adjustment	(3)
Balance at 31/05/2018	5
At Market Value of quoted shares in Malaysia	5

Quarterly report on consolidated results for the period ended 31 May 2018

B9. Status of corporate proposals

There were no corporate proposals that have been announced by the Company but not completed as at to-date.

B10. Group borrowings and debt securities

As at 31/05/2018	Group 31/05/18 RM'000	Secured 31/05/18 RM'000	Unsecured 31/05/18 RM'000	S/Term 31/05/18 RM'000	L/Term 31/05/18 RM'000
Banker's acceptance	42,308	42,308	-	42,308	-
Invoice financing	802	802	-	802	-
Bank overdraft	29,058	29,058	-	29,058	-
Hire purchases	498	498	-	179	319
Revolving credits	21,953	-	21,953	21,953	-
Term loans	99,686	99,686	-	21,354	78,332
Total	194,305	172,352	21,953	115,654	78,651

As at 31/05/2017	Group 31/05/17 RM'000	Secured 31/05/17 RM'000	Unsecured 31/05/17 RM'000	S/Term 31/05/17 RM'000	L/Term 31/05/17 RM'000
Banker's acceptance	31,056	31,056	-	31,056	-
Invoice financing	135	135	-	135	-
Bank overdraft	19,044	19,044	-	19,044	-
Hire purchases	677	677	-	129	548
Revolving credits	21,900	-	21,900	21,900	-
Term loans	98,894	98,894	-	23,531	75,363
Total	171,706	149,806	21,900	95,795	75,911

B11. Derivative financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at 31 May 2018.

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B12. Realised and unrealised profit/(loss) disclosure

The retained profits of the Group as at 31 May 2018 and 31 August 2017 are analyzed as follows:

	As at 31/05/2018	As at 31/08/2017 (Audited)
	RM'000	RM'000
Total retained profits of the Company and its subsidiaries:		
-Realised	53,941	58,874
-Unrealised	(1,506)	(1,376)
	<hr/> 52,435	<hr/> 57,498
Total share of retained profits from associates:		
-Realised	(8)	(1)
	<hr/> 52,426	<hr/> 57,497
Total share of retained profits from jointly controlled entities:		
-Realised	17,424	17,450
	<hr/> 69,851	<hr/> 74,947
Less: Consolidation adjustments	(45,821)	(44,209)
Total retained profits as per Consolidated Statement of Financial Position	<hr/> 24,029	<hr/> 30,737

B13. Changes in material litigation

During the financial quarter ended 31 May 2018, there were no material litigation that have been announced by the Company

B14. Dividend

No interim dividend has been declared by the Board for the financial quarter ended 31 May 2018.

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B15. Earnings per share

Basic (loss)/earnings per share

The basic earnings per share of the Group is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the financial period.

	Individual quarter		Cumulative quarter	
	Current year quarter 31/05/18 RM'000	Preceding year corresponding 31/05/17 RM'000	Current year to date 31/05/18 RM'000	Preceding year corresponding 31/05/17 RM'000
Net (loss)/profit attributable to owners of the parent	(6,811)	1,478	(1,546)	4,029
Basic (loss)/earnings per share				
Weighted average number of ordinary shares	100,609*	82,157	100,609*	82,157
Basic (loss)/earnings per ordinary shares (sen)	<u>(6.77)</u>	<u>1.80</u>	<u>(1.54)</u>	<u>4.90</u>

Diluted (loss)/earnings per ordinary share

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the current quarter and financial period-to-date.

Note *In accordance with the Malaysian Financial Reporting Standard MFRS 133-Earning Per Share, the effect of bonus issues on the computation of basic and diluted earnings per share for all periods presented shall be adjusted retrospectively. Therefore, the number of ordinary shares has been adjusted for the bonus issue of one (1) bonus share for every four (4) existing shares in the Company which was completed on 23 November 2017.

B16. Authorisation for issue

These financial statements were authorised for issue by the Board of Directors of the Group.

Date : 26 July 2018