



**ATTA ATTA GLOBAL GROUP BERHAD**  
(79082-V)

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**Quarterly report on consolidated results for the fourth financial quarter ended 31 March 2017**

**Condensed Consolidated Statements of Comprehensive Income for the fourth financial quarter ended 31 March 2017**

(The figures have not been audited)

	3 months ended		12 months ended	
	31st March 2017 RM'000	31st March 2016 RM'000	31st March 2017 RM'000	31st March 2016 RM'000
Revenue	47,415	33,542	128,048	122,060
Operating Expenses	(44,304)	(36,431)	(124,568)	(124,058)
Other operating income	8,719	(85)	16,624	1,272
<b>Profit/ (loss) from operations</b>	<b>11,830</b>	<b>(2,974)</b>	<b>20,104</b>	<b>(726)</b>
Finance costs	(215)	(349)	(894)	(1,021)
<b>Profit/ (loss) before tax</b>	<b>11,615</b>	<b>(3,323)</b>	<b>19,210</b>	<b>(1,747)</b>
Income tax expense	(157)	(385)	(627)	(686)
<b>Profit/(loss) for the year</b>	<b>11,458</b>	<b>(3,708)</b>	<b>18,583</b>	<b>(2,433)</b>
<b>Other comprehensive income/ (loss), net of tax</b>				
Fair value adjustment on available-for-sale financial assets	14	(102)	14	(102)
Transfer to profit or loss upon disposal	-	(202)	-	(202)
Total other comprehensive income	14	(304)	14	(304)
<b>Total comprehensive income/ (loss) for the year</b>	<b>11,472</b>	<b>(4,012)</b>	<b>18,597</b>	<b>(2,737)</b>
<b>Profit/ (loss) Attributable to:</b>				
Owners of the parent	11,457	(3,706)	18,582	(2,431)
Non - controlling interests	1	(2)	1	(2)
	<b>11,458</b>	<b>(3,708)</b>	<b>18,583</b>	<b>(2,433)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	11,471	(4,010)	18,596	(2,735)
Non - controlling interests	1	(2)	1	(2)
	<b>11,472</b>	<b>(4,012)</b>	<b>18,597</b>	<b>(2,737)</b>
Basic - sen	14.86	(5.40)	24.10	(3.54)

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31st March 2016 and the accompanying explanatory notes attached to the interim financial statements.



**Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2017**

**Condensed Consolidated Statements of Financial Position as at 31st March 2017**

(The figures have not been audited)

	As at 31 March 2017 RM RM'000	As at 31 March 2016 RM RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant & equipment	70,885	70,728
Investment Properties	45,875	38,940
Other investments	400	2,362
	<u>117,160</u>	<u>112,030</u>
<b>Current assets</b>		
Inventories	16,688	12,737
Trade receivables	27,188	23,748
Other receivables	5,942	3,100
Tax recoverable	484	484
Fixed Deposit with licensed banks	-	555
Cash and bank balances	8,123	4,143
	<u>58,425</u>	<u>44,767</u>
<b>TOTAL ASSETS</b>	<u>175,585</u>	<u>156,797</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	79,697	70,851
Share premium	11,831	11,831
Treasury Shares	(2,596)	(2,236)
Other reserves	2,376	2,684
ICULS- Equity reserve	19,830	22,064
Warrants reserve	81	81
Retained profits	28,982	18,561
	<u>140,201</u>	<u>123,836</u>
<b>Non-controlling interests</b>	<u>(102)</u>	<u>(127)</u>
<b>Total equity</b>	<u>140,099</u>	<u>123,709</u>
<b>Non-current liabilities</b>		
Borrowings	8,679	9,101
Deferred tax liabilities	3,367	3,361
	<u>12,046</u>	<u>12,462</u>
<b>Current liabilities</b>		
Borrowings	6,616	4,497
Trade payables	10,288	9,516
Other payables	6,536	6,457
Dividend paid	-	-
Provision for taxation	-	156
	<u>23,440</u>	<u>20,626</u>
<b>Total liabilities</b>	<u>35,486</u>	<u>33,088</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>175,585</u>	<u>156,797</u>
Net asset per share attributable to ordinary equity holders of the parent (RM)	1.82	1.80

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31st March 2016 and the accompanying explanatory notes attached to the interim financial statements.



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Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2017

Condensed Consolidated Statements of Cash Flow for the fourth financial quarter ended 31st March 2017

(The figures have not been audited)

	12 months ended	
	As at 31 March 2017 RM'000	As at 31 March 2016 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	19,210	(1,747)
Adjustments for:		
Depreciation	4,305	3,999
Dividend income	-	(67)
Equity-settled share-based payment transactions	-	25
Opening Balance Adjustment	610	-
Fair value adjustments	(308)	-
Other investment	1,952	-
Iculs	6,111	-
Impairment loss on other investments	-	2,118
Impairment loss on receivables	-	1,042
Investments Properties	(6,872)	-
Investment in subsidiaries	60	-
Loss on disposal of other investments	-	67
Loss/(Gain) on disposal of property, plant and equipment	-	354
Property, plant and equipment written off	-	17
Net fair value adjustment on available-for-sale financial assets realised upon disposal	-	(202)
Interest income	-	(26)
Interest expense	886	1,020
Operating profit before working capital changes	25,954	6,600
(Increase)/ decrease in inventories	(3,952)	(1,241)
(Increase)/ decrease in receivables	(6,286)	10,711
(Decrease)/ increase in payables	790	(5,388)
Decrease in retirement benefit obligations	-	(463)
Net change in intercompanies	209	-
Cash generated from/ (used in) operations	16,715	10,219
Income tax paid	(716)	(1,416)
Income tax refund	-	280
Interest paid	(886)	(1,020)
Net cash from/ (used in) operating activities	15,113	8,063
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Dividend received	-	67
Interest received	-	9
Proceeds from disposal of other investments	-	3,216
Purchase of equity investments	(370)	(255)
Purchase of property, plant and equipment	(4,814)	(3,247)
Proceeds from disposal of property, plant and equipment	261	180
Purchase of investment properties	-	(1,650)
Net cash from/ (used in) investing activities	(4,923)	(1,680)



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Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2017

Condensed Consolidated Statements of Cash Flow for the fourth financial quarter ended 31st March 2017

(The figures have not been audited)

	12 months ended	
	As at 31 March 2017 RM'000	As at 31 March 2016 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net changes in short term borrowings	2,078	-
Proceeds from issuance of shares pursuant to ESOS	-	595
Repurchase of treasury shares	-	(4,517)
(Repayment)/ Drawdown of bankers acceptance	-	(40)
Drawdown of revolving credit	-	1,300
Dividend paid	(8,162)	-
Repayment of term loans	(1,557)	(1,071)
Repayment of finance lease	1,135	(1,545)
	<u>(6,506)</u>	<u>(5,278)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	3,684	1,105
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	<u>4,097</u>	<u>2,992</u>
<b>CASH AND CASH EQUIVALENTS AT END</b>	<u><b>7,781</b></u>	<u><b>4,097</b></u>
<b>Represented by:</b>		
Cash and bank balances	8,123	4,143
Bank overdrafts	(342)	(46)
	<u><b>7,781</b></u>	<u><b>4,097</b></u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31st March 2016 and the accompanying explanatory notes attached to the interim financial statements.



Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2017

Condensed Consolidated Statement of Changes in Equity for the third financial quarter ended 31st March 2017

	----- Attributable to Owners of the Parent -----									
	Share capital	Share premium	Treasury shares	Other reserve	Irredeemable Convertible Unsecured Loan Stocks	Warrants reserve	Retained profits	Total	Non Controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12 months ended 31 March 2016										
As at 1 April 2015	77,978	11,787	(3,182)	726	22,064	81	21,005	130,459	(125)	130,334
Movements during the period (cumulative)	(7,127)	44	946	2,263	-	-	(13)	(3,887)	-	(3,887)
Net loss for the period	-	-	-	(305)	-	-	(2,431)	(2,736)	(2)	(2,738)
At 31 March 2016	<u>70,851</u>	<u>11,831</u>	<u>(2,236)</u>	<u>2,684</u>	<u>22,064</u>	<u>81</u>	<u>18,561</u>	<u>123,836</u>	<u>(127)</u>	<u>123,709</u>
12 months ended 31 March 2017										
As at 1 April 2016	70,851	11,831	(2,236)	2,684	22,064	81	18,561	123,836	(127)	123,709
Movements during the period (cumulative)	8,846	-	(360)	(308)	(2,234)	-	(8,162)	(2,218)	24	(2,194)
Net profit for the period	-	-	-	-	-	-	18,583	18,583	1	18,584
At 31 March 2017	<u>79,697</u>	<u>11,831</u>	<u>(2,596)</u>	<u>2,376</u>	<u>19,830</u>	<u>81</u>	<u>28,982</u>	<u>140,201</u>	<u>(102)</u>	<u>140,099</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31st March 2016 and the accompanying explanatory notes attached to the interim financial statements.



**EXPLANATORY NOTES: (AS PER MFRS 134)**

**A1 Basis of Preparation**

The condensed consolidated interim financial statements (“Report”) are unaudited and have been prepared in accordance with applicable Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Report also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The accounting policies and methods used in preparing the quarterly financial statements are consistent and should be read in conjunction with the audited financial statements for the financial year ended 31<sup>st</sup> March 2016.

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<sup>st</sup> March 2016.

**A2 Basic of measurement**

The unaudited financial statements of the Group have been prepared on the historical cost basis other than as disclosed.

The explanation and financial impacts on transition to MFRSs are disclosed below:

**(i) Property, plant and equipment - Deemed cost exemption**

The Group has previously adopted the transitional provisions available on the first application of the MASB Approved Accounting Standards IAS 16 (Revised) Property, Plant and Equipment, which was effective for periods ending on or after 1 September 1998. By virtue of this transitional provision, the Group had recorded certain property, plant and equipment at revalued amounts, but had not adopted a policy of regular revaluation, and continued to carry those assets on the basis of their previous revaluations subject to continuity in its depreciation policy and the requirement to write down the assets to their recoverable amounts for impairment adjustments.

Upon transition to MFRSs, the Group has elected to measure all its property, plant and equipment using the cost model under MFRS 116 Property, Plant and Equipment. At the date of transition to MFRSs, the Company elected to apply the optional exemption to use the previous revaluation of the said assets, adjusted for depreciation, if any, as deemed cost under MFRSs.

The Group and the Company use valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.



All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to their fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to their fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to their fair value measurement is unobservable.

(ii) **Foreign currency translation differences**

Under FRSs, the Group recognised foreign currency translation differences in other comprehensive income and accumulated the amount in the foreign currency translation reserve in equity.

Upon transition to MFRSs, the Group has elected to deem all foreign currency translation differences that arose prior to the date of transition in respect of all foreign operations to be nil at the date of transition.

**A2.1 Standards issued but not yet effective**

The Group and the Company have not applied the following new MFRSs, amendments to MFRSs and IC Int that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the Group and for the Company:

**Amendments to MFRSs and IC Int effective for financial periods beginning on or after 1 January 2014**

MFRS 10, 12 and 127	Consolidated Financial Statements, Disclosure of Interests in Other Entities and Separate Financial Statements: Investment Entities
MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities
MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets
MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting
IC Int 21	Levies

**Effective for financial periods beginning on or after 1 July 2014**

Amendments to MFRS 119	Defined Benefit Plans : Employee Contributions
Annual improvements to MFRSs 2010-2012 Cycle	
Annual improvements to MFRSs 2011-2013 Cycle	



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**EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)**

**Effective date yet to be confirmed**

Amendments to MFRS 7	Financial Instrument: Disclosures - Mandatory Date of MFRS 9 and Transition Disclosures
MFRS 9	Financial Instruments (2009,2010)
MFRS 9	Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139

The initial application of the above standards is not expected to have any financial impacts to the financial statements upon adoption.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with the most recent annual audited financial statements for the year ended 31<sup>st</sup> March, 2016.





**EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)**

**A3 Declaration of audit qualification**

The audit report of the Company in respect of the annual financial statements for the year ended 31<sup>st</sup> March 2016 was not subject to any audit qualification.

**A4 Segmental reporting**

Segmental analysis for the current financial year to-date

	Revenue (RM)	Profit/ (Loss) From Operations (RM)
Manufacturing	125,471,106	16,615,894
Trading	274,489	(161,679)
Others	2,303,039	3,649,424
	-----	-----
	128,048,634	20,103,639
	=====	=====

**A5 Unusual items**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

**A6 Changes in estimates**

There were no changes in estimates of amount used in our previous reporting having a material impact in the current reporting.

**A7 Seasonality or cyclicity of operation**

The business of the Group is generally neither non-cyclical nor seasonal except for decreased activities during the festive season.

**A8 Dividends Paid**

No dividend was paid during the financial period ended 31 March 2017.

**A9 Valuation of property, plant and equipment**

Investment properties have been revalued to fair value according to MFRS140 for the financial year ended 31st March 2016.



**EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)**

**A10 Issuances and repayments of debts and equity securities**

During the quarter under review, the Company repurchased 244,700 shares of its issued share capital from open market at an average price of RM1.23 per share. As at 31 March 2017, out of the total 79,697,253 issued and fully paid ordinary shares 3,710,500 shares were held as treasury shares at an average purchase price of RM0.70. The share buyback transactions were financed by internally generated funds.

Save as disclosed above, there were no other issuances, cancellations, resale or repayments of debt and equity securities during the quarter ended 31 March 2017.

**A11 Changes in the composition of the Group**

On 25 April 2017, the Company purchased 4 ordinary shares representing 100% equity interest in Duro Marketing (M) Sdn Bhd (“DM”) from Duro Metal Industrial (M) Sdn Bhd (“DMI”) for a total consideration of RM4.00, resulting in DM becoming a direct wholly owned subsidiary to the Company.

Save as disclosed above, there are no other changes in the composition of the Group for the current quarter.

**A12 Material events**

On 16 February 2017, the Company has issued a letter of undertaking to TGSB whereby ATTA undertakes to subscribe for 1,237,500 new ordinary shares in TGSB (“**New TGSB Shares**”) representing 55% equity interest in TGSB for a total cash consideration of RM6,187,500 (“**Subscription Price**”) subject to the terms and upon the condition contained in the said letter. The Subscription Price shall be payable by ATTA to TGSB in the following manner:

- (a) RM1,237,500 upon allotment and issuance of the New TGSB Shares to ATTA; and
- (b) RM4,950,000 will be used to pay Malayan Banking Berhad, being the financier of TGSB, to redeem a property held under title number known as Lot 71113 No. Hakmilik 3416, Mukim 12, Daerah Barat Daya, Penang which is charged to Malayan Banking Berhad for the loan obtained by TGSB.

As at the date of this announcement, the Company have yet to execute any relevant documents in respect of the Proposed Subscription and the transaction is pending completion.

Save as disclosed above, there is no transaction or event of a material or unusual nature occurring between 31<sup>st</sup> March 2017 and the date of this announcement.

**A13 Material commitments**

	<b>Group (RM'000)</b>
<b>Property, plant and equipment</b>	
- Authorized and contracted for	904
<b>Subscription of shares in subsidiary</b>	
- Authorized but not contracted for	6,188



**B1 Review of the performance of the Company and its principal subsidiaries**

	3 months ended	
	31 March 2017	31 March 2016
	RM'000	RM'000
Revenue	47,415	33,542
Profit/ (loss) before tax	11,615	(3,323)

The Group's revenue for the 4th quarter ended 31 March 2017 recorded as RM47,415 million, compared to revenue of RM33,542 million for the preceding year correspond quarter. Turnover increase by RM13,874 million (41.36%) mainly attributed to the increased of revenue in manufacturing segment.

The Group made profit before tax of RM11,615 million for the 4th quarter ended 31 March 2017 compare to loss of RM3,323 million for the preceding year corresponding quarter The significant increase in profit mainly contributed by higher profit margin in manufacturing segment and other operating income.

**B2 Material changes in the quarterly results compared to the results of the immediate preceding quarter**

	3 months ended	
	31 March 2017	31 December 2016
	RM'000	RM'000
Revenue	47,415	28,057
Profit/ (loss) before tax	11,615	3,963

The Group's registered revenue of RM47,415 million for the current quarter under review as compared to RM28,057 million in the preceding quarter. Increased in turnover mainly attributed to the increased of revenue in manufacturing segment.

The Group made profit before tax of RM11,615 Million for current quarter compared to profit before tax of RM3,963 million for the preceding quarter. The significant increase in profit mainly contributed by higher profit margin in manufacturing segment and other operating income.

**B3 Prospects of the current financial year**

The Board of Directors is of the view that the business environment for the manufacturing and trading of steel products will continue be challenging due to the volatility steel prices and increase in competitiveness in the construction and other related industry.

**B4 Variance of actual profit from forecast profit**

This is not applicable to the Group.



**B5 Taxation**

Taxation comprises:-

	Cumulative Quarters		
	Current Year Quarter 31/03/2017 RM'000	Current Year To Date 31/03/2017 RM'000	Preceding Year Corresponding Period 31/03/2016 RM'000
Current year expense	-	-	-
Provision of Income tax	(157)	(627)	(686)
	(157)	(627)	(686)
Current year Deferred tax provision	-	-	-
	(157)	(627)	(686)

**B6 Other Investments**

	RM 31 <sup>st</sup> March 2017	RM 31 <sup>st</sup> March 2016
<b>Non-current</b>		
Available for sale financial assets:		
- Shares quoted in Malaysia	371,295	2,333,297
- Quoted unit trusts in Malaysia, at cost	28,471	28,471
	399,766	2,361,768
- Unquoted shares, at cost	2,999,838	2,999,838
- Less: Accumulated impairment losses	(2,999,837)	(2,999,837)
	1	1
	399,767	2,361,769
Market value of:		
- Shares quoted in Malaysia	330,462	2,333,297
- Quoted unit trusts	28,471	28,471
- Debentures*	-	67,500

\*Debentures comprise free warrants from an investment in shares quoted in Malaysia.



**B7 Status of corporate proposals**

On 25 May 2017, Public Investment Bank Berhad (“PIVB”) on behalf of the Board of Directors and the Company announced that the Proposals was revised to as follows:

- i) Proposed Renounceable Rights Issue of up to 2,515,037,240 new irredeemable convertible preference shares (“ICPS”) at an issue price of RM0.08 per ICPS on the basis of eight (8) ICPS for every one (1) existing ordinary share held in ATTA (“ATTA share(s)” or “Share(s)”) on an entitlement date to be determined and announced later (“Proposed Rights Issue of ICPS”); and
- ii) Proposed amendments to the Memorandum of Association (“M&A”) to facilitate the Proposed Rights Issue of ICPS (“Proposed M&A Amendments”)

There are no other corporate proposals at the date of issue of the quarterly report.

**B8 Group borrowings and debt securities**

There were no bank borrowings other than as detailed below and debt securities as at the end of the reporting period.

	Short Term RM '000	Long Term RM '000
Secured		
Overdrawn	318	
Bankers' acceptances	793	-
Term loan	1,496	5,338
Revolving credit	4,009	-
Hire Purchase Loan	-	3,341
	-----	-----
	6,616	8,678
	=====	=====

**B9 Material litigation**

**a) Kuala Lumpur High Court, Civil Suit No.22NCC-177-05/2014**

On 13 June 2014, the Company together with SMPC Industries Sdn. Bhd. (“SISB”), Mr. Ooi Chieng Sim (“OCS”) and Affin Bank Berhad (“Affin”) (“the Defendants”) were served with a writ of summons and statement of claim dated 22 May 2014 by a former director of the Company, Machendran a/l Pitchai Chetty (“the Plaintiff”).

The Writ of Summons arose from the Plaintiff’s claims on the following:

- (a) The Company and SISB be ordered to make good/or otherwise indemnify the Plaintiff to the full extent of the term loan outstanding to Affin,
- (b) Unspecified sum of general damages to be ascertained from the date the Plaintiff relinquished his position as Managing Director of the Company in August 2013 until the Plaintiff is relieved of the personal guarantee;
- (c) and General damages against the Defendants with interest of 5% per annum from the date of judgment to the date of realisation and costs.

The Company, SISB and OCS have filed Memorandum of Appearance on 26 June 2014 and thereafter Defence was filed on 07 July 2014. The Company, SISB and OCS have also filed an application for transfer of proceedings to Penang Court on 08 August 2014 which was eventually dismissed with costs in the cause. Subsequently a Consent Judgment has been entered between



**a) Kuala Lumpur High Court, Civil Suit No.22NCC-177-05/2014 (con't)**

the Plaintiff and Affin on 17 September 2014, whereby Affin has agreed to discharge Plaintiff as the guarantor.

Thereafter, the Plaintiff has filed an application to amend his statement of claim on 4 November 2014 and the said application was granted on 5 December 2014.

Upon receiving Plaintiff's amended Statement of Claim dated 5 December 2014 and filing our amended Defence on 19 December 2014, Plaintiff has then filed in an application for discovery of documents against the Company and SISB. However Plaintiff's application for discovery of documents was dismissed with costs of RM3,000.00 payable to the Company and SISB on 9 February 2015.

In the meantime, the Company has also filed an application to add in a counter claim against Plaintiff for the sum of RM450,349.80 pursuant to the terms in the Cooperation Agreement dated 07-06-2011, whereupon the Plaintiff has agreed to the application.

Full trial has commenced and the Plaintiff has been called as the witness on 23<sup>rd</sup> and 24<sup>th</sup> March 2015. Subsequently the full trial continued on the 9<sup>th</sup> and 10<sup>th</sup> July, and 24<sup>th</sup> July 2015. The Plaintiff thereafter has closed his case.

On 17<sup>th</sup> and 27<sup>th</sup> August 2015, Mr. Ng Chin Nam was called as witness for the 1<sup>st</sup> and 2<sup>nd</sup> Defendant. The matter went on and Mr. Ng Chin Nam was released as the 1<sup>st</sup> and 2<sup>nd</sup> Defendant witness on 27<sup>th</sup> August 2015.

Meanwhile, Dato' Lee Hean Guan was called up as the 2<sup>nd</sup> witness for 1<sup>st</sup> and 2<sup>nd</sup> Defendant on 19<sup>th</sup> January 2016 and subsequently Mr. Ooi Chieng Sim was also called as the 1<sup>st</sup> witness by his solicitor on 20<sup>th</sup> January 2016.

On 23<sup>rd</sup> June 2016, the 3<sup>rd</sup> Defendant's solicitor has concluded his case and therefore, the Judge has fixed on 4<sup>th</sup> August 2016 for parties to file in their written submission simultaneously and 18<sup>th</sup> August 2016 for parties to reply.

On 27<sup>th</sup> September 2016, the High Court has dismissed Plaintiff's claim. Thereafter there is no further appeal by Plaintiff until to-date.

Prior to the writ of summons and statement of claim, the Company has on 27 February 2014 announced that it proposes to undertake a Rights Issue with Warrants, which was approved by Bursa Malaysia Securities Berhad on 12 August 2014 which part of the proceeds will be utilised to settle the outstanding term loan with Affin which currently fully settled.



**b) Penang Session Court, Summons No.A52NCC-156-07/2014**

On 09 July 2014, the Company together with a subsidiary of the Company, Park Avenue Construction Sdn. Bhd. (“PAC”) (“the Plaintiff”) have filed a civil suit against Machendran a/l Pitchai Chetty (“the Defendant”) to recover the sum of RM279,696.00 including interest at 5% per annum on the said amount calculated from 17 June 2014 until date of realisation and cost for breach of fiduciary duties as a director of the Company and of the subsidiary.

Subsequently the matter has been transferred to Butterworth Sessions’ court and thereafter the Defendant has filed his Defence and Counter claim on 29 September 2014. Amongst his counter claim was for the outstanding salary of RM156,455.65 together with EPF which were due and owe by the Company and PAC. The Company and PAC then filed their Reply and Defence towards Defendant’s Counter Claim on 17 October 2014.

In the midst of preparing bundle of documents, Defendant has filed an application to amend his Defence and Counter Claim on 15 January 2015, whereby the Company has no objection against the application.

As the claim and counter claim are above RM250,000.00, the Sessions Court Judge has transferred the matter to Sessions Court 1.

Parties have filed in their Bundles of Documents respectively and the Court has fixed 15<sup>th</sup> and 16<sup>th</sup> March 2016 for full trial.

The Company and PAC have called Mr. Ng Chin Nam as the sole witness and whereas Defendant himself together with Mr. Sia Seow Cheng from Messrs Cheong Wai Meng & Van Buerle came as Defendant’s witnesses.

After the full trial, the Court has fixed for parties to file written submission on 27<sup>th</sup> May 2016. Initially the Judge has fixed the matter for decision on 27<sup>th</sup> June 2016. However the Judge has further adjourned the matter to 22<sup>nd</sup> July 2016 for Decision.

Decision was delivered by the Sessions Court Judge, whereby Plaintiff’s claim for the sum of RM279,696.00 is allowed with costs and whereas Defendant’s counter claim is dismissed with costs.

On 3<sup>rd</sup> August 2016, the Plaintiff’s solicitor has received a Notice of Appeal dated 2<sup>nd</sup> August 2016 from Defendant’s solicitor, Messrs Rommel & A. Nagarajan. However Messrs Kumar & Co. has taken over from Messrs Rommel & A. Nagarajan.

Prior to the full hearing of the appeal, Plaintiffs have filed in an application for security for costs against the Appellant for the sum of RM351,239.70 or any reasonable sum deem by the Court. Parties have exhausted the Affidavits and parties have orally submitted before the High Court Judge on 20th April 2017.

The decision for the application security for costs is fixed on 29th May 2017.

Except the above, there are no material litigations pending as at the date of this announcement.



## B10 Dividends

The Board of Directors of the Company has declared the following dividends in respect of the financial year ending 31 March 2017:

- a first interim single tier dividend of RM0.02sen per ordinary share and a special dividend of RM0.03sen per ordinary amounting to RM3,357,000. Payment date on 19 October 2016. Entitlement date for the dividend is 05 October 2016.
- a second interim single tier dividend of RM0.02sen per ordinary share and a special dividend of RM0.05sen per ordinary amounting to approximately RM4,804,900. Payment date on 15 December 2016. Entitlement date for the dividend is 16 November 2016.
- a third interim single tier dividend of RM0.02sen per ordinary share amounting to approximately RM1,789,300. Payment date on 30 May 2017. Entitlement date for the dividend is 09 May 2017.
- distribution of treasury shares as share dividend at the ratio of 1 treasury share for every 20 existing ordinary shares held (Share Dividend). Payment date on 30 May 2017. Entitlement date for the dividend is 09 May 2017.

## B11 Earnings per share

(i) Basic earnings per ordinary share

The earnings per share is calculated by dividing the net loss attributable to owners of the parent of RM18,582,454 by the number of ordinary shares in issue during the current quarter after treasury shares of 77,101,229.

(ii) Diluted earnings per ordinary share

The diluted earnings per share is not presented as the assumed conversion of potential ordinary share are anti-dilutive.

## B12 Realised and unrealised profits/losses disclosure

The retained profits as at 31 March 2017 and 31 March 2016 is analysed as follows:-

	Current financial period 31 March 2017 RM'000	As at the end of last financial year 31 March 2016 RM'000
Total retained profit/ (accumulated loss) of the Company and its subsidiaries:		
- Realised	(15,451)	(22,511)
- Unrealised	-	(3,361)
	<hr/>	<hr/>
Less: Consolidation adjustments	(15,451) 44,433	(25,872) 44,433
	<hr/>	<hr/>
Total Group retained profit as per consolidated financial statements	28,982 =====	18,561 =====