

QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | Note | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|-------------------------------------------------------------------|-------|---------------------------------------------------------|--------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------|
| | | (Unaudited) Current Year Quarter 31.03.2017 | (Audited) Preceding Year Corresponding Quarter 31.03.2016 | (Unaudited) Current Year To Date 31.03.2017 | (Audited) Preceding Year To Date 31.03.2016 |
| | | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 9 | 40,048 | 48,689 | 40,048 | 48,689 |
| Cost of sales | | (35,861) | (44,629) | (35,861) | (44,629) |
| Gross profit | | 4,187 | 4,060 | 4,187 | 4,060 |
| Other operating income | | 81 | 1,374 | 81 | 1,374 |
| Operating expenses | | (1,942) | (3,364) | (1,942) | (3,364) |
| Finance costs | | (889) | (273) | (889) | (273) |
| Profit before taxation | 9, 20 | 1,437 | 1,797 | 1,437 | 1,797 |
| Taxation | 21 | (369) | (397) | (369) | (397) |
| Net profit for the period | | 1,068 | 1,400 | 1,068 | 1,400 |
| Other comprehensive income:- | | | | | |
| Items that will be reclassified subsequently to profit or loss: | | | | | |
| Foreign currency translation | | 880 | (2,439) | 880 | (2,439) |
| Total comprehensive income/(expense) | | 1,948 | (1,039) | 1,948 | (1,039) |
| Net profit/(loss) attributable to:- | | | | | |
| Equity holders of the parent | | 800 | 2,159 | 800 | 2,159 |
| Non-controlling interests | | 268 | (759) | 268 | (759) |
| | | 1,068 | 1,400 | 1,068 | 1,400 |
| Total comprehensive income/(expense) attributable to:- | | | | | |
| Equity holders of the parent | | 1,648 | (173) | 1,648 | (173) |
| Non-controlling interests | | 300 | (866) | 300 | (866) |
| | | 1,948 | (1,039) | 1,948 | (1,039) |
| Earnings per share attributable to equity holders of the parent:- | | | | | |
| Basic earnings per share (sen) | 26(a) | 0.25 | 0.68 | 0.25 | 0.68 |
| Diluted earnings per share (sen) | 26(b) | 0.18 | 0.49 | 0.18 | 0.49 |

The Unaudited Condensed Consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016.

The notes set out on pages 5 to 13 form an integral part of the interim financial report.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

| | (Unaudited) At End Of Current Year To Date 31.03.2017 | (Audited) At End Of Preceding Financial Year 31.12.2016 |
|----------------------------------------------|-------------------------------------------------------------------|---------------------------------------------------------------------|
| Note | RM'000 | RM'000 |
| NON CURRENT ASSETS | | |
| Property, plant and equipment | 7,041 | 7,290 |
| Land and property development costs | 80,580 | 79,898 |
| Intangible assets | 8,261 | 8,261 |
| Trade receivables - retention sum | 8,954 | 8,954 |
| Other receivables | 5,619 | 5,668 |
| | 110,455 | 110,071 |
| CURRENT ASSETS | | |
| Inventories | 847 | 6,538 |
| Land and property development costs | 78,694 | 90,143 |
| Amount owing by customers on contracts | 69,133 | 76,454 |
| Trade receivables | 73,106 | 69,526 |
| Other receivables | 17,310 | 15,684 |
| Tax recoverable | 71 | 56 |
| Fixed deposits with license bank | 8,438 | 6,267 |
| Cash held under Housing Development Account | 692 | 166 |
| Cash and bank balances | 1,738 | 1,808 |
| | 250,029 | 266,642 |
| CURRENT LIABILITIES | | |
| Amount owing to customers on contracts | 1,448 | 1,102 |
| Trade payables | 50,724 | 64,786 |
| Other payables | 12,844 | 12,595 |
| Hire purchase payables | 5 | 38 |
| Short term borrowings | 23 48,163 | 43,318 |
| Short term loans | 23 12,701 | 15,873 |
| Tax payables | 780 | 794 |
| | 126,665 | 138,506 |
| NET CURRENT ASSETS | 123,364 | 128,136 |
| | 233,819 | 238,207 |
| EQUITY ATTRIBUTABLE TO EQUITY HOLDERS | | |
| OF THE PARENT | | |
| Share Capital | 31,696 | 31,696 |
| Share Premium | 8,552 | 8,552 |
| Reserves | 147,008 | 145,360 |
| | 187,256 | 185,608 |
| NON-CONTROLLING INTERESTS | 2,029 | 1,729 |
| TOTAL EQUITY | 189,285 | 187,337 |
| LONG TERM AND DEFERRED LIABILITIES | | |
| Trade payables | 13,446 | 13,446 |
| Long term loans | 23 29,989 | 36,325 |
| Deferred taxation | 1,099 | 1,099 |
| | 44,534 | 50,870 |
| | 233,819 | 238,207 |
| NET ASSETS PER SHARE (RM) | 0.59 | 0.59 |

The Unaudited Condensed Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016.

The notes set out on pages 5 to 13 form an integral part of the interim financial report.



QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Attributable to Equity Holders of the Company | | | | | | Total | Non-Controlling Interests | Total Equity |
|-------------------------------------------------------------------------------------|-----------------------------------------------|---------------|------------------|-----------------|------------------|------------------|----------------|---------------------------|----------------|
| | Non - Distributable | | | | | Distributable | | | |
| | Share Capital | Share Premium | Exchange Reserve | Capital Reserve | Warrants Reserve | Retained Profits | | | |
| RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| At End Of Current Year To Date 31.03.2017 (Unaudited) | | | | | | | | | |
| At 1 January 2017 | 31,696 | 8,552 | 9,138 | 58,030 | 24,089 | 54,103 | 185,608 | 1,729 | 187,337 |
| Net profit for the period | - | - | - | - | - | 800 | 800 | 268 | 1,068 |
| Other comprehensive expense for the period | - | - | 848 | - | - | - | 848 | 32 | 880 |
| Total comprehensive income/(expense) for the period | - | - | 848 | - | - | 800 | 1,648 | 300 | 1,948 |
| At 31 March 2017 | <u>31,696</u> | <u>8,552</u> | <u>9,986</u> | <u>58,030</u> | <u>24,089</u> | <u>54,903</u> | <u>187,256</u> | <u>2,029</u> | <u>189,285</u> |
| At End Of Preceding Year Corresponding Period 31.03.2016 (Audited) | | | | | | | | | |
| At 1 January 2016 | 31,696 | 8,552 | 7,177 | 58,030 | 24,089 | 49,770 | 179,314 | 1,811 | 181,125 |
| Net profit for the period | - | - | - | - | - | 2,159 | 2,159 | (759) | 1,400 |
| Other comprehensive income for the period | - | - | (2,332) | - | - | - | (2,332) | (107) | (2,439) |
| Total comprehensive income for the period | - | - | (2,332) | - | - | 2,159 | (173) | (866) | (1,039) |
| At 31 March 2016 | <u>31,696</u> | <u>8,552</u> | <u>4,845</u> | <u>58,030</u> | <u>24,089</u> | <u>51,929</u> | <u>179,141</u> | <u>945</u> | <u>180,086</u> |

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016.

The notes set out on pages 5 to 13 form an integral part of the interim financial report.



**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
 FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | (Unaudited) Current Year To Date 31.03.2017 | (Audited) Preceding Year To Date 31.03.2016 |
|-----------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 1,437 | 1,797 |
| Adjustments for:- | | |
| Non-cash items | 223 | 284 |
| Non-operating items | 839 | 174 |
| Operating profit before working capital changes | 2,499 | 2,255 |
| Net change in current assets | 21,585 | 13,710 |
| Net change in current liabilities | (13,576) | (22,634) |
| Cash generated from operations | 10,508 | (6,669) |
| Interest received | 50 | 98 |
| Interest paid | (2,214) | (1,715) |
| Tax refund | - | 60 |
| Tax paid | (398) | (182) |
| Net cash from/(used in) operating activities | 7,946 | (8,408) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of property, plant and equipment | - | 3,537 |
| Purchase of property, plant and equipment | (5) | - |
| Addition in land and property development costs | (633) | (706) |
| Net cash (used in)/from investing activities | (638) | 2,831 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment of hire purchase payables | (34) | (311) |
| Drawdown of bank borrowings | - | 2,039 |
| Repayment of bank borrowings | (9,509) | (2,280) |
| Placement of fixed deposits | (2,171) | (529) |
| Net cash used in financing activities | (11,714) | (1,081) |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | (4,406) | (6,658) |
| EFFECTS OF FOREIGN EXCHANGE RATE CHANGES | 18 | (165) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD | (41,345) | (28,800) |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | (45,733) | (35,623) |
| Cash and cash equivalents at the end of period comprise:- | | |
| Cash and bank balances | 2,430 | 4,031 |
| Fixed deposits with licensed banks | 8,438 | 10,202 |
| Less: short term borrowings | (48,163) | (39,654) |
| | (37,295) | (25,421) |
| Less: fixed deposits pledged with licensed banks | (8,438) | (10,202) |
| | (45,733) | (35,623) |

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016.

The notes set out on pages 5 to 13 form an integral part of the interim financial report.



**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

PART A: EXPLANATORY INFORMATION IN COMPLIANCE WITH FINANCIAL REPORTING STANDARD ("FRS") 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with FRS 134 "Interim Financial Reporting" and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the annual audited financial statements of the Prinsiptek Corporation Berhad Group ("the Group") for the financial year ended 31 December 2016.

These explanatory information attached to the interim financial report 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 2016.

2. CHANGES IN ACCOUNTING STANDARDS

The Group falls within the scope definition of Transitioning Entities. Transitioning Entities were initially allowed to defer adoption of the new Malaysian Financial Reporting Standards ("MFRS") Framework until 1 January 2013. Adoption of the MFRS Framework by Transitioning Entities were then mandatory for annual periods beginning on or after 1 January 2013, thereby requiring the Group to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ended 31 December 2013.

On 28 October 2015, MASB further notified that Transitioning Entities would be required to comply with the new MFRS framework for annual periods beginning 1 January 2018. The Group, being Transitioning Entity, will continue to apply with FRS until the MFRS Framework is adopted, no later than annual periods beginning on or after 1 January 2018. For the financial year ending 31 December 2017, the Group therefore continues to prepare financial statements using Financial Reporting Standards ("FRS").

The significant accounting policies adopted were consistent with those of the audited financial statements for the financial year ended 31 December 2016. Accounting standards, amendments to accounting standards and interpretations that are applicable for the Group in the following periods but are not yet effective:

| | | Effective date for financial periods beginning on or after |
|---------------------|--------------------------------------------------------------------------|------------------------------------------------------------------|
| FRS 9 | Financial Instruments | 1 January 2018 |
| Amendments to FRS 2 | Classification and Measurement of Share-based Payment Transactions | 1 January 2018 |

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
 FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

2. CHANGES IN ACCOUNTING STANDARDS (CONT'D)

| | | Effective date for financial periods beginning on or after |
|-------------------------------------|------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|
| Amendments to FRS 10 and FRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Effective date yet to be determined by the Malaysian Accounting Standards Board |

The Group will adopt the above pronouncement when they become effective in the respective financial periods. The Group does not expect any material impact to the financial statement. However, the Group is still in the midst of assessing the impact of the above pronouncement.

The impact of the above accounting standards, amendments to accounting standards and interpretations effective during the financial year does not have any impact to the financial results and position of the Group.

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the preceding audited financial statements of the Group was not subjected to any audit qualifications.

4. SEASONAL OR CYCLICAL FACTORS

The Group's performance during the current year quarter under review and year to date was not affected by unusual seasonal or cyclical fluctuations.

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

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the current year quarter under review and year to date.

6. CHANGES IN ESTIMATES

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

7. DEBT AND EQUITY SECURITIES

There were no cancellation, repurchases, resale and repayments of debt and equity securities by the Company during the current year quarter under review and year to date.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
 FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

8. DIVIDEND

There was no dividend paid during the current year quarter under review and year to date.

9. SEGMENTAL INFORMATION

Segmental information for the current year to date is presented in respect of the Group's business segments as follows:-

| | <u>Construction</u> | <u>Property Development</u> | <u>Trading and Others</u> | <u>Elimination</u> | <u>Total</u> |
|---------------------|---------------------|---------------------------------|-------------------------------|--------------------|---------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>Revenue</u> | | | | | |
| External sales | 21,632 | 11,363 | 7,053 | - | 40,048 |
| Inter-segment sales | 2,137 | 431 | 11 | (2,579) | - |
| Total revenue | <u>23,769</u> | <u>11,794</u> | <u>7,064</u> | <u>(2,579)</u> | <u>40,048</u> |
| <u>Results</u> | | | | | |
| Segment results | 1,822 | 508 | (54) | - | 2,276 |
| Interest expense | | | | | (889) |
| Interest income | | | | | 50 |
| Total results | | | | | <u>1,437</u> |

10. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The Group states its property, plant and equipment at cost less accumulated depreciation and accumulated impairment losses. The Group does not adopt a policy to revalue its property, plant and equipment.

11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

There were no material subsequent events from the end of the current interim financial period to the date of this report that have not been reflected in this report.

12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in composition of the Group during the current year quarter under review and year to date.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

13. DISCONTINUED OPERATIONS

There was no discontinued operations event during the current year quarter under review / year to date.

14. CAPITAL COMMITMENT

There is no capital commitment for the interim financial statement as at 31 March 2017.

15. CHANGES IN CONTINGENT ASSETS AND CONTINGENT LIABILITIES

| | RM'000 |
|------------------------------------------------------------------------------------|---------------|
| Secured bank guarantees given by the Group in the ordinary course of business to:- | |
| - trade suppliers | 2,150 |
| - authorities | 475 |
| - clients | 26,052 |
| | <u>28,677</u> |

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

**PART B: ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES")**

16. REVIEW OF PERFORMANCE

For the current year quarter, the Group achieved a total revenue of RM40.05 million representing a decrease of RM8.64 million or 17.74% as compared to RM48.69 million in the preceding year corresponding quarter. This was due to lower progress billings that recognised from one of our construction projects which are towards completion. In addition, the newly secured construction projects are still at the initial start up stage. The Group recorded a profit after taxation of RM1.07 million representing a decrease of RM0.33 million or 23.57% as compared to RM1.40 million in the preceding year corresponding quarter. The decrease in profit after taxation was mainly due to no gain on the disposal of property, plant and equipment being recognized and higher finance costs incurred during the current financial quarter.

The Construction Division continued to be the main contributor to the Group revenue representing 54.02% of the total revenue, following by the Property Development Division of 28.37% and the Trading and Others Division contributed the balance of 17.61% of the Group revenue.

17. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group registered a lower revenue of RM40.05 million for the current year quarter as compared to RM53.02 million in the preceding quarter. The decrease of revenue of RM12.97 million or 24.46% was due to the lower progress billings pursuant to one of our construction projects that are at the final stage.

As a result, the profit before taxation was decreased to RM1.44 million in the current financial quarter as compared to RM2.64 million in the preceding quarter.

18. PROSPECTS

With the existing balance order book in the Construction Division, the progressive recognition of sales from the Property Development Division and the potential new construction projects, the Board of Directors is cautious of the sustaining performance of the Group for the coming financial quarter.

The Group will continue to adopt a prudent approach in its investments and focus on its core activities to enhance and strengthen the synergy among its group of companies.

**19. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT AND SHORTFALL IN PROFIT
GUARANTEE**

The Group did not publish any profit forecast in respect of the current year quarter.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
 FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

20. PROFIT BEFORE TAXATION IS DERIVED AFTER CHARGING/(CREDITING)

| | Current Year Quarter <u>31.03.2017</u> RM'000 | Current Year To Date <u>31.03.2017</u> RM'000 |
|-------------------------------|------------------------------------------------------------------|------------------------------------------------------------------|
| Interest income | (50) | (50) |
| Other income | (31) | (31) |
| Interest expense | 889 | 889 |
| Depreciation and amortisation | 218 | 218 |

21. TAXATION

| | Current Year Quarter <u>31.03.2017</u> RM'000 | Current Year To Date <u>31.03.2017</u> RM'000 |
|------------------------------|------------------------------------------------------------------|------------------------------------------------------------------|
| Malaysia tax in respect of:- | | |
| - current results | 369 | 369 |

The effective tax rate for the current year quarter and year to date was higher than the statutory tax rate due to no group relief is available with respect to losses incurred by certain companies within the Group.

22. CORPORATE PROPOSALS - STATUS OF THE CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this report.

23. GROUP BORROWINGS

| | Current Year To Date <u>31.03.2017</u> RM'000 |
|---------------------------------|------------------------------------------------------------------|
| <u>Secured</u> | |
| Short term borrowings and loans | 60,864 |
| Long term loans | 29,989 |
| | <u>90,853</u> |

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

24. REALISED AND UNREALISED PROFITS / (LOSSES)

The breakdown of retained profits of the Group as at reporting date, into realised and unrealised is as follow:

| | Current Year To Date <u>31.03.2017</u> RM'000 | (Audited) Financial Year <u>31.12.2016</u> RM'000 |
|--------------------------------------------------------------------|------------------------------------------------------------------|----------------------------------------------------------------------|
| Total retained profits of the Company and its subsidiary companies | | |
| - Realised | 96,912 | 95,249 |
| - Unrealised | (1,099) | (1,099) |
| | 95,813 | 94,150 |
| Less: Consolidation adjustments | (40,910) | (40,047) |
| | 54,903 | 54,103 |

25. MATERIAL LITIGATIONS

Save as disclosed below, the Company and its subsidiary companies are not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant as at the date of this report:-

In respect of an arbitration filed by Prinsiptek (M) Sdn Bhd ("PST") on 22 May 2014, PST is claimed against Teamforce Builders Sdn Bhd ("Teamforce") for a sum of RM648,526.57 being the advance payment for the construction and completion of structural and architectural works and the supply of labour and materials for the installation of cornice works rendered by Teamforce to PST.

Teamforce has filed the Statement of Defence and Counterclaim for a sum of RM2,547,603.02 for workdone on 25 July 2014.

Teamforce served on PST the Statement Of Re-Amended Defence and Re-Amended Counterclaim where the sum claimed by Teamforce has been revised to RM3,292,792.60. PST's claim against Teamforce has now revised to RM1,412,763.39.

During the hearing on 22 February 2016, the Arbitrator directed both parties that an expert witness will be appointed to measure certain disputed items and the cost of such appointment to be shared equally by parties.

There was a site inspection held on 2 August 2016, for which the Arbitrator and the expert witness have been accompanied by both parties to having a visual inspection on the disputed items. On 12 January 2017, the expert witness was unable to complete his expert report within the time granted thus, the Arbitrator has directed all the parties that there will be a period of 3 months given to the expert witness upon agreeable by both parties. The case is currently in the midst of completing the expert report based on the said inspection and drawings. After the report is confirmed, each respective party's solicitor will do the necessary submissions for the Arbitrator to decide whose claim shall be awarded.

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

26. EARNINGS PER SHARE

a) Basic earnings per share

The basic earnings per share has been calculated by dividing the Group's net profit attributable to the shareholders for the current year quarter / year to date by the weighted average number of ordinary shares in issue during the current year quarter / year to date under review as follows:-

| | Individual Quarter | | Cumulative Quarter | |
|------------------------------------------------------------------|------------------------------------|----------------------------------------------------|------------------------------------|--------------------------------------|
| | Current Year Quarter 31.03.2017 | Preceding Year Corresponding Quarter 31.03.2016 | Current Year To Date 31.03.2017 | Preceding Year To Date 31.03.2016 |
| Net profit attributable to the equity holders of parent (RM'000) | 800 | 2,159 | 800 | 2,159 |
| Weighted average number of ordinary shares in issue ('000) | 316,957 | 316,957 | 316,957 | 316,957 |
| Basic earnings per share (sen) | 0.25 | 0.68 | 0.25 | 0.68 |

b) Diluted earnings per share

The diluted earnings per share has been calculated by dividing the Group's net profit attributable to the equity holders of parent for the current year quarter / year to date by the weighted average number of ordinary shares, after adjusted for the effects of dilutive potential ordinary shares from the assumed full exercise of warrants at the beginning of the financial period of the Company as follows:

| | Individual Quarter | | Cumulative Quarter | |
|----------------------------------------------------------------------------------|------------------------------------|----------------------------------------------------|------------------------------------|--------------------------------------|
| | Current Year Quarter 31.03.2017 | Preceding Year Corresponding Quarter 31.03.2016 | Current Year To Date 31.03.2017 | Preceding Year To Date 31.03.2016 |
| Net profit attributable to the equity holders of parent (RM'000) | 800 | 2,159 | 800 | 2,159 |
| Weighted average number of Ordinary shares in issue ('000) | 316,957 | 316,957 | 316,957 | 316,957 |
| Adjustment for the assumed full exercise of warrants ('000) | 126,783 | 126,783 | 126,783 | 126,783 |
| Adjusted weighted average number of ordinary shares in issue and issuable ('000) | 443,740 | 443,740 | 443,740 | 443,740 |
| Diluted earnings per share (sen) | 0.18 | 0.49 | 0.18 | 0.49 |



**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS
FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2017**

**PART C : INFORMATION ON PROVISION OF FINANCIAL ASSISTANCE PURSUANT TO
PARAGRAPH 8.23 AND PRACTICE NOTE 11 / 2001 UNDER LISTING
REQUIREMENTS OF BURSA SECURITIES**

27. FINANCIAL ASSISTANCE

There is no financial assistance rendered by the Company and the Group for the current year quarter / year to date.

By order of the Board

Dato' Foo Chu Jong
Managing Director

Subang Jaya
Date: 25 May 2017