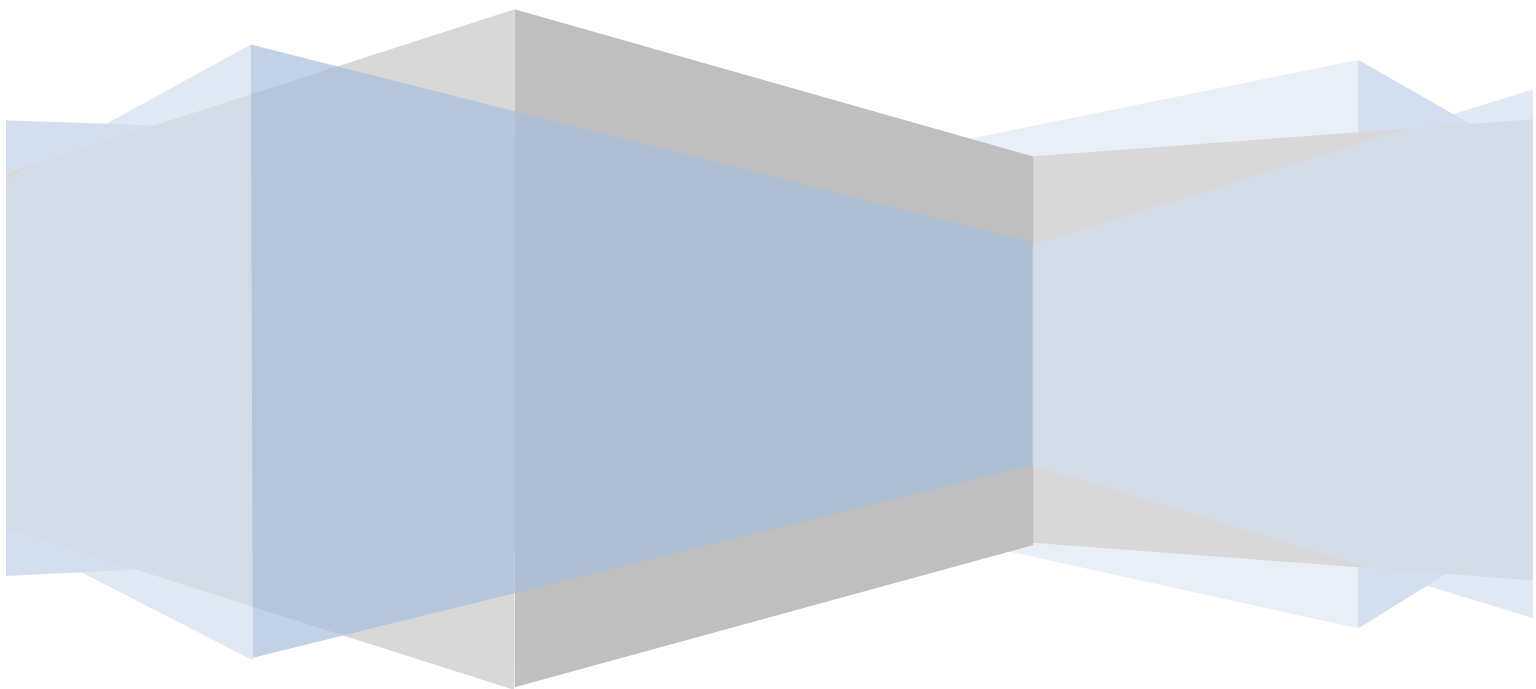


# PJBUMI BERHAD

## Quarterly Report

For Second Quarter Ended

30 June 2018



The Board of Directors of PJBumi Berhad (“PJBUMI” or the “Company”) is pleased to announce the following unaudited condensed consolidated financial statements for the quarter ended 30 June 2018 which should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the three-month period ended 30 June 2018

### CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Current quarter 3 months ended		Cumulative quarter 6 months ended	
		30-Jun 2018	30-Jun 2017	30-Jun 2018	30-Jun 2017
		Unaudited RM'000	Audited RM'000	Unaudited RM'000	Audited RM'000
<b>Revenue</b>	A10.1	1,052	1,137	2,152	2,298
Cost of sales		(517)	(795)	(1,054)	(1,665)
<b>Gross profit</b>		535	342	1,098	633
Other income		411	300	437	602
Administrative expenses		(940)	(1,512)	(1,994)	(3,153)
Other operating expenses		-	-	(13)	-
<b>Operating profit/(loss)</b>		6	(870)	(472)	(1,918)
Finance costs		-	(724)	(1)	(825)
<b>Profit/(loss) before tax</b>		6	(1,594)	(473)	(2,743)
Income tax expense		-	-	-	-
<b>Net profit/(loss), total comprehensive profit/(loss) for the period</b>		6	(1,594)	(473)	(2,743)
<b>Net profit/(loss), total comprehensive profit/(loss) attributable to:</b>					
Equity holders of the company		30	(1,594)	(449)	(2,743)
Non-controlling interests		(24)	-	(24)	-
		6	(1,594)	(473)	(2,743)
<b>Basic earnings per share attributable to shareholders of the company (sen per share)</b>					
Basic	B13	0.04	(3.19)	(0.55)	(5.49)

## Condensed Consolidated Interim Financial Statements

As at 30 June 2018

### CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	30-Jun 2018 Unaudited RM'000	31-Dec 2017 Audited RM'000
<b>Asset</b>		
<b>Non-current assets</b>		
Property, plant and equipment	184	249
Investment properties	10,655	10,655
Deferred tax assets	50	50
Goodwill	15,313	15,313
	26,202	26,267
<b>Current assets</b>		
Inventories	213	178
Trade and other receivables	10,116	9,802
Cash and cash equivalents	274	638
	10,603	10,618
<b>Total assets</b>	<b>36,805</b>	<b>36,885</b>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

As at 30 June 2018

### CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)

	30-Jun 2018 Unaudited RM'000	31-Dec 2017 Audited RM'000
<b>Equity and liabilities</b>		
<b>Equity</b>		
Share capital	44,473	44,473
Reserve	4,775	4,775
Accumulated losses	(27,865)	(27,416)
Equity attributable to the owners of the Company	21,383	21,832
Non-controlling interest	222	246
<b>Total equity</b>	<b>21,605</b>	<b>22,078</b>
<b>Non current liabilities</b>		
Deferred tax liabilities	200	200
<b>Current liabilities</b>		
Trade and other payables	9,265	8,652
Hire purchase payables	57	59
Income tax payable	5,678	5,896
	15,000	14,607
<b>Total liabilities</b>	<b>15,200</b>	<b>14,807</b>
<b>Total equity and liabilities</b>	<b>36,805</b>	<b>36,885</b>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the year ended 30 June 2018

### CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent						Non controlling interest	Total Equity
	Distributable/(Non-distributable)							
	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Warrant reserve RM'000	Accumulated losses RM'000	Total RM'000		
At 1 January 2018	44,473	-	4,694	81	(27,416)	21,832	246	22,078
Loss for the period	-	-	-	-	(449)	(449)	(24)	(473)
At 30 June 2018	44,473	-	4,694	81	(27,865)	21,383	222	21,605
At 1 January 2017	25,000	3,473	8,452	-	(22,504)	14,421	-	14,421
Loss for the period	-	-	-	-	(2,743)	(2,743)	-	(2,743)
At 30 June 2017	25,000	3,473	8,452	-	(25,247)	11,678	-	11,678

These condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the year ended 30 June 2018

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	6 months ended	
		30-Jun-18	30-Jun-17
		Unaudited RM'000	Audited RM'000
<b>Operating activities</b>			
Loss before tax		(473)	(2,743)
Adjustments for:			
Depreciation of property, plant and equipment		(8)	208
Loss on disposal of property, plant and equipment		13	-
Interest expenses		1	822
Total adjustment		6	1,030
<b>Operating loss before changes in working capital</b>		<b>(467)</b>	<b>(1,713)</b>
<b>Changes in working capital</b>			
(Increase)/Decrease in inventories		(35)	53
(Increase)/Decrease in receivables, deposit and prepayments		(314)	3,013
Increase in payables and accruals		499	275
Increase in amount due to director		114	-
Cash (used in)/generated from operations		(203)	1,628
Interest paid		(1)	(822)
Tax paid		(218)	(361)
		(219)	(1,183)
<b>Net cash (used in)/generated operations carried forward</b>		<b>(422)</b>	<b>445</b>

These condensed consolidated of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial reports.

## Condensed Consolidated Interim Financial Statements

For the year ended 30 June 2018

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

	Note	6 months ended	
		30-Jun-18 Unaudited RM'000	30-Jun-17 Audited RM'000
<b>Net cash (used in)/generated operations brought forward</b>		<b>(422)</b>	<b>445</b>
<b>Investing activities</b>			
Proceeds from sale of property, plant and equipment		63	-
Acquisition of property, plant and equipment		(3)	-
<b>Net cash generated from investing activities</b>		<b>60</b>	<b>-</b>
<b>Financing activities</b>			
Net repayment of hire purchase creditors		(2)	(31)
<b>Net cash used in from financing activities</b>		<b>(2)</b>	<b>(31)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(364)</b>	<b>414</b>
<b>Cash and cash equivalents at 1 January</b>		<b>638</b>	<b>425</b>
<b>Cash and cash equivalents at 30 Jun</b>		<b>274</b>	<b>839</b>

These condensed consolidated of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial reports.

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 30 June 2018****A1. CORPORATE INFORMATION**

PJBumi Berhad is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 27 August 2018.

**A2. BASIS OF PREPARATION**

These condensed consolidated interim financial statements, for the period ended 30 June 2018, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the listing requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. They should also be read in conjunction with the financial statements of the Group for the year ended 31 December 2017 and the accompanying notes attached to the condensed consolidated interim financial statements.

Within the context of these condensed consolidated interim financial statements, the Group includes the Company and its subsidiaries as at and for the quarter ended 30 June 2018.

**A3. SIGNIFICANT ACCOUNTING POLICIES**

Except as described below, the same accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2017.



**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 30 June 2018 (Continued)****A3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

As of 1 January 2018, the Group has adopted the following MFRS and Amendments to MFRSs and Annual Improvement to Standards

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018***

MFRS 9 : Financial Instruments	1 January 2018
MFRS 15 : Revenue from Contracts with Customers	1 January 2018
Amendments to MFRS 140 Investment Property – Transfers of Investment Property	1 January 2018

The initial application on the above pronouncements will have no material impact on the financial statements of the Group.

The following are accounting standards, amendments and interpretations of the MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group.

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019***

- MFRS 16 Leases
- Amendments to MFRS 3 Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 9 Financial Instruments – Prepayment Features with Negative Comparison
- Amendments to MFRS 11 Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 112 Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134**

**As at 30 June 2018 (Continued)**

**A3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019 (continued)***

- Amendments to MFRS 123 Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)
- Amendments to MFRS 128 Investments in Associates and Joint Ventures - Long- term Interests in Associates and Joint Ventures
- IC Interpretation 23 Uncertainty over Income Tax Treatments

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021***

- MFRS 17, Insurance Contracts

***Amendments to MFRSs effective for annual periods beginning on or after a date yet to be confirmed***

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investment in Associates and Joint Ventures Sales or Contribution of Assets between an Investor and its Associate and Joint Venture.

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 30 June 2018 (Continued)****A4. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audited financial statements of PJBUMI and its subsidiaries for the year ended 31 December 2017 were not subject to any audit qualification.

**A5. SEASONALITY OF OPERATION**

The Group's operations are not affected by any seasonal or cyclical factors.

**A6. UNUSUAL ITEMS**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows because of their nature, size and incidence during the current quarter under review and financial year-to-date.

**A7. MATERIAL CHANGES IN ESTIMATES**

There were no changes in estimates that have a material effect in the current quarter under review and financial year-to-date.

**A8. DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter under review and financial year-to-date.

**A9. DIVIDEND**

No interim ordinary dividend has been declared for the financial period ended 30 June 2018 (30 June 2017: Nil).

**A10. SEGMENTAL INFORMATION**

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134****As at 30 June 2018 (Continued)****A10. SEGMENTAL INFORMATION (CONTINUED)**

A10.1 The Group's segmental report for the current quarter ended 30 June 2018 is as follows:

	Manufacturing & Trading	Operation & Maintenance	Solid Waste Management	Corporate holding	Construction & Project	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
Revenue							
External	-	526	526	-	-	-	1,052
Inter-segment revenue	-	-	-	-	-	-	-
	-	<b>526</b>	<b>526</b>	-	-	-	<b>1,052</b>
<b>Segment Results</b>							
Profit/(loss) from operations	(82)	586	(112)	(163)	(223)	-	6
Finance costs	-	-	-	-	-	-	-
Profit/(loss) before taxation	(82)	586	(112)	(163)	(223)	-	6
Tax Expense	-	-	-	-	-	-	-
<b>Net profit/(loss) after taxation</b>	<b>(82)</b>	<b>586</b>	<b>(112)</b>	<b>(163)</b>	<b>(223)</b>	-	<b>6</b>
<b>attributable to:</b>							
Equity holders of the company							<b>30</b>
Non-controlling interest							(24)
<b>Net profit for the period</b>							<b>6</b>

The review of the Group's and segmental performance is further illustrated in Note B1 and B2.

**A11. VALUATION OF PROPERTIES, PLANT AND EQUIPMENT**

There is no valuation of properties, plant and equipment in the current quarter under review.

**A12. SUBSEQUENT EVENT**

There were no material events subsequent to the end of the current quarter under review.

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134**

**As at 30 June 2018 (Continued)**

**A13. CONTINGENCIES**

There were no material changes in contingent liabilities or contingent assets since the last audited financial statements for the year ended 31 December 2017.

**A14. CHANGES IN COMPOSITION OF THE GROUP**

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

**A15. CAPITAL COMMITMENT**

There were no capital commitments as at end of the current quarter under review.

**A16. RELATED PARTY TRANSACTIONS**

There were no related party transactions during the current quarter under review.

**PART B - OTHER EXPLANATORY NOTES**

As at 30 June 2018

**B1. REVIEW OF GROUP PERFORMANCE**

	<b>Current Year To Date 30-Jun-18 RM000</b>	<b>Preceding Year Corresponding Period 30-Jun-17 RM000</b>	<b>Variance Amount RM000</b>	<b>Variance % +/( - )</b>
<b>Revenue</b>				
Manufacturing & Trading	68	377	(309)	-82%
Operation & Maintenance	787	447	340	76%
Solid Waste Management	1,297	1,148	149	13%
Construction & Project	-	326	(326)	-100%
	<b>2,152</b>	<b>2,298</b>	<b>(146)</b>	<b>-6%</b>
<b>Segment results</b>				
Manufacturing & Trading	(176)	(845)	669	79%
Operation & Maintenance	524	(222)	746	336%
Solid Waste Management	28	(171)	199	116%
Construction & Project	(397)	61	(458)	-751%
Corporate holding	(451)	(741)	290	39%
<b>Loss from operations</b>	<b>(472)</b>	<b>(1,918)</b>	<b>1,446</b>	<b>306%</b>
Finance costs	(1)	(825)	824	100%
Loss before taxation	(473)	(2,743)	2,270	83%
Tax expense	-	-	-	-
<b>Net loss, total comprehensive loss</b>	<b>(473)</b>	<b>(2,743)</b>	<b>2,270</b>	<b>83%</b>
<b>attributable to :</b>				
Equity holders of the company	(449)	(2,743)	2,294	84%
Non-controlling interest	(24)	-	(24)	-
	<b>(473)</b>	<b>(2,743)</b>	<b>2,270</b>	<b>83%</b>

**1.1 Segment Background**

The group is organized into business units based on their products and services, and has five operating segments as follows:

- a) Manufacturing and sale of Fibre Reinforced plastic ('FRP'), FRP waste water treatment plant and other FRP products.
- b) Solid waste management and garbage collection, area cleansing and other related business.

**PART B - OTHER EXPLANATORY NOTES****As at 30 June 2018****B1. REVIEW OF GROUP PERFORMANCE (CONTINUED)****1.1 Segment Background (continued)**

- c) Provision of after-sales support services including connecting works of fibre plastic tanks and mechanical and engineering equipment, providing maintenance, upgrading and/or rectification works, desludging works and sludge treatment.
- d) Management services and investment holding.
- e) Undertake works for civil, mechanical, electrical and erection engineering.

**1.2 Group and segment Analysis****Group Analysis**

The Group has recorded revenue of RM2.152 million, which is approximately 6% lower compared to previous year's corresponding period of RM2.298 million. The lower revenue mainly attributable by the manufacturing division and construction division.

The Group recorded a pretax loss of RM0.473 million against pretax loss of RM2.743 million in previous year's corresponding period. The decrease in pretax loss by was mainly due to reduction administrative expenses by RM1.159 million or 37% and reduction in finance cost by 100%.

**PART B - OTHER EXPLANATORY NOTES****As at 30 June 2018 (Continued)****B1. REVIEW OF GROUP PERFORMANCE (CONTINUED)****1.2 Group and Segment Analysis (continued)****Segment Analysis****a) Manufacturing and Trading**

For the current financial year ended 30 June 2018, the Manufacturing and Trading segment contributed 3% from the total Group revenue compared to 16% contribution in previous year. The revenue has reduced significantly delay in product certifications for bigger tanks. The Group is developing its composite capabilities to build telecommunication towers, light poles and other composites product to replace the revenue lost and anticipate the revenue for this segment to hike up in the 4<sup>th</sup> quarter this year.

**b) Operation & maintenance**

The Operation & Maintenance contributed RM0.787 million or 37% from the Group total revenue. The revenue has increased 76% from the previous corresponding period. This segment has a potential growth in its revenue contribution from new additional services provided and demand from customers for corrective works and refurbishment of old wastes water treatment plants.

**c) Solid Waste Management**

The Solid Waste Management was the largest revenue contributor for the Group revenue with 60% contribution. The steady revenue is from solid waste collection contract from Alam Flora Sdn Bhd and Vale Malaysia.

**d) Construction & project**

The Construction & Project has not contributed any revenue to the Group in the current quarter due to delay in project kick-off for Felda Serting project and other construction projects were at completion stage. This Felda Serting project is however is expected to generate revenue for the Group in the 4<sup>th</sup> quarter of this year.



**PART B - OTHER EXPLANATORY NOTES**

As at 30 June 2018 (Continued)

**B2. VARIATION OF RESULTS AGAINST THE PRECEDING QUARTER**

	Quarter To Date 30-Jun-18 RM000	Quarter To Date 31-Mar-18 RM000	Variance Amount RM000	Variance % +/( - )
<b>Revenue</b>				
Manufacturing & Trading	-	68	(68)	-100%
Operation & Maintenance	526	260	266	102%
Solid Waste Management	526	772	(246)	-32%
Construction & Project	-	-	-	-
	<b>1,052</b>	<b>1,100</b>	<b>(48)</b>	<b>-4%</b>
<b>Segment results</b>				
Manufacturing & Trading	(82)	(132)	50	-38%
Operation & Maintenance	586	(60)	646	-1077%
Solid Waste Management	(112)	139	(251)	-181%
Construction & Project	(223)	(136)	(87)	64%
Corporate holding	(163)	(288)	125	-43%
<b>Profit/(Loss) from operations</b>	<b>6</b>	<b>(477)</b>	<b>483</b>	<b>101%</b>
Finance costs	-	(1)	1	-
<b>Profit/(Loss) before taxation</b>	<b>6</b>	<b>(478)</b>	<b>484</b>	<b>-101%</b>
Tax expense	-	-	-	-
<b>Net loss, total comprehensive loss</b>	<b>6</b>	<b>(478)</b>	<b>484</b>	<b>-8067%</b>
<b>attributable to :</b>				
Equity holders of the company	30	(478)	508	-106%
Non-controlling interest	(24)	-	(24)	
	<b>6</b>	<b>(478)</b>	<b>484</b>	<b>-8067%</b>

**2.1 Group and Segment Analysis****Group Analysis**

The Group total revenue for the 2<sup>nd</sup> quarter 2018 has reduced by 4% from the preceding quarter of RM1.100 million. The lower revenue mainly attributable by the manufacturing & trading division.

The Group recorded a pretax profit of RM0.006 million against pretax loss of RM0.478 million in the previous quarter.

**PART B - OTHER EXPLANATORY NOTES**

As at 30 June 2018 (Continued)

**B2. VARIATION OF RESULTS AGAINST THE PRECEDING QUARTER (CONTINUED)****2.1 Group and Segment Analysis (continued)****Segment Analysis****a) Manufacturing and Trading**

This segment has no revenue in the 2<sup>nd</sup> quarter due renewal of product certification has not been approved by the authority. However, this segment anticipate to capture back its in the 4<sup>th</sup> quarter this year.

**b) Operation & maintenance**

The revenue has increase by 102% from the preceding quarter mainly due to corrective work contracts from Petronas and Rawa Island Resort.

**c) Solid Waste Management**

This segment has recorded a decrease in revenue by 32% compared to the preceding quarter.

**d) Construction & project**

This segment has not contributed any revenue to the Group in the current quarter due to delay in project kick-off for Felda Seriting project and other construction projects were at completion stage. This Felda Seriting project is however is expected to generate revenue for the Group in the 4<sup>th</sup> quarter of this year.

**PART B - OTHER EXPLANATORY NOTES****As at 30 June 2018 (Continued)****B3. PROSPECT**

Barring any unforeseen circumstances, The Group and the Board of Directors expect higher revenue generated from the engineering and construction segment through realization of Felda project by the fourth quarter 2018. The Group also expected steady revenue from waste management services, service and maintenance of FRP tanks business segment and industrial solution pest control to continue contributing to the Group's revenue.

The Group also aims to develop its composite capabilities in fabrication of telecommunication towers, decorative light poles and other FRP products and focus on new area of growth in waste management services and embark in commodity trading business through its resources segment.

**B4. VARIANCE OF ACTUAL AND FORECAST PROFIT**

The Group did not issue any profit forecast or profit guarantee for the financial period.

**B5. TAXATION**

There was no adjustment of deferred taxation during the current financial quarter.

**B6. UNQUOTED INVESTMENT AND/OR PROPERTIES**

There was no sale of unquoted investment and/or properties for the current quarter under review and financial year-to-date.

**B7. CORPORATE PROPOSAL**

There is no corporate proposal that was announced and not completed.

**PART B - OTHER EXPLANATORY NOTES**

As at 30 June 2018 (Continued)

**B8. BORROWINGS**

As at 30 June 2018, the Group has the following borrowings, which are denominated in Ringgit Malaysia from a local financial institution:-

	<b>Total</b>
	<b><u>RM'000</u></b>
<u>Current</u>	
Hire purchase	57
	<b><u>57</u></b>

**B9. DISCLOSURE OF GAINS/(LOSSES) ARISING FROM FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 June 2018

**B10. "OFF BALANCE SHEET" FINANCIAL INSTRUMENT**

The Group does not have any financial instruments with off balance sheet risk as at the date of this announcement.

**PART B - OTHER EXPLANATORY NOTES****As at 30 June 2018 (Continued)****B11. CHANGES IN MATERIAL LITIGATION**

- i. PJBumi Services Sdn Bhd (“**PJBS**”), a wholly owned subsidiary of PJBumi was served with a statement of claim filed with the Kuala Lumpur Session Court dated 18 December 2015 by Lembaga Kumpulan Wang Simpanan Pekerja (“**EPF**”). EPF claims for the outstanding contributions for employees in PJBS for the period of June 2006 to August 2007 and October 2007 to January 2008 together with interest and dividend for the sum of RM409,547 which was later amended orally by EPF to RM351,617. The Kuala Lumpur Session Court granted its decision on 15 December 2016 where EPF’s claim was dismissed. EPF has filed an appeal to the Court of Appeal and again EPF’s claim was dismissed.
  
- ii. Pjbumi Composites Sdn Bhd (“**PJBC**”), a wholly owned subsidiary of PJBumi was served on 5 February 2018 with a winding-up petition by Lembaga Hasil Dalam Negeri (“**LHDN**”) for and on behalf of Government of Malaysia (“**Petitioner**” or “**GOM**”). The Petitioner claims that as at 21 August 2017, the accrued balance on income tax is RM2,082,434.00 and interest will be charged at 4% per annum from the date of judgement until full settlement and cost of RM6,563.00. On 29 March 2018, the Honorable Court has rejected PJBC’s stay application to settle the outstanding claim. PJBC has filed an appeal to the Court of Appeal and the hearing date will be on 24 September 2018.

**PART B - OTHER EXPLANATORY NOTES****As at 30 June 2018 (Continued)****B12. EARNING PER SHARE**

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the company.

Diluted earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

The following reflect the profit/loss and share data used in the computation of basic and diluted earnings per share :

	Current quarter		Cumulative quarter	
	3 months ended		6 months ended	
	30-Jun 2018	30-Jun 2017	30-Jun 2018	30-Jun 2017
Profit/(Loss) net of tax attributable to owners of the parent in the computation of earnings per share (RM'000)	6	(1,594)	(473)	(2,743)
Weighted average number of ordinary share in issue ('000)	82,000	50,000	82,000	50,000
Effects of dilution share options ('000)	Nil	Nil	Nil	Nil
Weighted average number of ordinary share for diluted earnings per share computation ('000)	82,000	50,000	82,000	50,000
Basic earning per share (sen per share)	0.04	(3.19)	(0.55)	(5.49)
Diluted earning per share (sen per share)	NA	NA	NA	NA

NA - Not applicable.

**By Order of the Board**

Secretary