

**TOYO INK GROUP BERHAD**  
(Company No. 590521 D)  
(Incorporated in Malaysia)

**QUARTERLY REPORT**

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**TOYO INK GROUP BERHAD**

(Company No. 590521 D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE SECOND FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended	Corresponding quarter ended	Current year ended	Corresponding year ended
	30/09/2018 RM'000	30/09/2017 RM'000	30/09/2018 RM'000	30/09/2017 RM'000
Note				
<b>Continuing operations</b>				
Revenue	23,335	20,501	47,393	40,911
Cost of sales	(18,723)	(16,200)	(38,047)	(32,921)
Gross profit	4,612	4,301	9,346	7,990
Operating expenses	(3,971)	(3,651)	(7,653)	(6,918)
Other operating income	(213)	132	2,174	89
Finance cost	(223)	(289)	(439)	(595)
Share of results in associate	(1)	(1)	(1)	(1)
Profit before taxation	B14 204	492	3,427	565
Taxation	B 6 (143)	(107)	(473)	(140)
Profit from continuing operations	61	385	2,954	425
<b>Discontinued operations</b>				
Gain/(Loss) from discontinued operation, net of tax	-	-	-	-
Profit for the period	61	385	2,954	425
<b>Profit Attributable to:</b>				
Owners of the parent	61	415	2,954	456
Non-controlling interest	-	(30)	-	(31)
	61	385	2,954	425
<b>Basic earnings/(loss) per ordinary share (sen)</b>				
From continuing operations	B16 0.06	0.39	2.76	0.43
From discontinued operation	-	-	-	-
	0.06	0.39	2.76	0.43
- Fully diluted (sen)	-	-	-	-

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

**TOYO INK GROUP BERHAD**

(Company No. 590521 D)

(Incorporated in Malaysia)

**CONDENSED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE SECOND FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended	Corresponding quarter ended	Current year ended	Corresponding year ended
	30/09/2018 RM'000	30/09/2017 RM'000	30/09/2018 RM'000	30/09/2017 RM'000
<b>Continuing operations</b>				
Profit for the period	61	385	2,954	425
Translation reserve			-	-
	<u>61</u>	<u>385</u>	<u>2,954</u>	<u>425</u>
<b>Discontinued operation</b>				
Profit/(Loss) for the period	-	-	-	-
Translation reserve	-	-	-	-
Total comprehensive income for the period	<u>61</u>	<u>385</u>	<u>2,954</u>	<u>425</u>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	61	415	2,954	456
Non-controlling interest	-	(30)	-	(31)
	<u>61</u>	<u>385</u>	<u>2,954</u>	<u>425</u>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

**TOYO INK GROUP BERHAD**  
(Company No. 590521 D)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018**

		As At 30/09/2018 RM'000	As At 31/03/2018 RM'000 (Audited)
	Note		
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	A 9	30,690	31,273
Investment in associate		655	655
Goodwill on consolidation		7,783	7,783
Deferred expenditure		351,061	341,412
		<u>390,189</u>	<u>381,123</u>
<b>Current Assets</b>			
Inventories		12,840	12,727
Trade and other receivables		21,318	22,134
Tax recoverable		346	484
Fixed deposits with licensed banks		21	21
Cash and bank balances		7,456	4,152
		<u>41,981</u>	<u>39,518</u>
Non-current assets classified as held for sale		-	1,619
<b>TOTAL ASSETS</b>		<u>432,170</u>	<u>422,260</u>
<b>EQUITY AND LIABILITIES</b>			
Share capital		107,000	98,868
Reserves		13,636	18,814
Total equity attributable to owners of the parent		<u>120,636</u>	<u>117,682</u>
Non-controlling interest		-	-
<b>TOTAL EQUITY</b>		<u>120,636</u>	<u>117,682</u>
<b>Non Current Liabilities</b>			
Other payables		280,560	268,740
Hire purchase creditors		327	314
Long term borrowings	B8	6,056	7,427
Deferred tax liabilities		1,077	1,077
		<u>288,020</u>	<u>277,558</u>
<b>Current Liabilities</b>			
Trade and other payables		16,671	15,277
Amount owing to directors		330	80
Hire purchase creditors		269	192
Short term borrowings	B8	5,889	11,172
Tax liabilities		355	299
		<u>23,514</u>	<u>27,020</u>
Liabilities included in disposal group classified as held for sale		-	-
<b>TOTAL LIABILITIES</b>		<u>311,534</u>	<u>304,578</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>432,170</u>	<u>422,260</u>
Net Assets Per Share Attributable to Owners of the Parent (RM)		<u>1.13</u>	<u>1.10</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
 FOR THE SECOND FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**  
 (The figures have not been audited)

	<--Attributable to Shareholders of the Company-->						
	<-Non-Distributable Reserves->				Distributable Reserve		
	Share Capital RM '000	Warrant reserve RM '000	Translation Reserve RM '000	Reserve of Disposal Group Classified as Held for Sale RM '000	Retained Earnings RM '000	Non- Controlling Interest RM'000	Total Equity RM '000
<b>Balance as at 1 April 2017</b>	98,868	8,132	176	268	9,366	3,029	119,839
Total comprehensive income/(expense) for the period	-	-	-		35	(30)	5
Arising for acquisition of additional interest in a existing subsidiary					421	(1,421)	(1,000)
Exchange translation difference			(160)			(137)	(297)
<b>Balance as at 30 September 2017</b>	<u>98,868</u>	<u>8,132</u>	<u>16</u>	<u>268</u>	<u>9,822</u>	<u>1,441</u>	<u>118,547</u>
<b>Balance as at 1 April 2018</b>	98,868	8,132	-	-	10,682	-	117,682
Total comprehensive income/(expense) for the period	-	-	-		2,954	-	2,954
Reversal of allocation to warrant reserve	8,132	(8,132)					
Exchange translation difference							-
<b>Balance as at 30 September 2018</b>	<u>107,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,636</u>	<u>-</u>	<u>120,636</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2018

**TOYO INK GROUP BERHAD**  
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**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE SECOND FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**  
(The figures have not been audited)

	<b>Current period to date ended 30/09/2018 RM'000</b>	<b>Corresponding period to date ended 30/09/2017 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation		
- Continuing operations	3,427	565
- Discontinued operation	-	-
	<u>3,427</u>	<u>565</u>
Adjustments for:		
Non-cash items	(1,602)	91
Interest expense	381	594
<b>Operating profit before working capital changes</b>	<u>2,206</u>	<u>1,250</u>
<b>Changes in working capital:</b>		
Net changes in current assets	(3,603)	(3,001)
Net changes in current liabilities	5,919	31,563
<b>Cash generated from/(in) operations</b>	<u>4,522</u>	<u>29,812</u>
Tax refunded	107	174
Tax paid	(385)	(478)
Interest paid	(381)	(594)
Translation reserve	-	(127)
<b>Net cash from/(used in) operating activities</b>	<u>3,863</u>	<u>28,787</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of additional interests in existing subsidiary	-	(1,000)
Proceeds from disposal of property, plant and equipment	3,938	544
Acquisition of property, plant and equipment *	(106)	(1,067)
Development expenditure	(9,648)	(20,771)
<b>Net cash used from/(in) investing activities</b>	<u>(5,816)</u>	<u>(22,294)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	10,557	(3,104)
Proceeds/(Repayment) of term loans	(467)	(184)
Addition/(Payment) from/(to) hire purchase creditors	90	(26)
<b>Net cash (used in)/from financing activities</b>	<u>10,180</u>	<u>(3,314)</u>
<b>Net increase in cash and cash equivalents</b>	<u>8,227</u>	<u>3,179</u>
<b>Cash and cash equivalents at beginning of financial year</b>	<u>(777)</u>	<u>551</u>
<b>Cash and cash equivalents at end of financial quarter</b>	<u>7,450</u>	<u>3,730</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash and bank balances	7,456	10,351
Fixed deposits with licensed banks	21	20
Bank overdraft	(6)	(6,621)
	<u>7,471</u>	<u>3,750</u>
Less: Fixed deposit pledged with a licensed bank	(21)	(20)
	<u>7,450</u>	<u>3,730</u>
* Acquisition of property, plant and equipment during the financial quarter are financed by:		
	<b>30/09/2018</b>	<b>30/06/2017</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Mode of payments:</b>		
Cash	106	1,067
Hire Purchase	-	-
	<u>106</u>	<u>30</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 March 2018

**TOYO INK GROUP BERHAD**

(Company No. 590521 D)  
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**QUARTERLY REPORT  
FOR THE SECOND FINANCIAL QUARTER ENDED 30 SEPTEMBER 2018**

**NOTES TO THE FINANCIAL REPORT**

**A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 (INTERIM FINANCIAL REPORTING)**

**A1. Basic of Preparation**

The unaudited interim financial statements, for the period ended 30 September 2018, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2018. For the periods up to and including the year ended 31 March 2018, the Group prepared its financial statement in accordance with the Malaysian Financial Reporting Standards (“MFRS”).

The 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 March 2018.

**A2. Changes in Accounting Policies**

The financial statements of the Company have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The Group plans to apply the following accounting standards, amendments and interpretations of the MFRS that have been issued by the Malaysian Accounting Standards Board (“MASB”).

- MFRS 9 Financial Instruments
- MFRS 15 Revenue from Contracts with Customers
- Amendments to MFRS 140 Transfer of Investment Property
- Annual Improvements to MFRSs 2014-2016 Cycle
  - Amendments to MFRS 1 Deletion of Short-term Exemptions for First-Time Adopters
  - Amendmenst to MFRS 128 Measuring Associate or Joint Venture at Fair Value
- IC Interpretation 22 Foreign Currency Transactions and Advance Consideration
- Amendments to MFST 15 Clarifications to MFRS 15 Revenue from Contracts with Customers

The adoption of the above amendments to published standards and interpretations does not give rise to any material effects to the Group.

**A2. Changes in Accounting Policies (Cont'd)**

**MFRS 15 Revenue from Contracts with Customers**

MFRS 15 replace MFRS 118 Revenue and related interpretations and this Standard establishes a new 5 steps model that will apply to the recognition of revenue arising from contracts with customers, and provide a more structured approach in measuring and recognising revenue. Under MFRS 15, revenue will be recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Based on initial assessment undertaken, the Group expects the adoption of this Standard will not have material impact other than disclosures in the financial statements.

**MFRS 9 Financial Instruments**

MFRS 9 replaces the guidance in MFRS 139, Financial Instruments: Recognition and Measurement on the classification and measurement of financial assets and financial liabilities, impairment of financial assets and on hedge accounting.

Based on initial assessment undertaken, the Group expects the adoption of this Standard will not have material impact other than disclosures in the financial statements.

**A3. Auditors' Report**

The auditors' report of the preceding annual financial statements was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

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

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

**A6. Changes in Estimates**

There were no changes in estimates of amounts reported in prior interim period which have a material effect on the current interim period.

**A7. Issuance or Repayment of Debts and Equity Securities**

There is no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the current quarter under review.



**A8. Dividend Paid**

A first interim single tier dividend of 1 sen per ordinary share amounting to RM1,070,000 in respect of the financial year ending 31 March 2019 was paid on 10 October 2018.

**A9. Valuation of Property, Plant and Equipment**

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

The Group did not carry out any valuation on its property, plant and equipment during the current interim period.

**A10. Segmental Reporting**

**Current Year To Date 30 September 2018**

	<b>Manufacturing</b>	<b>Trading and investment holding</b>	<b>Discontinued Operation</b>	<b>Elimination</b>	<b>Consolidated</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>					
External	30,767	16,626	-	-	47,393
Inter-segment	4,262	2,714	-	(6,976)	-
Total revenue	<u>35,029</u>	<u>19,340</u>	<u>-</u>	<u>(6,976)</u>	<u>47,393</u>
<b>Results</b>					
Segment results	660	3,208	-	-	3,867
Finance costs	(361)	(78)	-	-	(439)
Share of results in associate					(1)
Taxation					(473)
Net profit for the financial period					<u>2,954</u>
<b>Other Information</b>					
Segment assets	407,752	15,633	-		423,385
Associate					655
Unallocated corporate assets					8,129
Consolidated total assets					<u>432,169</u>
Segment liabilities	296,474	1,400	-		297,874
Unallocated corporate liabilities					13,659
Consolidated total liabilities					<u>311,533</u>
Capital expenditure	94	12	-	-	106
Depreciation/ amortization	573	59	-	-	632

**A1. Segmental Reporting (continued)****Corresponding Year To Date 30 September 2017**

	<b>Manufacturing RM'000</b>	<b>Trading and investment holding RM'000</b>	<b>Discontinued Operation RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
External	27,826	13,085	-	-	40,911
Inter-segment	4,096	1,453	-	(5,549)	-
Total revenue	31,922	14,538	-	(5,549)	40,911
<b>Results</b>					
Segment results	(56)	1,216	-	-	1,160
Finance costs	(493)	(102)	-	-	(595)
Share of results in associate					(1)
Taxation					(140)
Non-controlling interest					31
Net profit for the financial period					455
<b>Other Information</b>					
Segment assets	392,411	15,316	-		407,727
Associate					648
Unallocated corporate assets					9,173
Consolidated total assets					417,548
Segment liabilities	275,143	1,409	-		276,552
Unallocated corporate liabilities					22,446
Consolidated total liabilities					298,998
Capital expenditure	1,066	1	-	-	1,067
Depreciation/ amortization	682	37	-	-	719

**A10. Segmental Reporting (continued)****Geographical Segments**

The Group's continuing operations are mainly production and sale of products in two principal geographical areas, Malaysia and Indonesia.

	Revenue from external customers by location of customers		Segment assets by location of assets		Capital expenditure by location of assets	
	YTD	YTD	YTD	YTD	YTD	YTD
	30 Sep 2018	30 Sep 2017	30 Sep 2018	30 Sep 2017	30 Sep 2018	30 Sep 2017
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Continuing operations</b>						
Malaysia	47,393	40,911	432,169	414,800	106	1,067
Indonesia	-	-	-	2,748	-	-
	<u>47,393</u>	<u>40,911</u>	<u>432,169</u>	<u>417,548</u>	<u>106</u>	<u>1,067</u>

**A11. Subsequent Material Events**

Save as disclosed below, there is no material events have arisen between the end of the reporting period and the date of issuance of this quarterly report, which will substantially affect the results of the Group.

On 22 November 2018, Inmac EDM-Tools (M) Sdn. Bhd. (Company No. 555967-H) ("IETSB") and EDM Machining Solutions (M) Sdn. Bhd. [Formerly known as Elo Dunia Manufacturing (M) Sdn. Bhd.] (Company No. 569467-W) ("EMSSB"), which are both 100% owned subsidiary of Toyo Ink Sdn. Bhd. (Co. No. 45097-M) ("TISB"), which in turn are wholly owned subsidiaries of TIGB had entered into two separate Sales and Purchase Agreement with Choo Bee Metal Industries Berhad (Company No.10587-A) for the sale of the two industrial lands for a total consideration of RM17,755,755.70 Only.

**A12. Changes in the Composition of the Group**

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

**A13. Contingent Liabilities or Contingent Assets**

Save as disclosed below, there were no changes in contingent liabilities since the last annual reporting date and there were no contingent assets as at the end of the current quarter.

The contingent liabilities pertaining to the corporate guarantees given by the Company to financial institutions for banking facilities granted to subsidiaries were RM49,047,000 as at 30 September 2018 (31 March 2018 : RM49,047,000).

**A14. Capital Commitments**

	6 months ended 30 September 2018 RM'000	6 months ended 30 September 2017 RM'000
Approved and contracted but not provided for:		
Property, Plant & Machinery	-	-
Total	-	-

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS**

**B1. Review of Performance**

For the second financial quarter ended 30 September 2018 ("2Q 2019"), the Group registered a higher revenue of RM23.34 million as compared to RM 20.50 million in the previous corresponding quarter ended 30 September 2017 ("2Q 2018"), an increase of 13.8% (RM 2.83 million).

Profit before tax was RM 0.20 million for 2Q 2019 compared to RM 0.49 million for 2Q 2018. The lower profit before tax for the current year quarter ended mainly due to lower contribution from the manufacturing and trading segment and loss arising from foreign exchange translation.

**B2 Review of Performance by segment**

	Individual 30/09/2018 RM'000	Quarter 30/09/2017 RM'000	Cumulative 30/09/2018 RM'000	Quarter 30/09/2017 RM'000
<b>External Revenue By Segment :</b>				
Manufacturing	12,942	13,256	30,767	27,826
Trading	10,393	7,245	16,626	13,085
	<u>23,335</u>	<u>20,501</u>	<u>47,393</u>	<u>40,911</u>

The manufacturing segment contributed revenue of RM 12.94 million for 2Q 2019 compared to RM13.26 million in 2Q 2018. The lower revenue in the current quarter compared to the previous year corresponding quarter were mainly due to lower demand from ink division and EDM cut wires division.

The trading segment contributed revenue of RM 10.39 million for 2Q 2019 compared to RM 7.25 million in the previous year corresponding quarter. Higher revenue for the current quarter compared to the previous year corresponding quarter was due to higher sales achieved in the trading of component automotive refinish system and sales and distribution of electrical discharge machining tools (EDM), machinery and machine parts division.

**B3. Prospects**

In view of the on-going market penetration strategy and continuous cost control management, the Board of Directors is confident of achieving encouraging performance for the financial year ending 31 March 2019.

**B4. Statement of the Board of Directors' Opinion**

Not applicable as the Group did not announce or publish any revenue or profit estimate, forecast, projection or internal target for the financial year.

**B5. Profit Forecast and Profit Guarantee**

The Group has not provided any profit forecast or profit guarantee in a public document.

**B6. Taxation**

INDIVIDUAL Current quarter ended 30/09/2018 RM'000	QUARTER Corresponding quarter ended 30/09/2017 RM'000	CUMULATIVE Current year to date ended 30/09/2018 RM'000	QUARTER Corresponding year to date ended 30/09/2017 RM'000
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**Malaysia Income Tax**

-Provision for the period	(143)	(107)	(473)	(140)
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**Deferred Taxation**

-Provision for the period	-	-	-	-
	(143)	(107)	(473)	(140)

The effective rate of tax applicable to the Group for the current year to date is lower than Malaysia statutory tax rate mainly from the one-off gain arising from the disposal of investment property as the gain is subject to lower Real Property Gain Tax rate.

**B7. Status of Corporate Proposals**

There are no other corporate proposals announced or not completed as at the date of this report save for the followings:

**PROPOSED NEW ISSUANCE OF WARRANTS**

On 2 August 2018, the Company proposed to undertake an issuance of 53,500,000 free warrants in the Company on the basis of one (1) warrant for every two (2) existing ordinary shares in the Company held on an entitlement date to be determined later. The warrants will have tenure of five (5) years commencing from and including the date of the issue of warrants.

On 13 September 2018, Bursa Malaysia approved the admission of the official list and listing up to 53,500,000 free warrants to be issued arising from the proposed free warrants exercise.

On 18 October 2018, the shareholders of the Company at an Extraordinary General Meeting (EGM) held on that date approved the proposal of the free warrants exercise.

**B7. Status of Corporate Proposals (Cont'd)**

On 19 October 2018, the Company announced that the book closure date for the entitlement of the free warrants fixed on 2 November 2018.

On 9 November 2018, the Company announced that the free warrants exercise was completed following the admission of 53,499,995 warrants to the official list of Bursa Securities and the listing of the said warrants on the Main Market of Bursa Securities.

Up to 28 November 2018, being the last practicable date from the date of this report, no warrants has yet been converted to ordinary shares.

**B8. Borrowings**

The Group's borrowings as at the end of the reporting quarter are as follows:

	30/09/2018 RM'000	30/09/2017 RM'000
<b>Short term borrowings</b>		
<b>Secured</b>		
Bankers' acceptances	4,365	6,045
Bank overdrafts	6	6,621
Term loan	1,518	1,146
	5,889	13,812
<b>Long term borrowings</b>		
<b>Secured</b>		
Term Loan	6,056	7,021
Total	<u>11,945</u>	<u>20,833</u>

**B9. Material Litigations**

There were no material litigations as at the date of this quarterly report.

**B10. Dividend**

The Board does not recommend any dividend for the current quarter under review.

**B11. Realized/unrealized profit/(losses)**

	30/09/2018 RM'000	30/09/2017 RM'000
Total retained earnings of the Group:		
Realized	38,616	33,812
Unrealized	(1,077)	(1,142)
	<u>37,539</u>	<u>34,954</u>
Add: Consolidation adjustment	(23,903)	(25,132)
Total group retained profits as per consolidated financial statements	<u>13,636</u>	<u>9,822</u>

**B12. Disclosures of derivatives**

There were no outstanding derivatives as at 30 September 2018.

**B13. Gain/Losses Arising from Fair Value Changes of Financial Liabilities**

There were no gains/losses arising from fair value changes of the financial liabilities for the current quarter ended 30 September 2018.

**B14. Notes to the condensed consolidated Income Statement**

Profit before taxation is arrived at after (charging)/crediting the following items:

	<b>Individual quarter ended 30/09/2018 RM'000</b>	<b>Cumulative quarter ended 30/09/2018 RM'000</b>
Other income	(213)	2,174
Interest expense	223	439
Depreciation of property, plant and equipment	297	632
Foreign exchange (loss)/ gain	(219)	(257)

**B15. Earnings Per Share**

- i. Basic earnings per share is calculated by dividing the profit/ (loss) attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period.

	<b>INDIVIDUAL Current quarter ended 30/09/2018 RM'000</b>	<b>QUARTER Corresponding quarter ended 30/09/2017 RM'000</b>	<b>CUMULATIVE Current year to date ended 30/09/2018 RM'000</b>	<b>QUARTER Corresponding year to date ended 30/09/2017 RM'000</b>
Profit / (Loss) attributable to shareholders	61	415	2,954	456
Weighted average number of ordinary shares in issue	107,000	107,000	107,000	107,000
Basic earnings per share (sen)	0.06	0.39	2.76	0.43

- ii. The Company does not have any dilutive potential ordinary shares as the fair value of the ordinary shares during the period less than the exercise price. Accordingly, the diluted earnings per share are not presented.

Save as disclosed above, the other items as required under Appendix 9B, Part A Note 16 of the Bursa Listing Requirements are not applicable.

By Order of the Board,

Andrea Huong Jia Mei  
Company Secretary

Dated 28 November 2018