



**Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)**

**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2017**

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Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)

(Incorporated in Malaysia)

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

FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2017

	3 months ended		12 months ended	
	31/12/2017 RM'000	31/12/2016 RM'000	31/12/2017 RM'000	31/12/2016 RM'000
Revenue	68,017	59,719	261,556	237,065
Cost of sales	(34,412)	(32,433)	(142,930)	(131,408)
<b>Gross profit</b>	<b>33,605</b>	<b>27,286</b>	<b>118,626</b>	<b>105,657</b>
Other income	(146)	3,642	3,627	8,705
Selling & Distribution expenses	(16,036)	(14,064)	(59,794)	(53,915)
Administrative expenses	(7,557)	(5,254)	(24,798)	(22,560)
Other expenses	(1,685)	2,539	(7,865)	(1,093)
<b>Results from operating activities</b>	<b>8,181</b>	<b>14,149</b>	<b>29,796</b>	<b>36,794</b>
Finance income	362	287	1,492	1,048
Finance cost	(233)	(294)	(1,140)	(1,193)
Share of result of associate	(243)	(151)	(460)	(332)
<b>Profit before tax</b>	<b>8,067</b>	<b>13,991</b>	<b>29,688</b>	<b>36,317</b>
Income tax expense	(2,982)	(2,095)	(9,624)	(8,399)
<b>Profit for the period</b>	<b>5,085</b>	<b>11,896</b>	<b>20,064</b>	<b>27,918</b>
<b>Other comprehensive income, net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	554	(3,049)	1,288	(3,227)
<b>Total other comprehensive (expenses)/ income for the period</b>	<b>554</b>	<b>(3,049)</b>	<b>1,288</b>	<b>(3,227)</b>
<b>Total comprehensive income for the period</b>	<b>5,639</b>	<b>8,847</b>	<b>21,352</b>	<b>24,691</b>

**Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME (CONTINUED)**

**FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2017**

	3 months ended		12 months ended	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
	RM'000	RM'000	RM'000	RM'000
<b>Attributable to:</b>				
Owners of the Company	5,121	11,950	20,382	27,594
Non-controlling interests	(36)	(54)	(318)	324
<b>Profit for the period</b>	<b>5,085</b>	<b>11,896</b>	<b>20,064</b>	<b>27,918</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	5,700	8,874	21,689	24,342
Non-controlling interests	(61)	(27)	(337)	349
<b>Total comprehensive income for the period</b>	<b>5,639</b>	<b>8,847</b>	<b>21,352</b>	<b>24,691</b>
Earnings per share (EPS) attributable to owners of the Company (sen):				
<b>Basic EPS</b>	<b>3.75</b>	<b>8.87</b>	<b>15.01</b>	<b>20.49</b>
<b>Diluted EPS</b>	<b>3.71</b>	<b>8.85</b>	<b>14.82</b>	<b>20.37</b>

Included in the profit for the period are:

	3 months ended		12 months ended	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
	RM'000	RM'000	RM'000	RM'000
interest income	(362)	(287)	(1,492)	(1,048)
other income including investment income	(101)	(49)	(347)	(313)
interest expenses	233	294	1,140	1,193
depreciation and amortization	2,635	2,431	10,105	9,349
provision for and write off/(write back) of receivables	(97)	(87)	(81)	(383)
writedown and written off of inventories	177	1,130	1,139	1,433
(gain) or loss on disposal of quoted and unquoted investments or properties	N/A	N/A	N/A	N/A
impairment of assets	N/A	N/A	N/A	N/A
foreign exchange loss or (gain)	2,433	(6,411)	4,620	(7,059)
(gain) or loss on derivatives	N/A	N/A	N/A	N/A
exceptional items	N/A	N/A	N/A	N/A
N/A: Not applicable				

*The above consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2016.*



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company No : 552781-X)  
(Incorporated in Malaysia)  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2017**

	As at 31/12/2017 RM'000 <i>Unaudited</i>	As at 31/12/2016 RM'000 <i>Audited</i>
<b>ASSETS</b>		
Property, plant and equipment	117,000	117,342
Land use rights	6,182	6,908
Intangible assets	4,895	403
Investment in associates	3,789	4,250
Deferred tax assets	495	618
<b>Non-current Assets</b>	<b>132,361</b>	<b>129,521</b>
Inventories	86,468	76,920
Trade receivables	60,172	53,666
Other receivables	14,903	13,226
Amount due from affiliated companies	284	177
Amount due from an associate	321	132
Current tax assets	300	129
Cash & cash equivalents	75,198	67,327
<b>Current Assets</b>	<b>237,646</b>	<b>211,577</b>
<b>TOTAL ASSETS</b>	<b>370,007</b>	<b>341,098</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	141,136	134,668
Share premium	-	1,516
Other reserves	8,497	7,124
Retained earnings	139,881	131,099
<b>Equity Attributable to Owners of the Company</b>	<b>289,514</b>	<b>274,407</b>
Non-controlling interests	6,182	5,524
<b>Total Equity</b>	<b>295,696</b>	<b>279,931</b>
Deferred taxation	8,458	9,416
Loans and borrowings	11,873	12,836
Finance lease liabilities	1,504	2,875
Post-employment benefits	197	127
Other payables	1,000	-
<b>Non-current Liabilities</b>	<b>23,032</b>	<b>25,254</b>
Trade payables	19,162	10,052
Other payables	15,001	12,388
Provisions	1,410	1,612
Finance lease liabilities	2,562	3,673
Amount due to affiliated companies	6,523	5,149
Loans and borrowings	3,909	2,421
Current tax liabilities	2,712	618
<b>Current Liabilities</b>	<b>51,279</b>	<b>35,913</b>
<b>Total Liabilities</b>	<b>74,311</b>	<b>61,167</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>370,007</b>	<b>341,098</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>2.12</b>	<b>2.04</b>

*The above consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2016.*



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017

RM'000	Attributable to owners of the Company						Total	Non-controlling interest	Total equity
	Non-distributable			Distributable					
	Share capital	Share premium	Capital reserve	Exchange fluctuation reserve	Share option reserve	Retained earnings			
<b>At 1 January 2016</b>	<b>134,600</b>	<b>1,454</b>	<b>6,168</b>	<b>2,116</b>	<b>128</b>	<b>114,277</b>	<b>258,743</b>	<b>5,175</b>	<b>263,918</b>
Foreign currency translation differences for foreign operations	-	-	-	(3,252)	-	-	(3,252)	25	(3,227)
Total other comprehensive income for the period	-	-	-	(3,252)	-	-	(3,252)	25	(3,227)
Profit for the period	-	-	-	-	-	27,594	27,594	324	27,918
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,252)</b>	<b>-</b>	<b>27,594</b>	<b>24,342</b>	<b>349</b>	<b>24,691</b>
Dividends to owners of the Company	-	-	-	-	-	(10,772)	(10,772)	-	(10,772)
Share based payment transactions	-	(1)	-	-	2,024	-	2,023	-	2,023
Issuance of ordinary shares pursuant to ESOS	68	37	-	-	-	-	105	-	105
Share options granted under ESOS forfeited	-	-	-	-	(34)	-	(34)	-	(34)
<b>Total transactions with owners of the Company</b>	<b>68</b>	<b>36</b>	<b>-</b>	<b>-</b>	<b>1,990</b>	<b>(10,772)</b>	<b>(8,678)</b>	<b>-</b>	<b>(8,678)</b>
Transfer to share premium for share options exercised	-	26	-	-	(26)	-	-	-	-
<b>At 31 December 2016</b>	<b>134,668</b>	<b>1,516</b>	<b>6,168</b>	<b>(1,136)</b>	<b>2,092</b>	<b>131,099</b>	<b>274,407</b>	<b>5,524</b>	<b>279,931</b>
<b>At 1 January 2017</b>	<b>134,668</b>	<b>1,516</b>	<b>6,168</b>	<b>(1,136)</b>	<b>2,092</b>	<b>131,099</b>	<b>274,407</b>	<b>5,524</b>	<b>279,931</b>
Foreign currency translation differences for foreign operations	-	-	-	1,307	-	-	1,307	(19)	1,288
Total other comprehensive income for the period	-	-	-	1,307	-	-	1,307	(19)	1,288
Profit for the period	-	-	-	-	-	20,382	20,382	(318)	20,064
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,307</b>	<b>-</b>	<b>20,382</b>	<b>21,689</b>	<b>(337)</b>	<b>21,352</b>
Dividends to owners of the Company	-	-	-	-	-	(11,600)	(11,600)	-	(11,600)
Acquisition of new subsidiary	-	-	-	-	-	-	-	595	595
Issuance of share capital to minority shareholders	-	-	-	-	-	-	-	400	400
Issuance of ordinary shares pursuant to ESOS	3,909	-	-	-	1,148	-	5,057	-	5,057
Share option granted under ESOS forfeited	-	-	-	-	(39)	-	(39)	-	(39)
<b>Total transactions with owners of the Company</b>	<b>3,909</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,109</b>	<b>(11,600)</b>	<b>(6,582)</b>	<b>995</b>	<b>(5,587)</b>
Transfer to share premium for share options exercised	1,043	-	-	-	(1,043)	-	-	-	-
Transfer in accordance with Section 618(2) of the Companies Act 2016	1,516	(1,516)	-	-	-	-	-	-	-
<b>At 31 December 2017</b>	<b>141,136</b>	<b>-</b>	<b>6,168</b>	<b>171</b>	<b>2,158</b>	<b>139,881</b>	<b>289,514</b>	<b>6,182</b>	<b>295,696</b>

The above consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2016.



**Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)**  
**(Incorporated in Malaysia)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017**

	12 months ended	
	31/12/2017	31/12/2016
	RM '000	RM '000
<b>Cash flows from operating activities</b>		
Profit before tax	29,688	36,317
Other adjustment	19,233	6,936
<b>Operating profit before changes in working capital</b>	<u>48,921</u>	<u>43,253</u>
Net change in current assets	(23,657)	8,196
Net change in current liabilities	13,373	564
<b>Cash generated from operations</b>	<u>38,637</u>	<u>52,013</u>
Tax paid	(9,031)	(10,114)
<b>Net cash generated from operating activities</b>	<u>29,606</u>	<u>41,899</u>
<b>Cash flows from investing activities</b>		
Interest received	1,492	1,048
Proceeds from disposal of property, plant and equipment	52	4
Purchase of property, plant and equipment	(10,844)	(7,787)
Purchase of intangible assets	(54)	(57)
Proceeds from issuance of share capital to minority shareholders	400	-
Investment in associate	-	(4,164)
<b>Net cash used in investing activities</b>	<u>(8,954)</u>	<u>(10,956)</u>
<b>Cash flows from financing activities</b>		
Interest paid	(1,129)	(1,177)
Acquisition of subsidiary, net of cash & cash equivalents acquired	(6,218)	-
Dividends paid	(11,600)	(10,772)
Proceeds from issuance of ordinary shares-ESOS, net of expenses	3,906	105
Drawdown of term loans	9,639	3,418
Repayment of term loans	(8,702)	(3,500)
Refinance of property, plant and equipment under finance lease	1,335	5,238
Payment of finance lease liabilities	(3,978)	(3,108)
<b>Net cash from financing activities</b>	<u>(16,747)</u>	<u>(9,796)</u>
Net increase in cash and cash equivalents	3,905	21,147
Effect on foreign exchange rate changes	3,966	(4,516)
Cash and cash equivalents at 1 January	67,327	50,696
<b>Cash and cash equivalents at 31 December</b>	<u>75,198</u>	<u>67,327</u>
<b>Composition of cash and cash equivalents</b>		
Cash and bank balances	35,834	30,531
Fixed deposits with licensed banks	39,364	36,796
	<u>75,198</u>	<u>67,327</u>

*The above consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2016.*



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)  
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT - 31 DECEMBER 2017

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

**A1 Basis of Preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 and IAS 34 "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

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

**A2 Significant Accounting Policies**

The accounting policies and method of computation adopted for the condensed report are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2016.

**A3 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited financial statements for the year ended 31 December 2016 was not qualified.

**A4 Seasonal or Cyclical Factors**

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

**A5 Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and twelve months ended 31 December 2017.

**A6 Material Changes in Estimates**

There were no changes in estimates that have any material effect on the quarter and twelve months ended 31 December 2017.

**A7 Debt and Equity Securities**

During the quarter and twelve months ended 31 December 2017, the Company has issued 2,079,000 new ordinary shares pursuant to the exercise of Company's ESOS as follows:

Exercise Price RM	No. of Shares Issued	Cash Proceeds RM
1.49	<u>50,000</u>	<u>74,500</u>
1.89	<u>2,029,000</u>	<u>3,834,810</u>

**A8 Dividends Paid**

In respect of the year ended 31 December 2016, the Company paid a final and special dividend totalling RM11,599,864 on 28 July 2017 as follows:

	RM'000
a) final dividend of 7.0 sen per ordinary share	9,553
b) special dividend of 1.5 sen per ordinary share	<u>2,047</u>
	<u><u>11,600</u></u>

## A9 Segment Information

The Group is organised based on three major business segments as described below. The basis of segmentation was based on information reported internally to the Managing Director of the Group.

Performance is measured based on segment profit before tax and the total of segment assets are measured based on all assets (including goodwill) of a segment, as included in the internal management reports that are reviewed by the Group's Managing Director. Segment total asset is used to measure the return of assets of each segment.

There are no changes in the segment reported in the last audited financial statements.

<b>Year-to-date ended 31 December 2017</b>	<b>Investment holding RM'000</b>	<b>Trading RM'000</b>	<b>Manufacturing RM'000</b>	<b>Inter- company Elimination RM'000</b>	<b>Total RM'000</b>
Revenue from external customer	-	46,398	215,158	-	261,556
Inter-segment revenue	16,476	1,261	30,935	(48,672)	-
<b>Total revenue</b>	<b>16,476</b>	<b>47,659</b>	<b>246,093</b>	<b>(48,672)</b>	<b>261,556</b>
Segment profit before tax	13,446	1,128	28,650	(13,536)	29,688
Segment assets	189,314	53,626	328,829	(194,762)	377,007
Segment liabilities	8,537	28,880	151,862	(114,968)	74,311

<b>Year-to-date ended 31 December 2016</b>	<b>Investment holding RM'000</b>	<b>Trading RM'000</b>	<b>Manufacturing RM'000</b>	<b>Inter- company Elimination RM'000</b>	<b>Total RM'000</b>
Revenue from external customer	24	42,789	194,252	-	237,065
Inter-segment revenue	18,138	1,149	28,698	(47,985)	-
<b>Total revenue</b>	<b>18,162</b>	<b>43,938</b>	<b>222,950</b>	<b>(47,985)</b>	<b>237,065</b>
Segment profit before tax	8,028	4,505	28,325	(4,541)	36,317
Segment assets	181,470	55,843	298,522	(194,737)	341,098
Segment liabilities	23,260	29,710	129,465	(121,268)	61,167

### **Investment holding FY2017 vs FY2016**

Holding company's profit before tax reported at RM13.45 million in FY2017, an increase of 68% compared to last year correspondence period of RM8.03 million mainly attributed to lower operating costs incurred in the current period.

### **Trading FY2017 vs FY2016**

Trading segment posted a lower profit before tax of RM1.13 million in FY2017, a decrease of 75% compared to RM4.51 million in FY2016 resulting from higher operating costs and cost margin in product mix.

### **Manufacturing FY2017 vs FY2016**

Manufacturing segment recorded revenue of RM246.09 million in FY2017, 10.4% higher than the revenue of RM222.95 million recorded in FY2016. The profit before tax for FY2017 was RM28.65 million compared to RM28.33 million in FY2016. This was mainly due to higher operating cost and unrealised foreign exchange loss recognised in FY2017.

## A10 Valuations of Property, Plant and Equipment

Property, plant and equipment of the Group are stated at cost less accumulated depreciation and any accumulated impairment losses where applicable.

There is no revaluation of property, plant and equipment during the period under review.

## A11 Subsequent Events

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



## A12 Changes in the Composition of the Group

On 24 May 2017, the Group has entered into a Share Sale Agreement to acquire 60,000 ordinary shares in Alpha Active Industries Sdn. Bhd. ("AAI"), representing 60% of the total number of issued shares of AAI for a total cash consideration of RM5.4 million. Upon the completion of the acquisition in Aug 2017, AAI became a subsidiary of the Group.

Other than disclosed above, there were no changes in the composition of the Group as at the reporting date.

## A13 Contingent Liabilities

There were no significant changes in contingent liabilities since 31 December 2016.

## A14 Capital Commitment

Capital commitment expenditure not provided for in the condensed report as at the end of the financial period were as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Plant & machinery and other assets	6,097	1,028
Land	9,116	-
	<u>15,213</u>	<u>1,028</u>

## A15 Related Party Transactions

Significant related party transactions are as follows:

	12 months ended	
	31/12/2017 RM'000	31/12/2016 RM'000
<u>Corporation related to substantial shareholder</u>		
Purchase of pharmaceutical products	17,545	19,530
Consultancy fees payable	48	44
Rental payable	90	90
	<u>17,683</u>	<u>19,664</u>
<u>Companies in which certain Directors have interest</u>		
Purchase of raw materials	3,748	3,046
Sales of pharmaceutical products	(1,094)	(674)
	<u>2,654</u>	<u>2,372</u>

## A16 Financial Instruments

The carrying amounts of cash and cash equivalents, short term receivables and payables and short-term borrowings approximate their fair values due to the relatively short term nature of these financial instruments.

The fair values of other financial assets and liabilities not carried at fair value, together with the carrying amounts shown in the statements of financial position, are as follows:

	As at 31/12/2017		As at 31/12/2016	
	Carrying amount RM'000	Fair value RM'000	Carrying amount RM'000	Fair value RM'000
Long term loans and borrowings	11,873	11,579	12,836	12,303
Long term finance lease liabilities	1,504	1,417	2,875	2,658
	<u>13,377</u>	<u>12,996</u>	<u>15,711</u>	<u>14,961</u>

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF  
BURSA MALAYSIA SECURITIES BERHAD**

**B1 Review of Performance**

	3 months ended		Variance		12 months ended		Variance	
	31/12/2017	31/12/2016	RM'000	%	31/12/2017	31/12/2016	RM'000	%
	RM'000	RM'000			RM'000	RM'000		
Revenue	68,017	59,719	8,298	13.9	261,556	237,065	24,491	10.3
Operating profit	8,181	14,149	(5,968)	(42.2)	29,796	36,794	(6,998)	(19.0)
Profit before interest and tax	7,938	13,998	(6,060)	(43.3)	29,336	36,462	(7,126)	(19.5)
Profit before tax	8,067	13,991	(5,924)	(42.3)	29,688	36,317	(6,629)	(18.3)
Profit after tax	5,085	11,896	(6,811)	(57.3)	20,064	27,918	(7,854)	(28.1)
Profit attributable to owners of the Company	5,121	11,950	(6,829)	(57.1)	20,382	27,594	(7,212)	(26.1)

The Group recorded a revenue of RM261.56 million for the twelve months ended 31 December 2017, 10.3% higher compared with the revenue of RM237.06 million recorded in the same period last year.

The Group recorded marginally lower profit before tax of RM29.69 million as compared to RM36.32 million in the same period last year. This was due to higher operating costs and unrealised foreign exchange loss recognised in current year.

**B2 Comparison with the Preceding Quarter's Results**

	Qtr 4	Qtr 3	Variance	
	(31/12/17)	(30/09/17)	RM'000	%
Revenue	68,017	66,093	1,924	2.9
Operating profit	8,181	5,571	2,610	46.8
Profit before interest and tax	7,938	5,377	2,561	47.6
Profit before tax	8,067	5,384	2,683	49.8
Profit after tax	5,085	3,299	1,786	54.1
Profit attributable to owners of the Company	5,121	3,329	1,792	53.8

The Group recorded a revenue of RM68.02 million for the current quarter as compared to RM66.09 million for the immediate preceding quarter ("3Q17") which is an increase of 2.9%. The increase was mainly due to higher demand from local and export markets.

The Group achieved a profit before tax of RM8.07 million in 4Q17 compared to RM5.38 million in 3Q17 resulting from higher profit margin in product mix during the quarter under review.

**B3 Prospects of the Group**

With world economic uncertainties still prevailing, increased competition and persistent foreign exchange volatility, the Group expects mounting pressures and challenges to the business environment to continue in 2018.

However, effort is consistently directed in improving operational efficiency, increase product range through successful product registration, and enhance competitiveness through strategic investments and expansion as well as marketing and sales strategies to gain further market penetration and market share.

**B4 Profit Forecast or Profit Guarantee**

There were no profit forecast or profit guarantee issued by the Group.

**B5 Taxation**

Details of taxation are as follows :-

	3 months ended		12 months ended	
	31/12/2017 RM'000	31/12/2016 RM'000	31/12/2017 RM'000	31/12/2016 RM'000
Income tax				
Current tax	4,523	1,783	10,752	7,872
Deferred tax	(1,541)	312	(1,128)	527
	<u>2,982</u>	<u>2,095</u>	<u>9,624</u>	<u>8,399</u>

Income tax is calculated at the Malaysian statutory tax rate of 24%. (2016: 24%)

The Group's effective tax rate for the current quarter was higher than the statutory tax rate principally due to certain expenses which were not deductible for tax purposes.

**B6 Corporate Proposals**

There were no corporate proposals announced by the Company as at the reporting date.

**B7 Borrowings and Debt Securities**

The details of the Group borrowings as at 31 December are as follows :

	Denominated in Foreign Currency			RM Equivalent
	IDR'000	USD'000	SGD'000	RM'000
<b>31 December 2017</b>				
<b>Current</b>				
Secured revolving credit	-	-	-	1,500
<u>Secured bank loans:</u>				
- Domestic	-	-	-	2,386
- Foreign	-	6	-	23
<u>Finance lease creditor:</u>				
- Domestic	-	-	-	2,516
- Foreign	18,554	-	13	46
	<u>18,554</u>	<u>6</u>	<u>13</u>	<u>6,471</u>
<b>Non-current</b>				
<u>Secured bank loans:</u>				
- Domestic	-	-	-	7,096
- Foreign	-	1,000	229	4,777
<u>Finance lease creditor:</u>				
- Domestic	-	-	-	1,477
- Foreign	-	-	9	27
	<u>-</u>	<u>1,000</u>	<u>238</u>	<u>13,377</u>
<b>Total borrowings</b>	<u>18,554</u>	<u>1,006</u>	<u>251</u>	<u>19,848</u>
<b>31 December 2016</b>				
<b>Current</b>				
Secured revolving credit	-	-	-	1,500
<u>Secured bank loans:</u>				
- Domestic	-	-	-	804
- Foreign	-	4	32	117
<u>Finance lease creditor:</u>				
- Domestic	-	-	-	3,635
- Foreign	-	-	12	38
	<u>-</u>	<u>4</u>	<u>44</u>	<u>6,094</u>
<b>Non-current</b>				
<u>Secured bank loans:</u>				
- Domestic	-	-	-	7,649
- Foreign	-	1,000	229	5,187
<u>Finance lease creditor:</u>				
- Domestic	-	-	-	2,807
- Foreign	-	-	22	68
	<u>-</u>	<u>1,000</u>	<u>251</u>	<u>15,711</u>
<b>Total borrowings</b>	<u>-</u>	<u>1,004</u>	<u>295</u>	<u>21,805</u>

As at the reporting date, the Group had not issued any debt securities.

**B8 Material Litigation**

There was no material litigation against the Group as at the reporting date.

**B9 Proposed Dividend**

Apart from that disclosed in Note A8, there was no dividend proposed in the current quarter under review.

**B10 Earnings Per Share**

	3 months ended		12 months ended	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
<b>i) Basic Earnings Per Share</b>				
Profit attributable to owners of the Company (RM'000)	5,121	11,950	20,382	27,594
Weighted average number of ordinary shares in issue ('000)	136,732	134,662	135,793	134,638
<b>Basic Earnings Per Share (sen)</b>	<b>3.75</b>	<b>8.87</b>	<b>15.01</b>	<b>20.49</b>
<b>ii) Diluted Earnings Per Share</b>				
Profit attributable to owners of the Company (RM'000)	5,121	11,950	20,382	27,594
Weighted average number of ordinary shares in issue ('000)	136,732	134,662	135,793	134,638
Effect of dilution-Share options ('000)	1,466	309	1,754	855
Adjusted weighted average number of ordinary shares in issue ('000)	138,198	134,971	137,547	135,493
<b>Diluted Earnings Per Share (sen)</b>	<b>3.71</b>	<b>8.85</b>	<b>14.82</b>	<b>20.37</b>

The basic and diluted earnings per share are calculated by dividing profit for the period attributable to owners of the Company over the weighted average number of ordinary shares in issue.