



IRE-TEX CORPORATION BERHAD

(576121 - A)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT

FOR THE FINANCIAL PERIOD ENDED

30 JUNE 2016

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Unaudited As at 30/06/16 RM'000	Audited As at 31/12/15 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	45,768	47,378
Investment properties	31,150	31,150
Other investments	549	549
Goodwill on consolidation	3,411	3,411
Deferred tax assets	198	230
Total non-current assets	<u>81,076</u>	<u>82,718</u>
Current assets		
Inventories	9,285	12,361
Trade receivables	36,190	41,055
Other receivables	14,835	13,809
Tax recoverable	1,261	1,184
Fixed deposits placed with licensed banks	2,883	3,023
Cash and bank balances	3,276	6,169
Total current assets	<u>67,730</u>	<u>77,601</u>
TOTAL ASSETS	<u>148,806</u>	<u>160,319</u>
EQUITY		
Share capital	53,299	53,194
Reserves	15,196	22,075
Equity attributable to owners of the parent	<u>68,495</u>	<u>75,269</u>
Non-controlling interests	1,251	1,034
Total equity	<u>69,746</u>	<u>76,303</u>
LIABILITIES		
Non-current liabilities		
Loans and borrowings	17,207	17,631
Other payables	622	643
Deferred tax liabilities	1,489	1,489
Total non-current liabilities	<u>19,318</u>	<u>19,763</u>
Current liabilities		
Trade payables	23,947	22,038
Other payables	11,105	10,975
Loans and borrowings	24,604	31,145
Provision for taxation	86	95
Total current liabilities	<u>59,742</u>	<u>64,253</u>
Total liabilities	<u>79,060</u>	<u>84,016</u>
TOTAL EQUITY AND LIABILITIES	<u>148,806</u>	<u>160,319</u>
Net assets per share (RM)	0.51	0.57

The condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 December 2015.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2016

	Individual Quarter		Cumulative Quarter	
	3 months ended 30/06/16 RM'000	3 months ended 30/06/15 RM'000	6 months ended 30/06/16 RM'000	6 months ended 30/06/15 RM'000
Revenue	33,467	29,947	68,883	61,746
Cost of sales	(29,705)	(25,286)	(61,071)	(53,134)
Gross profit	3,762	4,661	7,812	8,612
Other income	208	379	420	725
Distribution expenses	(2,053)	(1,837)	(4,197)	(3,802)
Administrative expenses	(5,369)	(4,005)	(9,342)	(8,177)
Loss from operation	(3,452)	(802)	(5,307)	(2,642)
Finance income	36	69	61	70
Finance costs	(582)	(713)	(1,167)	(1,287)
Net finance costs	(546)	(644)	(1,106)	(1,217)
Loss before tax	(3,998)	(1,446)	(6,413)	(3,859)
Taxation	(77)	(264)	(93)	(491)
Loss for the period	(4,075)	(1,710)	(6,506)	(4,350)
Items that are or may be classified subsequently to profit or loss				
Exchange translation differences for foreign operations	(28)	12	(57)	172
Total comprehensive loss for the period	(4,103)	(1,698)	(6,563)	(4,178)
Loss for the period attributable to:				
Owners of the parent	(4,138)	(1,772)	(6,723)	(4,392)
Non-controlling interests	63	62	217	42
	(4,075)	(1,710)	(6,506)	(4,350)
Total comprehensive loss attributable to:				
Owners of the parent	(4,166)	(1,760)	(6,780)	(4,220)
Non-controlling interests	63	62	217	42
	(4,103)	(1,698)	(6,563)	(4,178)
Loss per share				
Basic earnings per share (sen)	(3.11)	(1.34)	(5.05)	(3.33)
Diluted earnings per share (sen)	-	-	-	-

The condensed consolidated statement of comprehensive income should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 December 2015.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2016**

	←----- Attributable to owners of the parent -----→						Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Equity components of ICULS RM'000	Share premium RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000			
At 1 January 2016	53,194	21,319	5,393	9,960	414	(15,011)	75,269	1,034	76,303
Loss for the financial period	-	-	-	-	-	(6,723)	(6,723)	217	(6,506)
Other comprehensive income for the financial year:									
Foreign exchange translation reserve	-	-	-	-	(57)	-	(57)	-	(57)
Transactions with owners:									
Conversion of ICULS	105	(108)	9	-	-	-	6	-	6
At 30 June 2016	<u>53,299</u>	<u>21,211</u>	<u>5,402</u>	<u>9,960</u>	<u>357</u>	<u>(21,734)</u>	<u>68,495</u>	<u>1,251</u>	<u>69,746</u>
At 1 January 2015 (Restated)	52,723	21,803	5,350	9,960	16	(4,591)	85,261	1	85,262
Loss for the financial period	-	-	-	-	-	(4,392)	(4,392)	42	(4,350)
Other comprehensive income for the financial year:									
Conversion of ICULS	48	(49)	4	-	-	-	3	-	3
Foreign exchange translation reserve	-	-	-	-	172	-	172	-	172
At 30 June 2015	<u>52,771</u>	<u>21,754</u>	<u>5,354</u>	<u>9,960</u>	<u>188</u>	<u>(8,983)</u>	<u>81,044</u>	<u>43</u>	<u>81,087</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 December 2015.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2016

	Current Year To Date 30/06/16 RM'000	Corresponding Year To Date 30/06/15 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(6,413)	(3,859)
Adjustments for:		
Depreciation of property, plant and equipment	1,944	2,116
Loss on disposal of property, plant and equipment	425	73
Finance cost	1,123	1,287
Finance income	(60)	(70)
Property, plant and equipment written off	1	1
Unrealised loss on foreign exchange	351	-
Operating loss before changes in working capital	<u>(2,629)</u>	<u>(452)</u>
Changes in working capital:		
Receivables	3,839	(449)
Inventories	3,076	(1,199)
Payables	2,436	(1,515)
Cash generated from/(used in) operations	<u>6,722</u>	<u>(3,615)</u>
Interest paid	(1,123)	(1,287)
Tax paid	(148)	(522)
Net cash generated from/(used in) operating activities	<u>5,451</u>	<u>(5,424)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(882)	(1,478)
Interest received	60	70
Proceeds from disposal of property, plant and equipment	122	69
Withdrawal of pledged fixed deposits	200	212
Net cash used in investing activities	<u>(500)</u>	<u>(1,127)</u>
Balance carried forward	<u>4,951</u>	<u>(6,551)</u>

	Current Year To Date RM'000	Corresponding Year To Date RM'000
Balance brought forward	4,951	(6,551)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment of)/proceed from bankers acceptance	(6,538)	2,921
Payment of finance lease liabilities	(504)	(845)
Repayment of term loans	(867)	(1,368)
Net cash (used in)/generated from financing activities	(7,909)	708
Effects of exchange translation differences on cash and cash equivalents	(57)	172
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(3,015)</u>	<u>(5,671)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	2,769	10,396
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>(246)</u></u>	<u><u>4,725</u></u>
CASH AND CASH EQUIVALENTS		
Cash and cash equivalents at the end of the financial period comprise:		
Fixed deposits with licensed bank	2,883	4,186
Cash and bank balances	3,276	6,481
Bank overdrafts	(3,662)	(3,206)
	<u>2,497</u>	<u>7,461</u>
Less: Fixed deposit pledged with licensed banks	(2,743)	(2,736)
	<u><u>(246)</u></u>	<u><u>4,725</u></u>

The condensed consolidated statement of cash flows should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 December 2015.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR
QUARTER ENDED 30 JUNE 2016**

1. ACCOUNTING POLICIES

The interim financial statements is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Securities Malaysia Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2015. These explanation 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 performance and performance of the Group since the financial year ended 31 December 2015.

The Group had adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January 2016. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statement of the Group.

2. BASIS OF PREPARATION

Standards issued but not yet effective

At the date of authorisation of the Condensed Report, the following standards were issued but not yet effective and have not been adopted by the Group:

		Effective dates for financial periods beginning on or after
MFRS 14	Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 101	Disclosure Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants	1 January 2016
Amendments to MFRS 127	Equity Method in Separate Financial Statements	1 January 2016
Annual Improvements to MFRSs 2012 - 2014 Cycle		1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception	1 January 2016

Amendments to MFRS 107	Disclosure Initiative	1 January 2017
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15	Revenue from Contracts with Customers	1 January 2018
Amendments to MFRS 15	Clarifications to MFRS 15	1 January 2018
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions	1 January 2018
MFRS 16	Leases	1 January 2018
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report of the preceding annual financial statements was not qualified.

4. SEASONAL OR CYCLICAL FACTORS

The Group's operations are not subject to any seasonal or cyclical factors.

5. UNUSUAL ITEMS

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

6. CHANGE IN ESTIMATES

There were no major changes in estimates that have had material effect on the current quarter results.

7. DEBTS AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resales and repayments of debts and equity securities for the period under review, except:

- i) The conversion of 2,093,000 units of five (5)-Year, 1%, Irredeemable Convertible Unsecured Loan Stocks ("ICULS") of nominal value of RM0.075 each to 261,625 units of ordinary shares of nominal value RM0.40 each.

8. DIVIDEND PAID

There was no dividend paid for the financial period under review.

9. SEGMENTAL INFORMATION

The segmental information for the 6 months ended are as follows:

	Manufacturing	Trading	Automation	Investment Holding	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External revenue	65,392	141	3,322	28	68,883
Inter-segment revenue	17,145	613	-	609	18,367
Segment revenue	<u>82,537</u>	<u>754</u>	<u>3,322</u>	<u>637</u>	<u>87,250</u>
Results					
Operating loss	(1,257)	257	(1,005)	(3,302)	(5,307)
Net finance cost	(235)	(381)	(172)	(318)	(1,106)
Income tax expense	(61)	-	-	(32)	(93)
Loss after tax	<u>(1,553)</u>	<u>(124)</u>	<u>(1,177)</u>	<u>(3,652)</u>	<u>(6,506)</u>

10. SIGNIFICANT EVENTS DURING THE CURRENT QUARTER

On 7 June 2016, Ire-Tex Corporation Berhad (“Ire-Tex” or “the Company”) announced that Ire-Tex Packaging Sdn Bhd, a subsidiary of the Company, has been awarded as a Feed-in Tariff (“FiT”) Approval Holder by the Sustainable Energy Development Authority of Malaysia (“SEDA”), a statutory body established under the Ministry of Energy, Green Technology & Water.

With the FiT approval from SEDA, Ire-Tex is venturing into new business segment in solar energy projects, and will be able to develop and operate solar photovoltaics (“Solar PV”) with 1 megawatt power (“MWp”) capacity to produce electricity to supply to Distribution Licensee in Malaysia which in turn bringing a steady stream of revenue to the Group.

According to Ire-Tex, a 1 MWp grid of photovoltaic system will be installed at the rooftop of the Company’s factory at Kulim, Kedah. Upon the completion of the installation of the Solar PV grid, Ire-Tex would enter into agreement with Distribution Licensee in Malaysia, in particular Tenaga Nasional Berhad (“TNB”) for the supply of electricity generated from Solar PV for a FiT concession period of 21 years. The new business segment will be able to bring a stable recurring income stream to the Group.

11. SUBSEQUENT EVENTS

- a) On 7 July 2016, the Company had entered into a Cooperation Agreement (“CA”) with Beijing Institute of Graphic Communication (“BIGC”), where both parties formed the following understandings and agreements:-
 - i. The establishment of a Joint Research Center (“JRC”) in BIGC campus;
 - ii. The JRC will establish a database to promote products quality evaluation system on the paper packaging industry in China for Ire-Tex;
 - iii. The JRC will carry out research and development, application of new products and technology in paper packaging industry for Ire-Tex; and

- iv. The JRC will assist Ire-Tex to achieve the accreditation of China National Accreditation Services for Conformity Assessment (“CNAS”). Please refer to the Company’s announcement to Bursa Malaysia Securities Berhad dated 8 July 2016 for further information.
- b) On 19 August 2016, Ire-Tex (Johor) Sdn. Bhd., a 70%-owned subsidiary of the Company, had entered into a sale and purchase agreement with The W Clay Industries Sdn. Bhd. for the disposal of all that piece of leasehold land held under H.S.(D) 445650 PTD 194752, Mukim Plentong, Daerah Johor Bahru, Negeri Johor Darul Takzim measuring approximately 1.012 hectares with the lease period expiring on 2 July 2067 together with the building(s) erected thereon for a cash consideration of RM8,800,000.

Please refer to the Company’s announcement to Bursa Malaysia Securities Berhad dated 19 August 2016 and 23 August 2016 for further information.

12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT / INVESTMENT PROPERTIES

There were no amendments to the valuation of investment properties brought forward.

The valuation of property, plant and equipment has been brought forward without any amendments from the previous annual financial statements.

13. CHANGES IN COMPOSITION OF THE COMPANY

There were no changes in the composition of the Group for the financial period under review.

14. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets for the financial period under review.

15. CHANGES IN MATERIAL LITIGATION

Ire-Tex Corporation Berhad (“Ire-Tex” or “the Company”) – Writ of Summons and Statement of Claim by Ire-Tex against Teh Eng Huat (“First Defendant”) and Khoo Hun Sniah (“Second Defendant”) in the High Court of Malaya at Penang (Civil Suit No.: 22NCVC-166-10/2015)

On 14 July 2016, the Board of Directors of Ire-Tex announced that:

- i) Parties informed the Court that for the Discovery Application, all affidavits have been exhausted by parties. Thus, the Court proceeded to fix the hearing date of the Discovery Application on 15 August 2016. The Court also directed the parties to file in Court the cause papers and written submissions for the Discovery Application on 1 August 2016.

The Court had fixed a hearing to be held on 13 September 2016.

16. LISTING REQUIREMENT

The auditor have performed limited review on this report solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad.

17. REVIEW OF GROUP PERFORMANCE

a) Comparison with corresponding quarter in the previous year

	Q2 2016	Q2 2015	Variance
	RM'000	RM'000	RM'000
Revenue			
- Manufacturing	32,415	28,046	4,369
- Trading	67	147	(80)
- Automation	957	1,754	(797)
- Investment Holding	28	-	28
Total	<u>33,467</u>	<u>29,947</u>	3,520
Loss Before Tax			
- Manufacturing	(1,017)	780	(1,797)
- Trading	(68)	(239)	171
- Automation	(735)	(738)	3
- Investment Holding	(2,178)	(1,249)	(929)
Total	<u>(3,998)</u>	<u>(1,446)</u>	(2,552)

The Group's revenue for the current quarter had increased by RM3.5 million or 12% to RM33.5 million as compared to RM29.9 million in the corresponding quarter in the previous year. The increased of revenue in current quarter was mainly due to higher revenue recorded by the manufacturing division.

The Group recorded a loss before tax of RM4.0 million in the current quarter as compare to loss before tax of RM1.4 million in the corresponding quarter in the previous year mainly due to the loss recorded by investment holding division and discontinued manufacturing operation from wholly-owned subsidiary in Suzhou, China in the current quarter.

For manufacturing division, the revenue for the current quarter increased by RM4.4 million to RM32.4 million as compared to RM28.0 million in the corresponding quarter in the previous year due to increased demand for the heavy duty packaging products. The division recorded a loss before tax of RM1.0 million in the current quarter mainly due to loss recorded in ceased manufacturing operation from wholly-owned subsidiary located in Suzhou, China in amounting RM1.0 million. The main reasons were due to early termination cost on tenancy agreement of approximately RM0.3 million and loss on disposal of plant and machineries approximately of RM0.4 million.

For trading division, revenue for the current quarter maintained at approximately RM0.1 million as compared to the corresponding quarter in the previous year revenue. The loss for the trading division had reduced from RM0.2million to RM0.1 million due to higher saving in administrative cost.

For automation division, the revenue for the current quarter is recorded at RM1.0 million as compared to RM1.8 million for the corresponding quarter in the previous year. The loss-making automation division is not taking new orders from customer in current year as the automation division will be closed down by 4th quarter 2016 after the completion of the existing on-going projects received from previous year. The division recorded a loss before tax of RM0.7 million in both current quarter and corresponding quarter in the previous year.

For the investment holding division, the loss for the current quarter increased to RM2.2 million mainly due to higher administrative cost such as professional fee and legal fee incurred during the current quarter.

b) Comparison with preceding quarter

	Q2 2016	Q1 2016	Variance
	RM'000	RM'000	RM'000
Revenue			
- Manufacturing	32,415	32,977	(562)
- Trading	67	74	(7)
- Automation	957	2,365	(1,408)
- Investment Holding	28	-	28
Total	<u>33,467</u>	<u>35,416</u>	(1,949)
Profit/(Loss) Before Tax			
- Manufacturing	(1,017)	(475)	(542)
- Trading	(68)	(56)	(12)
- Automation	(735)	(442)	(293)
- Investment Holding	(2,178)	(1,442)	(736)
Total	<u>(3,998)</u>	<u>(2,415)</u>	(1,583)

The Group's revenue for the current quarter had decreased by RM1.9 million to RM33.5 million as compared to RM35.4 million in the preceding quarter. The decreased of revenue was mainly due to lower revenue recorded by the automation division during the quarter.

The Group recorded a loss before tax of RM4.0 million in the current quarter as compare to loss before tax of RM2.4 million in the preceding quarter mainly due to the loss recorded by investment holding division and ceased manufacturing operation from wholly-owned subsidiary in Suzhou, China in the current quarter.

For manufacturing division, the revenue for the current quarter slightly decreased by RM0.6 million to RM32.4 million as compared to RM33.0 million in the preceding quarter. The division recorded a loss of RM1.0 million in the current quarter as compared to a loss of RM0.5 million in the preceding quarter mainly due to loss recorded in ceased operation located in Suzhou, China.

For trading division, the revenue for the current quarter is maintained at approximately RM0.1 million as compared to the preceding quarter revenue. The division recorded a loss before tax of approximately RM0.1 million for both current and preceding quarter.

For automation division, the revenue for the current quarter decreased by RM1.4 million to RM1.0 million as compared to RM2.4 million in the preceding quarter. The division recorded a loss before tax of RM1.1 million as compared to loss before tax of RM0.4 million in the preceding quarter. The lower loss in the preceding quarter is mainly due to more projects completed.

For the investment holding division, the loss for the current quarter recorded at RM1.8 million as compare to RM1.4 million in preceding quarter mainly due to higher administrative cost such as professional fee and legal fee incurred in the current quarter.

18. PROSPECT FOR THE FINANCIAL YEAR

The manufacturing division of the Group is anticipating a higher sales order in the coming years, mainly due to the increasing demand of heavy duty protective packaging material from the multi-national company customers which are export oriented. With the setting-up and joint research centre with Beijing Institute of Graphic Communication, the Group is anticipating to launch new packaging products in 1st quarter 2017 and also to grab more sales from China manufacturer in Malaysia.

As part of the cost rationalising measures, the Group is shutting down the loss-making wholly-owned manufacturing subsidiary in Suzhou, China and also the loss-making automation division. The Group is anticipating better results in the coming quarters.

Barring unforeseen circumstances, the prospect of the Group for the financial year is satisfactory.

19. PROFIT FORECAST OR PROFIT GUANRANTEE

This is not applicable to the Group.

20. TAXATION

	Current Quarter RM'000	Current Year To-date RM'000
Taxation based on results for the quarter:		
Current financial period	77	93

21. LOANS AND BORROWINGS

The Group loans and borrowings as at the end of the reporting quarters are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured			
Term loans	1,760	14,537	16,297
Overdrafts	3,662	-	3,662
Banker's acceptances	18,238	-	18,238
Hire purchases	944	1,846	2,790
Unsecured			
ICULS – liability component	-	824	824
Total	<u>24,604</u>	<u>17,207</u>	<u>41,811</u>

22. PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There were no purchases or disposal of quoted securities by the Group in the current quarter under review.

23. DIVIDEND PAYABLE

The Company did not declare any dividends for the period under review.

24. COMMITMENT

	Group 30/06/2016 RM'000	Group 31/12/2015 RM'000
Capital expenditure		
Authorised and contracted for:		
- Property, plant and equipment	<u>3,675</u>	-
Authorised and not contracted for:		
- Property, plant and equipment	<u>1,357</u>	-

25. EARNINGS PER SHARE

(a) Basic

	Individual Period 3 months ended 30/06/16	Individual Period 3 months ended 30/06/15	Cumulative Period 6 months ended 30/06/16	Cumulative Period 6 months ended 30/06/15
Loss attributable to owners of the parent (RM'000)	(4,138)	(1,772)	(6,723)	(4,392)
Weighted average number of ordinary shares in issue ('000)	133,247	131,927	133,247	131,927
Loss per share (sen)	(3.11)	(1.34)	(5.05)	(3.33)

(b) Diluted

The Group has no dilution in loss per ordinary share as the potential ordinary shares are anti-dilutive.

26. REALISED AND UNREALISED PROFITS OR LOSSES

The following analysis of realised and unrealised accumulated losses of the Group is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad ("Bursa Securities") and prepared in accordance with the Guidance on Special Matter No.1 – Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants.

	Group 30/06/2016 RM'000	Group 31/12/2015 RM'000
Total accumulated losses of the Company and its subsidiaries companies:		
- Realised	(23,833)	(19,224)
- Unrealised	(1,642)	255
	(25,475)	(18,969)
Less: Consolidation adjustments	3,741	3,958
Total accumulated losses	(21,734)	(15,011)

This disclosure is based on the format prescribed by Bursa Securities and is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.