



IRE-TEX CORPORATION BERHAD

(576121 - A)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT

FOR THE FINANCIAL PERIOD ENDED

30 SEPTEMBER 2018

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018

| | Unaudited | Audited |
|---|------------------|-----------------|
| | As at | As at |
| | 30/09/18 | 31/12/17 |
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 42,114 | 39,474 |
| Investment properties | 22,600 | 22,600 |
| Other investment | - | - |
| Deferred tax assets | 80 | 80 |
| Total non-current assets | <u>64,794</u> | <u>62,154</u> |
| Current assets | | |
| Inventories | 627 | 1,423 |
| Trade receivables | 1,895 | 5,516 |
| Other receivables | 1,658 | 2,168 |
| Tax recoverable | 197 | 712 |
| Fixed deposits placed with licensed banks | 100 | 398 |
| Cash and bank balances | 177 | 2,546 |
| Total current assets | <u>4,654</u> | <u>12,763</u> |
| Asset held for sale | - | 8,800 |
| TOTAL ASSETS | <u>69,448</u> | <u>83,717</u> |
| EQUITY | | |
| Share capital | 64,747 | 60,839 |
| Reserves | (32,353) | (29,179) |
| Equity attributable to owners of the parent | <u>32,394</u> | <u>31,660</u> |
| Non-controlling interests | 898 | 1,148 |
| Total equity | <u>33,292</u> | <u>32,808</u> |
| LIABILITIES | | |
| Non-current liabilities | | |
| Loans and borrowings | 5,398 | 13,148 |
| Deferred tax liabilities | 208 | 1,038 |
| Total non-current liabilities | <u>5,606</u> | <u>14,186</u> |
| Current liabilities | | |
| Trade payables | 7,107 | 9,731 |
| Other payables | 10,457 | 12,509 |
| Loans and borrowings | 12,926 | 14,392 |
| Provision for taxation | 60 | 91 |
| Total current liabilities | <u>30,550</u> | <u>36,723</u> |
| Total liabilities | <u>36,156</u> | <u>50,909</u> |
| TOTAL EQUITY AND LIABILITIES | <u>69,448</u> | <u>83,717</u> |
| Net assets per share (RM) | 0.24 | 0.24 |

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 2017.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

| | Individual Quarter | | Changes | | Cumulative Quarter | | Changes | |
|---|-----------------------------------|-----------------------------------|---------|--------|-----------------------------------|-----------------------------------|----------|--------|
| | 3 months ended 30/09/18 RM'000 | 3 months ended 30/09/17 RM'000 | RM'000 | % | 9 months ended 30/09/18 RM'000 | 9 months ended 30/09/17 RM'000 | RM'000 | % |
| Revenue | 3,648 | 9,090 | (5,442) | -60% | 10,469 | 48,942 | (38,473) | -79% |
| Cost of sales | (2,901) | (8,232) | 5,331 | -65% | (9,521) | (47,256) | 37,735 | -80% |
| Gross profit | 747 | 858 | (111) | -13% | 948 | 1,686 | (738) | -44% |
| Other income | (219) | 31 | (250) | -806% | 1,531 | 185 | 1,346 | 728% |
| Distribution expenses | (108) | (637) | 529 | -83% | (465) | (2,701) | 2,236 | -83% |
| Administrative expenses | (893) | (1,835) | 942 | -51% | (5,164) | (6,038) | 874 | -14% |
| Loss from operation | (473) | (1,583) | 1,110 | -70% | (3,150) | (6,868) | 3,718 | -54% |
| Finance income | - | 12 | (12) | -100% | 10 | 60 | (50) | -83% |
| Finance costs | (330) | (382) | 52 | -14% | (1,347) | (1,544) | 197 | -13% |
| Net finance cost | (330) | (370) | 40 | -11% | (1,337) | (1,484) | 147 | -10% |
| Loss before tax | (803) | (1,953) | 1,150 | -59% | (4,487) | (8,352) | 3,865 | -46% |
| Taxation | 721 | (17) | 738 | -4341% | 968 | (50) | 1,018 | -2036% |
| Loss for the period | (82) | (1,970) | 1,888 | -96% | (3,519) | (8,402) | 4,883 | -58% |
| Items that are or may be classified subsequently to profit or loss | | | | | | | | |
| Revaluation of Property, plant and equipment | - | - | - | 0% | 3,931 | - | 3,931 | 100% |
| Exchange translation differences for foreign operations | - | 44 | (44) | -100% | 6 | - | 6 | 100% |
| Total comprehensive (loss)/ income for the period | (82) | (1,926) | 1,844 | -96% | 418 | (8,402) | 8,820 | -105% |
| Loss for the period attributable to: | | | | | | | | |
| Owners of the parent | (175) | (1,976) | 1,801 | -91% | (3,269) | (8,364) | 5,095 | -61% |
| Non-controlling interests | 93 | 6 | 87 | 1450% | (250) | (38) | (212) | 558% |
| Total comprehensive (loss)/ income attributable to: | (82) | (1,970) | 1,888 | -96% | (3,519) | (8,402) | 4,883 | -58% |
| Total comprehensive (loss)/ income attributable to: | | | | | | | | |
| Owners of the parent | (175) | (1,932) | 1,757 | -91% | 668 | (8,364) | 9,032 | -108% |
| Non-controlling interests | 93 | 6 | 87 | 1450% | (250) | (38) | (212) | 558% |
| | (82) | (1,926) | 1,844 | -96% | 418 | (8,402) | 8,820 | -105% |
| Loss per share | | | | | | | | |
| Basic loss per share (sen) | (0.12) | (1.47) | 1 | -92% | (2.31) | (6.21) | 4 | -63% |
| Diluted loss 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 2017.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

| | ←————— 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 | Revaluation Reserve RM'000 | Foreign currency translation reserve RM'000 | Accumulated losses RM'000 | | | |
| At 1 January 2018 | 60,839 | 19,200 | - | 9,960 | - | 351 | (58,690) | 31,660 | 1,148 | 32,808 |
| Loss for the financial period | - | - | - | - | - | - | (3,269) | (3,269) | (250) | (3,519) |
| Other comprehensive income | | | | | | | | | | |
| -Foreign exchange translation reserve | - | - | - | - | - | 6 | - | 6 | - | 6 |
| - Revaluation of Property, plant and equip | - | - | - | - | 3,931 | - | - | 3,931 | - | 3,931 |
| Transactions with owners: | | | | | | | | | | |
| Conversion of ICULS | 3,908 | (3,842) | - | - | - | - | - | 66 | - | 66 |
| At 30 September 2018 | <u>64,747</u> | <u>15,358</u> | <u>-</u> | <u>9,960</u> | <u>3,931</u> | <u>357</u> | <u>(61,959)</u> | <u>32,394</u> | <u>898</u> | <u>33,292</u> |
| At 1 January 2017 | 53,697 | 20,803 | 5,439 | 9,960 | - | 369 | (42,547) | 47,721 | 1,294 | 49,015 |
| Loss for the financial period | - | - | - | - | - | - | (8,364) | (8,364) | (38) | (8,402) |
| Transactions with owners: | | | | | | | | | | |
| Conversion of ICULS | 279 | (288) | 26 | - | - | - | - | 17 | - | 17 |
| Transfer to share capital pursuant to Companies Act 2016 | 5,465 | | (5,465) | | | | | | | |
| At 30 September 2017 | <u>59,441</u> | <u>20,515</u> | <u>-</u> | <u>9,960</u> | <u>-</u> | <u>369</u> | <u>(50,911)</u> | <u>39,374</u> | <u>1,256</u> | <u>40,630</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 2017.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

| | Current Year To Date 30/09/2018 RM'000 | Corresponding Year To Date 31/12/17 RM'000 |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before tax | (4,487) | (16,211) |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 1,916 | 3,534 |
| Gain on disposal of property, plant and equipment | (321) | (1) |
| Impairment loss on: | | |
| - Property, plant and equipment | - | 2,957 |
| - Trade receivables | - | 138 |
| - Other receivables | - | 72 |
| - Other investments | - | 549 |
| Finance cost | 1,347 | 1,726 |
| Finance income | (10) | (111) |
| Waiver of debt | - | (3,337) |
| Inventories written down | - | 685 |
| Unrealised loss/gain on forex exchange | - | 228 |
| Operating loss before changes in working capital | <u>(1,555)</u> | <u>(9,771)</u> |
| Changes in working capital: | | |
| Receivables | 4,131 | 29,970 |
| Inventories | 796 | 4,837 |
| Payables | (4,541) | (14,260) |
| Cash (used in)/ generated from operations | <u>(1,169)</u> | <u>10,776</u> |
| Interest paid | (1,347) | (1,726) |
| Tax refund | 414 | 227 |
| Net cash (used in)/ generated from operating activities | <u>(2,102)</u> | <u>9,277</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Withdrawal of pledged fixed deposits | 298 | 2,515 |
| Interest received | 10 | 111 |
| Proceeds from disposal of property, plant and equipment | 9,280 | 33 |
| Acquisition of property, plant and equipment | (578) | (11) |
| Net cash generated from investing activities | <u>9,011</u> | <u>2,648</u> |
| Balance carried forward | <u>6,909</u> | <u>11,925</u> |

| | Current Year To Date RM'000 | Corresponding Year To Date RM'000 |
|--|--|--|
| Balance brought forward | 6,909 | 11,925 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment from bankers acceptance | (89) | (10,936) |
| Proceeds from rights issue on ICULS | 66 | - |
| Payment of finance lease liabilities | (434) | (779) |
| Repayment of term loans | (8,649) | (1,351) |
| Net cash used in financing activities | (9,106) | (13,066) |
| Effects of exchange translation differences on cash and cash equivalents | 6 | (45) |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (2,191) | (1,186) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD | (1,846) | (660) |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | (4,037) | (1,846) |
| CASH AND CASH EQUIVALENTS | | |
| Cash and cash equivalents at the end of the financial period comprise: | | |
| Fixed deposits with licensed bank | 100 | 398 |
| Cash and bank balances | 177 | 2,546 |
| Bank overdrafts | (4,214) | (4,392) |
| | (3,937) | (1,448) |
| Less: Fixed deposit pledged with licensed banks | (100) | (398) |
| | (4,037) | (1,846) |

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 2017.

IRE-TEX CORPORATION BERHAD
(Incorporated in Malaysia)

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR
QUARTER ENDED 30 SEPTEMBER 2018**

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 2017. 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 2017.

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 2018. 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 16 | Leases | 1 January 2019 |
| IC Interpretation 23 | Uncertainty over Income Tax Treatments | 1 January 2019 |
| Amendments to MFRS 128 | Long-term Interest in Associates and Joint Ventures | 1 January 2019 |
| Amendments to MFRS 9 | Prepayment Features with Negative Compensation | 1 January 2019 |
| Amendments to MFRS 119 | Employee Benefits | 1 January 2019 |
| Annual Improvement to MFRSs 2015-2017 Cycles | | 1 January 2019 |
| MFRS 17 | Insurance Contracts | 1 January 2021 |
| Amendments to MFRS 10 and MFRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Yet to be confirmed |

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 flows of the Group for the current financial year-to-date except for the revaluation of its properties undertaken by the Group. The revaluation was carried out by an independent professional valuer on 30 June 2018. Revaluation surplus of RM3.93 million has been recognised in other comprehensive income and accumulated in equity under the revaluation reserve.

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 quarter under review.

8. DIVIDEND PAID

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

9. SEGMENTAL INFORMATION

The segmental information for the 9 months ended is as follows:

| | Manufacturing | Trading | Others | Investment Holding | Elimination | Total |
|-------------------------|----------------------|----------------|---------------|-------------------------------|--------------------|----------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | |
| External revenue | 9,432 | 215 | - | 822 | - | 10,469 |
| Inter-segment revenue | 346 | - | - | - | (346) | - |
| Segment revenue | <u>9,778</u> | <u>215</u> | <u>-</u> | <u>822</u> | <u>(346)</u> | <u>10,469</u> |
| Results | | | | | | |
| Operating (loss)/profit | (3,653) | 49 | 492 | (27) | - | (3,139) |
| Net finance cost | (1,129) | - | (40) | (178) | - | (1,347) |
| Income tax expense | 721 | (25) | (31) | 302 | - | 967 |
| (Loss)/Profit after tax | <u>(4,061)</u> | <u>24</u> | <u>421</u> | <u>97</u> | <u>-</u> | <u>(3,519)</u> |

The principal customer in the manufacturing division is profitable except the division is not operating at a capacity to cover all its fixed cost. Revenue from Investment Holding segment is principally rental income collected from an investment property. The revenue from the Trading segment comprises income from calibrating and testing of equipment and general products.

The Operating Profit from the OTHERS segment is mainly derived from de recognition of liability.

10. SIGNIFICANT EVENTS DURING THE CURRENT QUARTER

There is no significant event occurring during the current quarter that materially affects the result and financial position of the Group.

There were no other material events subsequent to the end of the financial period under review that have not been reflected in the interim financial report for the current period.

11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

A valuation of property, plant and equipment was carried out on 30 June 2018 as disclosed in Note 5 above.

12. CHANGES IN COMPOSITION OF THE COMPANY

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

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

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

14. CHANGES IN MATERIAL LITIGATION

- a. On 16 June 2017, Stoppani Systems Sdn Bhd (“SS”) obtained a judgment against Zoomic Technology (M) Sdn Bhd (“ZT”) for a total sum of RM313,100 and the return of a transformer and all related components to SS.

On 27 October 2017, SS sought to enforce the judgment by filing an Originating Summons in the Penang High Court (Case No.PA-24NCVC-930-10/2017) for an order for sale against ZT’s two immovable properties.

Zoomic Technology (M) Sdn Bhd (“ZT”) has entered into a settlement agreement with Stoppani Systems Sdn Bhd (“SS”) to pay SS RM300,000.00 for the ownership of the transformer. This payment is to be made over five instalments commencing from 30th November 2018.

- b. On 2 November 2017, ITCB filed a Writ and Statement of Claim against Teh Eng Huat and Khoo Hun Sniah in the Penang High Court (Case No.PA-22NCVC-216-11/2017).

ITCB’s claim against the defendants is for breach of a Sale and Purchase Agreement dated 18 November 2013 between ITCB and the defendants. ITCB is seeking, among others, payment of RM5,052,088.80 against the 1st Defendant and RM1,263,022.20 against the 2nd Defendant. ITCB is also seeking interests and costs against the Defendants.

There are a number of interlocutory applications filed by both parties currently pending in the Penang High Court which is at case management stage.

- c. On 27 November 2017, Zoomic Technology (M) Sdn. Bhd. (“ZTSB”) filed an application to set-aside the Notice of Discontinuance dated 4 April 2017 and the Order dated 17 April 2017 in the Penang High Court Civil Suit No. PA-22NCVC-186-09/2016 between ZTSB against Teh Eng Huat (“TEH”).

This suit which was previously discontinued concerns a claim by ZTSB against TEH for wrongful payment of RM3 million made from ZTSB to TEH in November 2014.

The matter is currently under negotiation for settlement out of court.

15. EVENTS SUBSEQUENT TO THE END OF THE QUARTER

On 26 October 2018, the Company entered into a Share Sale Agreement to dispose 100% equity interest in the wholly-owned subsidiary and sub-subsidiaries as below for a total consideration of RM14.00 (Ringgit Malaysia Fourteen Only):-

- i. 2 ordinary shares, representing 100% of the entire issued and paid up capital of Ire-Tex Renewable Energy Sdn Bhd,
- ii. 700,000 ordinary shares, representing 100% of the entire issued and paid up capital of GH Packaging Sdn Bhd,
- iii. 2 ordinary shares, representing 100% of the entire issued and paid up capital of Green Energy Storage And Solutions Sdn Bhd,
- iv. 600,000 ordinary shares, representing 100% of the entire issued and paid up capital of Ire-Tex Electronics Sdn Bhd,
- v. 500,000 ordinary shares, representing 100% of the entire issued and paid up capital of Ire-Tex Distributions Sdn Bhd,
- vi. 275,000 ordinary shares, representing 55% of the entire issued and paid up capital of TFH Corporate Sdn Bhd,
- vii. 3,500,700 ordinary shares, representing 50.01% of the entire issued and paid up capital of Syrotex (Asia Pacific) Sdn Bhd,
- viii. 200,000 ordinary shares, representing 100% of the entire issued and paid up capital of Ire-Tex (KL) Sdn Bhd.

16. REVIEW OF GROUP PERFORMANCE

- a) Comparison with corresponding quarter in the previous year

| | Q3 2018 RM'000 | Q3 2017 RM'000 | Variance RM'000 |
|---------------------------------|-------------------|-------------------|--------------------|
| Revenue | | | |
| - Manufacturing | 3,375 | 8,596 | (5,221) |
| - Trading | 73 | 475 | (402) |
| - Investment Holding | 200 | - | 200 |
| - Others | - | 19 | (19) |
| Total | <u>3,648</u> | <u>9,090</u> | (5,442) |
| (Loss)/Profit Before Tax | | | |
| - Manufacturing | (441) | (1,319) | 878 |
| - Trading | 30 | 340 | (310) |
| - Investment Holding | (330) | (665) | 335 |
| - Others | (62) | (310) | 248 |
| Total | <u>(803)</u> | <u>(1,954)</u> | 1,151 |

The Group's revenue for the current quarter had decreased by RM5.44 million or 59.9% to RM3.65 million as compared to RM9.09 million in the corresponding quarter in the previous year. The reduction of revenue in current quarter was mainly due to the manufacturing division losing one of its major customers during preceding quarters and also slow orders call up by other major customers.

16. REVIEW OF GROUP PERFORMANCE (Continued)

a) Comparison with corresponding quarter in the previous year (continued)

The Group recorded a loss before tax of RM0.80 million in the current quarter as compare to loss before tax of RM1.15 million in the corresponding quarter in the previous year.

Profitability from the remaining existing major customer in the manufacturing division, profitability from the trading segment and rental income collections from investment property help to cut losses in Q2. Cost is also reduced through cost savings programme initiated since end of preceding quarter.

b) Comparison with preceding quarter

| | Q3 2018 | Q2 2018 | Variance |
|---------------------------------|----------------|----------------|-----------------|
| | RM'000 | RM'000 | RM'000 |
| Revenue | | | |
| - Manufacturing | 3,375 | 2,905 | 470 |
| - Trading | 73 | 73 | - |
| - Investment Holding | 200 | 218 | (18) |
| - Others | - | - | - |
| Total | <u>3,648</u> | <u>3,196</u> | 452 |
| (Loss)/Profit Before Tax | | | |
| - Manufacturing | (441) | (2,453) | 2,012 |
| - Trading | 30 | 85 | (55) |
| - Investment Holding | (330) | 199 | (529) |
| - Others | (62) | 662 | (724) |
| Total | <u>(803)</u> | <u>(1,507)</u> | 704 |

The Group's revenue for the current quarter recorded an increase of RM0.45 million to RM3.65 million as compared to RM3.20 million in the preceding quarter.

The Investment Holding division recorded a loss before tax due to accrual of compensation cost to STOPPANI for the dispute of ownership of transformer amounting to RM0.3 million.

The manufacturing division loss before tax is reduced because of the change in the customer mix with higher proportion of sales coming from the existing main customer.

17. PROSPECT FOR THE FINANCIAL YEAR

Steps are being taken in the manufacturing division to maintain existing major customers, to recover lost customers and securing new businesses through strategic collaboration with selected vendors.

The Group will also continue its restructuring program through assets monetisation and assets utilisation to improve assets yields and values.

18. PROFIT FORECAST OR PROFIT GUARANTEE

This is not applicable to the Group as the group did not publish any profit forecast.

19. TAXATION

| | Current Quarter RM'000 | Current Year To- date RM'000 |
|--|---------------------------------------|---|
| Taxation based on results for the quarter: | | |
| Current financial period | (67) | 70 |
| Deferred tax provision | (654) | (1,038) |
| | <u>(721)</u> | <u>(968)</u> |

20. 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 loan | 739 | 4,655 | 5,394 |
| Overdraft | 4,214 | - | 4,214 |
| Banker acceptances | 6,953 | - | 6,953 |
| Hire purchase | 555 | 743 | 1,298 |
| Unsecured | | | |
| ICULS – liability component | 465 | - | 465 |
| Total | <u>12,926</u> | <u>5,398</u> | <u>18,324</u> |

21. PURCHASE OR DISPOSAL OF QUOTED SECURITIES

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

22. DIVIDEND PAYABLE

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

23. EARNINGS PER SHARE**(a) Basic**

| | Individual Period 3 months ended 30/09/18 | Individual Period 3 months ended 30/09/17 | Cumulative Period 9 months ended 30/09/18 | Cumulative Period 9 months ended 30/09/17 |
|--|--|--|--|--|
| Loss attributable to owners of the parent (RM'000) | (175) | (1,976) | (3,269) | (8,364) |
| Weighted average number of ordinary shares in issue ('000) | 141,389 | 134,788 | 141,389 | 134,788 |
| Loss per share (sen) | (0.12) | (1.47) | (2.31) | (6.21) |

(b) Diluted

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