

GE-SHEN CORPORATION BERHAD
(Incorporated in Malaysia)

Interim Financial Statements

First Quarter Results
Period ended
31 March 2017

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2017**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Quarter	Preceding Year Corresponding Quarter	Current Quarter	Preceding Year Corresponding Quarter
	31 Mar 2017	31 Mar 2016	31 Mar 2017	31 Mar 2016
	RM'000	RM'000	RM'000	RM'000
Revenue	47,872	38,149	47,872	38,149
Other income	990	741	990	741
Changes in inventories of finished goods and work-in-progress	185	(927)	185	(927)
Raw materials used	(20,473)	(16,573)	(20,473)	(16,573)
Employee benefits	(11,640)	(8,256)	(11,640)	(8,256)
Depreciation of property, plant and machinery	(2,270)	(1,598)	(2,270)	(1,598)
Other operating expenses	(9,072)	(8,687)	(9,072)	(8,687)
Finance costs	(767)	(224)	(767)	(224)
	-----	-----	-----	-----
Profit before tax	4,825	2,625	4,825	2,625
Tax expenses (Note B6)	(1,485)	(1,164)	(1,485)	(1,164)
	-----	-----	-----	-----
Profit for the period	3,340	1,461	3,340	1,461
Other Comprehensive Income				
Exchange differences on Translating foreign operations	(83)	(591)	(83)	(591)
	-----	-----	-----	-----
Total Comprehensive Income For the period	3,257	870	3,257	870
	=====	=====	=====	=====
Profit after tax attributable to:				
Owners of the Company	3,164	1,056	3,164	1,056
Non-Controlling Interest	176	405	176	405
	-----	-----	-----	-----
	3,340	1,461	3,340	1,461
	=====	=====	=====	=====
Total Comprehensive Income attributable to:				
Owners of the Company	3,081	465	3,081	465
Non-Controlling Interest	176	405	176	405
	-----	-----	-----	-----
	3,257	870	3,257	870
	=====	=====	=====	=====

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2017 – CONTINUED**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>
	31 Mar 2017 RM'000	31 Mar 2016 RM'000	31 Mar 2017 RM'000	31 Mar 2016 RM'000
Earnings per share (Sen)				
Basic (Note B14)	4.11	1.37	4.11	1.37
	=====	=====	=====	=====
Diluted (Note B14)	3.00	1.05	3.00	1.05
	=====	=====	=====	=====

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

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017**

	<u>Unaudited</u> 31 Mar 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
ASSETS		
Non-Current Assets		
Investment in associates	928	981
Property, plant and equipment	78,231	78,586
Prepaid lease payments	3,836	3,915
Goodwill on consolidation	31,195	31,195
	-----	-----
	114,190	114,677
	-----	-----
Current Assets		
Inventories	23,715	23,380
Trade receivables	39,251	44,670
Other receivables, deposits and prepayments	3,557	4,699
Current tax assets	706	744
Fixed deposits with licensed banks	2,246	2,798
Cash and bank balances	12,030	11,388
	-----	-----
	81,505	87,679
	-----	-----
Total Assets	195,695	202,356
	=====	=====
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000	40,000
Share premium	5,593	5,593
Treasury shares	(1,843)	(1,843)
Redeemable convertible preference shares	13,738	13,738
Foreign exchange translation reserves	2,533	2,616
Retained earnings	28,211	25,047
	-----	-----
Total Equity Attributable to Owners of the Company	88,232	85,151
Non-controlling interest	5,761	5,585
	-----	-----
	93,993	90,736
	-----	-----
Non-Current Liabilities		
Long term borrowings (Note B10)	36,385	31,761
Redeemable convertible preference shares	2,399	2,836
Deferred taxation	3,830	3,821
Other payable	-	56
	-----	-----
	42,614	38,474
	-----	-----

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017 – CONTINUED**

	<u>UNAUDITED</u> 31 Mar 2017 RM'000	<u>AUDITED</u> 31 Dec 2016 RM'000
Current Liabilities		
Trade payables	20,038	27,011
Other payables and accruals	19,013	21,038
Short-term borrowings (Note B10)	11,913	16,429
Bank overdraft	6,303	7,085
Current tax liabilities	1,821	1,583
	-----	-----
	59,088	73,146
	-----	-----
Total Liabilities	101,702	111,620
	-----	-----
Total Equity and Liabilities	195,695	202,356
	=====	=====
Net Assets per Ordinary Share		
Attributable to Owners of the Company (RM)	1.15	1.11
	=====	=====

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

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2017**

	Current Year to Date 31 Mar 2017 RM'000	Preceding Year Corresponding Period 31 Mar 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	4,825	2,625
Adjustments for:		
Depreciation of property, plant and equipment	2,270	1,598
Impairment of prepaid lease payment	79	-
Interest expense	767	196
Share of results of an associate	52	-
Loss on foreign exchange – unrealised	1,261	1,017
Gain on disposal of property, plant and equipment	(49)	(2)
Interest income	(36)	(22)
	-----	-----
Operating profit before working capital changes	9,169	5,412
Decrease/(Increase) in inventories	(335)	1,391
Increase in trade and other receivables	5,206	(126)
Increase in trade and other payables	(9,363)	(4,129)
	-----	-----
CASH FLOWS FROM OPERATIONS	4,677	2,548
Interest paid	(767)	(125)
Tax paid	(1,275)	(1,735)
Tax refund	74	-
	-----	-----
NET CASH FROM OPERATING ACTIVITIES	2,709	688
	-----	-----
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest income received	36	22
Proceeds from disposal of property, plant and equipment	194	2
Purchase of property, plant and equipment	(608)	(360)
	-----	-----
NET CASH FOR INVESTING ACTIVITIES	(378)	(336)
	-----	-----

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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2017 – CONTINUED**

	Current Year to Date 31 Mar 2017 RM'000	Preceding Year Corresponding Period 31 Mar 2016 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Changes in pledges fixed deposits	-	(19)
Dividend paid to non-controlling interest	-	(375)
Drawdown/(Repayment) of term loans	3,520	(75)
Net repayment of other short-term bank borrowings	(4,282)	(2,157)
Repayment of hire purchase obligations	(629)	(471)
	-----	-----
NET CASH FOR FINANCING ACTIVITIES	(1,391)	(3,097)
	-----	-----
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	940	(2,745)
EFFECT OF CHANGES IN EXCHANGE RATES	(68)	(1,414)
CASH AND CASH EQUIVALENT AS AT BEGINNING OF PERIOD	5,458	17,008
	-----	-----
CASH AND CASH EQUIVALENT AS AT END OF PERIOD	6,330	12,849
	=====	=====

Cash and cash equivalents included in the cash flows statement comprise of the followings:

	31 Mar 2017 RM'000	31 Mar 2016 RM'000
Fixed deposits with licensed banks	2,246	2,174
Cash and bank balances	12,030	15,083
Bank overdrafts	(6,303)	(2,234)
Less: Fixed deposits pledged to licensed banks	(1,643)	(2,174)
	-----	-----
	6,330	12,849
	=====	=====

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

GE-SHEN CORPORATION BERHAD

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2017

	<-----Non-Distributable----->					Distributable	Total Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Redeemable Convertible Preference Share RM'000	Foreign Exchange Translation Reserve RM'000				
As at 1 January 2016	40,000	5,593	(1,843)	13,738	2,439	14,744	74,671	13,566	88,237
Profit for the period	-	-	-	-	-	1,056	1,056	405	1,461
Other comprehensive income:									
- Foreign currency translation differences	-	-	-	-	(591)	-	(591)	-	(591)
Dividends to non-controlling interest	-	-	-	-	-	-	-	(375)	(375)
As at 31 March 2016	40,000	5,593	(1,843)	13,738	1,848	15,800	75,136	13,596	88,732
As at 1 January 2017	40,000	5,593	(1,843)	13,738	2,616	25,047	85,151	5,585	90,736
Profit for the period	-	-	-	-	-	3,164	3,164	176	3,340
Other comprehensive income:									
- Foreign currency translation differences	-	-	-	-	(83)	-	(83)	-	(83)
As at 31 March 2017	40,000	5,593	(1,843)	13,738	2,533	28,211	88,232	5,761	93,993

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

GE-SHEN CORPORATION BERHAD

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A. EXPLANATORY NOTES IN ACCORDANCE WITH MFRS 134

A1. Basis of Preparation

Statement of compliance

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016. These 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 December 2016.

Significant accounting policies

- (a) The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 December 2016.
- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:

MFRSs and Interpretations	Effective for financial periods beginning on or after
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
MFRS 16 Leases	1 January 2019
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018*
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associates or Joint Venture	Deferred
Amendments to MFRS 15: Effective Date of MFRS 15	1 January 2018
Amendments to MFRS 15: Clarifications to MFRS 15 'Revenue from Contracts with Customers'	1 January 2018
Amendments to MFRS 140 – Transfers of Investment Property	1 January 2018

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A1. Basis of Preparation – continued

Significant accounting policies – continued

MFRSs and Interpretations

**Effective for financial
periods beginning on
or after**

Annual Improvements to MFRS Standards 2014 – 2017 Cycles:

- Amendments to MFRS 1: Deletion of Short-term Exemptions for First-time Adopters
- Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value

1 January 2018

* *Entities that meet the specific criteria in MFRS 4.20B may choose to defer the application of MFRS 9 until the earlier of the application of the forthcoming insurance contracts standard or annual periods beginning before 1 January 2021.*

A2. Seasonality or Cyclicity Factors

The Group's operations experience certain seasonality or cyclicity that is common in the industry of which the Group operates in.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

During the quarter, there were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence except those that are disclosed in B16.

A4. Change in Estimates

There were no changes in estimates of amounts reported in prior interim period that have a material effect on the results for the quarter.

A5. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

During the quarter, there were no issuance and repayment of debts and equity securities, share buy-backs, shares cancellation, shares held as treasury shares and resale of treasury shares for the quarter under review.

A6. Dividend Paid

A preference dividend of 1.65 sen per RPCS paid during the quarter under review in respect of the financial year 31 December 2016.

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A7. Segmental Reporting

The Group is organised into the two main geographical segments and operating in manufacturing of plastic moulded products, metal stamping products and components. The segmental information has been presented as follows:

(a) By Geographical Segment**Current Quarter**

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 Mar 2017				
Revenue				
- sales to external parties	41,481	6,391	-	47,872
- inter-segment sales	14	-	(14)	-
Total revenue	41,495	6,391	(14)	47,872
Segment results	5,826	(218)	(16)	5,592
Finance costs				(767)
Profit before taxation				4,825

Preceding Quarter

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 Dec 2016				
Revenue				
- sales to external parties	47,337	7,775	-	55,112
- inter-segment sales	36	-	(36)	-
Total revenue	47,373	7,775	(36)	55,112
Segment results	9,325	(720)	(39)	8,566
Finance costs				(810)
Profit before taxation				7,756

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A7. Segmental Reporting – continued**(a) By Geographical Segment – continued****Preceding Year Corresponding Quarter**

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 Mar 2016				
Revenue				
- sales to external parties	33,155	4,994	-	38,149
- inter-segment sales	945	-	(945)	-
	-----	-----	-----	-----
Total revenue	34,100	4,994	(945)	38,149
	=====	=====	=====	=====
Segment results	6,327	(1,641)	(1,837)	2,849
	-----	-----	-----	-----
Finance costs				(224)

Profit before taxation				2,625
				=====

(b) By Industry Segment

Industrial segmental information is not applicable.

A8. Material Events Subsequent to the End of the Quarter Under Review

There was no material event subsequent to the end of the quarter that has not been reflected in the interim financial statements.

A9. Changes in the Composition of the Group

There are no material changes in the composition of the Group for the current financial period ended 31 March 2017.

A10. Changes in Contingent Liabilities or Contingent Assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter except for the company provided corporate guarantee of RM72.88 million to subsidiary companies and RM45.39 million was utilised as at 31 March 2017.

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A11. Capital Commitments

The amount of capital commitments not provided for in the interim financial statements are as follows:

	<u>Unaudited</u> 31 Mar 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
Approved and contracted for:		
Purchase of property, plant and equipment	1,134	203
	=====	=====
Approved but not contracted for:		
Purchase of property, plant and equipment	474	1,022
	=====	=====

A12. Related Party Transactions

Significant transactions between the Company and related parties are as follows:

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	31 Mar 2017 RM'000	31 Mar 2016 RM'000	31 Mar 2017 RM'000	31 Mar 2016 RM'000
Transaction with related parties:				
Purchase of components	431	27	431	27
Transport charges	20	21	20	21
Rental of premises	177	115	177	115
Technical fee	33	-	33	-
Sales of goods	559	66	559	66
	=====	=====	=====	=====

GE-SHEN CORPORATION BERHAD

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B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of Group's Results for the Quarter Ended 31 March 2017

The Group achieved RM47.87 million in Revenue for the quarter under review, an increase of RM9.72 million or 25% as compared to the Revenue of RM38.15 million in the corresponding quarter last year. Profit Before Taxation for the current quarter was RM4.83 million which is an increase of RM2.2 million or 84% as compared to the corresponding quarter last year.

The satisfactory performance was mainly attributed to the additional contribution of the newly acquired subsidiary, Demand Option Sdn. Bhd., continuous business development efforts and better cost control in all subsidiaries, and partly due to the improvement of Vietnam operations which has incurred smaller loss vs the previous quarter.

B2. Variation of Results Against Preceding Quarter

The Group's Revenue for the current quarter has decreased by RM7.23 million from RM55.10 million in the preceding quarter to RM47.87 million this quarter. Profit Before Taxation was decreased by 37.8% from RM7.76 million in the immediate preceding quarter to RM4.83 million for the current period. The decrease is mainly due to typically seasonal lower Revenue trend in the first quarter.

B3. Prospects of the Group

The Management continues to focus on business development activities and is continuously trying to grow revenues from existing and new customers. The drive to continually increase our capabilities and capacities across all subsidiaries in the group will benefit the Group's overall prospect and allow for the achievement of economies of scale.

Facing a highly demanding environment, the Group will continuously scale up by focusing on bringing out customers' ideas to life by well-engineered manufacturing solutions for smooth delivery of products to the marketplace. Nevertheless, the Group will continue to make improvement operationally by embracing technology to improve the overall efficiencies and productivity. Robotics and automation continues to be on the agenda to ensure that wage-inflation is mitigated.

It is expected that the Employee Share Option Scheme ("ESOS") will have a certain cost or expense to the Group which shall be expensed off in the 2Q2017. However, this cost will be non-cash in nature and is expected to align and reward employees according to the future performance of the Group.

B4. Profit Forecast

The Group did not publish any profit forecast during the quarter.

B5. Explanation Note on Profit Forecast

Not Applicable.

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B6. Tax Expense

Tax expense comprises of the followings:

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Mar</u> <u>2017</u> <u>RM'000</u>	<u>31 Mar</u> <u>2016</u> <u>RM'000</u>	<u>31 Mar</u> <u>2017</u> <u>RM'000</u>	<u>31 Mar</u> <u>2016</u> <u>RM'000</u>
In respect of the current period:				
Income tax	1,502	1,113	1,502	1,113
Deferred tax	(17)	51	(17)	51
	-----	-----	-----	-----
Tax expense	1,485	1,164	1,485	1,164
	=====	=====	=====	=====

B7. Sale of Unquoted Investments, or Properties

There was no disposal of unquoted investments, or properties during the quarter.

B8. Purchase or Disposal of Quoted and Marketable Securities

There was no purchase or disposal of quoted and marketable securities during the quarter.

B9. Corporate Proposals

The following are the corporate proposals that have been announced by the Company which are not yet completed as at 5 May 2017, the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report:

- (a) Proposed establishment and implementation of an Employees' Share Option Scheme ("ESOS") for the eligible employees and eligible Executive Directors of Ge-Shen and its subsidiaries (excluding subsidiaries which are dormant).

The Proposed ESOS were approved by shareholders at the EGM held on 12 May 2016 and effective date of implementation is on 21 September 2016.

The Company had on 23 February 2017 offered a total of 3,060,000 at the option price of RM1.80 to eligible employees of Ge-Shen in accordance with the By-Laws of the ESOS

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B10. Borrowings (Secured)

The Group's borrowings, all are repayable in Ringgit Malaysia and secured, as of the end of the quarter are as follows:

	<u>Unaudited</u> 31 Mar 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
Short term borrowings:		
Bankers' acceptance	4,109	8,391
Hire purchase payables	2,998	2,795
Term loans	4,806	5,243
	-----	-----
	11,913	16,429
	-----	-----
Long term borrowings:		
Hire purchase payables	5,767	5,347
Term loans	30,618	26,414
	-----	-----
	36,385	31,761
	-----	-----
	48,298	48,190
	=====	=====

B11. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B12. Material Litigation

The directors do not have any knowledge of any proceedings pending or threatened against the Group as the date of this report.

B13. Dividend Proposed

There was no dividend declared or proposed by the company for the current quarter ended 31 March 2017.

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B14. Earnings per Share (EPS)**Basic earnings per share**

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Mar</u> <u>2017</u>	<u>31 Mar</u> <u>2016</u>	<u>31 Mar</u> <u>2017</u>	<u>31 Mar</u> <u>2016</u>
Profit attributable to ordinary shareholders (RM'000)	3,164	1,056	3,164	1,056
Weighted average number of shares in issue ('000)*	76,908	76,908	76,908	76,908
Basic EPS (Sen)	4.11	1.37	4.11	1.37
	=====	=====	=====	=====

Diluted earnings per share

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Mar</u> <u>2017</u>	<u>31 Mar</u> <u>2016</u>	<u>31 Mar</u> <u>2017</u>	<u>31 Mar</u> <u>2016</u>
Profit attributable to ordinary shareholders (RM'000)	3,164	1,056	3,164	1,056
Impact of assumed conversion, interest on RCPS (RM'000)	44	71	44	71
	-----	-----	-----	-----
	3,208	1,127	3,208	1,127
	=====	=====	=====	=====
Weighted average number Of shares in issue ('000)	76,908	76,908	76,908	76,908
Weighted average number of new ordinary shares, assumption on conversion of the remaining :-				
- RCPS ('000)	30,000	30,000	30,000	30,000
- ESOS ('000)	100	-	100	-
	-----	-----	-----	-----
	107,008	106,908	107,008	106,908
	=====	=====	=====	=====
Diluted EPS (Sen)	3.00	1.05	3.00	1.05
	=====	=====	=====	=====

Note:

* Upon deducting 3,092,000 treasury shares held by the company as at end of the quarter under review.

B15. Audit Report

The auditors' report of the company for the financial year ended 31 December 2016 was not subject to any qualification.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**B16. Notes to the Statement of Comprehensive Income**

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>31 Mar</u> <u>2017</u> <u>RM'000</u>	<u>31 Mar</u> <u>2016</u> <u>RM'000</u>	<u>31 Mar</u> <u>2017</u> <u>RM'000</u>	<u>31 Mar</u> <u>2016</u> <u>RM'000</u>
Profit before taxation is arrived at after crediting:				
Interest income	36	22	36	22
Gain on foreign exchange - realised	819	-	819	-
Gain on disposal of property, plant and equipment	49	2	49	2
and charging:				
Depreciation of property, plant and equipment	2,270	1,598	2,270	1,598
Interest expense	767	224	767	224
Loss on foreign exchange - realised	-	1,034	-	1,034
- unrealised	1,261	1,017	1,261	1,017
	=====	=====	=====	=====

Save as disclosed in the above, there were no gain/(loss) on disposal of quoted/unquoted investments, exceptional items, and other items required to be disclosed under the additional disclosure requirement for public listed companies that are listed on Main or Ace Markets of the Bursa Malaysia Securities Berhad.

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B17. Breakdown of Retained Profits

	<u>Unaudited</u> 31 Mar 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
Total retained profits:		
- realised	25,641	26,925
- unrealised	2,570	(1,878)
	----- 28,211 =====	----- 25,047 =====