

A-Rank Berhad
(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position

As at 31 July 2017

(The figures have not been audited)

	As at 31-Jul-17 RM'000	(Audited) As at 31-Jul-16 RM'000
Assets		
Non-current assets		
Property, plant and equipment	54,869	63,172
Investment in an associate	442	290
	<u>55,311</u>	<u>63,462</u>
Current assets		
Inventories	62,589	26,862
Trade and other receivables	37,969	38,587
Derivative financial assets	-	99
Current tax assets	-	99
Deposits with licensed banks	3,523	17,407
Cash and bank balances	4,228	7,855
	<u>108,309</u>	<u>90,909</u>
Total assets	<u><u>163,620</u></u>	<u><u>154,371</u></u>
Equity and Liabilities		
Share capital	60,000	60,000
Retained earnings	54,345	41,748
Equity attributable to owners of the parent	114,345	101,748
Non-controlling interest	-	1,923
Total equity	<u>114,345</u>	<u>103,671</u>
Non-current liabilities		
Borrowings	-	1,373
Deferred tax liabilities	5,186	4,910
	<u>5,186</u>	<u>6,283</u>
Current liabilities		
Trade and other payables	22,244	23,315
Borrowings	21,221	20,939
Derivative financial liabilities	33	4
Current tax liabilities	591	159
	<u>44,089</u>	<u>44,417</u>
Total liabilities	49,275	50,700
Total equity and liabilities	<u><u>163,620</u></u>	<u><u>154,371</u></u>
	RM	RM
Net assets per share based on 120,000,000 ordinary shares	<u>0.95</u>	<u>0.85</u>

These condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 July 2016.

A-Rank Berhad
(Incorporated in Malaysia)**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**
For The Year Ended 31 July 2017
(The figures have not been audited)

	Current quarter ended		Cumulative period ended	
	31-Jul-17 RM'000	31-Jul-16 RM'000	31-Jul-17 RM'000	31-Jul-16 RM'000
Revenue	104,365	113,857	462,228	483,844
Operating expenses	(99,486)	(106,283)	(443,265)	(465,505)
Profit from operations	4,879	7,574	18,963	18,339
Other operating income	158	209	1,807	1,937
Other operating expenses	(452)	(4,418)	(633)	(4,556)
Share of profit in an associate	152	287	152	287
Profit before interest and taxation	4,737	3,652	20,289	16,007
Finance costs	(222)	(108)	(611)	(593)
Profit before taxation	4,515	3,544	19,678	15,414
Taxation	(687)	1,805	(3,778)	(4)
Profit for the financial year	3,828	5,349	15,900	15,410
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	3,828	5,349	15,900	15,410
Profit attributable to:				
- Owners of the parent	3,828	5,368	16,197	15,838
- Non-controlling interest	-	(19)	(297)	(428)
	3,828	5,349	15,900	15,410
Total comprehensive income attributable to:				
- Owners of the parent	3,828	5,368	16,197	15,838
- Non-controlling interest	-	(19)	(297)	(428)
	3,828	5,349	15,900	15,410
Net earnings per share attributable to ordinary shareholders (sen):				
- Basic	3.19	4.47	13.50	13.20
- Diluted	N/A	N/A	N/A	N/A

These condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 July 2016.

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Condensed Consolidated Statement of Changes in Equity
For The Year Ended 31 July 2017
(The figures have not been audited)

	Share capital RM'000	Retained earnings RM'000	Total attributable to owners of the parent RM'000	Non- controlling interest RM'000	Total equity RM'000
Balance as at 1 August 2015	60,000	28,610	88,610	2,351	90,961
Profit for the financial year	-	15,838	15,838	(428)	15,410
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income	-	15,838	15,838	(428)	15,410
Transactions with owners:					
Dividend paid	-	(2,700)	(2,700)	-	(2,700)
Balance as at 31 July 2016	<u>60,000</u>	<u>41,748</u>	<u>101,748</u>	<u>1,923</u>	<u>103,671</u>
Balance as at 1 August 2016	60,000	41,748	101,748	1,923	103,671
Profit for the financial year	-	16,197	16,197	(297)	15,900
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income	-	16,197	16,197	(297)	15,900
Transactions with owners:					
Dividend paid	-	(3,600)	(3,600)	-	(3,600)
Disposal of a subsidiary	-	-	-	(1,626)	(1,626)
Total transactions with owners	-	(3,600)	(3,600)	(1,626)	(5,226)
Balance as at 31 July 2017	<u>60,000</u>	<u>54,345</u>	<u>114,345</u>	<u>-</u>	<u>114,345</u>

These condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 July 2016.

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Condensed Consolidated Statement of Cash Flow
For The Year Ended 31 July 2017
(The figures have not been audited)

	Year ended 31-Jul-17 RM'000	Year ended 31-Jul-16 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	19,678	15,414
Adjustments for:		
Interest income	(697)	(362)
Interest expenses	611	593
Depreciation of property, plant and equipment	5,656	5,995
Loss on disposal of property, plant and equipment	89	29
Property, plant and equipment written off	464	1,317
Gain on disposal of a subsidiary	(118)	-
Reversal of impairment loss on trade receivables	(32)	(23)
Impairment losses on:		
- trade receivables	-	34
- goodwill on acquisition	-	2,722
Deposits written off	46	36
Share of profit in an associate	(152)	(287)
Unrealised (gain)/loss on foreign exchange	(77)	418
Fair value adjustments on derivative instruments	128	(331)
Operating profit before working capital changes	<u>25,596</u>	<u>25,555</u>
Changes in working capital		
Inventories	(39,386)	4,146
Trade and other receivables	(481)	3,445
Trade and other payables	7,557	5,761
Cash (used in)/from operations	<u>(6,714)</u>	<u>38,907</u>
Tax refund	-	151
Tax paid	<u>(2,940)</u>	<u>(1,575)</u>
Net cash (used in)/from operating activities	<u>(9,654)</u>	<u>37,483</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	697	362
Purchase of property, plant and equipment	(5,640)	(3,149)
Proceed from disposal of property, plant and equipment	373	75
Net proceed from disposal of a subsidiary	400	-
Net cash used in investing activities	<u>(4,170)</u>	<u>(2,712)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net movements in bank borrowings	524	(27,149)
Dividend paid	(3,600)	(2,700)
Interest paid	(611)	(593)
Net cash used in financing activities	<u>(3,687)</u>	<u>(30,442)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	<u>(17,511)</u>	<u>4,329</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	<u>25,262</u>	<u>20,933</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u><u>7,751</u></u>	<u><u>25,262</u></u>
COMPOSITION OF CASH AND CASH EQUIVALENTS:		
Deposits with licensed banks	3,523	17,407
Cash and bank balances	4,228	7,855
	<u><u>7,751</u></u>	<u><u>25,262</u></u>

These condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 July 2016.

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Notes to the Financial Statements
For The Year Ended 31 July 2017

A Explanatory Notes

A 1 Basis of preparation

The condensed financial statements are unaudited and have been prepared in accordance with the requirement of Malaysian Financial Reporting Standards ("MFRSs") 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad ("Bursa Securities")'s Listing Requirements.

The condensed financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 July 2016. The explanatory notes to these 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 financial year ended 31 July 2016.

A 2 Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 July 2016 except for the adoption of the following new/revised MFRSs, Amendments to MFRSs and Issues Committee Interpretations (IC Interpretations):

New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2017

	Effective Date
Amendments to MFRS 112 <i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 Jan 2017
Amendments to MFRS 107 <i>Disclosure Initiative</i>	1 Jan 2017
Amendments to MFRS 12 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 Jan 2017
Amendments to MFRS 1 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 Jan 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 Jan 2018
Clarification to MFRS 15	1 Jan 2018
MFRS 9 <i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 Jan 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 Jan 2018
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 Jan 2018
IC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	1 Jan 2018
Amendments to MFRS 140 <i>Transfers of Investment Property</i>	1 Jan 2018
Amendments to MFRS 4 <i>Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts</i>	See MFRS 4 Paragraphs 46 and 48
MFRS 16 <i>Leases</i>	1 Jan 2019
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred

The Group and the Company are in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

A 3 Qualification of financial statements

There was no qualification in the audited financial statements for the financial year ended 31 July 2016.

A 4 Seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

A 5 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter and financial year to-date.

A 6 Change in estimates

There were no changes in estimates of amounts reported in prior financial periods that have a material effect in the current quarter and financial year to-date.

A 7 Debt and equity securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities for the current quarter and financial year to-date.

A 8 Dividend paid

No dividend has been paid by the Company during the current quarter.

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Notes to the Financial Statements
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A Explanatory Notes

A 9 Segmental information

A-Rank Berhad and its subsidiaries are principally engaged in investment holding, manufacturing and marketing of aluminium billets.

The Group has arrived at three (3) reportable segments that are organised and managed separately according to the geographical areas, which requires different business and marketing strategies. The reportable segments are Malaysia and South East Asia other than Malaysia. Other operating segments comprise countries in Africa, Europe and South Asia.

	Malaysia RM'000	South East Asia other than Malaysia RM'000	Others RM'000	Total RM'000
Revenue from external customers	316,394	98,152	47,682	462,228
Profit from operations				18,963
Other operating income				1,807
Other operating expenses				(633)
Finance costs				(611)
Share of profit in an associate				152
Profit before taxation				19,678
Taxation				(3,778)
Profit after taxation				15,900
Assets				
Segment assets	157,008	4,515	2,097	163,620
Liabilities				
Segment liabilities	22,244	-	-	22,244
Borrowings				21,221
Derivative financial liabilities				33
Current tax liabilities				591
Deferred tax liabilities				5,186
				49,275

A 10 Contingent liabilities

At the end of the current quarter, there are no material contingent liabilities which, upon becoming enforceable, may have a material impact on the financial position of the Group except for the following:

	As at 31-Jul-17 RM'000	As at 31-Jul-16 RM'000
Corporate guarantees given to:		
- financial institutions for banking facilities utilised by subsidiary #	21,221	20,483
- financial institution for banking facilities utilised by a subsidiary which was disposed on 2 February 2017 *	1,490	1,829
- third parties for the supply of goods to a subsidiary which was disposed on 2 February 2017	-	11
	<u>22,711</u>	<u>22,323</u>

The Company has provided corporate guarantees for banking facilities granted to its subsidiary totaling RM88.0 million and USD5.0 million (31 July 2016: RM88.0 million and USD5.0 million).

* The Company has provided corporate guarantee for banking facilities granted to HongLee Group (M) Sdn Bhd, a 55% owned subsidiary totalling RM4.9 million which was disposed on 2 February 2017. The corporate guarantee is in the midst of being discharged.

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Notes to the Financial Statements
For The Year Ended 31 July 2017

A Explanatory Notes

A 11 Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of the current quarter that has not been reflected in the financial statements for the financial year to-date.

A 12 Commitments

a) Capital commitments

At the end of the current quarter, capital commitments of the Group are as follows:

	As at 31-Jul-17 RM'000	As at 31-Jul-16 RM'000
Capital expenditures in respect of purchase of property, plant and equipment:		
- Authorised and contracted for	5,040	855
- Authorised but not contracted for	4,975	9,913
	<u>10,015</u>	<u>10,768</u>

b) Operating lease commitments

The Group had entered into non-cancellable lease agreements for machinery, resulting in future rental commitments which can, subject to certain terms in the agreements, be revised annually based on prevailing market rate. At the end of the current quarter, operating lease commitments of the Group are as follows:

	As at 31-Jul-17 RM'000	As at 31-Jul-16 RM'000
Not later than one (1) year	219	230
Later than one (1) year and not later than five (5) years	320	530
	<u>539</u>	<u>760</u>

A 13 Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial year to-date save for the disposal of its entire 55% equity interest in a subsidiary, HongLee Group (M) Sdn Bhd for a total cash consideration of RM2,105,400 which was completed on 2 February 2017.

A 14 Related party transactions

During the current quarter under review and cumulative period, the material business transactions entered by the Group with related parties were as follows:

	Current quarter ended		Cumulative period ended	
	31-Jul-17 RM'000	31-Jul-16 RM'000	31-Jul-17 RM'000	31-Jul-16 RM'000
a) In which a Director and Major shareholder have interest				
<u>LB Aluminium Berhad</u>				
- Sales and tolling services of aluminium billets	20,677	19,094	85,662	30,772
- Purchases of aluminium extrusions profile	-	754	544	1,250
- Sales of accessories	-	15	27	50
<u>LB Aluminium (Sarawak) Sdn Bhd</u>				
- Sales and tolling services of aluminium billets	2,918	3,077	11,205	4,796
b) In which two Directors of a subsidiary have interest, which was disposed on 2 February 2017				
<u>Apresi Sdn Bhd</u>				
- Rental of premises	-	36	72	84

The related party transactions had been entered into in the ordinary course of business on normal commercial terms.

Notes to the Financial Statements
For The Year Ended 31 July 2017**B Additional information required by the Bursa Securities' Listing Requirements****B 1 Review of performance**

	Current quarter ended				Cumulative period ended					
	Preceding		Year		Preceding		Year			
	Current	Year	Corresponding	Changes		Current	Year	Corresponding	Changes	
	Quarter	Quarter	Quarter	RM'000	%	to- date	Period	Period	RM'000	%
	31-Jul-17	31-Jul-16	31-Jul-16	RM'000	%	31-Jul-17	31-Jul-16	31-Jul-16	RM'000	%
Revenue	104,365	113,857	(9,492)	(8.3)		462,228	483,844	(21,616)	(4.5)	
Profit from operations	4,879	7,574	(2,695)	(35.6)		18,963	18,339	624	3.4	
Profit before interest and tax	4,737	3,652	1,085	29.7		20,289	16,007	4,282	26.8	
Profit before tax	4,515	3,544	971	27.4		19,678	15,414	4,264	27.7	
Profit after tax	3,828	5,349	(1,521)	(28.4)		15,900	15,410	490	3.2	
Profit attributable to owners of the parent	3,828	5,368	(1,540)	(28.7)		16,197	15,838	359	2.3	

For the quarter

The Group's revenue decreased by 8.3% to RM104.4 million for the quarter under review compared to RM113.9 million for the corresponding quarter last year. The decrease in revenue was due mainly to a lower business volume.

The Group achieved an improvement in profit before taxation of 27.4% for the current quarter under review compared to RM3.5 million achieved for the preceding quarter. The profit before taxation has improved despite the lower revenue due mainly to both an impairment loss on goodwill on acquisition of RM2.7 million and a higher property, plant and equipment written off in the corresponding quarter last year.

However, the Group registered a decrease of 28.4% in profit after taxation to RM3.8 million for the current quarter as compared to the corresponding quarter last year. The decrease is due to a higher provision of income tax after the special export incentive brought forward had been fully utilised and there was an overprovision of deferred tax in the corresponding quarter last year.

For the twelve (12) months period

The Group's revenue decreased by 4.5% to RM462.2 million for the financial year ended 31 July 2017 compared to RM483.8 million for the last financial year. The decrease in revenue was due mainly to lower business volume although average selling prices were higher as a result of the increase in raw material costs.

The Group achieved an improvement in profit before taxation of 27.7% for the financial year ended 31 July 2017 as compared to RM15.4 million achieved for the last financial year. The profit before taxation has improved due mainly to better margins and that in the last financial year, there was an impairment loss on goodwill on acquisition of RM2.7 million as well as property, plant and equipment written off by RM1.3 million.

However, the Group only registered a slight improvement in profit after taxation of RM15.9 million for the financial year ended 31 July 2017 as compared to RM15.4 million achieved for the last financial year. This was mainly due to a higher provision of income tax after the special export incentive brought forward had been fully utilised as well as an overprovision of deferred tax recognised in the last financial year.

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Notes to the Financial Statements
For The Year Ended 31 July 2017

B Additional information required by the Bursa Securities' Listing Requirements

B 2 Variance of results against preceding quarter

	Current quarter ended			
	Immediate		Changes	
	Current	Preceding		
	Quarter	Quarter	RM'000	%
	31-Jul-17	30-Apr-17	RM'000	%
	RM'000	RM'000		
Revenue	104,365	119,501	(15,136)	(12.7)
Profit from operations	4,879	5,208	(329)	(6.3)
Profit before interest and tax	4,737	5,208	(471)	(9.0)
Profit before tax	4,515	5,119	(604)	(11.8)
Profit after tax	3,828	3,934	(106)	(2.7)
Profit attributable to owners of the parent	3,828	3,934	(106)	(2.7)

The Group's revenue decreased by 12.7% for the quarter under review compared to RM119.5 million registered for the preceding quarter. The decrease in revenue was due mainly to a lower business volume.

The Group registered a decrease in profit before taxation of 11.8% for the current quarter under review compared to RM5.1 million achieved for the preceding quarter due mainly to the lower revenue.

The Group registered a decrease of 2.7% in profit after taxation to RM3.8 million for the current quarter compared to that of the preceding quarter in line with the lower profit before taxation.

B 3 Prospects

The global economy continue to strengthen in the second quarter of 2017. Growth was also becoming more synchronised across the advanced and emerging economies. In the US and Euro area, growth drivers were more balanced as the uptrend in investments continued to complement private consumption. These key developments continued to drive global trade. As a result, Asia benefitted from the recovery in global demand amid sustained strength in domestic demand. Nevertheless, the growth outlook remains subject to several risks. These arise mainly from the pace of monetary policy tightening in major economies, protectionist policies, and political uncertainty in parts of Europe. Geopolitical tensions and swings in oil price also pose risks to global growth prospects.

Although the Malaysian economy recorded a stronger growth of 5.8% in the second quarter of 2017 (1Q 2017: 5.6%), the environment continued to remain challenging. The weakened Ringgit Malaysia has resulted in our products being more competitive in the export markets but will escalate the costs of doing business domestically arising from costlier imports. In addition, the recent volatility in aluminium prices has added further uncertainties to our decision-making process. Coupled with the uncertainties in the global economy, the Group expect the forthcoming quarter to be challenging and fraught with uncertainties. In order to maintain its profitability, the Group will focus its efforts to monitor the prices of raw material closely and improving cost efficiencies and recovery to mitigate any adverse impacts on our business.

Barring unforeseen circumstances, the Board is optimistic that the Group will remain profitable for the forthcoming quarter.

B 4 Variance of actual and profit estimate

Not applicable as no profit forecast was published.

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Notes to the Financial Statements
For The Year Ended 31 July 2017

B Additional information required by the Bursa Securities' Listing Requirements

B 5 Notes to the Condensed Consolidated Statement of Comprehensive Income

	Current quarter ended		Cumulative period ended	
	31-Jul-17	31-Jul-16	31-Jul-17	31-Jul-16
	RM'000	RM'000	RM'000	RM'000
Profit before taxation is arrived at after charging/(crediting):				
Interest income	(121)	(166)	(697)	(362)
Interest expenses	222	108	611	593
Depreciation of property, plant and equipment	1,849	1,846	5,656	5,995
Loss on disposal of property, plant and equipment	12	30	89	29
Property, plant and equipment written off	394	1,177	464	1,317
Gain on disposal of a subsidiary	-	-	(118)	-
Reversal of impairment loss on trade receivables	-	(23)	(32)	(23)
Impairment losses on:				
- trade receivables	-	34	-	34
- goodwill on acquisition	-	2,722	-	2,722
Deposits written off	46	36	46	36
Loss/(Gain) on foreign exchange				
- realised	(275)	(1,186)	(744)	(800)
- unrealised	247	1,584	(77)	418
Fair value adjustments on derivative instruments	(292)	(1,089)	128	(331)

B 6 Taxation

	Current quarter ended		Cumulative period ended	
	31-Jul-17	31-Jul-16	31-Jul-17	31-Jul-16
	RM'000	RM'000	RM'000	RM'000
Current income tax	1,010	660	3,502	1,717
Deferred tax	(323)	(2,465)	276	(1,713)
	<u>687</u>	<u>(1,805)</u>	<u>3,778</u>	<u>4</u>

The effective tax rate of the Group for the current quarter and financial year ended 31 July 2017 were lower than the statutory tax rate as a result of the utilisation of the special export incentive brought forward.

B 7 Status of corporate proposals

There were no corporate proposals announced pending completion.

B 8 Changes in material litigation

The Group does not have any material litigation as at the date of this announcement.

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Notes to the Financial Statements
For The Year Ended 31 July 2017

B Additional information required by the Bursa Securities' Listing Requirements

B 9 Borrowings

	31-Jul-17		31-Jul-16	
	Foreign currency '000	RM equivalent '000	Foreign currency '000	RM equivalent '000
Short term borrowings				
Unsecured:				
- Bankers' acceptances ("RM")		-		260 [#]
- Foreign currency loans ("USD")	4,958	21,221	5,020	20,483
Secured:				
- Term loans		-		196 [#]
		<u>21,221</u>		<u>20,939</u>
Long term borrowing				
Secured:				
- Term loans		-		1,373 [#]
		<u>21,221</u>		<u>22,312</u>

Bankers' acceptances and term loans are secured by a corporate guarantee from the Company while the term loans are additional secured by a charge over a former subsidiary's freehold land and buildings. The subsidiary has been disposed on 2 February 2017.

B 10 Dividend

The Board of Directors has proposed a first and final single tier dividend of 3.25 sen per share (2016: 3.00 sen per share) based on the issued and paid up share capital of RM60,000,000 (2016: RM60,000,000) comprising of 120,000,000 ordinary shares (2016: 120,000,000 ordinary shares) in respect of the Company's financial year ended 31 July 2017 amounting to RM3.9 million (2016: RM3.6 million).

The proposed dividend is subject to the approval of shareholders at the annual general meeting to be held on a date which shall be announced later. The date of payment of the dividend and the date for the determination of dividend entitlement would also be announced later.

B 11 Realised and Unrealised Profit or Losses

The retained earnings as at the end of the reporting year may be analysed in accordance with the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ('MIA Guidance') and the directive of Bursa Malaysia Securities Berhad.

	As at 31-Jul-17 RM'000	As at 31-Jul-16 RM'000
Total retained earnings of the Company and its subsidiaries:		
- realised	76,496	63,777
- unrealised	(1,614)	(1,337)
	<u>74,882</u>	<u>62,440</u>
Total retained earnings from an associated company		
- realised	442	287
	<u>75,324</u>	<u>62,727</u>
Less: Consolidation adjustments	(20,979)	(20,979)
Total retained earnings	<u>54,345</u>	<u>41,748</u>

Notes to the Financial Statements
For The Year Ended 31 July 2017

B Additional information required by the Bursa Securities' Listing Requirements

B 12 Earnings per ordinary share

(a) Basic earnings per ordinary share

The basic earnings per ordinary share for the current quarter under review and cumulative period are computed as follows:

	Current quarter ended		Cumulative period ended	
	31-Jul-17	31-Jul-16	31-Jul-17	31-Jul-16
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the Company	<u>3,828</u>	<u>5,368</u>	<u>16,197</u>	<u>15,838</u>
Weighted average number of ordinary shares ('000)	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>
Basic earnings per ordinary share (sen)	<u>3.19</u>	<u>4.47</u>	<u>13.50</u>	<u>13.20</u>

(b) Diluted earnings per share

Diluted earnings per ordinary share equals basic earnings per ordinary share as there are no potential dilutive equity instruments.

By Order of the Board

Yap Sit Lee
Company Secretary

27 September 2017