



TOMEI CONSOLIDATED BERHAD (692959-W)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2018**

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31/3/2018	31/3/2017	31/3/2018	31/3/2017
	RM'000	RM'000	RM'000	RM'000
Revenue	149,953	165,678	149,953	165,678
Cost of sales	(114,991)	(125,165)	(114,991)	(125,165)
Gross profit	34,962	40,513	34,962	40,513
Other income	1,598	1,419	1,598	1,419
Selling and distribution expenses	(23,873)	(24,548)	(23,873)	(24,548)
Administrative expenses	(6,139)	(7,381)	(6,139)	(7,381)
Other expenses	(252)	(1,106)	(252)	(1,106)
Profit from operations	6,296	8,897	6,296	8,897
Finance costs	(2,857)	(2,578)	(2,857)	(2,578)
Profit before tax	3,439	6,319	3,439	6,319
Tax expense	(935)	(1,970)	(935)	(1,970)
Profit for the financial year	2,504	4,349	2,504	4,349
Profit attributable to:-				
Owners of the parent	2,498	4,319	2,498	4,319
Non-controlling interests	6	30	6	30
	2,504	4,349	2,504	4,349
Earnings per ordinary share attributable to equity holders of the parent (sen):-				
Basic earnings per share	1.80	3.12	1.80	3.12
Diluted earnings per share *	N/A	N/A	N/A	N/A

* Not applicable

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31 MARCH 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2018 (Cont'd)**

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31/3/2018	31/3/2017	31/3/2018	31/3/2017
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	2,217	4,349	2,217	4,349
Foreign currency translations	(302)	686	(302)	686
Total comprehensive income	<u>1,915</u>	<u>5,035</u>	<u>1,915</u>	<u>5,035</u>
Profit attributable to:-				
Owners of the parent	1,909	4,350	1,909	4,350
Non-controlling interests	<u>6</u>	<u>685</u>	<u>6</u>	<u>685</u>
	<u>1,915</u>	<u>5,035</u>	<u>1,915</u>	<u>5,035</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959–W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2018**

	As At 31/03/2018 RM'000	As At 31/12/2017 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	16,769	17,632
Prepaid lease payments for land	480	485
Investment	471	471
Deferred tax assets	2,290	2,290
	<u>20,010</u>	<u>20,878</u>
Current assets		
Inventories	351,297	348,415
Trade and other receivables	37,248	35,435
Current tax assets	2,951	664
Cash and bank balances	9,398	12,048
	<u>400,894</u>	<u>396,562</u>
TOTAL ASSETS	<u><u>420,904</u></u>	<u><u>417,440</u></u>
EQUITY AND LIABILITIES		
Share capital	73,336	73,336
Reserves	128,397	126,201
Equity attributable to owners of the parent	<u>201,733</u>	<u>199,537</u>
Non-controlling interests	4,035	4,029
TOTAL EQUITY	<u>205,768</u>	<u>203,566</u>
LIABILITIES		
Non-current liabilities		
Borrowings	3,044	3,597
Deferred tax liabilities	331	331
Other liabilities	582	582
	<u>3,957</u>	<u>4,510</u>
Current Liabilities		
Trade and other payables	25,593	32,898
Borrowings	184,124	176,466
Current tax liabilities	1,462	-
	<u>211,179</u>	<u>209,364</u>
TOTAL LIABILITIES	<u>215,136</u>	<u>213,874</u>
TOTAL EQUITY AND LIABILITIES	<u><u>420,904</u></u>	<u><u>417,440</u></u>
Net assets per share (RM)	1.48	1.47

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2018

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2018

-----Attributable To Owners Of The Parent-----

Non
Distributable Distributable

	Share Capital RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2018	73,336	1,862	124,339	199,537	4,029	203,566
Profit for the financial period	-	-	2,498	2,498	6	2,504
Transaction with owners:-						
- Foreign currency translations, net of tax	-	(302)	-	(302)	-	(302)
Balance as at 31 March 2018	73,336	1,560	126,837	201,733	4,035	205,768

-----Attributable To Owners Of The Parent-----

---Non Distributable--- Distributable

	Share Capital RM'000	Share Premium RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2017	69,300	4,036	3,299	108,294	184,929	5,077	190,006
Profit for the financial period	-	-	-	4,319	4,319	30	4,349
Transaction with owners:-							
- Foreign currency translations, net of tax	-	-	31	-	31	655	686
- Transfer pursuant to Companies Act 2016 (Note a)	4,036	(4,036)	-	-	-	-	-
Balance as at 31 March 2017	73,336	-	3,330	112,613	189,279	5,762	195,041

Note a: Pursuant to Section 74 of the Companies Act 2016 ("Act") which came into effect on 31 January 2017, the Company's shares no longer have a par or nominal value. In accordance to the transitional provision set out in Section 618(3) of the Act, the amount in the share premium account has been transferred to the share capital account.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959–W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER
ENDED 31 MARCH 2018**

	3 months ended 31/3/2018	3 months ended 31/3/2017
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,439	6,319
Adjustments for:-		
Amortisation of prepaid lease payments for land	5	5
Depreciation of property, plant and equipment	1,492	1,628
Property, plant and equipment written off	-	1
Gain on disposal of property, plant and equipment	(61)	(123)
Unrealised loss/(gain) on gold price fluctuation and foreign exchange	41	(293)
Finance costs	2,857	2,578
Interest income	-	(1)
	<hr/>	<hr/>
Operating profit before changes in working capital	7,773	10,114
Inventories	(2,881)	(10,287)
Trade and other receivables	(2,242)	1,589
Trade and other payables	(7,272)	12,117
	<hr/>	<hr/>
Cash (used in)/generated from operations	(4,622)	13,533
Interest paid	(2,734)	(2,403)
Tax paid	(1,763)	(1,743)
Tax refunded	2	95
	<hr/>	<hr/>
Net cash (used in)/generated from operating activities	(9,117)	9,482
	<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	-	1
Purchase of property, plant and equipment	(464)	(523)
Proceeds from disposal of property, plant and equipment	61	123
	<hr/>	<hr/>
Net cash used in investing activities	(403)	(399)
	<hr/>	<hr/>

TOMEI CONSOLIDATED BERHAD (692959–W)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER
ENDED 31 MARCH 2018 (Cont'd)**

	3 months ended 31/3/2018 RM'000	3 months ended 31/3/2017 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(123)	(175)
Net repayments of term loans	(560)	(1,009)
Net drawdown of short term borrowings	4,427	8,208
Net repayments of hire-purchase liabilities	(633)	(948)
Net cash generated from financing activities	<u>3,111</u>	<u>6,076</u>
NET (DECREASE)/INCREASE IN CASH AND CASHEQUIVALENTS	(6,410)	15,159
CASH & CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(25,210)	(32,590)
EFFECT OF EXCHANGE RATES CHANGES	93	17
CASH & CASHEQUIVALENTS AT END OF FINANCIAL PERIOD	<u><u>(31,527)</u></u>	<u><u>(17,414)</u></u>
Represented by:-		
CASH AND CASHEQUIVALENTS		
Cash and bank balances	9,398	11,435
Bank overdrafts	(40,925)	(28,849)
	<u><u>(31,527)</u></u>	<u><u>(17,414)</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959–W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2018

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and is prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2017.

2. SIGNIFICANT ACCOUNTING POLICIES

At the date of authorisation of these interim financial statements, the following MFRSs, Amendment to MFRSs and IC Interpretation have been issued but will only come into effect from 1 January 2019 and therefore have yet to be adopted by the Group.

MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the preceding financial year ended 31 December 2017 was issued without any qualification.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's business traditionally picks up during the major festive seasons in Malaysia.

5. UNSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no extraordinary or exceptional items for the current quarter ended 31 March 2018.

6. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the preparation of this interim financial report.

TOMEI CONSOLIDATED BERHAD (692959-W)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018**

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

7. CAPITAL MANAGEMENT, ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS

The Group's objectives of managing capital are to safeguard the Group's ability to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary.

For capital management purposes, the Group considers shareholders' equity, non-controlling interests and net debt to be the key components in the Group's capital structure. The Group monitors capital on the basis of net gearing ratio. The ratio is calculated as the total debt net of cash and cash equivalents to total equity. Total equity is the sum of total equity attributable to shareholders and non-controlling interests. The net gearing ratios as at 31 March 2018 and 31 March 2017, which are within the Group's objectives for capital management, are as follows:-

	31/3/2018	31/3/2017
	<u>RM'000</u>	<u>RM'000</u>
Total debt net of cash and cash equivalents	177,770	157,633
Total equity	205,768	195,041
Net gearing ratio	0.86	0.81

The Group reported net gearing ratio of 0.86 as at 31 March 2018, increased by 0.05 compared to 31 March 2017.

8. DIVIDEND PAID

No dividend was paid during the current quarter.

9. OPERATING SEGMENTAL INFORMATION – MFRS 8

The Group has two reportable segments that are based on information reported internally to the Group Managing Director. The reportable segments are summarised as follows:-

- Manufacturing & Wholesales
- Retail

The segment information for the current financial period is as follows:-

Results for financial period ended 31 March 2018	Manufacturing & Wholesales RM'000	Retail RM'000	Total RM'000
Revenue			
Total sales	37,578	123,368	160,946
Inter-segment sales	(5,003)	(5,990)	(10,993)
External sales	<u>32,575</u>	<u>117,378</u>	<u>149,953</u>

TOMEI CONSOLIDATED BERHAD (692959-W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018****(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****9. OPERATING SEGMENTAL INFORMATION – MFRS 8 (continued)**

The segment information for the current financial period is as follows:- (continued)

Results for financial period ended 31 March 2018	Manufacturing & Wholesales RM'000	Retail RM'000	Total RM'000
Results			
Profit/(Loss) before tax	(361)	3,800	3,439
Tax expense	56	(991)	(935)
Profit/(Loss) for the period	<u>(305)</u>	<u>2,809</u>	<u>2,504</u>
Non-controlling interest			<u>(6)</u>
Profit attributable to owners of the parent			<u><u>2,498</u></u>
Assets and liabilities as at 31 March 2018			
Assets			
Segment assets	66,969	348,694	415,663
Unallocated assets	-	-	5,241
Total assets	<u>-</u>	<u>-</u>	<u><u>420,904</u></u>
Liabilities			
Segment liabilities	26,323	187,020	213,343
Unallocated liabilities	-	-	1,793
Total liabilities	<u>-</u>	<u>-</u>	<u><u>215,136</u></u>
Results for financial period ended 31 March 2017			
Revenue			
Total sales	56,500	140,040	196,540
Inter-segment sales	<u>(8,352)</u>	<u>(22,510)</u>	<u>(30,862)</u>
External sales	<u>48,148</u>	<u>117,530</u>	<u>165,678</u>
Results			
Profit before tax	1,898	4,421	6,319
Tax expense	<u>(549)</u>	<u>(1,421)</u>	<u>(1,970)</u>
Profit for the period	<u>1,349</u>	<u>3,000</u>	<u>4,349</u>
Non-controlling interest			<u>(30)</u>
Profit attributable to owners of the parent			<u><u>4,319</u></u>

TOMEI CONSOLIDATED BERHAD (692959–W)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018**

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

9. OPERATING SEGMENTAL INFORMATION – MFRS 8 (Cont'd)

Assets and liabilities as at 31 March 2017	Manufacturing & Wholesales RM'000	Retail RM'000	Total RM'000
Assets			
Segment assets	71,182	333,266	404,448
Unallocated assets	-	-	2,784
Total assets	-	-	407,232
Liabilities			
Segment liabilities	27,024	183,158	210,182
Unallocated liabilities	-	-	2,009
Total liabilities	-	-	212,191

10. CARRYING AMOUNT OF REVALUED ASSETS

The valuation of property, plant and equipment has been brought forward without any amendments from the previous Audited Financial Statements of the Group.

11. SIGNIFICANT EVENTS DURING THE CURRENT QUARTER

There were no significant events during the current quarter.

12. CHANGES IN COMPOSITION OF THE GROUP

On 20 February 2018, the Company's subsidiary company, Tomei International Limited was dissolved after being placed under members' voluntary winding up.

Other than the above, there were no changes to the composition of the Group for the financial period.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets which have arisen since the last annual reporting date as at 31 December 2017.

14. COMMITMENTS

Except as disclosed below, there were no other material commitments as at 31 March 2018:-

i) Rental commitments

The Group had entered into several tenancy agreements for the rental of retail space, office blocks and staff housing, resulting in future rental commitments which may, subject to certain terms in the agreements, be revised accordingly or upon its maturity based on prevailing market rates.

Future rental commitments	RM'000 28,938
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TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2018

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

14. COMMITMENTS (continued)

Except as disclosed below, there were no other material commitments as at 31 March 2018:-
(continued)

ii) Capital commitments

Capital expenditure in respect of purchase of property, plant and equipment.

Approved but not contracted for

RM'000

10,232

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

15. PERFORMANCE REVIEW

Comparison with previous year's corresponding quarter and financial year to-date

	Individual Quarter and Year-to-date		Variance	
	3 months ended			
	31/3/2018	31/3/2017	RM'000	Percentage
	RM'000	RM'000		
Sales				
Retail	117,378	117,530	-152	0%
Manufacturing & wholesales	32,575	48,148	-15,573	-32%
Total	<u>149,953</u>	<u>165,678</u>	-15,725	-9%
Profit/(Loss) before tax				
Retail	3,800	4,421	-621	-14%
Manufacturing & wholesales	(361)	1,898	-2,259	N/A
Total	<u>3,439</u>	<u>6,319</u>	-2,880	-46%

The Group reported revenue of RM149.953 million for the current quarter ended 31 March 2018 in comparison to RM165.678 million recorded in the previous year's corresponding quarter. The lower revenue reported is resulted from the lower sales volume reported in the manufacturing and wholesales segment. As a result, the Group reported a lower profit before tax ("PBT") of RM3.439 million during the current quarter compared to RM6.319 million reported in previous year's corresponding quarter.

Retail Segment

The retail segment's revenue of RM117.378 million for the current quarter approximates its revenue in the previous year corresponding quarter. However, due to the fluctuation of gold price, the retail segments reported lower PBT of RM3.800 million compared to RM4.421 million reported for the same period last year.

TOMEI CONSOLIDATED BERHAD (692959-W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018****(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont’d)****15. PERFORMANCE REVIEW (Cont’d)***Manufacturing & Wholesales segment (“M&W”)*

During the current quarter, the M&W reported revenue of RM32.575 million compared to RM48.148 million in the previous year’s corresponding quarter mainly due to lower sales volume. As a result, it reported a loss before tax (“LBT”) of RM0.361 million as compared to PBT of RM1.898 million recorded in the previous year’s corresponding quarter.

Comparison with preceding quarter

	Revenue		Variance	
	3 months ended		RM'000	Percentage
	31/3/2018	31/12/2017		
	RM'000	RM'000		
Retail	117,378	114,096	+3,282	+3%
Manufacturing & wholesales	32,575	36,010	-3,435	-10%
Total	149,953	150,106	-153	0%

	Profit before tax		Variance	
	3 months ended		RM'000	Percentage
	31/3/2018	31/12/2017		
	RM'000	RM'000		
Retail	3,800	5,747	-1,947	-34%
Manufacturing & wholesales	(361)	(999)	+638	N/A
Total	3,439	4,748	-1,309	-28%

The Group’s revenue of RM149.953 million for the current quarter approximates its preceding quarter. However, it reported a lower PBT of RM3.439 million compared to RM4.748 million recorded in the preceding quarter mainly due to lower gross profit margin.

Retail Segment

The retail segment’s revenue increased by 3% to RM117.378 million compared to RM114.096 million in the preceding quarter mainly due to higher sales volume. However, due to the composition of sales biased towards gold jewellery which command lower profit margin, its PBT for the current quarter of RM3.800 million was lower compared to RM5.747 million recorded in the preceding quarter.

Manufacturing & Wholesales segment (“M&W”)

The M&W’s revenue for the current quarter of RM32.575 million was lower compared to revenue for its preceding quarter of RM36.010 million. It reported LBT of RM0.361 million for the current quarter. During the preceding quarter, the M&W has written down certain inventories to their net realizable value which contributed to a higher LBT of RM0.999 million.

TOMEI CONSOLIDATED BERHAD (692959–W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2018

(The figures have not been audited)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

16. COMMENTARY ON PROSPECTS

The retail market in Malaysia is still challenging. The Group will put in efforts to increase sales from other sales channel while at the same time continuing to introduce more new product offerings to meet customers' demand.

Barring unforeseen circumstances, the Board of Directors is of the opinion that the Group will continue to remain profitable for the remaining part of the financial year 2018.

17. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not provided any profit forecast or profit guarantee in any public document during the current financial period.

18. TAX EXPENSE

	Individual Quarter	
	31/3/2018 RM'000	31/3/2017 RM'000
Current taxation	935	1,970

The effective tax rate of the Group for the current financial period is higher than the statutory tax rate due to certain expenses that is not deductible for the purpose of tax.

19. CORPORATE PROPOSALS

There were no corporate proposals undertaken by the Group during the current quarter.

20. BORROWINGS AND DEBT SECURITIES

As at 31 March 2018, the Group has total borrowings of RM187.168 million, all of which are denominated in Ringgit Malaysia.

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	1,915	182,209	184,124
Non-current	1,320	1,724	3,044
	<u>3,235</u>	<u>183,933</u>	<u>187,168</u>

21. DERIVATIVE ASSETS

As at 31 March 2018, the Group does not have any outstanding derivative assets or liabilities.

22. CHANGES IN MATERIAL LITIGATIONS

No material litigation has arisen since 31 December 2017.

TOMEI CONSOLIDATED BERHAD (692959-W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED
31 MARCH 2018**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****23. DIVIDEND PAYABLE**

A first and final single tier dividend of 1.0 sen per ordinary share, amounting to RM1.386 million in respect of financial year ended 31 December 2017 has been approved by the shareholders in the just concluded Annual General Meeting of the Company. The dividend will be paid to shareholders on 8 June 2018.

24. EARNINGS PER SHARE

The basic earnings per share is calculated by dividing the net profit for the financial period by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter 3 months ended	
	31/3/2018 RM'000	31/3/2017 RM'000
Consolidated profit for the financial period attributable to equity holders of the parent	2,498	4,319
Weighted average number of ordinary shares in issue ('000)	138,600	138,600
Basic earnings per share (sen)	1.80	3.12
Diluted earnings per share	N/A	N/A

There is no diluted earnings per share as the Company does not have any convertible financial instruments in issue.

25. PROFIT BEFORE TAX

Profit before tax is arrived at after charging/(crediting):-

	Individual Quarter 3 months ended	
	31/3/2018 RM'000	31/3/2017 RM'000
Amortisation and depreciation	1,497	1,633
Finance costs	2,857	2,578
Property, plant and equipment written off	-	1
Loss/(Gain) on gold price fluctuation and foreign exchange	41	(21)
Gain on disposal of property, plant and equipment	(61)	(123)
Interest income	-	(1)

By Order of the Board

Secretary

Teoh Kok Jong (LS 04719)

Dated :17 May 2018