



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current	Preceding Year
	Quarter	Corresponding Quarter	Year-To-Date	Corresponding Period
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
Revenue	45,067	40,897	180,131	168,697
Profit from operations	6,458	8,781	23,413	29,210
Finance income	472	9	986	66
Finance costs	-	-	-	(5)
Profit before tax	6,930	8,790	24,399	29,271
Tax expense	(2,155)	(716)	(5,187)	(3,839)
Profit for the period/year	4,775	8,074	19,212	25,432
Other comprehensive (expense)/ income, net of tax				
Fair value of available-for-sale financial assets	14	(6)	14	(6)
Foreign currency translation differences	(3,171)	3,127	(7,578)	3,127
	(3,157)	3,121	(7,564)	3,121
Total comprehensive income for the period/year attributable to owners of the Company	1,618	11,195	11,648	28,553
Earnings per share				
Basic (Sen)	1.55	2.69	6.24	8.47
Diluted (Sen)	N/A	N/A	N/A	N/A

**The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2016.**



SLP RESOURCES BERHAD

[663862+1]

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENTS ON FINANCIAL POSITION AS AT 31 DECEMBER 2017**

	As at End of Year Ended 31.12.2017 RM'000	Audited As at End of Preceding Financial Year 31.12.2016 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	62,070	63,303
Other investments	257	254
Intangible assets	22	22
	62,349	63,579
<b>Current Assets</b>		
Inventories	27,128	30,467
Trade and other receivables	39,379	30,568
Current tax assets	534	946
Derivative financial assets	12	-
Cash and cash equivalents	64,759	29,069
	131,812	91,050
<b>TOTAL ASSETS</b>	<b>194,161</b>	<b>154,629</b>
<b>EQUITY TO OWNERS OF THE COMPANY</b>		
Share capital	113,680	61,833
Reserves	54,626	69,403
<b>TOTAL EQUITY</b>	168,306	131,236
<b>Non-current Liabilities</b>		
Deferred taxation	7,448	7,065
<b>Current Liabilities</b>		
Trade and other payables	12,446	11,110
Current tax liabilities	1,207	569
Derivative financial liabilities	-	939
Dividend payable	4,754	3,710
	18,407	16,328
<b>TOTAL LIABILITIES</b>	25,855	23,393
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>194,161</b>	<b>154,629</b>
Net assets per ordinary share attributable to ordinary equity holders of the Company (Sen)	53.1	53.1

**The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2016.**



**SLP RESOURCES BERHAD**  
[663862-H]  
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2017**

<-----Attributable to owners of the Company----->

<----- Non- Distributable ----->      Distributable

	Share capital RM'000	Foreign currency translation reserve RM'000	Fair value reserve RM'000	Retained earnings RM'000	Total RM'000
<b>At 1 January 2017</b>	61,833	3,127	39	66,237	<b>131,236</b>
Shares issued pursuant to bonus issue	38,640	-	-	-	<b>38,640</b>
Shares issued pursuant to private placement	13,207	-	-	(13,207)	-
Net profit for the year	-	-	-	19,212	<b>19,212</b>
Other comprehensive expense for the year	-	(7,578)	14	-	<b>(7,564)</b>
Total comprehensive income for the year	-	(7,578)	14	19,212	<b>11,648</b>
Dividends	-	-	-	(13,218)	<b>(13,218)</b>
<b>At 31 December 2017</b>	<b>113,680</b>	<b>(4,451)</b>	<b>53</b>	<b>59,024</b>	<b>168,306</b>
<b>At 1 January 2016</b>	<b>61,833</b>	<b>-</b>	<b>45</b>	<b>51,935</b>	<b>113,813</b>
Net profit for the year	-	-	-	25,432	<b>25,432</b>
Other comprehensive income for the year	-	3,127	(6)	-	<b>3,121</b>
Total comprehensive income for the year	-	3,127	(6)	25,432	<b>28,553</b>
Dividends	-	-	-	(11,130)	<b>(11,130)</b>
<b>At 31 December 2016</b>	<b>61,833</b>	<b>3,127</b>	<b>39</b>	<b>66,237</b>	<b>131,236</b>

**The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2016.**



**SLP RESOURCES BERHAD**  
[663862-H]  
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2017**

	<b>PERIOD ENDED</b>	
	<b>31.12.2017</b>	<b>31.12.2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	24,399	29,271
Adjustments:		
Depreciation of property, plant and equipment	4,703	3,953
(Gain)/Loss on disposal of plant and machinery	(77)	2
Dividend income	(5)	(3)
(Reversal)/Allowance for impairment on trade receivables	(465)	1,047
Property, plant and equipment written off	-	3
Finance costs	-	5
Finance income	(986)	(66)
Operating profit before changes in working capital	<b>27,569</b>	<b>34,212</b>
Changes in working capital:		
Inventories	1,509	(4,509)
Trade and other receivables	(9,747)	5,459
Trade and other payables	1,106	524
Cash generated from operations	20,437	35,686
Income tax paid	(3,371)	(7,670)
Income tax refund	-	16
Net cash generated from operating activities	<b>17,066</b>	<b>28,032</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(8,632)	(12,025)
Proceed from disposal of plant and machinery	77	1
Dividend received	5	3
Interest received	986	66
Net cash used in investing activities	<b>(7,564)</b>	<b>(11,955)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of other bank borrowings	-	(1,180)
Repayment of term loans	-	(931)
Proceed from private placement	38,640	-
Interest paid	-	(5)
Dividends paid	(12,174)	(11,130)
Net cash generated from/(used in) financing activities	<b>26,466</b>	<b>(13,246)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>35,968</b>	<b>2,831</b>
Effects of foreign exchange rate differences	(278)	(482)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>29,069</b>	<b>26,720</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>64,759</b>	<b>29,069</b>



**SLP RESOURCES BERHAD**  
[663862-H]  
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2017**

	PERIOD ENDED	
	31.12.2017	Audited 31.12.2016
	RM'000	RM'000
Cash and cash equivalents included in the consolidated statements of cash flows comprise the following statements of financial position amounts:		
Short-term placements in money market with a licensed bank	45,995	-
Short-term deposits with licensed banks	6,600	4,900
Cash and bank balances	12,164	24,169
	<b>64,759</b>	<b>29,069</b>

**The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 31 December 2016.**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**PART A : EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1 Basis of preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting in Malaysia and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2016.

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group’s consolidated audited financial statements for the financial year ended 31 December 2016, except for the adoption of the following MFRS/ Amendments/Interpretations effective 1 January 2017:

- Amendments to MFRS 12, *Disclosure of Interests in Other Entities* (Annual improvements 2014-2016 Cycle)
- Amendments to MFRS 107, *Disclosures initiative*
- Amendments to MFRS 112, *Recognition of Deferred Tax for Unrealised losses*

The initial application of the abovementioned standards, amendments and interpretations did not have any material impacts to the current and prior periods financial statements upon their first adoption.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) and effective for annual periods beginning on or after 1 January 2018:

- MFRS 9, *Financial Instruments* (effective from 1 January 2018)
- MFRS 15, *Revenue from Contracts with Customers* (effective 1 January 2018)
- Amendments to MFRS 15, *Clarifications to MFRS 15* (effective from 1 January 2018)
- IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration* (effective 1 January 2018)
- MFRS 16, *Leases* (effective 1 January 2019)
- IC Interpretation 23, *Uncertainty over Income Tax Treatments* (effective 1 January 2019)

**2 Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2016 were not subject to any qualification.

**3 Seasonal or Cyclical Factors**

The operations of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

**4 Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**5 Changes in Estimates**

There were no material changes in estimates of amounts reported in prior interim period or financial period that have a material effect in the current quarter under review.

**6 Changes in Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

**7 Dividends Paid**

The following dividends were paid during the current and previous corresponding period ended:

	<b>31.12.2017</b>	<b>31.12.2016</b>
<b>First interim dividend</b>		
For the financial year ended	31 December 2017	31 December 2016
Approved and declared on	4 August 2017	5 August 2016
Date paid	5 October 2017	5 October 2016
Number of ordinary shares	316,959,999	247,333,333
Dividend per share (single-tier)	1.5 sen	1.5 sen
Net dividend paid	RM4,754,400	RM3,710,000
<b>Second interim dividend</b>		
For the financial year ended	31 December 2017	31 December 2016
Approved and declared on	3 November 2017	4 November 2016
Date paid	**	*
Number of ordinary shares	316,959,999	247,333,333
Dividend per share (single-tier)	1.5 sen	1.5 sen
Net dividend paid	RM4,754,400	RM3,710,000

\* Paid on 6 January 2017

\*\* Paid on 5 January 2018



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**8 Operating segments**

The Group is principally involved in the manufacturing and sale of plastic packaging and its related products and trading of polymer products. Operating segment information has therefore not been prepared as the Group's revenue and operating profit before tax are mainly confined to one operating segment.

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers as follows:

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER				
	Current Year		Preceding Year		Current Year-To-Date		Preceding Year		
	Quarter		Corresponding	Quarter	Corresponding	Date	Corresponding	Period	
	31.12.2017		31.12.2016	31.12.2016		31.12.2017	31.12.2016		
	RM'000	%	RM'000	%	RM'000	%	RM'000	%	
Malaysia	17,694	39%	16,027	39%	72,861	40%	64,491	38%	
Japan	16,697	37%	17,539	43%	68,714	38%	68,761	41%	
European countries	2,345	5%	2,068	5%	9,974	6%	9,370	6%	
Australia	5,351	12%	3,673	9%	16,166	9%	15,488	9%	
Other countries	2,980	7%	1,590	4%	12,416	7%	10,587	6%	
<b>Total</b>	<b>45,067</b>	<b>100%</b>	<b>40,897</b>	<b>100%</b>	<b>180,131</b>	<b>100%</b>	<b>168,697</b>	<b>100%</b>	

**9 Valuation of Property, Plant and Equipment**

The carrying amount of land and buildings has been brought forward, without amendment from the previous audited financial statements.

a) Acquisitions

During the financial year ended 31 December 2017, the Group acquired assets with a cost of RM8.6 million (financial year ended 31 December 2016: RM12.0 million).

b) Disposals

During the financial year ended 31 December 2017, the Group disposed of asset with a carrying amount of RM1 (financial year ended 31 December 2016: RM 2,700), resulting in a gain on disposal of RM77,000 (financial year ended 31 December 2016: loss on disposal of RM 1,800).

**10 Events Subsequent to the Balance Sheet Date**

There were no material events subsequent to the end of the current quarter that have not been reflected in the interim financial statements as at date of this report.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**11 Changes in the Composition of the Group**

There were no changes in the composition of the Group for the current quarter under review.

**12 Changes in contingent liabilities or contingent assets**

The Company has extended its corporate guarantee to financial institutions for banking facilities granted to its subsidiaries up to limits of RM72.5 million as at 31 December 2017, of which, approximately RM3.6 million was utilised as at 31 December 2017. The Company has also issued corporate guarantee to non-financial institutions for the supply of goods and services provided to subsidiaries up to limit of RM36.4 million, of which, RM4.6 million was utilised as at 31 December 2017.

**13 Capital Commitments**

Capital commitments for the purchase of property, plant and equipment as at the current quarter were as follows:

	<b>Total RM'000</b>
Approved and contracted for:	
Property, plant and machinery	<b>134</b>
	=====

As at 31 December 2017, the Group entered into contracts for the purchase of property, plant and equipment comprising mainly new machinery of RM4.8 million (31 December 2016: RM Nil). An advance of RM4.8 million has been paid to the supplier for the purchase of new machinery as at 31 December 2017 (31 December 2016: RM Nil) and this amount of advance is reported in trade and other receivables in the consolidated financial positions of the Group in the current quarter.

**14 Significant related party transactions**

There were no significant transactions entered into between the Group and other related parties during the current quarter under review.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**PART B : EXPLANATORY NOTES PURSUANT TO BURSA MALAYSIA LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A**

**15 Review of Performance**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2017 RM'000	Preceding Year Corresponding Quarter 31.12.2016 RM'000	Current Year-To-Date 31.12.2017 RM'000	Preceding year corresponding period 31.12.2016 RM'000
Revenue	45,067	40,897	180,131	168,697
Profit Before Tax	6,930	8,790	24,399	29,271
Profit Before Tax Margin	15%	22%	14%	17%

For current year quarter ended 31 December 2017, the Group recorded revenue of RM45.1 million, representing an increase of 10.3% against RM40.9 million in the corresponding quarter last year due to increase in shipments of export sales. Despite with higher revenue, the Group recorded lower Profit Before Tax (“PBT”) and PBT margin when compared to the same quarter last year. This was due to higher costs of raw materials and lower selling prices for export sales denominated in US Dollar due to strengthening of Ringgit Malaysia. In addition, net loss in foreign exchange of RM0.2 million in current quarter had also resulted in lower PBT and PBT margin. In contrast, the Group recorded a net gain on foreign exchange of RM2.0 million in the same quarter last year.

For the financial year ended 31 December 2017, the Group recorded higher revenue of RM180.1 million, an increase of approximately 6.7% from RM168.7 million recorded in preceding year. This was driven by higher sales volume from both domestic and overseas markets in current financial year. This was attributable to higher demand for flexible plastic packaging products and industrial film. However, due to change in sales mix, higher raw material costs and unfavorable selling prices for export sales denominated in USD after the strengthening of Ringgit Malaysia, the Group recorded lower PBT of RM24.4 million, a decrease of 16.6% from RM29.3 million in last financial year.

**16 Comment on material change in profit before tax**

	Current Quarter 31.12.2017 RM'000	Preceding Quarter 30.9.2017 RM'000	Variance	
			RM'000	%
Revenue	45,067	45,855	(788)	(1.7%)
Profit Before Tax	6,930	5,440	1,490	27.4%
Profit Before Tax Margin	15.4%	11.9%	-	3.5%

The Group’s revenue in the current quarter was relatively stable when compared to that of the same in the preceding quarter. The Group’s PBT and PBT margin were however better than the preceding quarter. This was due largely to higher expenses in the preceding quarter in particular, a one-off corporate exercise expense of RM0.8 million relating to the private placement and bonus issue undertaken by the Company.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**17 Prospects for the financial year ending 2018**

Going forward, the Group will continue to focus on strengthening operational performance by implementation of a series of process improvement to achieve better overall performance and cost efficiencies. The Group also expects the recently acquired new extrusion line to start commissioning in March of financial year 2018. With the additional capacity coming on stream, coupling with on-going improvement measures, the Group anticipates positive growth in sales volumes despite the fact of strengthening in Ringgit Malaysia, this augurs well for the Group's performance in financial year ending 2018.

**18 Variance between Actual Profit and Forecast Profit**

Not applicable.

**19 Taxation**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2017 RM'000	Preceding Year Corresponding Quarter 31.12.2016 RM'000	Current Year-To-Date 31.12.2017 RM'000	Preceding Year Corresponding Period 31.12.2016 RM'000
Income tax				
Current year	1,520	436	4,738	2,933
Prior year	-	(10)	70	607
	<u>1,520</u>	<u>426</u>	<u>4,808</u>	<u>3,540</u>
Deferred tax				
Current year	660	289	392	644
Prior year	(25)	1	(13)	(345)
	<u>2,155</u>	<u>716</u>	<u>5,187</u>	<u>3,839</u>

Effective tax rate in the current year quarter and financial year-to-date is lower than the statutory tax rate of 24% due to availability of tax incentives and allowances for the subsidiaries of the Company.

**20 Unquoted investments and properties**

There were no purchases or sale of unquoted investment or properties for the current quarter under review.

**21 Quoted securities**

There were no acquisitions or disposals of quoted securities for the current quarter under review and the financial year-to-date.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**22 Status of Corporate Proposals**

Except for the following disclosure, there were no corporate proposals announced but not yet completed as at the date of this quarterly report.

On 5 May 2017, RHB Investment Bank Berhad had on behalf of the Board announced that the Company proposed to undertake the following:

- (i) private placement of up to 16,800,000 new shares, representing approximately 6.79% of the total number of issued shares of the Company (“Proposed Private Placement”)
- (ii) bonus issue of up to 52,826,666 Bonus Shares to be credited as fully paid-up on the basis of 1 Bonus Share for every 5 existing shares held (“Proposed Bonus Issue”)

On 31 May 2017, Bursa Malaysia Securities had via its letter dated 31 May 2017 approved the Proposed Private Placement and Proposed Bonus Issue. On 5 July 2017, the shareholders of the Company approved the ordinary resolution on the Propose Bonus Issue as set out in the Notice of Extraordinary General Meeting dated 15 June 2017 by way of polling. On 10 July 2017, RHB Investment Bank had on behalf of the Board announced that the Board had fixed the issue price at RM2.30 per Placement Share. On 19 July 2017, the Company completed the listing and quotation of 16,800,000 new ordinary shares on Bursa Securities pursuant to the Proposed Private Placement.

On 23 August 2017, RHB Investment Bank Berhad had on behalf of the Board announced that the Bonus Issue has been completed following the listing of and quotation for 52,826,666 Bonus Shares on the Main Market of Bursa Securities on the said date.

The status of utilisation of proceeds of RM38,640,000 raised from the Proposed Private Placement by way of issuance of 16,800,000 new ordinary shares at an issue price of RM2.30 per share as at 23 February 2018 are as follows:

Purpose	Proposed utilisation (RM'000)	Actual utilisation (RM'000)	Intended time frame for utilisation	Balance unutilised	
				RM'000	%
i. Acquisition of 2 units of high performance blown film lines	20,000	10,658	Within 24 months	9,342	46.7%
ii. Construction of a new single storey warehouse	7,000	-	Within 24 months	7,000	100.0%
iii. Working capital	10,840	5,008	Within 12 months	5,832	53.8%
iv. Estimated expenses	800	800	Within 1 month	-	-
	<u>38,640</u>	<u>16,466</u>		<u>22,174</u>	

Note: Any differences in the actual expenses in relation to the Proposed Private Placement shall be adjusted to the allocation for working capital requirements of the Group.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**23 Borrowings and debt Securities**

There were no outstanding bank loans and borrowings other than the bank guarantees of RM1.4 million as at 31 December 2017.

**24 Derivative financial instruments**

Forward foreign exchange contracts are entered into by the Group in currencies other than functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions. In general, the Group's policy is to hedge excess amounts of receivables in foreign currencies after netting off the amounts of payables in the same foreign currencies. As at 31 December 2017, the Group's open forward contracts entered into as hedges of anticipated future transactions are as follows:

<b>Derivatives</b>	<b>Contract or Notional Amount RM'000</b>	<b>Fair Value Net gain RM'000</b>
Currency forward contract: Less than 1 year	8,904	12

Derivatives financial instruments that are not designated or do not qualify for hedge accounting are categorised as fair value through profit or loss account and measured at their fair value with the gain or loss recognized in the profit or loss account. During the current year quarter ended 31 December 2017, the Group recognised a gain on derivative of RM12,000 arising from fair value changes of financial derivative. The fair value changes are attributable to changes in foreign exchange spot and forward rates. The Group will fund the requirements of these derivatives from its net cash flow from operating activities when payments fall due.

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk. There is no change in the significant policy for mitigating or controlling the interest rate risk, credit risk, liquidity risk and foreign currency risk for the Group nor the related accounting policies for the financial year ended 31 December 2017. Other related information associated with the financial instruments are consistent with the disclosures in the audited financial statements for the financial year ended 31 December 2016.

**25 Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk as at the end of current quarter to the date of this quarterly report.

**26 Material Litigation**

There was no pending material litigation against the Group as at the date of this quarterly report.



**SLP RESOURCES BERHAD**  
[663862-H]  
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**27 Proposed Dividend**

Details of the dividends under the single-tier system approved and declared by the Board of Directors is as follows:

	<b>31.12.2017</b>	<b>31.12.2016</b>
<b>Third interim dividend</b>		
Dividend for the financial year ended	31 December 2017	31 December 2016
Approved and declared on	23 February 2018	23 February 2017
Single-tier dividend	Third	Third
Dividend per share	1.5 sen	1.5 sen
Entitlements to dividends based on record of		
Depositors as at	13 March 2018	13 March 2017
Date payable	6 April 2018	7 April 2017

**28 Earnings Per Share**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 31.12.2017</b>	<b>Preceding Year Corresponding Quarter 31.12.2016</b>	<b>Current Year-To-Date 31.12.2017</b>	<b>Preceding Year Corresponding Period 31.12.2016</b>
<b>BASIC EARNINGS PER SHARE</b>				
Profit attributable to owners of the Company (RM'000)	4,775	8,074	19,212	25,432
Weighted average number of ordinary shares in issue ('000)	307,801	300,160	307,801	300,160
Basic Earnings per Share (sen)	1.55	2.69	6.24	8.47

There was no dilution in the earning per share as there was no potential diluted ordinary share outstanding as at the end of the current quarter under review.



**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

---

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**29 Notes to the Statement of Comprehensive Income**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year</b>	<b>Preceding Year</b>	<b>Current</b>	<b>Preceding Year</b>
	<b>Quarter</b>	<b>Corresponding</b>	<b>Year-To-Date</b>	<b>Corresponding</b>
	<b>31.12.2017</b>	<b>Quarter</b>	<b>31.12.2017</b>	<b>Period</b>
	<b>RM'000</b>	<b>31.12.2016</b>	<b>RM'000</b>	<b>31.12.2016</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit from operations for the period is arrived at after crediting/(charging) the following items:				
Depreciation and amortisation	(1,176)	(956)	(4,703)	(3,953)
Dividend income	-	-	5	3
Finance income	472	9	986	66
(Loss)/Gain on disposal of property, plant and equipment	-	(2)	77	(2)
Interest expenses	-	-	-	(5)
Reversal/(Allowance) for impairment on trade receivables	195	(1,047)	465	(1,047)
(Loss)/Gain on derivative - unrealised	(10)	(882)	913	(868)
Net foreign exchange (loss)/gain	(146)	2,915	(1,125)	2,580
Rental income	-	-	9	14

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**30 Authorisation for issue**

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board.