



**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
30 SEPTEMBER 2017**

The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the third quarter ended 30 September 2017.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME –
UNAUDITED**

	Three months ended		Nine months ended	
	30.09.2017	30.09.2016	30.09.2017	30.09.2016
	RM '000	RM '000	RM '000	RM '000
Revenue	52,683	51,557	158,911	159,740
Operating Profit	4,519	6,285	15,725	17,733
Finance income	33	57	129	135
Finance costs	(448)	(137)	(957)	(433)
ESOS expenses	(993)	(1,590)	(993)	(1,590)
Profit before taxation	3,111	4,615	13,904	15,845
Income tax expense	(15)	(1,132)	(503)	(3,732)
Profit for the period	3,096	3,483	13,401	12,113
Foreign currency translation differences for foreign operation	2	(0.15)	(4)	(0.35)
Total comprehensive income for the period	3,098	3,483	13,398	12,113
Profit attributable to:				
Owners of the Company	3,100	3,485	13,427	12,117
Non-controlling interests	(4)	(2)	(26)	(4)
Profit for the period	3,096	3,483	13,401	12,113
Total comprehensive income attributable to:-				
Owners of the Company	3,102	3,485	13,426	12,117
Non-controlling interests	(4)	(2)	(28)	(4)
Total comprehensive income for the period	3,098	3,483	13,398	12,113
Basic earnings per ordinary share (sen)	2.20	2.48	4.91	4.43
Diluted earnings per ordinary share (sen)	2.16	2.43	4.86	4.39

The earnings per ordinary share for the quarter/period ended Sept 30, 2016 had been adjusted to reflect the share split involving the subdivision of every one (1) existing ordinary share into two (2) ordinary shares and bonus issue of one (1) for every four (4) split shares held by the entitled shareholders, which were completed on June 2, 2017.

(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 the accompanying explanatory notes attached to the interim financial statements.)



**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - UNAUDITED

	As at 30.09.2017 RM '000	Audited As at 31.12.2016 RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	149,349	141,290
Total non-current assets	<u>149,349</u>	<u>141,290</u>
Current assets		
Inventories	40,692	31,524
Trade and other receivables	66,481	64,426
Tax recoverable	4,108	874
Cash and cash equivalents	13,820	30,906
Total current assets	<u>125,101</u>	<u>127,730</u>
TOTAL ASSETS	<u>274,450</u>	<u>269,020</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	108,624	82,506
Reserves	89,161	106,217
Total equity attributable to owners of the Company	197,785	188,723
Non-controlling interests	19	46
Total equity	<u>197,804</u>	<u>188,769</u>
Non-current liabilities		
Loans and borrowings	18,046	19,925
Employee benefits	656	658
Deferred tax liabilities	8,970	9,112
Total non-current liabilities	<u>27,672</u>	<u>29,695</u>
Current liabilities		
Trade and other payables	21,950	36,194
Loans and borrowings	26,786	14,206
Taxation	-	-
Dividends payable	238	156
Total current liabilities	<u>48,974</u>	<u>50,556</u>
Total liabilities	<u>76,646</u>	<u>80,251</u>
TOTAL EQUITY AND LIABILITIES	<u>274,450</u>	<u>269,020</u>
Net assets per share (RM)	0.47	1.15

(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 the accompanying explanatory notes attached to the interim financial statements.)



TOMYPAK HOLDINGS BERHAD (Company No. 337743-W)

**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY – UNAUDITED

	Attributable to owners of the Company								Total	Non-controlling interest	Total equity
	Non-distributable						Distributable				
	Share capital	Share premium	Translation reserve	Treasury share	Employee Share-based reserve	Merger reserves	Warrant reserve	Retained earnings			
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 1 January 2017	82,506	11,902	(3)	(471)	1,248	2,991	16,967	73,583	188,723	46	188,769
Foreign currency translation differences for foreign operation	-	-	2	-	-	-	-	-	2	(1)	1
Profit for the period	-	-	-	-	-	-	-	13,427	13,427	(26)	13,401
Total comprehensive income for the period	-	-	2	-	-	-	-	13,427	13,429	(27)	13,402
Equity settled share based transactions	26,118	65	-	-	(79)	-	-	-	26,104	-	26,104
Bonus issues	-	(11,000)	-	-	-	-	-	(9,941)	(20,941)	-	(20,941)
Share split and bonus issue expenses	-	(198)	-	-	-	-	-	-	(198)	0	(198)
Share issued expenses	-	-	-	-	-	-	-	-	-	-	-
Treasury shares acquired and resale	-	-	-	471	-	-	-	222	693	-	693
Dividends to shareholders	-	-	-	-	-	-	-	(10,025)	(10,025)	-	(10,025)
At 30 September 2017	108,624	769	(1)	-	1,169	2,991	16,967	67,266	197,785	19	197,804



TOMYPAK HOLDINGS BERHAD (Company No. 337743-W)

**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY – UNAUDITED (continued)

	Attributable to owners of the Company							Total	Non-controlling interest	Total equity	
	Non-distributable				Distributable						
	Share capital	Share premium	Translation reserve	Treasury share	Employee Share-based reserve	Merger reserves	Warrant reserve	Retained earnings			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 1 January 2016	54,733	987	-	-	-	2,991	-	67,210	125,921	-	125,921
Foreign currency translation differences for foreign operation	-	-	(3)	-	-	-	-	-	(3)	(2)	(5)
Profit for the period	-	-	-	-	-	-	-	18,424	18,424	(46)	18,378
Total comprehensive income for the period	-	-	(3)	-	-	-	-	18,424	18,421	(48)	18,373
Equity settled share based transactions	406	1,153	-	-	1,248	-	-	-	2,807	-	2,807
Subscription of shares in a subsidiary	-	-	-	-	-	-	-	-	-	94	94
Right issued	27,367	27,367	-	-	-	-	-	-	54,734	-	54,734
Share issued expenses	-	(638)	-	-	-	-	-	-	(638)	-	(638)
Own shares acquired	-	-	-	(471)	-	-	-	-	(471)	-	(471)
Warrant issued	-	(16,967)	-	-	-	-	16,967	-	-	-	-
Dividends to shareholders	-	-	-	-	-	-	-	(12,051)	(12,051)	-	(12,051)
At 31 December 2016	<u>82,506</u>	<u>11,902</u>	<u>(3)</u>	<u>(471)</u>	<u>1,248</u>	<u>2,991</u>	<u>16,967</u>	<u>73,583</u>	<u>188,723</u>	<u>46</u>	<u>188,769</u>



**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED

	Nine months ended 30.09.2017 RM '000	Nine months ended 30.09.2016 RM '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	13,904	15,845
Adjustments for:-		
Depreciation	10,498	9,315
Equity settled share-based transaction	993	1,590
Finance income	(74)	(135)
Dividend income	(226)	-
Finance costs	957	433
Property, plant and equipment written off	2	4
Unrealised gain on foreign exchange	(1,410)	(310)
Gain on disposal of property, plant and equipment	(2)	(138)
Operating profit before changes in working capital	<u>24,642</u>	<u>26,604</u>
Changes in employee benefits	(2)	40
Changes in inventories	(9,168)	3,379
Changes in trade and other receivables	(645)	8,571
Changes in trade and other payables	(14,244)	(9,086)
Cash generated from operations	<u>583</u>	<u>29,508</u>
Tax paid	(3,879)	(6,097)
Other finance costs paid	(160)	(104)
Net cash (used in)/ from operating activities	<u>(3,456)</u>	<u>23,307</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(20,126)	(31,665)
Proceeds from disposal of property, plant and equipment	61	277
Interest received	74	135
Dividend received	226	-
Net cash used in investing activities	<u>(19,765)</u>	<u>(31,253)</u>



**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED (continued)

	Nine months ended 30.09.2017 RM '000	Nine months ended 30.09.2016 RM '000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loans	3,386	-
Repayment of term loans	(3,781)	(2,134)
Net short term borrowings	4,276	(4,780)
Net proceeds from the repurchase and resale of treasury sha	693	-
Dividends paid to owners of the Company	(9,943)	(8,858)
Interest paid	(797)	(329)
Bonus issues and proceeds from issuance of shares	12,299	54,097
Net cash for financing activities	<u>6,133</u>	<u>37,996</u>
Exchange difference on translation of the financial statements of foreign operation	2	-
Net (decrease)/ increase in cash and cash equivalents	(17,086)	30,050
Cash and cash equivalents at 1 January	30,906	11,715
Cash and cash equivalents at 30 September	<u><u>13,820</u></u>	<u><u>41,765</u></u>
* Cash and cash equivalents at end of the year consist of:-		
Deposit placed with licensed banks	-	37,300
Cash and bank balances	<u>13,820</u>	<u>4,465</u>
	<u><u>13,820</u></u>	<u><u>41,765</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 2016 and the accompanying explanatory notes attached to the interim financial statements.)



A. NOTES TO THE QUARTERLY FINANCIAL REPORT

1 Basis of preparation

(a) Statement of compliance

The interim financial statements are unaudited and have been prepared in accordance with paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad, and Malaysia Financial Reporting Standard (MFRS) 134: Interim Financial Reporting. These condensed consolidated interim financial statements also comply with IAS34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements for the 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.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group and the Company:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

- Amendments to MFRS 12, *Disclosure of Interests in Other Entities (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 107, *Statement of Cash Flows – Disclosure Initiative*
- Amendments to MFRS 112, *Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 9, *Financial Instruments (2014)*
- MFRS 15, *Revenue from Contracts with Customers*
- Clarifications to MFRS 15, *Revenue from Contracts with Customers*
- IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 2, *Share-based Payment – Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 4, *Insurance Contracts – Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 140, *Investment Property – Transfers of Investment Property*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

- MFRS 16, *Leases*



1 Basis of preparation (continued)

(a) Statement of compliance (continued)

MFRSs, Interpretations and amendments effective from a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Company plan to apply the abovementioned standards, amendments and interpretations in the respective financial years when the above standards, amendments and interpretations become effective.

The initial application of these standards, amendments and interpretations are not expected to have any material financial impacts to the current and prior periods financial statements of the Group and of the Company upon their first adoption except as mentioned below:

(i) MFRS 15, *Revenue from Contracts with Customers*

MFRS 15 replaces the guidance in MFRS 111, *Construction Contracts*, MFRS 118, *Revenue*, IC Interpretation 13, *Customer Loyalty Programmes*, IC Interpretation 15, *Agreements for Construction of Real Estate*, IC Interpretation 18, *Transfers of Assets from Customers* and IC Interpretation 131, *Revenue - Barter Transactions Involving Advertising Services*.

The Group and the Company are currently assessing the financial impact that may arise from the adoption of MFRS 15.

(ii) MFRS 9, *Financial Instruments*

MFRS 9 replaces the guidance in MFRS 139, *Financial Instruments: Recognition and Measurement* on the classification and measurement of financial assets and financial liabilities, and on hedge accounting.

The Group and the Company are currently assessing the financial impact that may arise from the adoption of MFRS 9.

(iii) MFRS 16, *Leases*

MFRS 16 replaces the guidance in MFRS 117, *Leases*, IC Interpretation 4, *Determining whether an Arrangement contains a Lease*, IC Interpretation 115, *Operating Leases – Incentives* and IC Interpretation 127, *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

The Group and the Company are currently assessing the financial impact that may arise from the adoption of MFRS 16.

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis.

(c) Functional and presentation currency

These financial statements are presented in Ringgit Malaysia (“RM”), which is the Company’s functional currency. All financial information is presented in RM and has been rounded to the nearest thousand, unless otherwise stated.



**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
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1 Basis of preparation (continued)

(d) Use of estimates and judgements

The preparation of the financial statements in conformity with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have significant effect on the amounts recognised in the financial statements.

2 Audit qualification

The preceding audited financial statements of the Group were not subject to any audit qualification.

3 Seasonality or cyclicity of operations

The business operations of the Group during the financial quarter under review were not materially affected by any seasonal or cyclical factors.

4 Unusual items affecting the assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and financial year-to-date.

5 Material changes in estimates

There were no changes in estimates of amounts, which have a material effect in the current quarter and financial year-to-date.

6 Issuances, cancellations, repurchases, resales and repayments of debts and equity securities

There were no issuances, cancellations, repurchases, resales and repayments of debts and equity securities for the current quarter, other than:-

- i) Issuance of 625,000 ordinary shares pursuant to the exercise of share options under the Company's Employees Share Option Scheme; and

7 Dividend paid

- i) The board declared a tax exempt interim dividend of 2 sen per ordinary share totaling RM3,350,609 on 18th May 2017, based on issued and paid up capital as at 2nd June 2017 and paid on 16th June 2017.



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8 Segment information

The Group operates principally in Malaysia and in the manufacture and sale of flexible packaging materials.

The Group's operation is divided into local and export market. The local market relates to sales to customers within Malaysia. The export market relates to sales to overseas customers with South East Asia being the principal market segment.

	Individual quarter ended		Cumulative quarter ended	
	30 September 2017 RM'000	30 September 2016 RM'000	30 September 2017 RM'000	30 September 2016 RM'000
Revenue				
- Local	26,138	24,717	77,311	74,983
- Overseas	26,545	26,840	81,600	84,757
	<u>52,683</u>	<u>51,557</u>	<u>158,911</u>	<u>159,740</u>

9 Valuations of property, plant and equipment

The Group did not carry out any valuations on its property, plant and equipment for the current quarter.

10 Material events subsequent to period end

There were no material events subsequent to period end.

11 Changes in composition of the group

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

12 Contingent liabilities

	30 September 2017 RM'000	30 September 2016 RM'000
Secured corporate guarantees for banking facilities given to subsidiary	<u>24,475</u>	<u>6,758</u>
Unsecured corporate guarantees for banking facilities given to subsidiary	<u>20,357</u>	<u>15,863</u>

13 Capital commitments

	30 September 2017 RM'000	30 September 2016 RM'000
Plant and equipment		
Contracted but not provided for	<u>33,803</u>	<u>75,190</u>
Authorised but not contracted for	<u>37,400</u>	<u>63,775</u>



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**B. ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD'S LISTING REQUIREMENTS**

1. Review of performance

The Group's performance for the quarter under review as compared to the same period of last year are as follow:

Description	3rd Quarter 17 RM'000	3rd Quarter 16 RM'000	% Change
Revenue	52,683	51,557	2.18%
PBT	3,111	4,615	-32.59%
PAT	3,096	3,483	-11.11%

Description	9 months 17 RM'000	9 months 16 RM'000	% Change
Revenue	158,911	159,740	-0.52%
PBT	13,904	15,845	-12.25%
PAT	13,401	12,113	10.63%

Q3-2017 vs Q3-2016

For the 3 months period ended 30 September 2017, the Group achieved a turnover of RM52.68 million compared to RM51.56 million for the same period last year, a marginal improvement of 2.18% despite lower quantities sold by 1% at 3,150 metric tonnes compared to 3,179 metric tonnes shipped in Q3-2016. The increase was mainly attributed to an improvement in sales to local customers.

The Group however recorded a lower pre-tax profit of RM3.11 million and profit after tax of RM3.10 million against the pre-tax profit of RM4.62 million and profit after tax of RM3.48 million in the previous corresponding period. These decreases were mainly due to:

- a) A decrease in gross margins achieved in this quarter attributed mainly to an increase in cost of goods manufactured,
- b) The increase in cost of goods manufactured was mainly attributed to:
 - i) Increase in depreciation by RM798,000 resulting from the commencement of operations at the new Senai plant;
 - ii) Increase in repairs and maintenance and other operating costs amounting to RM634,000 as a result of operating two separate locations as well as refurbishment of the old Tampoi plant;
 - iii) Increase in costs of cylinder expensed off at RM701,000 resulting from adoption of new MFRS 15 which resulted in an increase in earlier expensed off of cylinder as compared to Q3-2016; and
 - iv) Higher financial expenses of RM233,000 for the acquisition of new equipment.

Mitigated by:

- i) A substantial reduction in Income Tax as a result of Reinvestment Allowances from investments in the new Senai plant.



B. ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

1. Review of performance (continued)

9 months-2017 vs 9 months-2016

For the 9 months period ended 30 September 2017, the Group achieved a turnover of RM158.91 million compared to RM159.74 million for the same period last year, a marginal reduction of 0.52%.

As for pre-tax profit, the Group recorded a lower pre-tax profit of RM13.90 million against the pre-tax profit of RM15.85 million in the previous corresponding period, a reduction of 12.25%. The main reasons for this decrease is as stated above.

The Group recorded a higher profit after tax of RM13.40 million for the 9 months period end 30 September 2017 compared to profit after tax of RM12.11 million in the previous corresponding period. The Group enjoyed lower effective tax rate for these 9 months as compared to the previous corresponding 9 months due to higher reinvestment allowances in 2017 resulting from new investments carried out by the Group to expand as well as upgrade its production efficiencies.

2. Variation of results against preceding quarter

The Group's performance for the quarter under review as compared to the preceding quarter is as follow:

Description	3rd Quarter 17 RM'000	2nd Quarter 17 RM'000	% Change
Revenue	52,683	52,310	0.71%
PBT	3,111	4,114	-24.38%
PAT	3,096	4,056	-23.67%

For the 3 months period ended 30 September 2017, the Group achieved a turnover of RM52.68 million compared to RM52.31 million for the preceding quarter, slightly increase by 0.71%. The Group however reported a lower pre-tax profit of RM3.11 million and lower profit after tax of RM3.10 million compared to a pre-tax profit of RM4.11 million and profit after tax of RM4.06 million in the preceding quarter, a reduction of 24.38% and 23.67% respectively.

These were mainly due to additional depreciation in this quarter as more equipment are commissioned, lower unrealised foreign exchange gain in this quarter, higher financial expenses as financing facilities are drawn down to fund arrival of new equipment as well as a one-off provision for ESOS costs.

3. Prospects

With the completion of the new facility in Senai and refurbishment of the old Tampoi plant, and with the installation and commissioning of new printing and laminating lines, a new film casting line and other ancillary plant and equipment by the 1st Quarter 2018, the Board is optimistic that the Group's overall performance going forward will be further improved.

Barring unforeseen circumstances, the Board expects the Group to deliver a satisfactory set of results for financial year 2017.

4. Profit forecast

No profit forecast was provided for the current quarter and financial year-to-date.



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5 Tax expense

Taxation comprises the followings: -

	Individual quarter ended		Cumulative quarter ended	
	30 September 2017 RM'000	30 September 2016 RM'000	30 September 2017 RM'000	30 September 2016 RM'000
The tax expense comprises the followings:				
Tax expense				
- Current period	70	1,000	300	3,500
- Prior year	345	(98)	345	(98)
	<u>415</u>	<u>902</u>	<u>645</u>	<u>3,402</u>
Deferred tax expense				
- Current period	(400)	230	(142)	330
	<u>(400)</u>	<u>230</u>	<u>(142)</u>	<u>330</u>
	<u>15</u>	<u>1,132</u>	<u>503</u>	<u>3,732</u>

6 Status of corporate proposal announced

There was no corporate proposal announced for the current quarter.

7 Utilisation of Right Issue Proceeds

The status of utilisation of the proceeds of RM54,733,770 from the Rights Issue with Warrants as at 30 September 2017 are as follows:

Details of the expected utilisation of proceeds	Expected utilisation RM'000	Actual utilisation RM'000	Balance unutilised RM'000
Construction of a new factory building	33,366	32,510	856
Purchase of machineries, equipment and other ancillary facilities	15,768	14,231	1,537
Working capital	5,000	5,000	-
Estimated expenses in relation to the Corporate Exercise	600	600	-
Total	54,734	52,341	2,393



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8 Group borrowings and debts securities

The borrowings of the Group denominated in Ringgit Malaysia as at the end of the reporting period are as follows: -

	30 September 2017	30 September 2016
	RM'000	RM'000
Non-current		
Secured		
Term loans	18,046	4,580
Finance lease liabilities	-	-
	<u>18,046</u>	<u>4,580</u>
Current		
Secured		
Term loans	6,429	2,178
Finance lease liabilities	-	-
	6,429	2,178
Unsecured		
Trust receipts	20,357	15,863
	<u>20,357</u>	<u>15,863</u>
	<u>26,786</u>	<u>18,041</u>
	<u>44,832</u>	<u>22,621</u>

9 Disclosure of derivatives

There were no financial derivatives for current quarter ended 30 September 2017.

10 Changes in material litigation

There were no pending material litigations at the date of this quarterly report.

11 Dividend

The Board is pleased to declare a single tier interim dividend of 0.8 sen per ordinary share on 23rd November 2017 in respect of the financial year ending 31st December 2017 and the said dividend will be paid on 27th December 2017 to shareholders whose names appear on the Company's Record of Depositors 11th December 2017.



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30 SEPTEMBER 2017**

12 Earnings per ordinary shares

Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the period under review is based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the said financial period, adjusted by the number of ordinary shares rights issue during the period under review.

	Individual quarter ended		Cumulative quarter ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
Adjusted Net Profit attributable to ordinary shareholders (RM'000)	3,100	3,485	13,427	12,117
Weighted average number of ordinary shares in issue ('000)	140,784	140,784	273,460	273,460
Basic earnings per ordinary share (sen)	<u>2.20</u>	<u>2.48</u>	<u>4.91</u>	<u>4.43</u>

Diluted earnings per ordinary share

The calculation of diluted earnings per ordinary share for the period under review is based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the said financial period, after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

	Three months		Nine months	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
Adjusted Net Profit attributable to ordinary shareholders (RM'000)	3,100	3,485	13,427	12,117
Weighted average number of ordinary shares in issue ('000)	143,518	143,518	276,193	276,193
Diluted earnings per ordinary share (sen)	<u>2.16</u>	<u>2.43</u>	<u>4.86</u>	<u>4.39</u>

The earnings per ordinary share for the quarter/period ended Sept 30, 2016 had been adjusted to reflect the share split involving the subdivision of every one (1) existing ordinary share into two (2) ordinary shares and bonus issue of one (1) for every four (4) split shares held by the entitled shareholders, which were completed on June 2, 2017.

13 Disclosure of realised and unrealised profits/ losses

	As at 30.09.2017 RM'000	As at 31.12.2016 RM'000
Total retained earnings of the Company and its subsidiaries:		
~ Realised profits	76,076	82,838
~ Unrealised losses	(8,810)	(9,255)
Total retained earnings of the Group	<u>67,266</u>	<u>73,583</u>



**UNAUDITED QUARTERLY REPORT FOR THE THIRD QUARTER ENDED
30 SEPTEMBER 2017**

14 Notes to the Statements of Comprehensive Income

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

	Individual quarter ended		Cumulative quarter ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
	RM'000	RM'000	RM'000	RM'000
Dividend income	(37)	-	(226)	-
Interest expense	450	137	957	433
Depreciation	3,879	3,194	10,498	9,315
Allowance for/ (Reversal of) slow moving inventories	47	342	(309)	255
Foreign exchange:				
- Realised loss	254	162	729	831
- Unrealised gain	(262)	(372)	(1,410)	(309)
Gain on disposal of property, plant and equipment	(2)	(131)	(2)	(138)
Equity settled share based transaction (ESOS expense)	939	1,590	993	1,590