

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

Condensed Consolidated Statement of Financial Position

	UNAUDITED AS AT 31/12/2016 RM'000	AUDITED AS AT 31/12/2015 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	3,389	5,536
Investment properties	245,566	248,368
Prepaid lease payments	2,409	2,482
Other investments	8,455	7,077
Deferred tax assets	282	295
	<u>260,101</u>	<u>263,758</u>
Current Assets		
Inventories	896	648
Receivables, deposits and prepayment	5,054	8,197
Current tax assets	419	341
Cash & bank balances	3,697	3,508
	<u>10,066</u>	<u>12,694</u>
TOTAL ASSETS	<u>270,167</u>	<u>276,452</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	87,457	87,445
Reserves	29,234	29,237
Total equity	<u>116,691</u>	<u>116,682</u>
Non-current liabilities		
Loan and borrowings	106,502	116,468
Deferred income	1,071	1,127
Deferred tax liabilities	600	694
	<u>108,173</u>	<u>118,289</u>
Current liabilities		
Loan and borrowings	31,039	26,563
Payables and accruals	14,137	14,813
Provision for taxation	72	50
Deferred income	55	55
	<u>45,303</u>	<u>41,481</u>
Total liabilities	<u>153,476</u>	<u>159,770</u>
TOTAL EQUITY AND LIABILITIES	<u>270,167</u>	<u>276,452</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.33	1.33

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements).

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

The Board of directors is pleased to submit its quarterly report on the consolidated results of the group for the fourth quarter ended 31 December 2016. The figures have not been audited.

Condensed Consolidated Statement of Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 31/12/2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2015 RM'000	CURRENT YEAR TO DATE 31/12/2016 RM'000	PRECEDING YEAR TO DATE 31/12/2015 RM'000
Continuing Operations				
Revenue	5,570	6,531	25,165	27,589
Cost of sales	<u>(1,802)</u>	<u>(1,842)</u>	<u>(7,520)</u>	<u>(8,248)</u>
Gross profit	3,768	4,689	17,645	19,341
Interest income	20	34	20	48
Gain on disposal of investment properties	241	-	2,262	10,476
Other income	288	245	1,302	414
Administrative and Distribution expenses	(1,286)	(1,828)	(4,249)	(27,583)
Depreciation of investment properties and PPE	(1,187)	(1,245)	(4,942)	(5,031)
Other expenses	(129)	(142)	(2,099)	(2,162)
Finance costs	(2,448)	(2,537)	(10,178)	(10,043)
Loss before tax	<u>(733)</u>	<u>(784)</u>	<u>(239)</u>	<u>(14,540)</u>
Income tax expense	(155)	(426)	(1,324)	(1,557)
Loss for continuing operations	<u>(888)</u>	<u>(1,210)</u>	<u>(1,563)</u>	<u>(16,097)</u>
Other comprehensive income, net of tax - fair value of available-for-sale financial assets	-	(528)	-	(528)
	<u>(888)</u>	<u>(1,738)</u>	<u>(1,563)</u>	<u>(16,625)</u>
Profit/(Loss) attributable to:				
- from continuing operations	(888)	(1,210)	(1,563)	(16,097)
- from discontinued operations	-	(295)	(79)	(503)
	<u>(888)</u>	<u>(1,505)</u>	<u>(1,642)</u>	<u>(16,600)</u>
Earning/(Loss) per share attributable to shareholders of the parent:				
- from continuing operations	(1.02)	(1.38)	(1.79)	(18.41)
- from discontinued operations	-	(0.34)	(0.09)	(0.58)
Basic earnings/(loss) per ordinary share (sen)	<u>(1.02)</u>	<u>(1.72)</u>	<u>(1.88)</u>	<u>(18.99)</u>
- from continuing operations	(0.85)	(1.16)	(1.50)	(15.44)
- from discontinued operations	-	(0.28)	(0.08)	(0.48)
Diluted earnings/(loss) per ordinary share (sen)	<u>(0.85)</u>	<u>(1.44)</u>	<u>(1.58)</u>	<u>(15.92)</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statement for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD
(Company No. 325935-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

Condensed Consolidated Statement of Changes in Equity

	<-----Attributable to shareholders of the parent----->		<-----Non-distributable-----> Distributable		
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Retained Earnings RM'000	Total RM'000
At 1 January 2015	87,432	595	357	45,413	133,797
Fair value of available-for-sale financial assets	-	-	(528)	-	(528)
Loss for the period	-	-	-	(16,600)	(16,600)
Total comprehensive income for the period	-	-	(528)	(16,600)	(17,128)
Shares Issued pursuant to exercise of warrant at RM1.00 per share	13	-	-	-	13
At 31 December 2015	<u>87,445</u>	<u>595</u>	<u>(171)</u>	<u>28,813</u>	<u>116,682</u>
At 1 January 2016	87,445	595	(171)	28,813	116,682
<i>Other comprehensive income</i>	-	-	-	-	-
- fair value of available-for-sale financial assets	-	-	1,639	-	1,639
Loss for the period	-	-	-	(1,642)	(1,642)
Total comprehensive income for the period	-	-	1,639	(1,642)	(3)
Shares Issued pursuant to exercise of warrant at RM1.00 per share	12	-	-	-	12
At 31 December 2016	<u>87,457</u>	<u>595</u>	<u>1,468</u>	<u>27,171</u>	<u>116,691</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD

(Company No. 325935-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016**Condensed Consolidated Statement of Cash Flows**

	12 months period ended 31 December	
	2016	2015
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit/(loss) before tax		
- continuing operations	(239)	(14,540)
- discontinued operations	(79)	(503)
Adjustment for:-		
Depreciation and amortisation	4,942	5,076
Dividend received	(286)	(206)
Interest income	(20)	(48)
Interest expense	10,178	10,043
Impairment loss on :		
- property, plant and equipment	-	227
- other investments	261	22,830
- trade receivables, net	-	100
Gain on assets classified as held for sale	-	(10,476)
Gain on disposal of Investment properties	(2,262)	43
Unrealised gain on foreign exchange	-	(214)
Operating profit before working capital changes	12,495	12,332
Decrease/(Increase) in:		
Inventories	(248)	596
Receivables	3,143	2,984
Increase/(Decrease) in:		
Deferred income	(55)	(55)
Payables	(676)	(10,769)
Cash generated from/(used in) operating activities	14,659	5,088
Tax (paid)/refund	(1,412)	(1,343)
Net cash generated from/(used in) operating activities	13,247	3,745
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend received	286	206
Interest received	20	48
Acquisition of:		
- property, plant and equipment	(5)	(40)
- investment properties	(2,020)	(9,393)
- other investment	-	(18,148)
Proceeds from disposal of other investment	-	8,961
Proceeds from disposal of investment properties	4,367	-
Proceeds from disposal of asset held for sale	-	16,636
Net cash generated from/(used in) investing activities	2,648	(1,730)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of finance lease liability	(280)	(269)
Drawdown term loan	4,312	19,098
Redeem term loan	(130)	-
Interest paid	(10,178)	(10,043)
Repayment of term loan	(11,942)	(11,653)
Proceeds from conversion of warrants to shares	12	13
Withdrawal/(Placement) of pledged deposit	(20)	164
Net cash (used in)/generated from financing activities	(18,226)	(2,690)
Net (decrease)/increase in cash and cash equivalents	(2,331)	(675)
Cash and cash equivalents at 1 January	(13,099)	(12,424)
Cash and cash equivalents at 31 December	(15,430)	(13,099)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD
 (Company No. 325935-U)
 (Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

Condensed Consolidated Statement of Cash Flows

	12 months period ended 31 December	
	2016	2015
	RM'000	RM'000
Net Cash Generated From/(Used In) Operating Activities	13,247	3,745
Net Cash Generated From Investing Activities	2,648	(1,730)
Net Cash (Used In)/Generated From Financing Activities	(18,226)	(2,690)
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(2,331)</u>	<u>(675)</u>
CASH AND CASH EQUIVALENTS AT 1 JANUARY	(13,099)	(12,424)
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	<u><u>(15,430)</u></u>	<u><u>(13,099)</u></u>

Cash and Cash Equivalents at 31 December consist of:-

Cash and bank balances	3,697	3,069
Deposit with a licensed bank		439
Bank overdrafts	(18,067)	(15,567)
Less: Deposit pledged to the financial institutions	<u>(1,060)</u>	<u>(1,040)</u>
	<u><u>(15,430)</u></u>	<u><u>(13,099)</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 2015 and the accompanying explanatory notes attached to the interim financial statements).

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER IN RESPECT OF FINANCIAL YEAR ENDING 31
DECEMBER 2016 – UNAUDITED**

**Part A: Selected explanatory notes pursuant to Malaysian Financial Reporting
Standards (“MFRS”) 134 Interim Financial Reporting**

A1 Basis of preparation

These condensed consolidated interim financial reports, for the period ended 31 December 2016, have been prepared in accordance with MFRS 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited annual financial statement of the Group for the financial year ended 31 December 2015. The explanatory notes attached to the condensed consolidated 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.

A2 Significant Accounting Policies

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2015 except for the adoption of the following with effect from 1 January 2016:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016

- MFRS 14, Regulatory Deferral Accounts
- Amendments to MFRS 5, Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements to MFRSs 2012-2014 Cycle)
- Amendments to MFRS 7, Financial Instruments; Disclosures (Annual Improvements 2012-2014 Cycle)
- Amendments to MFRS 10, Consolidated Financial Statements, MFRS 12, Disclosure of Interests in Other Entities and MFRS 128, Investments in Associates and Joint Ventures – Investment Entities: Applying the Consolidation Exception
- Amendments to MFRS 11, Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations
- Amendments MFRS 101, Presentation of Financial Statements: Disclosures Initiative
- Amendments to MFRS 116, Property, Plant and Equipment and MFRS 138, Intangible Assets - Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to MFRS 116, Property, Plant and Equipment and MFRS 141, Agriculture - Agriculture: Bearer Plants*

- Amendments to MFRS 119, Employee Benefits (Annual Improvements 2012 – 2014 Cycle)
- Amendments to MFRS 127, Separate Financial Statements – Equity Method in Separate Financial Statements
- Amendments to MFRS 134, Interim Financial Reporting (Annual Improvements 2012 – 2014 Cycle)

The following are the 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 (IFRS 9 as issued by IASB in July 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

MFRSs, Interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

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

The adoption of the above standards and amendments are not expected to have any material financial impact to the Group upon their first adoption other than MFRS9, Financial Instruments, MFRS 15, Revenue from Contracts with Customers and MFRS 16, Leases which the Group is currently assessing the financial impact.

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the financial year ended 31 December 2015 was not qualified.

A4 Seasonal or cyclical factors

The Group's operations were not affected by any significant seasonal or cyclical factors in the current quarter.

A5 Unusual items Due to Their Nature, Size or Incidence

Other than disclosed in the financial statements there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group in the current quarter ended 31 December 2016.

A6 Change in Estimates

There were no significant changes in estimates of amounts reported in prior financial years which have a material effect in the current quarter ended 31 December 2016.

A7 Debts and equity securities

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

A8 Dividend

There was no dividend payment made for the current quarter under review.

A9 Segmental Reporting

The segment information for business segments predominantly conducted in Malaysia for the financial period ended 31 December 2016 and 31 December 2015 are as follows:

12 Months ended 31 December 2016	Manufacturing RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	10,060	15,105	25,165
Result			
Segment results	746	9,193	9,939
Interest expense			(10,178)
Loss before taxation			(239)

12 Months ended 31 December 2015	Manufacturing RM'000	Investment Holding RM'000	Consolidated RM'000
Revenue	10,910	16,679	27,589
Result			
Segment results	651	(5,148)	(4,497)
Interest expense			(10,043)
Loss before taxation			(14,540)

A10 Discontinued Operations

Effective May 2016, the food and beverage division has ceased business.

The loss attributable to the discontinued operations is as follows:

	3 months ended		12 months ended	
	31.12.2016 RM'000	31.12.2015 RM'000	31.12.2016 RM'000	31.12.2015 RM'000
Revenue	-	26	25	126
Cost of sales	-	(21)	(20)	(93)
Gross profit	-	5	5	33
Administrative expenses	-	(288)	(86)	(499)
Depreciation	-	(11)	-	(45)
Other expenses	-	(4)	-	(5)
Other income	-	3	2	13
Operating loss	-	(295)	(79)	(503)
Finance costs	-	-	-	-
Loss before taxation	-	(295)	(79)	(503)
Income tax expense	-	-	-	-
Loss for the period	-	(295)	(79)	(503)

A11 Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendments from the audited financial statements for the year ended 31 December 2015.

A12 Material events subsequent to balance sheet date

There were no material events subsequent to the end of the period under review to 17 February 2017.

A13 Changes in the composition of the Group

There were no material events subsequent to the end of the period under review to 17 February 2017.

A14 Changes in contingent liabilities or contingent assets as at 31 December 2016

The contingent liabilities / assets as at 31 December 2016 is as tabulated:

Unsecured:	RM '000
Corporate guarantee issued to banks for credit facilities granted to subsidiary companies	105,340

A15 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation, amortisation and impairment losses.

A16 Capital commitments

There was no capital commitments during the current quarter ended 31 December 2016.

Part B: Additional information required under Part A of Appendix 9B of Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B1 Review of the performance of the Company and its principal subsidiaries

The performance of the Group (the Company and its principal subsidiaries on a collective basis) is summarized below:

Segment	3-months ended		12 months ended	
	31.12.2016 RM'000	31.12.2015 RM'000	31.12.2016 RM'000	31.12.2015 RM'000
Manufacturing				
Revenue	2,692	2,504	10,060	10,910
Profit before taxation	374	374	63	22
Investment holding				
Revenue	2,878	4,027	15,105	16,679
Loss before taxation	(1,107)	(1,158)	(302)	(14,562)
Total				
Revenue	5,570	6,531	25,165	27,589
Loss before taxation	(733)	(784)	(239)	(14,540)

For the current financial quarter, the Group recorded revenue of RM5.57 million, a decrease of RM0.96 million as compared to RM6.53 million in the preceding year corresponding quarter. The Group recorded loss before tax of RM0.73 million in the current quarter as compared to loss before tax of RM0.78 million in the previous year corresponding quarter. The contributory factors to the above performance are explained in the respective business segments as follows:

The manufacturing division recorded revenue of RM2.69 million in the current financial quarter, an increase of RM0.19 million as compared to RM2.50 million recorded in the previous year corresponding quarter. The profit before tax recorded in the current quarter was the same as the previous year corresponding quarter.

The investment holding division reported a revenue of RM2.88 million for the current quarter a decrease of RM1.15 million as compared to RM4.03 million in the preceding year corresponding quarter. The reduction in revenue was mainly contributed by lesser rental received. The investment division posted loss before tax of RM1.11 million against loss before tax of RM1.16 million in preceding year corresponding quarter. The improvement to the loss before tax recorded in the current quarter compared to the corresponding quarter was mainly due to the gain of RM0.24 million arising from disposal of one unit double-storey shop office.

The restaurant division has ceased operations since May 2016.

B2 Material changes in (loss)/profit before tax for the current quarter compared to immediate preceding quarter

The Group posted revenue of RM5.57 million in respect of the current financial quarter, a decrease of RM1.54 million compared to RM7.11 million recorded in the immediate preceding quarter. Accordingly, the Group recorded loss before tax of RM0.73 million compared to profit before tax of RM0.80 million in the immediate preceding quarter. The contributory factors to the above performance are explained in the respective business segments as follows:

Segment	3-months ended	
	31.12.2016 RM'000	30.09.2016 RM'000
Manufacturing		
Revenue	2,692	3,306
Profit before taxation	374	380
Investment holding		
Revenue	2,878	3,800
(Loss)/Profit before taxation	(1,107)	415
Total		
Revenue	5,570	7,106
(Loss)/Profit before taxation	(733)	795

The manufacturing division recorded a revenue of RM2.69 million and profit before tax of RM0.37 million in the current quarter compared to RM3.31 million and profit before tax of RM0.38 million respectively in the immediate preceding quarter. The reduction in revenue in the current quarter was mainly due to decrease in orders from customers.

The investment holding division recorded revenue of RM2.88 million in the current quarter compared to RM3.80 million in the immediate preceding quarter. The reduction in rental received of RM0.92 million in the current quarter was mainly contributed by lower rental received. The investment division posted loss before tax of RM1.11 million compared to profit before tax of RM0.42 million in the immediate preceding quarter. The gain before tax achieved in the immediate preceding quarter was mainly contributed by the settlement received from the litigation amounting to about RM0.92million.

The restaurant division has cease business since May 2016.

B3 Prospects for the year 2017

The business environment remains trying given the intensified competition and prevailing lackluster global economic condition. The manufacturing division's performance would be very much dependent on the orders from existing customers and the anticipated gradual recovery in the global economy.

The retail business in Malaysia remains tough due to unfavorable global economic condition coupled with depreciation of the Malaysian Ringgit which resulted in higher costs for imported material and contraction in consumer spending power. The continued dismal outlook could see consolidation of activities in the retail business and consequently have negative impact on the rental income received by the investment holding division.

B4 Profit forecast

This was not applicable as no profit forecast was published.

B5 Profit/(Loss) before taxation

Profit/(Loss) before taxation is arrived at after crediting/ (charging) the following income/ (expenses):

	3 months ended		12 months ended	
	31.12.2016 RM'000	31.12.2015 RM'000	31.12.2016 RM'000	31.12.2015 RM'000
(a) Profit on disposal of investment properties	241	-	2,262	10,476
(b) Interest expense	(2,448)	(2,537)	(10,178)	(10,043)
(c) Interest income	20	34	20	48
(d) Allowance for write (down)/back of inventories	10	424	(11)	(85)

(e) (Loss)/Profit on foreign exchange				
- realised	46	-	164	-
- unrealised	87	108	-	214
(f) Depreciation and amortisation	(1,187)	(1,245)	(4,942)	(5,031)
(g) Impairment of other investment	(261)	(501)	(261)	(22,830)

B6 Tax expense

	3 months ended		12 months ended	
	31.12.2016 RM'000	31.12.2015 RM'000	31.12.2016 RM'000	31.12.2015 RM'000
Income tax expense				
-Current	539	321	1,708	1,244
-Prior year	3	3	55	226
Deferred tax expense				
-Current	(387)	(17)	(439)	(32)
-Prior year	-	119	-	119
	155	426	1,324	1,557

The effective tax rate for the current quarter is higher than the statutory tax rate mainly due to unqualified expenses being disallowed for taxation purposes.

B7 Profits/ (Losses) on sale of unquoted investments and/or properties

There were no profits/losses on sale of unquoted investment and/or properties in the current quarter ended 31 December 2016 except for the gain of RM0.24 million from the disposal of one unit of double-storey shop office.

B8 Marketable securities

There were no purchase or disposal of quoted securities during the current quarter ended 31 December 2016.

B9 Status of corporate proposals

There were no corporate proposals for the current quarter ended 31 December 2016.

B10 Borrowing and debts securities

All borrowings of the Group are denominated in Ringgit Malaysia.

		12 months ended 31.12.2016 RM'000
Current	Overdraft	18,067
	Term loan - secured	12,972
Non-current	Term loan - secured	106,502

B11 Off balance sheet financial instruments

The Group does not have any financial instruments with off balance sheet risk as at 17 February 2017.

B12 Changes in material litigation

There were no material litigation for the current quarter ended 31 December 2016.

B13 Dividends

No dividend has been recommended for the quarter under review;

B14 Basis of calculation of earnings per share

The basic earnings per share for the current quarter and cumulative year to date are computed as follows:

	3 months ended		12 months ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
Net profit/(loss) for the period attributable to owners of the Company (RM'000)				
- from continuing operations	(888)	(1,210)	(1,563)	(16,097)
- from discontinued operation	-	(295)	(79)	(503)
	(888)	(1,505)	(1,642)	(16,600)

Weighted average number of ordinary shares in issue	87,445,500	87,433,570	87,453,505	87,436,732
Basic earnings/(loss) per share (sen)				
- from continuing operations	(1.02)	(1.38)	(1.79)	(18.41)
- from discontinuing operations	-	(0.34)	(0.09)	(0.58)
	(1.02)	(1.72)	(1.88)	(18.99)
The diluted earnings per share for the current quarter and cumulative year-to-date are computed as follows:				
	3 months ended		12 months ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
Net profit/(loss) for the period attributable to owners of the Company (RM'000)				
- from continuing operations	(888)	(1,210)	(1,563)	(16,097)
- from discontinued operations	-	(295)	(79)	(503)
	(888)	(1,505)	(1,642)	(16,600)
Weighted average number of ordinary shares in issue	87,445,500	87,433,570	87,453,505	87,436,732
Adjustments for warrants granted	16,771,636	16,812,280	16,771,636	16,808,047
Adjusted weighted average number of ordinary shares in issue	104,217,136	104,245,850	104,225,141	104,244,779
Diluted earnings/(loss) per share (sen)				
- from continuing operations	(0.85)	(1.16)	(1.50)	(15.44)
- from discontinued operations	-	(0.28)	(0.08)	(0.48)
	(0.85)	(1.44)	(1.58)	(15.92)

B15 Realised & Unrealised Profit/Losses Disclosure

The retained profits as at 31 December 2016 and 31 December 2015 is analysed as follows:

	31.12.2016 RM'000	31.12.2015 RM'000
The retained profits of RSB and its subsidiaries:		
- Realised	34,721	37,231
- Unrealised	280	136
	35,001	37,367
Less: Consolidation adjustments	(7,830)	(8,554)
Total Group retained profits as per consolidated financial statements	27,171	28,813

B16 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors.

By order of the Board
LEE CHIEW HIANG
Executive Director
Penang
24 February 2017