

The Board of directors is pleased to submit its quarterly report on the consolidated results of the Group for the second quarter ended 30 June 2018. The figures have not been audited.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018**  
**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	Individual Period			Cumulative Period				
	Current Year Quarter 30/6/2018 RM'000	Preceding Year Corresponding Quarter 30/06/2017 RM'000	Changes in Amount RM'000	Changes in %	Current Year-to- date 30/6/2018 RM'000	Preceding Year Corresponding Period 30/06/2017 RM'000	Changes in Amount RM'000	Changes in %
<b>Continuing Operations</b>								
Revenue	5,475	7,368	(1,893)	(26)	15,041	13,740	1,301	9
Cost of sales	(307)	(2,019)	1,712	85	(3,115)	(3,895)	780	20
<b>Gross profit</b>	<b>5,168</b>	<b>5,349</b>	<b>(181)</b>	<b>(3)</b>	<b>11,926</b>	<b>9,845</b>	<b>2,081</b>	<b>21</b>
Interest income	-	7	(7)	(100)	1	21	(20)	(95)
Gain from disposal of investment properties	-	1,414	(1,414)	(100)	-	3,527	(3,527)	(100)
Other income	15	49	(34)	(69)	37	70	(33)	(47)
Administrative and Distribution expenses	(583)	(1,312)	729	56	(2,275)	(2,601)	326	13
Depreciation of investment properties and PPE	(1,074)	(1,107)	33	3	(2,150)	(2,267)	117	5
Other expenses	(443)	(558)	115	21	(1,015)	(1,119)	104	9
Finance costs	(2,755)	(2,342)	(413)	(18)	(5,343)	(4,851)	(492)	(10)
<b>Profit before taxation</b>	<b>328</b>	<b>1,500</b>	<b>(1,172)</b>	<b>(78)</b>	<b>1,181</b>	<b>2,625</b>	<b>(1,444)</b>	<b>(55)</b>
Income tax expense	(321)	(550)	229	42	(722)	(823)	101	(12)
<b>Profit for the period</b>	<b>7</b>	<b>950</b>	<b>(943)</b>	<b>(99)</b>	<b>459</b>	<b>1,802</b>	<b>(1,343)</b>	<b>(75)</b>

**Earning/(Loss) per share attributable to shareholders of the parent:**

Basic and diluted earnings/(loss) per ordinary share (sen)	0.01	0.89	0.43	1.69
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(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statement for the year ended 31 December 2017 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 SECOND QUARTER ENDED 30 JUNE 2018**  
Condensed Consolidated Statement of Financial Position

	Unaudited As At 30/06/2018 RM'000	Audited As At 31/12/2017 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant & equipment	2,962	3,139
Investment properties	271,989	262,597
Prepaid lease payments	2,300	2,336
Other investments	10,881	10,881
Deferred tax assets	261	268
	<u>288,393</u>	<u>279,221</u>
<b>Current Assets</b>		
Inventories	1,082	631
Receivables, deposits and prepayment	7,613	7,724
Current tax assets	416	226
Assets classified as held for sale	622	-
Cash & bank balances	5,704	6,373
	<u>15,437</u>	<u>14,954</u>
<b>TOTAL ASSETS</b>	<b><u>303,830</u></b>	<b><u>294,175</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	107,491	107,491
Reserves	34,493	34,034
<b>Total equity</b>	<b><u>141,984</u></b>	<b><u>141,525</u></b>
<b>Non-current liabilities</b>		
Loan and borrowings	123,340	117,677
Deferred income	1,016	1,016
Deferred tax liabilities	315	315
	<u>124,671</u>	<u>119,008</u>
<b>Current liabilities</b>		
Loan and borrowings	27,733	23,373
Payables and accruals	9,276	10,163
Provision for taxation	138	51
Deferred income	28	55
	<u>37,175</u>	<u>33,642</u>
<b>Total liabilities</b>	<b><u>161,846</u></b>	<b><u>152,650</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>303,830</u></b>	<b><u>294,175</u></b>
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>	<b>1.32</b>	<b>1.32</b>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 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 SECOND QUARTER ENDED 30 JUNE 2018**  
**Condensed Consolidated Statement of Cash Flows**

	6 months period ended 30 June	
	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net profit before tax	1,181	2,625
Adjustment for:-		
Depreciation and amortisation	2,150	2,267
Dividend received	-	(18)
Interest income	(1)	(21)
Interest expense	5,343	4,851
Gain from disposal of investment properties	-	(3,527)
Operating profit before working capital changes	8,673	6,177
Decrease/(Increase) in:		
Inventories	(451)	(226)
Receivables	111	(1,835)
Increase/(Decrease) in:		
Deferred income	(28)	(28)
Payables	(887)	(5,773)
Cash generated from/(used in) operating activities	7,418	(1,685)
Tax paid	(818)	(587)
Net cash generated from/(used in) operating activities	6,600	(2,272)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest received	1	21
Dividend received	-	18
Acquisition of:		
- property, plant and equipment	(47)	(26)
- investment properties	(11,903)	(11,178)
Proceeds from disposal of investment properties	-	6,887
Net cash (used in)/generated from investing activities	(11,949)	(4,278)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of finance lease liability	(145)	(145)
Interest paid	(5,343)	(4,851)
Redemption of term loan	(3,860)	(8,353)
Drawdown of term loan	15,806	18,000
Repayment of term loan	(6,027)	(6,227)
Proceeds from conversion of warrants to shares	-	19,439
Withdrawal/(Placement) of pledged deposit	-	(596)
Net cash generated from/(used in) financing activities	431	17,267
Net (decrease)/increase in cash and cash equivalents	(4,918)	10,717
Cash and cash equivalents at 1 January	(5,898)	(15,430)
Cash and cash equivalents at 30 June	(10,816)	(4,713)
Net Cash Generated From/(Used In) Operating Activities	6,600	(2,272)
Net Cash (Used In)/Generated From Investing Activities	(11,949)	(4,278)
Net Cash Generated From Financing Activities	431	17,267
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(4,918)	10,717
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>	(5,898)	(15,430)
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	(10,816)	(4,713)
<b>Cash and Cash Equivalents at 30 June consist of:-</b>		
Cash and bank balances	5,704	10,540
Bank overdrafts	(14,831)	(13,597)
Less: Deposit pledged to the financial institutions	(1,689)	(1,656)
	(10,816)	(4,713)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements).

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2018**  
Condensed Consolidated Statement of Changes in Equity

	←----- Attributable to shareholders of the parent ----->		-----> Distributable		Total
	Share Capital	Share Premium	Fair Value Reserve	Retained Earnings	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2017</b>	87,457	595	1,468	27,171	116,691
Profit for the period	-	-	-	1,802	1,802
<b>Total comprehensive income for the period</b>	-	-	-	1,802	1,802
Shares Issued pursuant to exercise of warrant at RM1.00 per share	19,439	-	-	-	19,439
<b>At 30 June 2017</b>	<b>106,896</b>	<b>595</b>	<b>1,468</b>	<b>28,973</b>	<b>137,932</b>
<b>At 1 January 2018</b>	<b>107,491</b>	<b>-</b>	<b>3,922</b>	<b>30,112</b>	<b>141,525</b>
Profit for the period	-	-	-	459	459
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>459</b>	<b>459</b>
<b>At 30 June 2018</b>	<b>107,491</b>	<b>-</b>	<b>3,922</b>	<b>30,571</b>	<b>141,984</b>

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

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER IN RESPECT OF FINANCIAL YEAR ENDING 31 DECEMBER 2018 – 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 30 June 2018, 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 2017. 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 2017.

**A2 Significant Accounting Policies**

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 2017, except for the adoption of the following MFRS/Amendments/Interpretations effective 1 January 2018:

- MFRS 9 Financial Instruments (2014)
- MFRS 15 Revenue from Contracts with Customers
- Amendments to MFRS 15 Clarifications to MFRS 15
- IC Interpretation 22 Foreign Currency Transactions and Advance Consideration

The Group has adopted the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January 2018. The adoption of these new and revised MFRSs and IC interpretations have not resulted in any material impact on the financial statements of the Group.

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

(Incorporated in Malaysia)

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

- MFRS 16 Leases
- IC Interpretations 23 Uncertainty over Income Tax Treatments
- Amendments to MFRS 3 Business Combinations
- Amendments to MFRS 9 Financial Instruments – Prepayment Features with Negative Compensation
- Amendments to MFRS 11 Joint Arrangements
- Amendments to MFRS 112 Income Taxes
- Amendments to MFRS 123 Borrowing Costs
- Amendments to MFRS 128 Investment in Associates and Joint Ventures – Long Term Interests in Associates and Joint Ventures

**MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021**

- MFRS 17 Insurance Contracts

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

- Amendments to MFRS 10 Consolidated Financial Statements
- MFRS 128 Investment in Associates and Joint Ventures - Sale or Contribution by Assets between an Investor and its Associate or Joint Venture

**A3 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited financial statements for the financial year ended 31 December 2017 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.

(Incorporated in Malaysia)

**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 during the current second quarter ended 30 June 2018 ("Q2 FY18").

**A6 Change in Estimates**

There were no significant changes in estimates of amounts reported in prior financial year which have a material effect in Q2 FY18.

**A7 Debts and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter and financial year-to-date.

**A8 Dividend**

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

**A9 Segmental Reporting**

Segmental reporting by quarter and cumulative year-to-date basis is as tabulated.

3 Months ended Q2 FY18	Manufacturing RM'000		Investment Holding RM'000		Consolidated RM'000	
	2018	2017	2018	2017	2018	2017
<b>Revenue</b>	1,938	3,354	3,537	4,014	5,475	7,368
<b>Results</b>						
Segment results	1,008	579	2,075	3,263	3,083	3,872
Interest Expenses	(181)	(83)	(2,574)	(2,259)	(2,755)	(2,342)
Total					328	1,500

(Incorporated in Malaysia)

6 Months ended Q2 FY18	Manufacturing RM'000		Investment Holding RM'000		Consolidated RM'000	
	2018	2017	2018	2017	2018	2017
<b>Revenue</b>	5,782	6,025	9,259	7,715	15,041	13,740
<b>Results</b>						
Segment results	1,398	773	5,126	6,703	6,524	7,476
Interest Expenses	(342)	(240)	(5,001)	(4,611)	(5,343)	(4,851)
Total					1,181	2,625

#### **A10 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 financial year ended 31 December 2017.

#### **A11 Material events subsequent to balance sheet date**

There were no material events subsequent to the end of the period under review to 17 August 2018.

#### **A12 Changes in the composition of the Group**

There were no changes in the composition of the Group subsequent to the end of the period under review to 17 August 2018.

#### **A13 Changes in contingent liabilities or contingent assets as at 30 June 2018**

The contingent liabilities / assets as at 30 June 2018 is as tabulated:

Unsecured:	RM '000
Corporate guarantee issued to banks for credit facilities granted to subsidiary companies	112,115

#### **A14 Property, plant and equipment**

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



(Incorporated in Malaysia)

**A15 Capital commitments**

There was no capital commitment during the current quarter ended 30 June 2018.

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

**B1 Group's Financial Performance Review and Segmental Analysis**

(a) Overall review of Group's financial performance by quarter

Segment	<----- 3 months ended 30 June ----->			
	Current year quarter 2Q FY18 RM'000	Preceding year corresponding quarter 2Q FY17 RM'000	Changes in amount RM'000	Changes in %
<b>Manufacturing</b>				
Revenue	1,938	3,354	(1,416)	(42)
Profit Before Interest and Tax	1,008	580	428	74
Profit Before Tax	827	496	331	67
Profit After Tax	727	215	512	238
<b>Investment holding</b>				
Revenue	3,537	4,014	(477)	(12)
Profit Before Interest and Tax	2,075	3,262	(1,187)	(36)
(Loss)/Profit Before Tax	(499)	1,004	(1,503)	(150)
(Loss)/Profit After Tax	(720)	735	(1,455)	(198)
<b>Total</b>				
Revenue	5,475	7,368	(1,893)	(26)
Profit Before Interest and Tax	3,083	3,842	(759)	(20)
Profit Before Tax	328	1,500	(1,172)	(78)
Profit After Tax	7	950	(943)	(99)

(Incorporated in Malaysia)

(b) Overall review of Group's financial performance on a cumulative quarter basis

Segment	<----- 6 months ended 30 June ----->			
	Current year quarter 2Q FY18 RM'000	Preceding year corresponding quarter 2Q FY17 RM'000	Changes in amount RM'000	Changes in %
<b>Manufacturing</b>				
Revenue	5,782	6,025	(243)	(4)
Profit Before Interest and Tax	1,398	773	625	81
Profit Before Tax	1,056	533	523	98
Profit After Tax	785	245	540	220
<b>Investment holding</b>				
Revenue	9,259	7,715	1,544	20
Profit Before Interest and Tax	5,126	6,703	(1,577)	(24)
Profit Before Tax	125	2,092	(1,967)	(94)
(Loss)/Profit After Tax	(326)	1,557	(1,883)	(121)
<b>Total</b>				
Revenue	15,041	13,740	1,301	9
Profit Before Interest and Tax	6,524	7,476	(952)	(15)
Profit Before Tax	1,181	2,625	(1,444)	(122)
Profit After Tax	459	1,802	(1,343)	(293)

(i) Statement of Profit or Loss and Other Comprehensive Income

The Group recorded revenue of RM5.48 million for Q2 FY18, a decrease of RM1.89 million from RM7.37 million reported in the preceding year corresponding quarter. The Group recorded profit before tax ("PBT") of RM0.33 million compared to RM1.50 million over the same comparative quarter. The decrease in revenue was due to lower orders received from manufacturing as well as lower rental income collected from investment properties. Despite the decrease in revenue, manufacturing division reported an increase in PBT to RM0.83 million from 0.50 million in Q2 FY17. The losses from the investment holding division caused a reduction in Group PBT to RM0.33 million in Q2 FY18.

For the six months ended 30 June 2018, the Group recorded revenue of RM15.04 million and PBT of RM1.18 million against revenue of RM13.74 million and PBT of RM2.62 million for the corresponding period ended Q2 FY17. The higher PBT achieved during corresponding period ended Q2 FY17 was mainly contributed by gain from disposal of property.

(Incorporated in Malaysia)

(ii) **Statement of Financial Position**

Total borrowings of the Group increased to RM151.07 million against RM141.05 million as at FY17 mainly due to drawdown of term loans.

(iii) **Statement of Cash Flows**

The net cash generated from operations of the Group was RM6.60 million for the six months ended 30 June 2018 versus net cash used in operations of the Group of RM2.27 million in the corresponding period ended Q2 FY17.

The net cash used in investing activities was RM11.95 million for the six months period ended 30 June 2018 against RM4.28 million in the corresponding period ended Q2 FY17. The investing activities were mainly acquisition of investment properties.

Net cash generated from financing activities was RM0.43 million against RM17.27 million generated in the corresponding quarter in 2017. The higher net cash generated in the previous year corresponding quarter was mainly contributed by proceeds from conversion of warrants to shares. On overall, cash and cash equivalents decreased by RM4.92 million as compared to increase of RM10.72 million during similar period in Q2 FY17.

(c) **Segmental Analysis**

The manufacturing division recorded a revenue and PBT of RM1.94 million and RM0.83 million compared with RM3.35 million and RM0.50 million respectively in the preceding year corresponding quarter. Despite lower revenue achieved in the current quarter, there was a significant improvement in the PBT which is contributed by higher efficiencies in production.

The investment holding division recorded a revenue of RM3.54 million for the current quarter, a decrease of RM0.47 million from RM4.01 million in the preceding year corresponding quarter. The decrease in revenue was mainly due to decrease in rental received. The investment holding division recorded LBT of RM0.50 million, a decrease of RM1.50 million from PBT of RM1.00 million recorded in the preceding year corresponding quarter. The PBT achieved in the preceding year corresponding quarter was mainly due to gain in disposal of investment property.

**B2 Financial review for current quarter compared with immediate preceding quarter**

The Group posted revenue of RM5.48 million in respect of the current financial quarter, a decrease of RM4.09 million from RM9.57 million recorded in the immediate preceding quarter. The Group PBT decreased to RM0.33 million as compared to RM0.85 million reported in the immediate preceding quarter. The contributory factors to the above performance are explained in the respective business segments as follows:

(Incorporated in Malaysia)

	Current Quarter ended 30.06.2018 RM'000	Immediate Preceding Quarter ended 31.03.2018 RM'000	Changes in amount RM'000	Changes in %
<b>Manufacturing</b>				
Revenue	1,938	4,534	(2,596)	(57)
Profit before Interest and Tax	1,008	572	73	13
Profit before Tax	827	413	414	100
Profit after Tax	727	242	485	200
<b>Investment holding</b>				
Revenue	3,537	5,033	(1,496)	(30)
Profit before Interest and Tax	2,075	2,880	(442)	(15)
Profit/(Loss) before Tax	(499)	441	(940)	(213)
Profit/(Loss) after Tax	(720)	210	(930)	(443)
<b>Total</b>				
Revenue	5,475	9,567	(4,092)	(43)
Profit before Interest and Tax	3,083	3,452	(369)	(11)
Profit before Tax	328	854	(526)	(62)
Profit after Tax	7	452	(445)	(98)

- (a) The manufacturing division recorded revenue of RM1.94 million and PBT of RM0.83 million in the current quarter compared to RM4.53 million and RM0.41 million in the immediate preceding quarter respectively. The lower revenue was mainly due to decrease in orders from existing customers. The higher PBT was mainly due to increase in production efficiencies.
- (b) During the current quarter, the investment holding division reported revenue of RM3.54 million and LBT of RM0.50 million as compared to RM5.03 million and PBT of RM0.44 million achieved in the immediate preceding quarter respectively. The higher revenue and PBT recorded in the immediate corresponding quarter was mainly due to collection of rental in arrears.

(Incorporated in Malaysia)

### B3 Prospects for FY2018

The manufacturing division's performance is still very much dependent on the demand from the semi-conductor industry. The investment holding division which derived its revenue through rental income from investment properties would be a challenge due to softer demand for rental property market and competition from coming on-stream of new similar properties in the vicinity of the Group's investment properties.

### 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-----→		←-----6 months ended-----→	
	30.06.2018 RM'000	30.06.2017 RM'000	30.06.2018 RM'000	30.06.2017 RM'000
(a) Gain on disposal of investment properties	-	1,414	-	3,527
(b) Interest expense	(2,755)	(2,342)	(5,343)	(4,851)
(c) Interest income	-	7	1	21
Allowance for write (down)/back of inventories	(75)	(75)	(37)	(150)
(d) Gain/(loss) on foreign exchange				
– realised	(14)	34	(33)	49
– unrealised	1	(13)	8	17
(e) Depreciation and amortisation	(1,074)	(1,107)	(2,150)	(2,267)

(Incorporated in Malaysia)

**B6 Tax expense**

	←-----3 months ended-----→		←-----6 months ended-----→	
	30.06.2018 RM'000	30.06.2017 RM'000	30.06.2018 RM'000	30.06.2017 RM'000
Income tax expense				
-Current	318	547	716	817
Deferred tax expense				
-Current	3	3	6	6
	<u>321</u>	<u>550</u>	<u>722</u>	<u>823</u>

The effective tax rate for the current quarter is higher than the statutory tax rate mainly due to certain expenses which are not tax deductible.

**B7 Gain/(losses) on sale of unquoted investments and/or properties**

There was no sale of unquoted investment and/or properties during the current quarter ended 30 June 2018.

On 28 March 2018, the Company had entered into a sale and purchase agreement for the disposal of one unit of condominium with a gain of RM0.48 million. The transaction was completed on 26 July 2018 and the gain would be recognized in Q3 FY18.

**B8 Marketable securities**

There were no purchase or disposal of quoted securities during the current quarter ended 30 June 2018.

**B9 Status of corporate proposals**

There were no corporate proposals during the current quarter ended 30 June 2018.

(Incorporated in Malaysia)

**B10 Borrowing and debts securities**

All borrowings of the Group are denominated in Ringgit Malaysia.

	6 months ended 30.06.2018 (RM'000)		
	Long Term	Short Term	Total Borrowings
Bank Overdraft	-	14,831	14,831
Bank Loan	123,340	12,669	136,009
Finance Lease Liability	-	233	233
<b>Total</b>	<b>123,340</b>	<b>27,733</b>	<b>151,073</b>

	6 months ended 30.06.2017 (RM'000)		
	Long Term	Short Term	Total Borrowings
Bank Overdraft	-	13,597	13,597
Bank Loan	110,333	11,893	122,226
Finance Lease Liability	311	212	523
<b>Total</b>	<b>110,644</b>	<b>25,702</b>	<b>136,346</b>

**B11 Off balance sheet financial instruments**

The Group does not have any financial instruments with off-balance sheet risk as at 17 August 2018.

**B12 Changes in material litigation**

There was no material litigation during the current quarter and period ended 30 June 2018.

**B13 Dividends**

No dividend has been recommended for the quarter under review.

(Incorporated in Malaysia)

**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		6 months ended	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
Net profit for the period attributable to owners of the Company (RM'000)	7	950	459	1,802
Weighted average number of ordinary shares in issue	107,491,228	106,896,506	107,491,228	106,896,506
Basic earnings per share (sen)	0.01	0.89	0.43	1.69

**B15 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