



Sapura Industrial Berhad (17547-W)  
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 3RD QUARTER ENDED 31 OCT 2017

The unaudited financial results of Sapura Industrial Berhad Group  
for the period ended 31 Oct 2017

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SAPURA INDUSTRIAL BERHAD (17547-W)  
 CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE PERIOD ENDED 31 OCT 2017  
 THE FIGURES HAVE NOT BEEN AUDITED

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Quarter Ended 31.10.2017 RM'000</u>	<u>Comparative Quarter Ended 31.10.2016 RM'000</u>	<u>9 months Cumulative Totdate 31.10.2017 RM'000</u>	<u>9 months Cumulative Totdate 31.10.2016 RM'000</u>
Revenue	50,395	56,126	148,377	150,888
Cost of sales	<u>(44,695)</u>	<u>(46,989)</u>	<u>(130,574)</u>	<u>(125,789)</u>
<b>Gross profit</b>	5,700	9,138	17,803	25,099
Other income	1,811	709	3,558	2,421
Operating expenses	(7,729)	(7,465)	(21,129)	(22,460)
Finance costs	(601)	(402)	(1,632)	(1,540)
<b>(Loss)/Profit before tax</b>	<u>(819)</u>	<u>1,980</u>	<u>(1,400)</u>	<u>3,520</u>
Tax expense	(391)	(411)	(749)	(1,007)
<b>(Loss)/Profit for the period</b>	<u>(1,210)</u>	<u>1,569</u>	<u>(2,149)</u>	<u>2,513</u>
<b>Total comprehensive (loss)/income for the period</b>	<u>(1,210)</u>	<u>1,569</u>	<u>(2,149)</u>	<u>2,513</u>
<b>(Loss)/Profit for the period attributable to:</b>				
Owners of the parent	(1,237)	1,590	(2,132)	2,580
Non-controlling interest	<u>27</u>	<u>(21)</u>	<u>(17)</u>	<u>(67)</u>
	<u>(1,210)</u>	<u>1,569</u>	<u>(2,149)</u>	<u>2,513</u>
<b>Total comprehensive (loss)/income for the period attributable to:</b>				
Owners of the parent	(1,237)	1,590	(2,132)	2,580
Non-controlling interest	<u>27</u>	<u>(21)</u>	<u>(17)</u>	<u>(67)</u>
	<u>(1,210)</u>	<u>1,569</u>	<u>(2,149)</u>	<u>2,513</u>
<b>Earnings per share attributable to owners of the parent (sen):</b>				
Basic, for (loss)/profit from operations	<u>(1.70)</u>	<u>2.18</u>	<u>(2.93)</u>	<u>3.55</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2017 and the accompanying explanatory notes attached to the Interim Financial Statements)

**SAPURA INDUSTRIAL BERHAD (17547-W)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 OCT 2017**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31.10.2017</b>	<b>31.1.2017</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	95,048	86,971
Development expenditure	2,453	2,240
Deferred tax asset	116	116
	<u>97,617</u>	<u>89,327</u>
<b>Current assets</b>		
Inventories	27,152	30,777
Tax recoverable	1,246	1,102
Trade and other receivables	41,202	47,959
Short term investment	4,713	11,852
Cash and bank balances	7,007	10,442
	<u>81,320</u>	<u>102,132</u>
<b>TOTAL ASSETS</b>	<b><u>178,937</u></b>	<b><u>191,459</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	74,976	74,976
Retained profits	26,768	31,083
	<u>101,744</u>	<u>106,059</u>
<b>Minority interest</b>	<u>(1,958)</u>	<u>(1,941)</u>
<b>Total equity</b>	<u>99,786</u>	<u>104,118</u>
<b>Non-current liabilities</b>		
Retirement benefit obligations	6,728	6,441
Loans and borrowings	10,647	13,378
Deferred tax liabilities	5,678	5,678
	<u>23,053</u>	<u>25,497</u>
<b>Current liabilities</b>		
Retirement benefit obligations	26	28
Trade and other payables	25,986	39,885
Provisions	6,462	6,788
Tax payable	161	534
Loans and borrowings	23,463	14,609
	<u>56,098</u>	<u>61,844</u>
<b>Total liabilities</b>	<u>79,151</u>	<u>87,341</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>178,937</u></b>	<b><u>191,459</u></b>
Net assets per share (RM)	1.40	1.46

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2017 and the accompanying explanatory notes attached to the Interim Financial Statements)**

**SAPURA INDUSTRIAL BERHAD (17547-W)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 31 OCT 2017**

	← Attributable to owners of the parent →					Total equity RM'000
	← Non-Distributable →					
	Share capital RM'000	Share premium RM'000	Distributable Retained profits RM'000	Total RM'000	Non-controlling interests RM'000	
<b>For The 9 Months Period Ended 31 October 2017</b>						
<b>As at 1 February 2017</b>	74,976	-	31,083	106,059	(1,941)	104,118
Total comprehensive income for the period	-	-	(2,132)	(2,132)	(17)	(2,149)
Dividends on ordinary shares	-	-	(2,183)	(2,183)	-	(2,183)
As at 31 October 2017	<u>74,976</u>	<u>-</u>	<u>26,768</u>	<u>101,744</u>	<u>(1,958)</u>	<u>99,786</u>
<b>For The 9 Months Period Ended 31 October 2016</b>						
<b>As at 1 February 2016</b>	72,776	2,200	29,441	104,417	(1,609)	102,808
Total comprehensive income for the period	-	-	2,580	2,580	(67)	2,513
Dividends on ordinary shares	-	-	(2,183)	(2,183)	-	(2,183)
As at 31 October 2016	<u>72,776</u>	<u>2,200</u>	<u>29,838</u>	<u>104,814</u>	<u>(1,676)</u>	<u>103,138</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited  
Financial Statements for the year ended 31 January 2017 and the accompanying explanatory  
notes attached to the Interim Financial Statements)

**SAPURA INDUSTRIAL BERHAD (17547-W)**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 OCT 2017**

	<b>9 MONTHS ENDED 31.10.2017 RM'000</b>	<b>9 MONTHS ENDED 31.10.2016 RM'000</b>
<b>Operating activities</b>		
(Loss)/Profit before tax	(1,400)	3,520
Adjustments for:		
Depreciation of property, plant and equipment	8,360	8,226
Property, plant and equipment written off	150	-
Amortisation of development expenditure	309	726
Interest income	(700)	(315)
Reversal of provision for stock obsolescence	(84)	-
Net unrealised loss on foreign exchange	19	76
Increase in liability for defined benefit plan	493	464
Gain on disposal of property, plant and equipment	(159)	-
Inventories written off	-	140
Interest expense	1,632	1,540
Operating profit before working capital changes	<u>8,620</u>	<u>14,377</u>
Decrease/(increase) in inventories	3,709	(2,112)
Decrease in trade and other receivables	6,757	266
(Decrease)/increase in trade and other payables	<u>(14,244)</u>	<u>8,920</u>
Cash generated from operations	4,842	21,451
Interest paid	(1,632)	(1,540)
Taxes paid	(1,266)	(974)
Retirement benefits paid	<u>(208)</u>	<u>(122)</u>
Net cash generated from operating activities	<u>1,736</u>	<u>18,815</u>

**SAPURA INDUSTRIAL BERHAD (17547-W)  
CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 OCT 2017**

(contd.)

	<b>9 MONTHS ENDED 31.10.2017 RM'000</b>	<b>9 MONTHS ENDED 31.10.2016 RM'000</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(16,736)	(4,703)
Withdrawal/(placement) of investment in money market funds	7,139	(9,585)
Interest received	700	315
Proceeds from disposal of property, plant and equipment	308	-
Development expenditure incurred	(522)	(1,254)
Net cash generated used in investing activities	<u>(9,111)</u>	<u>(15,227)</u>
<b>Financing activities</b>		
Net (repayment)/drawdown of term loans	(4,827)	7,866
Net drawdown/(repayment) of other short term borrowings	10,884	(11,486)
Net drawdown/(repayment) of hire purchase and lease financing	66	(261)
Dividends on ordinary shares	(2,183)	(2,183)
Net cash generated/(used in) from financing activities	<u>3,940</u>	<u>(6,064)</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(3,435)</b>	<b>(2,476)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>10,442</b>	<b>9,044</b>
<b>Cash and cash equivalents at end of period</b>	<b><u>7,007</u></b>	<b><u>6,568</u></b>
<b>Analysis of cash and cash equivalents:</b>		
Deposits, cash and bank balances	7,007	6,568
Bank overdrafts	-	-
<b>Cash and cash equivalents at end of period</b>	<b><u>7,007</u></b>	<b><u>6,568</u></b>

**(The Consolidated Statement of Cash Flows should be read in conjunction with the  
Financial Statements for the year ended 31 January 2017 and the accompanying  
explanatory notes attached to the Interim Financial Statements)**

**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017**

**Part A - EXPLANATORY NOTES**

**A1. Basis of preparation**

The interim financial statements have been prepared under the historical cost convention. The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting and Chapter 9.22, part K of Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). The interim financial report is in compliance with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the explanatory notes attached to the interim financial statements which 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.

**A2. Changes in Accounting Policies**

The accounting policies adopted are consistent with those of the previous financial year except as follows:

On 1 February 2017, the Company adopted the following new and amended MFRS and IC Interpretations mandatory for annual financial periods beginning on or after 1 January 2017.

<u>Description</u>	<u>Effective for annual period beginning on or after</u>
Amendments to MFRS 5: Statement of Cash Flows (Disclosure Initiative)	1 January 2017
Amendments to MFRS 12 : Disclosure of Interests in Other Entities	1 January 2017
Amendments to MFRS 112 : Income Taxes : Recognition of Deferred Tax Assets for Unrecognised Losses	1 January 2017

Adoption of the above standards and interpretations did not have any effect on the financial performance or position of the Group.



**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

**Part A - EXPLANATORY NOTES (CONTD.)**

Standards and interpretations issued but not yet effective

The Group has not adopted the following standards and interpretations that have been issued but not yet effective.

<u>Description</u>	<u>Effective for annual period beginning on or after</u>
Amendments to MFRS 1 : First-time Adoption of Malaysian Financial Reporting Standards	1 January 2018
Amendments to MFRS 2 : Classification and Measurement of Share-based Payment Transaction	1 January 2018
Amendments to MFRS 4 : Insurance Contracts: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018
Amendments to MFRS 128 : Investment in Associates and Joint Ventures	1 January 2018
Amendments to MFRS 140 : Investment Property: Transfers of Investment Property	1 January 2018
MFRS 9 : Financial Instruments	1 January 2018
MFRS 15 : Revenue from Contracts with Customers	1 January 2018
MFRS 16 : Leases	1 January 2019
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The Group are expected to apply the abovementioned pronouncements beginning from the respective dates the pronouncements become effective. The initial application of the abovementioned pronouncements are not expected to have any material impacts to the financial statements of the Company 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 is 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 is currently assessing the financial impact that may arise from the adoption of MFRS 9.

**iii. MFRS 16 Leases**

MFRS 16 replaces existing lease 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 is currently assessing the financial impact that may arise from the adoption of MFRS 16.

**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

**Part A - EXPLANATORY NOTES (CONTD.)**

**A3. Seasonal and Cyclical Factors**

The Group's results were not materially affected by any major seasonal or cyclical factors.

**A4. Unusual Items Due To Their Nature, Size or Incidence**

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

**A5. Material Changes in Estimates**

There were no material changes in estimates reported in the the financial period under review.

**A6. Issuance and Repayment of Debt and Equity Securities**

There were no issuances, cancellations, share buy-backs, resale of shares bought back and repayment of debt and equity securities by the Company during the financial period under review.

**A7. Dividends Paid**

A final single tier dividend of 3 sen per ordinary share, totalling RM2,183,272 in respect of the financial year ended 31 January 2017, was paid on 24 August 2017.

**A8. Segmental Information**

The Group is divided into three distinct segments as described below:

*Investment Holding* - mainly provision of corporate & management services for companies within the Group

*Manufacturing* - comprising business units which can be sub-divided into three core expertise areas: Precision Machining, Chasis & Modular Assembly and Hot & Cold Forming. Products manufactured are mainly to cater for the Original Equipment Manufacturer (OEM) markets.

*Others* - these consist of trading of automotive components for the Replacement Markets (REM) and provision of

**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

**Part A - EXPLANATORY NOTES (CONTD.)**

Analysis of the Group's revenue and results by business are as follows:-

	<b>Individual Quarter 3 months ended 31 October 2017</b>		<b>Individual Quarter 3 months ended 31 October 2016</b>	
	<b>Revenue RM'000</b>	<b>Profit before taxation RM'000</b>	<b>Revenue RM'000</b>	<b>Profit before taxation RM'000</b>
Investment Holding	5,384	315	4,611	58
Manufacturing	50,788	(1,082)	56,157	1,943
Others	627	(52)	1,284	(21)
	<u>56,799</u>	<u>(819)</u>	<u>62,052</u>	<u>1,980</u>
Eliminations	(6,404)	-	(5,926)	-
	<u>50,395</u>	<u>(819)</u>	<u>56,126</u>	<u>1,980</u>

  

	<b>Cumulative Quarter 9 months ended 31 October 2017</b>		<b>Cumulative Quarter 9 months ended 31 October 2016</b>	
	<b>Revenue RM'000</b>	<b>Loss before taxation RM'000</b>	<b>Revenue RM'000</b>	<b>Profit before taxation RM'000</b>
Investment Holding	13,846	303	13,799	(19)
Manufacturing	149,887	(1,815)	151,428	3,300
Others	1,848	112	3,653	239
	<u>165,581</u>	<u>(1,400)</u>	<u>168,880</u>	<u>3,520</u>
Eliminations	(17,204)	-	(17,992)	-
	<u>148,377</u>	<u>(1,400)</u>	<u>150,888</u>	<u>3,520</u>

No geographical segment is presented as the Group's activities are carried out in Malaysia.

**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

**Part A - EXPLANATORY NOTES (CONTD.)**

**A9. Property, Plant and Equipment**

The carrying amounts of property, plant and equipment have been brought forward without amendment from the previous audited financial statements.

**A10. Material Events Subsequent to the End of the Period**

There were no material events subsequent to the end of the financial period under review.

**A11. Changes in Composition of the Group**

There were no changes in the Group's composition during the financial period under review.

**A12. Contingent Liabilities**

There was no contingent liability for the Group during the financial period under review.

**A13. Capital Commitments**

	<b>As at 31 October 2017 RM'000</b>	<b>As at 31 January 2017 RM'000</b>
<b>Capital expenditure</b>		
Property, plant and equipment:		
Approved and contracted for	-	3,442
Approved but not contracted for	2,592	18,455

## SAPURA INDUSTRIAL BERHAD (17547-W)

### Notes to the Interim Financial Statements - 31 October 2017 (contd)

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

##### B1. Overall Review of Group's Financial Performance

###### Quarter 3 FY2018 vs Quarter 3 FY2017

The Group achieved revenue of RM50.4 million for the current quarter, lower than the previous year's corresponding quarter of RM56.1 million, mainly due to lower demand from OEMs.

Net loss of RM1.2 million was recorded for the current quarter as compared to RM1.6 million net profit in the previous year corresponding quarter, due to lower revenue and higher operating costs, mainly cost of imported materials, as well as labour and production related expenses. Group also incurred some non-recurring expenses in line with factory layout activities in preparation for new parts launched in October 2017.

###### Year-to-Date Oct 2017 vs Year-to-Date Oct 2016

For the three quarters of FY2018, the Group recorded a lower revenue RM148.4 million as compared to RM150.9 million in the same period last year, due mainly to lower demand from an OEM. A net loss of RM2.1 million was recorded for the nine-month period of FY2018 compared to a net profit of RM2.5 million last year, mainly due to lower revenue and reasons stated above.

##### B2. Segmental Analysis

###### Investment Holding

Revenue for the Investment Holding segment increased to RM5.4 million in the current quarter from RM4.6 million in the previous year's corresponding quarter, mainly due to higher management fee charged for centralised support services by holding company to its subsidiaries.

For the nine months up to October 2017, revenue achieved for this segment at RM13.8 million is comparable to the previous year corresponding period.

###### Manufacturing

The manufacturing segment achieved a lower revenue of RM50.8 million in the current quarter as compared to RM56.2 million in the previous year corresponding quarter. The segment's revenue for the nine month period ended 31 October 2017 of RM149.9 million was also lower than the previous year corresponding period of RM151.4 million.

Correspondingly, the segment recorded a loss before tax of RM1.1 million in the current quarter compared to profit before tax of RM1.9 million in the previous year's corresponding quarter. For the nine month period ended 31 October 2017 the segment recorded a loss before tax of RM1.8million as compared to a profit before tax of RM3.3 million in the previous year corresponding period.

Reasons for movements in revenue and profit for this segment is as explained in the overall group performance (Section B1) as the manufacturing segment is the main contributor to the Group's results.

**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

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

**B3. Group's Prospect**

Total industry volume is projected to grow by 1.7% from 580,124 motor vehicles in 2016 to 590,000 in 2017 (Source: Malaysian Automotive Association). The outlook for the second half of the year will continue to be challenging for the automotive sector. As such, the Group has intensified its efforts to further strengthen operational efficiency.

**B4. Profit Forecast or Profit Guarantee**

The Group has not provided any profit forecast or profit guarantee.

**B5. Tax Expense**

	<b>Current Quarter RM'000</b>	<b>Year to date RM'000</b>
Current income tax expense	<u>391</u>	<u>749</u>
Effective tax rate	-47.7%	-53.5%

The disproportionate tax rate for the Group's year to date tax is due to losses from certain subsidiaries.

**B6. Status of Corporate Proposals**

There were no corporate proposals announced but not completed as the date of issue of this report.

SAPURA INDUSTRIAL BERHAD (17547-W)

Notes to the Interim Financial Statements - 31 October 2017 (contd)

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (CONTD.)

B7. Borrowings

The Group borrowings are as follows:

	As at 31 October 2017 RM'000	As at 31 January 2017 RM'000
<b>Current</b>		
<b>Secured</b>		
Term Loans	3,473	5,434
Obligations under finance leases	93	162
	<u>3,566</u>	<u>5,596</u>
<b>Unsecured</b>		
Bankers' Acceptances	9,197	9,013
Revolving Credits	10,700	-
	<u>19,897</u>	<u>9,013</u>
<b>Total current</b>	<u>23,463</u>	<u>14,609</u>
<b>Non - Current</b>		
<b>Secured</b>		
Term Loans	10,348	13,214
Obligations under finance leases	299	164
	<u>10,647</u>	<u>13,378</u>
<b>Unsecured</b>		
Term Loans	-	-
	<u>-</u>	<u>-</u>
<b>Total non- current</b>	<u>10,647</u>	<u>13,378</u>
<b>Total</b>		
Bank Overdrafts	-	-
Revolving Credits	10,700	-
Bankers' Acceptances	9,197	9,013
Term Loans	13,821	18,648
Obligations under finance leases	392	326
	<u>34,110</u>	<u>27,987</u>

The Group borrowings are denominated in the following currencies:

	As at 31 October 2017 RM'000	As at 31 January 2017 RM'000
Ringgit Malaysia	34,110	22,713
United States Dollar	-	5,274
	<u>34,110</u>	<u>27,987</u>

**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

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

**B8. Dividend Declared**

The Board of Directors has declared an interim single tier dividend of 2.0 sen per ordinary share in respect of the financial year ending 31 January 2018, amounting to RM1,455,515. The dividend will be paid on 24 January 2018 to shareholders whose names appear in the Record of Depositors at the close of business on 27 December 2017.

**B9. Earnings Per Share**

	<b>Current Quarter 31.10.2017</b>	<b>Year To Date 31.10.2017</b>
Net loss from operations attributable to owners of the parent (RM'000)	<u>(1,237)</u>	<u>(2,132)</u>
<b>a) Basic</b>		
Weighted average no. of shares (000)	72,776	72,776
Basic earnings per share for: -		
Loss for the period (sen)	(1.70)	(2.93)
<b>b) Diluted</b>		
Weighted average no. of shares (000)	72,776	72,776
Adjusted weighted average no. of shares (000)	<u>72,776</u>	<u>72,776</u>
Loss for the period (sen)	<u>(1.70)</u>	<u>(2.93)</u>

**B10. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report of the Group's preceding annual financial statements was not qualified.

**B11. Additional Information**

The following items are included in the statement of comprehensive income:-

	<b>Current Quarter 31.10.2017 RM'000</b>	<b>Year To Date 31.10.2017 RM'000</b>
(Loss)/Profit before taxation is stated after (crediting)/charging:-		
- Interest income	(544)	(700)
- Interest expense	601	1,632
- Depreciation of property, plant and equipment	2,754	8,360
- Amortisation of development expenditure	39	309
- Unrealised foreign exchange (gain)/loss	-	19
- Realised foreign exchange loss	213	574
- Gain on disposal of property, plant and equipment	(159)	(159)
- Reversal of provision for stock obsolescence	(84)	(84)
- Property, plant and equipment written off	150	150



**SAPURA INDUSTRIAL BERHAD (17547-W)**

**Notes to the Interim Financial Statements - 31 October 2017 (contd)**

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

**B12. Breakdown of retained profits into realised and unrealised**

	<b>As at 31.10.2017 RM'000</b>	<b>As at 31.1.2017 RM'000</b>
Total retained profits/(accumulated losses) of the Company and its subsidiaries		
- Realised	(74,279)	(68,464)
- Unrealised	<u>(5,697)</u>	<u>(6,171)</u>
	<u>(79,977)</u>	<u>(74,635)</u>
Less: Consolidation adjustments	106,744	105,718
Retained profits as per financial statements	<u>26,768</u>	<u>31,083</u>

**B13. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 16 November 2017.