



Condensed Consolidated Statement Of Financial Position
As at 31 March 2017

| | 31 March 2017 Unaudited RM'000 | 31 December 2016 Audited RM'000 |
|---|---|--|
| <u>Assets</u> | | |
| Property, plant & equipment | 13,382 | 13,663 |
| Prepaid lease payments | 1,510 | 1,521 |
| Investment properties | 1,064 | 1,071 |
| Total non-current assets | 15,956 | 16,255 |
| Inventories | 12,889 | 14,427 |
| Trade & other receivables | 13,966 | 11,498 |
| Deposit, cash & bank balances | 11,252 | 10,466 |
| Total current assets | 38,107 | 36,391 |
| Total Assets | 54,063 | 52,646 |
| <u>Equity</u> | | |
| Share capital | 47,200 | 45,780 |
| Reserves | 1,730 | 1,707 |
| Retained profit/ (Accumulated losses) | (1,360) | (2,122) |
| Total equity attributable to owners of the Company | 47,570 | 45,365 |
| Non-controlling interests | - | - |
| Total equity | 47,570 | 45,365 |
| <u>Liabilities</u> | | |
| Employee benefits | 1,593 | 1,659 |
| Total non-current liabilities | 1,593 | 1,659 |
| Trade & other payables | 4,886 | 5,622 |
| Current tax liabilities | 14 | - |
| Total current liabilities | 4,900 | 5,622 |
| Total liabilities | 6,493 | 7,281 |
| Total Equity and Liabilities | 54,063 | 52,646 |
| Net assets per ordinary share (RM) | 1.01 | 0.99 |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2016 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement Of Profit Or Loss And Other Comprehensive Income
For The Year Ended 31 March 2017

| | Current quarter | | Cumulative quarter | |
|--|--------------------|--------------|--------------------|--------------|
| | Three months ended | | Three months ended | |
| | 31 March | | 31 March | |
| | 2017 | 2016 | 2017 | 2016 |
| | Unaudited | Unaudited | Unaudited | Audited |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Continuing operations | | | | |
| Revenue | 17,238 | 13,708 | 17,238 | 13,708 |
| Cost of sales | (14,496) | (11,532) | (14,496) | (11,532) |
| Gross profit | 2,742 | 2,176 | 2,742 | 2,176 |
| Other operating income | 416 | 168 | 416 | 168 |
| Selling and distribution expenses | (930) | (929) | (930) | (929) |
| Administrative expenses | (1,058) | (1,064) | (1,058) | (1,064) |
| Other operating expenses | (440) | (224) | (440) | (224) |
| Profit from operating activities | 730 | 127 | 730 | 127 |
| Finance costs | - | - | - | - |
| Finance income | 32 | 4 | 32 | 4 |
| Net finance costs | 32 | 4 | 32 | 4 |
| Profit before tax | 762 | 131 | 762 | 131 |
| Tax expense | - | - | - | - |
| Profit for the period | 762 | 131 | 762 | 131 |
| Other comprehensive income/(expense), net of tax | | | | |
| Items that may be reclassified subsequently to profit or loss | | | | |
| Foreign currency translation differences for foreign operations | 23 | (52) | 23 | (52) |
| Other comprehensive income/(expense) for the period | 23 | (52) | 23 | (52) |
| Total comprehensive income for the period | 785 | 79 | 785 | 79 |
| Profit attributable to: | | | | |
| Owners of the Company | 762 | 131 | 762 | 131 |
| Non-controlling interests | - | - | - | - |
| Profit for the period | 762 | 131 | 762 | 131 |



Total comprehensive income attributable to:

| | | | | |
|--|------------|-----------|------------|-----------|
| Owners of the Company | 785 | 79 | 785 | 79 |
| Non-controlling interests | - | - | - | - |
| Total comprehensive income for the period | 785 | 79 | 785 | 79 |

Basic earning per ordinary share (sen) 1.62 0.29 1.62 0.29

Diluted earning per ordinary share (sen) 1.62 0.29 1.62 0.29

The Condensed Consolidated Statement of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2016 and the accompanying explanatory notes attached to the interim financial statements.



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

Condensed Consolidated Statement Of Changes In Equity
For the year ended 31 March 2017 - Unaudited

| | /----- Attributable to owners of the Company -----/ | | | | |
|--|---|----------------------------|----------------------------------|--------------------------------|---------------------------|
| | /----- Non- distributable -----/ | | Distributable | | |
| | Share Capital RM'000 | Share Premium RM'000 | Translation Reserve RM'000 | Retained Earnings RM'000 | Total Equity RM'000 |
| At 1 January 2017 | 45,780 | 1,407 | 300 | (2,122) | 45,365 |
| Foreign currency translation differences for foreign operations | - | - | 23 | - | 23 |
| Total other comprehensive expense for the period | | | 23 | - | 23 |
| Profit for the period | - | - | - | 762 | 762 |
| Total comprehensive income for the period | - | - | 23 | 762 | 785 |
| <i>Contributions by and distributions to owners of the Company</i> | | | | | |
| - Issue of ordinary shares | 1,420 | - | - | - | 1,420 |
| Total transactions with owners of the Company | 1,420 | - | - | - | 1,420 |
| At 31 March 2017 | 47,200 | 1,407 | 323 | (1,360) | 47,570 |



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

Condensed Consolidated Statement Of Changes In Equity
For Three Months ended 31 March 2016 - Unaudited

| | /----- Attributable to owners of the Company -----/ | | | | |
|--|---|----------------------------|----------------------------------|--------------------------------|---------------------------|
| | /----- Non- distributable -----/ | | | Distributable | |
| | Share Capital RM'000 | Share Premium RM'000 | Translation Reserve RM'000 | Retained Earnings RM'000 | Total Equity RM'000 |
| At 1 January 2016 | 45,780 | 1,407 | 278 | (3,312) | 44,153 |
| Foreign currency translation differences for foreign operations | - | - | (52) | - | (52) |
| Total other comprehensive income for the period | | | (52) | - | (52) |
| Profit for the period | - | - | - | 131 | 131 |
| Total comprehensive income for the period | - | - | (52) | 131 | 79 |
| <i>Contributions by and distributions to owners of the Company</i> | | | | | |
| - Dividend to owners | - | - | - | - | - |
| Total transactions with owners of the Company | - | - | - | - | - |
| At 31 March 2016 | 45,780 | 1,407 | 226 | (3,181) | 44,232 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2016 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement Of Cash Flows
For The Year Ended 31 March 2017

| | Twelve months ended | |
|---|---------------------|------------------|
| | 31 March | |
| | <u>2017</u> | <u>2016</u> |
| | <u>Unaudited</u> | <u>Unaudited</u> |
| | RM'000 | RM'000 |
| Cash flows from operating activities | | |
| Profit before tax from - continuing operations | 762 | 131 |
| Adjustments for:- | | |
| Amortisation of prepaid lease payments | 11 | 12 |
| Bad debts written off | 17 | 7 |
| Bad debts recovered | - | (14) |
| Depreciation of property, plant and equipment | 448 | 442 |
| Depreciation of investment properties | 7 | 6 |
| Finance income | (32) | (4) |
| Inventories written off | 31 | 23 |
| Property, plant & equipment written off | - | 1 |
| Allowance for slow moving inventories | - | 20 |
| Provision/(Reversal) of retirement benefits | 44 | (20) |
| Operating profit before changes in working capital | <u>1,288</u> | <u>604</u> |
| Changes in inventories | 1,507 | 2,188 |
| Changes in trade and other receivables | (2,485) | (53) |
| Changes in trade and other payables | (716) | (949) |
| Cash (used in)/ generated from operations | <u>(406)</u> | <u>1,790</u> |
| Income tax paid | (6) | - |
| Retirement benefits paid | (110) | (110) |
| Net cash (used in)/ from operating activities | <u>(522)</u> | <u>1,680</u> |
| Cash flows from investing activities | | |
| Acquisition of property, plant & equipment | (167) | (12) |
| Interest received | 32 | 4 |
| Net cash used in investing activities | <u>(135)</u> | <u>(8)</u> |
| Cash flows from financing activities | | |
| Proceeds from issuance of share capital | 1,420 | - |
| Net cash from financing activities | <u>1,420</u> | <u>-</u> |



CENTRAL INDUSTRIAL CORPORATION BERHAD and its subsidiaries
Company No. 12186-K (Incorporated in Malaysia)

| | | |
|---|---------------|--------------|
| Net increase in cash and cash equivalents | 763 | 1,672 |
| Effect on exchange rate fluctuations on cash held | 23 | (17) |
| Cash and cash equivalents at 1 January | 10,466 | 5,757 |
| Cash and cash equivalents at 31 March | <u>11,252</u> | <u>7,412</u> |

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:

| | <u>2017</u> RM'000 | <u>2016</u> RM'000 |
|--|-----------------------|-----------------------|
| Fixed deposits placed with a licensed bank | 2,565 | 1,526 |
| Short term deposits | 3,365 | - |
| Cash and bank balances | 5,322 | 5,886 |
| | <u>11,252</u> | <u>7,412</u> |

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31.12.2016 and the accompanying explanatory notes attached to the interim financial statements.



Notes to the condensed consolidated interim financial statements for the three months ended 31 March 2017

1. *Basis of Preparation*

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and Malaysia Financial Reporting Standards (MFRS) 134, *Interim Financial Reporting* in Malaysia and also comply with IAS 34, *Interim Financial Reporting* issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Company and its subsidiaries (“Group”) for the year ended 31 December 2016. The explanatory notes attached to these 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.

2. *Significant Accounting Policies*

The accounting principles and policies adopted in preparing these interim financial statements are consistent with those of the audited financial statements for 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.

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*

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 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 accounting standards, amendments and interpretations:

- from the annual period beginning on 1 January 2017 for those amendments that are effective for annual periods beginning on or after 1 January 2017, where applicable.
- from the annual period beginning on 1 January 2018 for those accounting standards, amendments and interpretations that are effective for annual periods beginning on or after 1 January 2018, where applicable.
- from the annual period beginning on 1 January 2019 for the accounting standard that is effective for annual periods beginning on or after 1 January 2019.

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material financial impacts to the Group and 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.

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

3. **Auditors' Report**

The auditor's report of the preceding annual financial statements is not subject to any qualification.

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

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

5. **Seasonal or Cyclical Factors**

The Group's performance is not materially affected by any seasonal or cyclical factors.

6. **Debts and Equity Securities**

There were no issuances, cancellation, repurchases, resale or repayments of debt or equity securities for the current quarter under review except for the following:

On 12 January 2017, the Company issued 1,420,000 new ordinary shares of RM1 per ordinary share via a private placement for a total cash consideration of RM1,420,000.



7. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current quarter under review.

8. Unquoted Investments and Properties

There were no purchases or sales of unquoted investments and properties in the current quarter under review.

9. Quoted Securities

There were no purchases or sales of quoted securities during the current quarter under review.

10. Changes in Estimates

There were no changes in estimates that have a material effect in the current interim results.

11. Exceptional or unusual items

There were no exceptional or unusual items for the Group in the current quarter under review.

12. Corporate Proposals

Proceeds totaling RM4.22 million were raised under the first and second tranches of the Private Placement exercise which were completed on 17 January and 29 May 2017 respectively. The status of the utilization of these proceeds is set out below:-

| Purpose | Proposed Utilisation | Actual Utilisation | Balance Utilisation | Intended Timeframe for Utilisation | Deviation | | Explanations (if the deviation is 5% or more) |
|--|----------------------|--------------------|---------------------|------------------------------------|---------------|---|---|
| | | | | | Amount RM'000 | % | |
| | RM'000 | RM'000 | RM'000 | | | | |
| Working capital requirements | 4,020 | 1,220 | 2,800 | Within three (3) months | - | - | - |
| Estimated expenses in relation to the Proposed Placement | 200 | (200) | - | Within one (1) months | - | - | - |
| Total | 4,220 | 1,420 | 2,800 | | | | |

The issued and paid up share capital of the Company was increased to RM50,000,000 after the corporate exercise up to the date of this interim report.



13. Material Litigation

The Group has not engaged in any litigation which has a material effect on the financial position of the Group for the quarter under review.

14. Valuations of Property, Plant & Equipment

There were no valuations of property, plant and equipment during the current quarter under review.

15. Dividends Paid

There was no dividend paid during the quarter under review and financial year-to-date.

16. Segmental Reporting

The Group's primary business segment is principally engaged in the manufacture and sale of self-adhesive tapes of its own brand, labels stocks and trading of other self-adhesive label stocks and tapes.

Segmental reporting for the Group by geographical segment for the current quarter ended 31 March 2017 stated as follows:

| | Current quarter Three months ended 31 March | | Cumulative quarter Three months ended 31 March | |
|--------------------------------------|---|----------------|--|----------------|
| | 2017 RM'000 | 2016 RM'000 | 2017 RM'000 | 2016 RM'000 |
| <u>Segment Revenue</u> - Unaudited | | | | |
| - Malaysia | 10,494 | 9,720 | 10,494 | 9,720 |
| - Overseas | 7,524 | 4,773 | 7,524 | 4,773 |
| Elimination of inter segment revenue | (780) | (785) | (780) | (785) |
| Total Segment Revenue | 17,238 | 13,708 | 17,238 | 13,708 |

| | Current quarter Three months ended 31 March | | Cumulative quarter Three months ended 31 March | |
|------------------------------------|---|----------------|--|----------------|
| | 2017 RM'000 | 2016 RM'000 | 2017 RM'000 | 2016 RM'000 |
| <u>Segment Results</u> - Unaudited | | | | |
| - Malaysia | 559 | 105 | 559 | 105 |
| - Overseas | 171 | 22 | 171 | 22 |
| Total Segment Results | 730 | 127 | 730 | 127 |
| Finance Cost | - | - | - | - |
| Finance Income | 32 | 4 | 32 | 4 |
| Profit Before Tax | 762 | 131 | 762 | 131 |



17. Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets that may have material effect on the net assets, profits or financial position of the Group for the current quarter under review.

18. Capital Commitments

The amount of capital commitments for the purchase of properties, plant & equipment not provided for in the interim financial statements are as follow:

| | Quarter ended 31 March 2017 | Quarter ended 31 March 2016 |
|--|--------------------------------|--------------------------------|
| Amount approved but not contracted for | RM'000 | RM'000 |
| - Property, plant & equipment | Nil | Nil |

19. Subsequent Events

There were no subsequent events up to the date of this interim report that have not been reflected in these interim financial statements except for the following:

- 1) On 12 April 2017, the Company incorporated a wholly-owned subsidiary, namely CIC Construction Sdn. Bhd. ("CICC") with an initial share capital of RM100 comprising 100 ordinary shares. CICC will be principally engaged in investment holding, contractor of building and infrastructure, and trading of building materials.
- 2) On 27 April 2017, the Company's wholly-owned subsidiary, CICC entered into a subscription agreement with Proventus Bina Sdn. Bhd. ("PBSB") and the present shareholders of PBSB ("Promoters") ["Subscription Agreement"], for CICC to subscribe 327,500 new ordinary shares in PBSB, representing 20% (twenty percent) of the total enlarged share capital of PBSB, at a total cash subscription price of RM1,300,000 (Ringgit Malaysia One Million Three Hundred Thousand) only.

PBSB which is principally engaged in the business of building and general contract works holds a Grade G7 license approved by the Construction Industry Development Board (CIDB) and is licensed to undertake construction work of any contract value.

- 3) On 29 May 2017, the final tranche of the placement of 2,800,000 shares was completed, following the listing of and quotation for 2,800,000 Placement Shares on the Main Market of Bursa Securities.

20. Review of Performance

The Group recorded revenue of RM17.238 million and Profit Before Tax of RM0.762 million in the quarter under review as compared to RM13.708 million and Profit Before Tax of RM0.131 million recorded in the corresponding quarter last year. The higher revenue registered by the Group was due to the success of the Company's marketing strategies in the quarter under review for new products launched for the domestic segment and export sales to new geographical markets. Ongoing operational efficiencies also contributed to lower supply chain costs and costs of goods sold.



21. Material Changes in results with immediate preceding quarter

The comparison of the Group's revenue and Profit before tax for the current quarter and preceding quarter are summarised as follows:-

| | Quarter ended 31 March 2017 RM'000 | Quarter ended 31 December 2016 RM'000 | Variance RM'000 | % |
|-------------------|--|---|--------------------|------|
| Revenue | 17,238 | 14,214 | 3,024 | 21.3 |
| Profit before tax | 762 | 633 | 129 | 20.4 |

The Group's revenue increased by 21.3% from RM14.214 million in the immediate preceding quarter to RM17.238 million in the current quarter under review. The higher Group turnover was attributed to higher export sales which led to the higher revenue recorded during the quarter.

The Group recorded Profit Before Tax of RM0.762 million in the current quarter compared to Profit Before Tax of RM0.633 million in the preceding quarter. The higher Profit before tax was due to the higher revenue and improvement in gross profit margins as selling prices were increased during the quarter and ongoing operational efficiencies lowered costs of goods sold.

22. Commentary of Prospects

The outlook for the 2nd quarter 2017, remain unchanged from the current quarter under review. A prevailing soft domestic segment with lower general consumption evident from declining labels stocks which are sold primarily for consumer products packaging.

Revenue growth for domestic segment will continue to be tapes driven as opportunities still abound for automotive grade masking tapes as key dealers impacted by volatile foreign currencies prefer local manufactured tapes instead of importing from Canadian and European sources while China grade automotive masking tapes are unable to meet application requirements.

The export segment presents an optimistic outlook for the 2nd quarter, attributed to the Company's success in product launches and new geographical markets. Repeat orders from new geographical markets for masking tapes will drive revenue and volume growth in the 2nd quarter contributing to higher optimization of plant assets, resources and lower production unit costs Export volumes are forecast to further increase from a potential global contract.

Against the above back ground sentiments, the Company is optimistic of moving forward with sustainable positive results in the 2nd quarter of 2017.



23. Profit For The Period

Profit for the period is arrived at after charging:

| | Current quarter | | Cumulative quarter | |
|---|--------------------|--------|--------------------|--------|
| | Three months ended | | Three months ended | |
| | 31 March | | 31 March | |
| | 2017 | 2016 | 2017 | 2016 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Amortisation of prepaid lease payments | 11 | 12 | 11 | 12 |
| Auditors' remuneration | 11 | 11 | 11 | 11 |
| Bad debts written off | 17 | 7 | 17 | 7 |
| Depreciation | | | | |
| - Property, plant and equipment | 448 | 442 | 448 | 442 |
| - Investment properties | 7 | 6 | 7 | 6 |
| Loss on foreign exchange - realised | 37 | 71 | 37 | 71 |
| Inventories written off | 31 | 23 | 31 | 23 |
| Allowance for slow moving inventories | - | 20 | - | 20 |
| Property, plant and equipment written off | - | 1 | - | 1 |
| Provision for retirement benefits | 44 | - | 44 | - |
| Rental expense: | | | | |
| - Land and building | 52 | 54 | 52 | 54 |
| - Equipment | 8 | 14 | 8 | 14 |

And after crediting:-

| | | | | |
|---|----|----|----|----|
| Bad debts recovered | 5 | 14 | 5 | 14 |
| Finance income | 32 | 4 | 32 | 4 |
| Reversal of provision for retirement benefits | - | 20 | - | 20 |
| Rental income from investment properties | 21 | 26 | 21 | 26 |



24. Tax Expense

| | Current quarter | | Cumulative quarter | |
|-------------------------------|--------------------|--------|--------------------|--------|
| | Three months ended | | Three months ended | |
| | 31 March | | 31 March | |
| | 2017 | 2016 | 2017 | 2016 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Current tax expense | - | - | - | - |
| Under provision in prior year | - | - | - | - |
| Tax expense | - | - | - | - |

25. Realised and Unrealised Profits/ (Losses)

The breakdown of retained earnings of the Group as at the reporting date, into realised and unrealised profits or losses, pursuant to Paragraphs 2.06 and 2.23 of the Bursa Malaysia Securities Berhad Listing Requirements, are as follows:

| | 31 March | 31 December |
|---|----------------|----------------|
| | 2017 | 2016 |
| | RM'000 | RM'000 |
| Total retained earnings/(accumulated losses) of the Group | | |
| - Realised gain/(loss) | (1,360) | (2,118) |
| - Unrealised loss | - | (4) |
| | <u>(1,360)</u> | <u>(2,122)</u> |

The unrealised loss of the Group as disclosed above includes translation gains and losses on monetary items denominated in a currency other than the functional currency and foreign exchange contracts, as translation gains and losses are incurred in the ordinary course of business of the Group, and are hence deemed as realised.

The disclosure of realised and unrealised profits or losses is made solely for complying with the disclosure requirements as stipulated in the directive of Bursa Malaysia Securities Berhad and is not made for any other purposes.

26. Dividend Proposed

The Board of Directors did not recommend any dividend in the current quarter under review.



27. Earnings Per Share

Basic earnings per ordinary share are calculated based on the Group's net profit attributable to equity holders of the Company and the weighted average number of ordinary shares in issue during the current quarter and the financial year to date.

Diluted earnings per ordinary share is the same as the basic earnings per ordinary share as the effect of anti-dilutive potential ordinary shares are ignored in calculating diluted earnings per ordinary share in accordance with MFRS 133 on Earnings per Share.

| | Current quarter | | Cumulative quarter | |
|---|--------------------|--------|--------------------|--------|
| | Three months ended | | Three months ended | |
| | 31 March | | 31 March | |
| | 2017 | 2016 | 2017 | 2016 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Basic | | | | |
| Profit attributable to the owners of the company | 762 | 131 | 762 | 131 |
| Weighted average number of ordinary shares in issue | 47,011 | 45,780 | 47,011 | 45,780 |
| Basic earnings per ordinary share (sen) | 1.62 | 0.29 | 1.62 | 0.29 |
| Diluted | | | | |
| Diluted profit per ordinary share (sen) | 1.62 | 0.29 | 1.62 | 0.29 |

28. Authorisation for Issue

The interim financial statements and the accompanying notes were authorized for issue by the Board of Directors in accordance with a resolution of the directors passed on 31 May 2017.