The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the second quarter ended June 30, 2017. The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 Months ended		**6 Months ended**	
	30.06.2017	30.06.2016	**30.06.2017**	30.06.2016
	RM'000	RM'000	**RM'000**	RM'000
Revenue	**86,836**	97,033	**180,952**	186,732
Operating profit	**7,356**	8,186	**15,128**	16,933
Finance costs	**(670)**	(707)	**(1,358)**	(1,315)
Share of results of equity-accounted associate	**(33)**	(51)	**318**	(117)
Profit before tax	**6,653**	7,428	**14,088**	15,501
Income tax expense	**(1,608)**	(1,352)	**(3,275)**	(2,917)
Profit for the period	**5,045**	6,076	**10,813**	12,584
Other comprehensive income for the period, net of income tax				
Item that will be reclassified subsequently to profit or loss:				
Exchange differences arising on translation of foreign operations	**(181)**	(27)	**143**	(300)
Total comprehensive income for the period	**4,864**	6,049	**10,956**	12,284
Profit attributable to:				
Owners of the Company	**5,045**	6,076	**10,813**	12,584
Non-controlling interests	**^**	-	**^**	-
	5,045	**6,076**	**10,813**	**12,584**
Total comprehensive income attributable to:				
Owners of the Company	**4,864**	6,049	**10,956**	12,284
Non-controlling interests	**^**	-	**^**	-
	4,864	**6,049**	**10,956**	**12,284**
Earnings per ordinary share attributable to owners of the Company				
- Basic (sen)	**1.54**	1.86 *	**3.30**	3.84 *

^ *Denote less than RM1,000*

* *For comparative purpose, the Earnings Per Share for the quarter/ period ended June 30, 2016 had been adjusted to reflect the bonus issue of 2 for every 10 ordinary shares held by the entitled shareholders, which was completed on June 28, 2017.*

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Report for the financial year ended December 31, 2016 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As Of 30.06.2017 RM'000	Audited As Of 31.12.2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	**136,078**	141,218
Investment in an associate	**20,562**	20,245
Deferred tax assets	**121**	119
Total non-current assets	**156,761**	161,582
Current assets		
Inventories	**85,302**	72,554
Trade and other receivables	**55,950**	57,783
Tax recoverable	**54**	627
Derivative financial assets	**-**	21
Short-term deposits, cash and bank balances	**11,051**	15,829
Total current assets	**152,357**	146,814
Total assets	**309,118**	308,396
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	**164,144**	136,623
Treasury shares	**-**	(2,354)
Reserves	**31,322**	54,902
Equity attributable to owners of the Company	**195,466**	189,171
Non-controlling interests	**345**	-
Total equity	**195,811**	189,171
Non-current liabilities		
Trade and other payables	**508**	508
Borrowings		
- interest bearing	**9,811**	13,417
Deferred tax liabilities	**12,708**	12,860
Total non-current liabilities	**23,027**	26,785
Current liabilities		
Trade and other payables	**45,512**	51,297
Derivative financial liabilities	**108**	570
Borrowings		
- bank overdraft (interest bearing)	**216**	-
- interest bearing	**43,667**	40,573
Tax payable	**777**	-
Total current liabilities	**90,280**	92,440
Total liabilities	**113,307**	119,225
Total equity and liabilities	**309,118**	308,396

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the financial year ended December 31, 2016 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Owners of The Company									
			- Non-Distributable Reserves -				Distributable Reserve			
	Issued Capital	Treasury Shares	Share Premium	Translation Reserve	Warrants Reserve	Discount on Shares	Retained Earnings	Total Equity	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as of January 1, 2017	**136,623**	**(2,354)**	**2,950**	**595**	**-**	**-**	**51,357**	**189,171**	**-**	**189,171**
Total comprehensive income for the financial period	**-**	**-**	**-**	**143**	**-**	**-**	**10,813**	**10,956**	**-**	**10,956**
Transactions with owners :										
Dividends to owners of the Company	**-**	**-**	**-**	**-**	**-**	**-**	**(7,211)**	**(7,211)**	**-**	**(7,211)**
Bonus shares	**27,325**	**-**	**(2,950)**	**-**	**-**	**-**	**(24,375)**	**-**	**-**	**-**
Warrants issue	**-**	**-**	**-**	**-**	**9,837**	**(9,837)**	**-**	**-**	**-**	**-**
Share buy-back	**-**	**(1,821)**	**-**	**-**	**-**	**-**	**-**	**(1,821)**	**-**	**(1,821)**
Disposal of treasury shares	**196**	**4,175**	**-**	**-**	**-**	**-**	**-**	**4,371**	**-**	**4,371**
Capital contribution by non-controlling interests	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**345**	**345**
Total transactions with owners	**27,521**	**2,354**	**(2,950)**	**-**	**9,837**	**(9,837)**	**(31,586)**	**(4,661)**	**345**	**(4,316)**
Balance as of June 30, 2017	**164,144**	**-**	**-**	**738**	**9,837**	**(9,837)**	**30,584**	**195,466**	**345**	**195,811**
Balance as of January 1, 2016	113,853	-	3,013	288	-	-	64,320	181,474	-	181,474
Total comprehensive income for the financial period	-	-	-	(300)	-	-	12,584	12,284	-	12,284
Transactions with owners :										
Dividends to owners of the Company	-	-	-	-	-	-	(7,503)	(7,503)	-	(7,503)
Bonus shares	22,770	-	-	-	-	-	(22,770)	-	-	-
Share issuance expenses	-	-	(117)	-	-	-	-	(117)	-	(117)
Share buy-back	-	(2,055)	-	-	-	-	-	(2,055)	-	(2,055)
Total transactions with owners	22,770	(2,055)	(117)	-	-	-	(30,273)	(9,675)	-	(9,675)
Balance as of June 30, 2016	136,623	(2,055)	2,896	(12)	-	-	46,631	184,083	-	184,083

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended December 31, 2016 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited 6 Months ended 30.06.2017 RM'000	Unaudited 6 Months ended 30.06.2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers and other receivables	**186,585**	190,615
Cash paid to suppliers, employees and other payables	**(181,786)**	(180,198)
Cash generated from operations	**4,799**	10,417
Interest received	**109**	21
Interest paid	**(936)**	(872)
Tax paid	**(2,076)**	(2,712)
Net Cash From Operating Activities	**1,896**	6,854
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	**19**	42
Purchase of property, plant and equipment, net of finance leases drawdown	**(1,693)**	(11,275)
Proceeds from disposal of property, plant and equipment	**91**	79
Net Cash Used In Investing Activities	**(1,583)**	(11,154)
CASH FLOWS FROM FINANCING ACTIVITIES		
Share buy-back	**(1,821)**	(2,055)
Proceeds from disposal of treasury shares	**4,371**	-
Issuance of share capital to non-controlling interests of a subsidiary	**345**	-
Share issuance expenses	**(99)**	(117)
Drawdown of term loans	**-**	5,593
Repayment of term loans	**(2,096)**	(4,472)
Dividends paid to owners of the Company	**(7,211)**	(7,503)
Interest paid	**(422)**	(443)
Proceeds from short-term borrowings (net)	**2,983**	17,134
Repayment of finance leases	**(1,399)**	(1,306)
Net Cash (Used In)/From Financing Activities	**(5,349)**	6,831
Net (decrease)/increase in cash and cash equivalents	**(5,036)**	2,531
Cash and cash equivalents at beginning of financial year	**15,829**	18,988
Effect of exchange differences	**42**	(202)
Cash and cash equivalents at end of financial period *	**10,835**	21,317
*** Cash and cash equivalents at end of financial period consist of:-**		
Short-term deposits with licensed banks	**-**	1,800
Cash and bank balances	**11,051**	19,517
Bank overdrafts	**(216)**	-
	10,835	21,317

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the financial year ended December 31, 2016 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO THE QUARTERLY FINANCIAL REPORT

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134 Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad's Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended December 31, 2016. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended December 31, 2016.

The significant accounting policies and presentation adopted by the Group for the interim financial statements are consistent with those of the Group's consolidated audited financial statements for the financial year ended December 31, 2016 except for the adoption of the following:

Amendments to FRSs		Effective date
Amendments to FRS 12	Disclosure of Interests in Other Entities (Annual Improvements to FRSs 2014-2016 Cycle)	January 1, 2017
Amendments to FRS 107	Disclosure Initiative	January 1, 2017
Amendments to FRS 112	Recognition of Deferred Tax Assets for Unrealised Losses	January 1, 2017

The adoption of the amendments to FRSs does not have significant financial impact on the financial statements of the Group and of the Company.

Malaysian Financial Reporting Standards ("MFRSs")

On November 19, 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the MFRS Framework.

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual financial periods beginning on or after January 1, 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities ("TE") will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by TE will be mandatory for annual financial periods beginning on or after January 1, 2013. On July 4, 2012, the MASB has decided to allow TE to defer the adoption of the MFRS Framework for another year. The MFRS Framework will therefore be mandated for all companies for annual financial periods beginning on or after January 1, 2014. On August 7, 2013, the MASB has decided to extend the transitional period for another year, i.e. the adoption of the MFRS Framework by all entities for annual financial periods beginning on or after January 1, 2015.

On September 2, 2014, with the issuance of MFRS 15 Revenue from Contracts with Customers and Agriculture: Bearer Plants (Amendments to MFRS 116 and MFRS 141), the MASB announced that TE are required to apply the MFRS Framework for annual periods beginning on or after 1 January 2017. On October 28, 2015, the MASB notified that the effective date of MFRS 15 is deferred to annual periods beginning on or after January 1, 2018. Accordingly, the effective date of application of MFRS Framework of the TE is also deferred to annual periods beginning on or after January 1, 2018.

An associate of the Group falls within the scope of definition of TE and has opted to defer the adoption of the new MFRS Framework and accordingly, the Group will be required to prepare its first set of financial statements using the MFRS Framework for the financial year ending December 31, 2018.

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

A2 Audit report

The audit report of the preceding annual financial statements was not qualified.

A3 Seasonal or cyclical factors

The operations of the Group during the financial period under review have not been materially affected by any seasonal or cyclical factors.

A4 Unusual items

There were no items during this quarter affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence.

A5 Changes in estimates

The same estimates reported in the previous financial year were used in preparing the financial statements for the period under review.

A6 Debt and Equity Securities

Save as disclosed below, there was no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

Bonus issue of 54,649,038 new ordinary shares credited as fully paid-up capital on the basis of two (2) bonus shares for every ten (10) existing ordinary shares and bonus issue of 27,324,377 new warrants on the basis of one (1) free warrant for every ten (10) existing ordinary shares, were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on June 28, 2017.

A7 Dividend Paid

	6 months ended	
	30.6.2017	30.6.2016
	RM'000	RM'000
Fourth interim single tier dividend paid for the financial year 2016: 1.32 sen per ordinary share paid on April 10, 2017. (2016: 1.30 sen single tier dividend per ordinary share for the financial year 2015 paid on April 8, 2016).	**3,604**	3,552
First interim single tier dividend paid for the financial year 2017: 1.32 sen per ordinary share paid on June 22, 2017. (2016: 1.45 sen single tier dividend per ordinary share for the financial year 2016 paid on June 10, 2016).	**3,607**	3,951
	===========	=========

A8 Related party transactions

There were no significant related party transactions for the Group during the period under review.

A9 Contingent liabilities

There were no contingent liabilities as at the date of this quarterly report.

A10 Operating segments

No segment information has been prepared as the Group is primarily engaged in manufacturing and marketing of flexible packaging materials.

Geographical Information

The Group operates in four principal geographical areas – Malaysia (country of domicile), Australia and New Zealand ("ANZ").

The Group's revenue from continuing operations from external customers and information about its non-current assets* by geographical location for the six months ended are as follows:

	30.06.2017	30.06.2016
	RM'000	RM'000
Revenue		
Malaysia	**144,766**	158,554
Australia	**34,084**	26,853
New Zealand	**2,102**	1,325
	180,952	186,732

	30.06.2017	30.06.2016
	RM'000	RM'000
Non-current assets *		
Malaysia	**135,993**	138,535
Australia	**85**	107
New Zealand	**-**	1
	136,078	138,643

* Non-current assets excluding investment in an associate and deferred tax assets.

A11 Capital Commitments

Capital commitments not provided for in the financial statements as of June 30, 2017 were as follows: -

	RM'000
Property, plant and equipment	
- Authorised and contracted for	**6,841**
- Authorised but not contracted for	**7,214**
	===========

A12 Subsequent events

There were no material events subsequent to June 30, 2017 and up to the date of the issuance of this quarterly report that have not been reflected in this quarterly report.

A13 Changes in the Composition of the Group

The Company's wholly-owned subsidiary, Daibochi Flexibles Sdn. Bhd. incorporated a 60% owned subsidiary, namely Daibochi Packaging (Myanmar) Company, Ltd., in Myanmar with the initial share capital of USD200,000 comprising 200,000 ordinary shares of USD1.00 each.

Approval from the Myanmar Investment Commission for its investment in Myanmar was received on April 28, 2017. The Joint Venture Agreement was signed on June 16, 2017.

There were no other changes in the composition of the Group including business combinations, acquisitions or disposals of subsidiaries and long term investments, restructuring and discontinuing operations as at June 30, 2017.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of Performance

The Group's performance for the quarter under review as compared to the corresponding quarter of the previous financial year is as tabled below:

Description	2Q17 RM'000	2Q16 RM'000	% Change	1H17 RM'000	1H16 RM'000	% Change
Revenue	**86,836**	97,033	-10.5	**180,952**	186,732	-3.1
PBT	**6,653**	7,428	-10.4	**14,088**	15,501	-9.1

QUARTER REVIEW

For the three months ended June 30, 2017, the Group recorded revenue of RM86.84 million, a reduction of 10.5% compared to RM97.03 million for the corresponding period in the previous year. The lower revenue was primarily attributed to reduction in exports due to temporary disruptions of a key customer's manufacturing line in the Philippines, which has since resumed operations in July 2017. The customer base of the Group has remained stable with no loss of any account in the current quarter.

The Group recorded PBT of RM6.65 million compared to RM7.43 million in the corresponding quarter in previous year, representing a decrease of 10.4%. The reduction in PBT was in tandem with the decline in revenue. The Group also saw a double-digit increase in raw material costs compared to the corresponding quarter in the previous year, in line with higher global crude oil prices and a weaker MYR versus the USD. The rise in raw material costs was however mitigated by the continued improvement in wastage control, and enhanced operations efficiency following an increase in new foreign worker hires since January 2017. There was no change in the overall PBT margin for the respective periods under review, despite the reduction in revenue.

SIX MONTHS REVIEW

For the six months ended June 30, 2017, the Group recorded 3.1% lower revenue of RM180.95 million compared to RM186.73 million for the corresponding period in the previous year. The reduction in revenue was primarily attributed to lower exports, which made up 54% of group revenue compared to 56% a year ago.

PBT for the six months ended June 30, 2017 declined 9.1% to RM14.09 million compared to RM15.50 million in the corresponding period in the previous year. The lower PBT is due to the reduced revenue for the quarter and lesser foreign exchange gain of RM250,000 for the six months ended June 30, 2017, versus RM1.59 million in the corresponding period in previous year. The Group also saw a double-digit increase in raw material costs compared to the corresponding six months period in the previous year, in line with higher global crude oil prices and a weaker MYR versus the USD. The rise in raw material costs was however mitigated by continued improvement in wastage control, and enhanced operations efficiency following an increase in new foreign worker hires since January 2017. The overall PBT margin for the six months ended June 30, 2017 remained relatively unchanged.

There were no other material factors affecting the earnings and/or revenue of the Group for the current period.

B2 Material Changes in Profit Before Tax for the Quarter Reported On As Compared with the Immediate Preceding Quarter

The Group's current quarter performance as compared to that of the preceding quarter is as tabled below:

Description	2Q17 RM'000	1Q17 RM'000	% Change
Revenue	**86,836**	94,116	-7.7
PBT	**6,653**	7,435	-10.5

For the three months under review, Group revenue decreased 7.7% to RM86.84 million compared to RM94.12 million in the preceding quarter. The decline was attributed to lower export sales to a key customer, of which the reasons are explained in B1 above, as well as lower domestic delivery of sales during the Hari Raya Aidilfitri festive period.

PBT in the current quarter reduced 10.5% mainly due to lower group revenue. The overall raw material prices were largely maintained in the current quarter as compared to the immediate preceding quarter, and the Group noted marginal improvement in wastage control indicators. Group PBT margin for the current quarter as compared to preceding quarter remained relatively unchanged.

B3 Prospects

Daibochi is confident of achieving growth in the current financial year ending December 31, 2017 (FY2017), driven by commencement of our Myanmar operations, expanded clientele, delivery of new export contracts, and better operating efficiency.

On July 1, 2017, the Group's subsidiary Daibochi Packaging (Myanmar) Company Limited ("DPM") commenced operations of our consumer flexible packaging plant in Yangon, Myanmar. DPM, which is 60%-owned by the Group, produces consumer flexible packaging for Myanmar's fast moving consumer goods (FMCG) industry, and is expected to contribute positively to the Group's performance from the third quarter of 2017 and onwards.

In addition to DPM's existing business, the Group is pursuing new contracts from the FMCG and food and beverage (F&B) sectors. With DPM's technical capabilities and product quality, as well as ongoing positive discussions with potential Myanmar-based customers, the Group is confident of entering the qualification process for various companies and new product lines of existing customers in the second half of 2017.

Meanwhile, the Group has successfully completed the qualification process with an MNC in Indonesia to supply one of its key F&B brands, and is currently conducting trial production runs. The Group is also conducting trial production runs for another MNC for its FMCG products in the Indonesian market. Supply to both MNCs is expected to commence in the fourth quarter of 2017, which would contribute positively to the Group's financial performance.

Daibochi also expects to achieve better operating efficiency in the second half of FY2017. This follows the hiring of more foreign labour since January 2017, which had been effective in gradually mitigating ongoing labour shortage issues since the first quarter of FY2017. Also, the Group's wastage control programme, which involves increased workforce education and engagement, has seen significant progress since the first quarter of FY2017 and would be continued in the second half of FY2017.

The Group also continuously studies new methods to control wastage and enhance our operating processes in order to improve our operating efficiency and long-term sustainability. Such methods may include additional workforce training, machinery upgrades, investments into automation, as well as research and development (R&D) into new production processes.

Being a leading consumer flexible packaging provider in the Southeast Asia region with a strong emphasis on product innovation, quality, and service reliability, the Group has consistently succeeded in securing new businesses from leading companies in the F&B and FMCG industries, and is confident of our prospects in the long run.

B4 Profit Forecast or Profit Guarantee

No profit forecast or profit guarantee was provided.

B5 Profit Before Tax

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

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	**30.06.2017**	30.06.2016
	RM'000	RM'000	**RM'000**	RM'000
Interest income	**(62)**	(27)	**(128)**	(63)
Other operating income	**(463)**	(476)	**(1,207)**	(953)
Gain on disposal of property, plant and equipment	**(2)**	(62)	**(27)**	(79)
Interest expense	**670**	707	**1,358**	1,315
Depreciation of property, plant and equipment	**3,399**	3,167	**6,770**	6,293
Inventories write-down -net	**378**	786	**1,880**	1,522
Foreign exchange loss/(gain)	**102**	(1,134)	**(59)**	(1,028)
Foreign exchange (gain)/loss on derivatives	**(158)**	919	**(191)**	(557)

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B6 Income Tax Expense

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	**30.06.2017**	30.06.2016
	RM'000	RM'000	**RM'000**	RM'000
Current:				
- Malaysian Tax	**1,637**	1,151	**3,332**	2,172
- Foreign Tax	**37**	-	**94**	45
	1,674	1,151	**3,426**	2,217
Deferred tax:				
- Current	**(66)**	201	**(151)**	700
	1,608	1,352	**3,275**	2,917

The effective tax rate for the financial quarter ended June 30, 2017 was lower than the statutory tax rate mainly due to availability of tax incentives.

B7 Status of Corporate Proposals

The Company's shareholders had approved the proposed bonus issue of shares and proposed bonus issue of warrants ("Corporate Proposals") at Daibochi's extraordinary general meeting held on May 24, 2017.

54,649,038 bonus shares and 27,324,377 warrants were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on June 28, 2017, marking the completion of the Corporate Proposals.

B8 Group Borrowings

Details of the Group's borrowings as of June 30, 2017 were as follows:-

	Current RM'000	**Non-Current RM'000**
Unsecured - Ringgit Malaysia	25,362	6,902
Unsecured - United States Dollar	15,617	-
Secured - Ringgit Malaysia	2,904	2,909
	43,883	9,811

B9 Financial instruments

The Group enters into foreign currency forward contracts in the normal course of business to manage its exposure against foreign currency fluctuations on trade transactions.

As of June 30, 2017, the Group has the following outstanding derivatives:-

	Principal or Notional Amount RM'000	**Fair Value RM'000**	**Net loss RM'000**
Foreign currency forward contracts:-			
Less than 1 year	2,309	2,417	108

There is no change to the Group's financial risk management policies in managing these derivatives, its related accounting policies and the market risk associated with these derivatives since the last financial year.

B10 Material litigation

There was no pending material litigation as of the date of this quarterly report.

B11 Dividends

The Board is pleased to declare a second interim single tier dividend of 1.00 sen for the financial year ending June 30, 2017 and the said dividend will be paid on September 20, 2017 (2016: 1.33 sen single tier dividend) to shareholders whose names appear on the Company's Record of Depositors on August 29, 2017.

B12 Earnings Per Share

Basic earnings per share is calculated by dividing the profit for the financial period under review attributable to owners of the Company by the weighted average number of ordinary shares in issue during the said financial period, adjusted by the number of ordinary shares repurchased and disposed during the financial period under review.

	3 months ended		**6 months ended**	
	30.06.2017	30.06.2016 (Restated)	**30.06.2016**	30.06.2016 (Restated)
Profit attributable to owners of the Company (RM'000)	**5,045**	6,076	**10,813**	12,584
Weighted average number of ordinary shares in issue ('000):				
Issued ordinary shares as of January 1	**327,895**	327,895	**327,895**	327,895
Effect of treasury shares held	**-**	(538)	**(274)**	(269)
Weighted average number of ordinary shares as of June 30	**327,895**	327,357	**327,621**	327,626
Basic earnings per share (sen)	**1.54**	1.86	**3.30**	3.84

For comparative purpose, the basic earnings per share for the quarter/ period ended June 30, 2016 had been adjusted to reflect the bonus issue of 2 for every 10 ordinary shares held by the entitled shareholders, which was completed on June 28, 2017.

Diluted earnings per ordinary share are not presented as the warrants are anti-dilutive where the average market price of ordinary shares during the period exceeds the exercise price of the warrants.

B13 Disclosure of realised and unrealised earnings

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

	30.06.2017 RM'000	31.12.2016 RM'000
Total retained earnings of the Group:-		
- Realised	**50,960**	72,357
- Unrealised	**(13,245)**	(14,090)
	37,715	58,267
Total share of retained earnings from an associate:-		
- Realised	**(1,981)**	(2,299)
- Unrealised	**(24)**	(24)
	35,710	55,944
Less: Consolidation adjustments	**(5,126)**	(4,587)
Total Group retained earnings	**30,584**	51,357

By Order of the Board

Ms TAN GAIK HONG, MIA 4621
Secretary
Melaka

Dated: Aug 9, 2017
c.c. Securities Commission