

PANSAR BERHAD (Company No. 18904-M)

INTERIM FINANCIAL STATEMENTS
FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

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PANSAR BERHAD (Company No. 18904-M)

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30.06.2017 RM'000	Preceding year corresponding quarter 30.06.2016 RM'000	Current year to date 30.06.2017 RM'000	Preceding year corresponding year to date 30.06.2016 RM'000
Revenue	90,346	98,661	90,346	98,661
Cost of sales	(78,967)	(86,200)	(78,967)	(86,200)
Gross profit	11,379	12,461	11,379	12,461
Other income	1,490	1,271	1,490	1,271
Selling and distribution expenses	(2,437)	(2,295)	(2,437)	(2,295)
Administrative expenses	(7,375)	(7,727)	(7,375)	(7,727)
Other operating expenses	(435)	(339)	(435)	(339)
Finance costs	(139)	(165)	(139)	(165)
Share of results in an associate	144	(137)	144	(137)
Profit before taxation	2,627	3,069	2,627	3,069
Income tax expense	(571)	(863)	(571)	(863)
Profit after taxation	2,056	2,206	2,056	2,206
Other comprehensive income				
<u>Items that may be reclassified subsequently to profit or loss</u>				
Cash flow hedge	(87)	56	(87)	56
Foreign currency translation	(353)	420	(353)	420
Share of foreign currency translation differences of an associate	(1)	33	(1)	33
Total other comprehensive income	(441)	509	(441)	509
Total comprehensive income for the period	1,615	2,715	1,615	2,715
Profit after taxation attributable to owners of the Company	2,056	2,206	2,056	2,206
Total comprehensive income attributable to owners of the Company	1,615	2,715	1,615	2,715
Weighted average number of shares in issue ('000)	280,000	280,000	280,000	280,000
Earnings per ordinary share (sen):-				
-Basic	0.73	0.79	0.73	0.79
-Diluted	N/A	N/A	N/A	N/A

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AT 30 JUNE 2017

	30.06.2017	31.03.2017
	RM'000	RM'000
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Investment in an associate	12,375	12,232
Property, plant and equipment	4,495	4,425
Investment properties	7,527	7,561
Intangible assets	288	294
Deferred tax assets	541	301
	<hr/> 25,226	<hr/> 24,813
Current assets		
Inventories	37,775	41,975
Trade and other receivables	140,895	130,305
Derivative assets	47	145
Current tax assets	1,704	1,244
Deposits, cash and bank balances	38,472	39,310
	<hr/> 218,893	<hr/> 212,979
TOTAL ASSETS	<hr/> 244,119	<hr/> 237,792

PANSAR BERHAD (Company No. 18904-M)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONT'D) AT 30 JUNE 2017

	30.06.2017	31.03.2017
	RM'000	RM'000
	(Unaudited)	(Audited)
EQUITY AND LIABILITIES		
Equity		
Share capital	140,000	140,000
Reserves	27,326	25,711
Total equity attributable to owners of the Company	167,326	165,711
Current liabilities		
Trade and other payables	50,287	53,638
Derivative liabilities	48	11
Bank borrowings:-		
- bank overdrafts	17,731	2,288
- other borrowings	7,000	14,900
Provision for employee benefits	1,611	1,071
Current tax liabilities	116	173
Total liabilities	76,793	72,081
TOTAL EQUITY AND LIABILITIES	244,119	237,792
Net assets per ordinary share (RM)	0.60	0.59

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR TO DATE ENDED 30 JUNE 2017

	< ----- Non-distributable ----- >			<- Distributable- >		
	Share Capital RM'000	Reverse acquisition reserve RM'000	Foreign exchange translation reserve RM'000	Cash flow hedge reserve RM'000	Retained profits RM'000	Total equity RM'000
3-month period ended 30.06.2017						
Balance at 1.4.2017	140,000	(116,732)	5,473	61	136,909	165,711
Profit after taxation for the period	-	-	-	-	2,056	2,056
Other comprehensive income for the period, net of tax:-						
- Foreign currency translation	-	-	(353)	-	-	(353)
- Cash flow hedge	-	-	-	(87)	-	(87)
- Share of foreign currency translation differences of an associate	-	-	(1)	-	-	(1)
Total comprehensive income for the period	-	-	(354)	(87)	2,056	1,615
Contributions by and distributions to owners of the Company:-						
- Dividends	-	-	-	-	-	-
Balance at 30.06.2017	140,000	(116,732)	5,119	(26)	138,965	167,326

	< ----- Non-distributable ----- >			<- Distributable- >		
	Share Capital RM'000	Reverse acquisition reserve RM'000	Foreign exchange translation reserve RM'000	Cash flow hedge reserve RM'000	Retained profits RM'000	Total equity RM'000
3-month period ended 30.06.2016						
Balance at 1.4.2016	140,000	(116,732)	3,989	(71)	137,630	164,816
Profit after taxation for the period	-	-	-	-	2,206	2,206
Other comprehensive income for the period, net of tax:-						
- Foreign currency translation	-	-	420	-	-	420
- Cash flow hedge	-	-	-	56	-	56
- Share of foreign currency translation differences of an associate	-	-	33	-	-	33
Total comprehensive income for the period	-	-	453	56	2,206	2,715
Contributions by and distributions to owners of the Company:-						
- Dividends	-	-	-	-	-	-
Balance at 30.06.2016	140,000	(116,732)	4,442	(15)	139,836	167,531

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR TO DATE ENDED 30 JUNE 2017

	Current year to date 30.06.2017 RM'000	Preceding year corresponding period 30.06.2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,627	3,069
Adjustments for:-		
Allowance for impairment losses on receivables	435	336
Allowance for impairment losses on receivables no longer required	(490)	(477)
Allowance for slow-moving inventories no longer required	-	(3)
Amortisation of intangible assets	2	4
Bad debts written off	-	3
Depreciation of property, plant and equipment	379	399
Depreciation of investment properties	34	29
Fair value loss/(gain) on derivatives	20	(113)
Gain on disposal of property, plant and equipment	(16)	(2)
Interest expense	139	165
Interest income	(234)	(265)
Provision for employee benefits	542	679
Share of results in an associate	(144)	137
Unrealised (gain)/loss on foreign exchange	(30)	149
Operating profit before working capital changes	3,264	4,110
Decrease/(increase) in inventories	4,177	(2,425)
Increase in trade and other receivables	(14,379)	(4,968)
Increase in trade and other payables	276	2,249
CASH FOR OPERATIONS	(6,662)	(1,034)
Interest paid	(139)	(165)
Interest received	277	250
Income tax paid	(1,300)	(763)
Income tax refunded	-	17
NET CASH FOR OPERATING ACTIVITIES / BALANCE CARRIED FORWARD	(7,824)	(1,695)

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D) FOR THE YEAR TO DATE ENDED 30 JUNE 2017

	Current year to date 30.06.2017 RM'000	Preceding year Corresponding Period 30.06.2016 RM'000
NET CASH FOR OPERATING ACTIVITIES / BALANCE CARRIED FORWARD	(7,824)	(1,695)
CASH FLOWS FOR INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	17	11
Placement of fixed deposits with licensed banks	(268)	(3,235)
Purchase of property, plant and equipment	(452)	(157)
NET CASH FOR INVESTING ACTIVITIES	(703)	(3,381)
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from bankers' acceptance	-	2,000
Repayment of bankers' acceptance	(7,900)	(1,000)
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(7,900)	1,000
NET INCREASE IN CASH AND CASH EQUIVALENTS	(16,427)	(4,076)
EFFECTS OF FOREIGN EXCHANGE TRANSLATION	(123)	149
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	10,550	5,894
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	(6,000)	1,967
CASH AND CASH EQUIVALENTS COMPRISE:-		
Cash and bank balances	11,731	10,506
Bank overdrafts	(17,731)	(8,539)
	(6,000)	1,967

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of preparation

The unaudited interim financial statements have been prepared in accordance with *MFRS 134: Interim Financial Reporting* issued by Malaysian Accounting Standards Board, *IAS 34: Interim Financial Reporting* issued by International Accounting Standards Board 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 financial statements for the financial year ended 31 March 2017. 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 31 March 2017.

The significant accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2017, except as follows:

On 1 April 2017, the Group adopted the following new and revised MFRSs, Amendments to MFRSs and IC Interpretations (including the consequential amendments) mandatory for annual financial periods beginning on or after 1 January 2017:-

- Amendments to *MFRS 107: Disclosure Initiative*
 - Amendments to *MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses*
- Annual Improvements to MFRS Standards 2014-2016 Cycles:-
- Amendments to *MFRS 12: Clarification of the Scope of Standard*

The adoption of the abovementioned MFRSs, Amendments to MFRSs and IC Interpretations (including the consequential amendments) did not have any material impact on the financial statements of the Group.

A2 Comments about seasonality or cyclicity of operations

The business of the Group is not subject to seasonal or cyclical fluctuations.

A3 Unusual items due to their nature, size and incidence

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows due to their nature, size or incidence during the current quarter under review.

A4 Changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter under review.

A5 Debt and equity securities

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

A6 Dividend paid

There was no dividend paid by the Company during the quarter under review.

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A7 Segmental information

The following is an analysis of the Group's revenue and results by reportable segments:-

(a) Business segments

	Marine & Industrial RM'000	Building Products RM'000	Wood Engineering & Supplies RM'000	Electrical & Office Automation RM'000	Mechanical & Electrical RM'000	Year to date 30.06.2017 RM'000
Revenue						
External revenue	29,804	30,528	9,696	4,360	15,958	90,346
Inter-segment revenue	5	-	-	52	-	57
	<u>29,809</u>	<u>30,528</u>	<u>9,696</u>	<u>4,412</u>	<u>15,958</u>	<u>90,403</u>
Adjustments and eliminations						(57)
Consolidated revenue						<u>90,346</u>
Results						
Segment results	3,296	2,560	1,040	604	348	7,848
Adjustments and eliminations	-	-	-	-	421	421
	<u>3,296</u>	<u>2,560</u>	<u>1,040</u>	<u>604</u>	<u>769</u>	<u>8,269</u>
Share of results in an associate						144
Unallocated income						353
Unallocated expenses						(6,139)
Consolidated profit before taxation						<u>2,627</u>
Assets						
Segment assets	59,734	46,497	21,624	12,423	65,214	205,492
Investment in an associate						12,375
Unallocated assets						25,711
Deferred tax assets						541
Consolidated total assets						<u>244,119</u>

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A7 Segmental information (cont'd)

(a) Business segments (cont'd)

	Marine & Industrial RM'000	Building Products RM'000	Wood Engineering & Supplies RM'000	Electrical & Office Automation RM'000	Mechanical & Electrical RM'000	Year to date 30.06.2016 RM'000
Revenue						
External revenue	28,429	39,767	10,418	6,446	13,601	98,661
Inter-segment revenue	-	-	-	41	-	41
	28,429	39,767	10,418	6,487	13,601	98,702
Adjustments and eliminations						(41)
Consolidated revenue						98,661
Results						
Segment results	3,766	2,877	1,051	587	751	9,032
Adjustments and eliminations	-	-	-	-	369	369
	3,766	2,877	1,051	587	1,120	9,401
Share of results in an associate						(137)
Unallocated income						132
Unallocated expenses						(6,327)
Consolidated profit before taxation						3,069
Assets						
Segment assets	52,101	54,187	22,756	16,456	56,055	201,555
Investment in an associate						13,751
Unallocated assets						25,829
Deferred tax assets						600
Consolidated total assets						241,735

(b) Geographical segments

	Year to date	
	30.06.2017 RM'000	30.06.2016 RM'000
Total revenue from external customers		
- Malaysia	87,176	95,326
- Singapore	3,170	3,335
	90,346	98,661

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

A8 Property, plant and equipment

(a) Acquisition and disposal of property, plant and equipment

There was no material acquisition or disposal of property, plant and equipment since the end of last financial year.

(b) Impairment losses

Neither loss from impairment of property, plant and equipment nor reversal of such impairment losses was recognised since the end of last financial year.

(c) Valuation

As at 30 June 2017, the Group did not have any revalued assets.

A9 Subsequent events

There were no material subsequent events as at 16 August 2017.

A10 Changes in the composition of the Group

There were no changes in the composition of the Group for the period ended 30 June 2017.

A11 Contingent liabilities

On 30 May 2017, the Company was served with a Notice of Additional Assessment from the Inland Revenue Board of Malaysia (“IRBM”) for additional tax (inclusive of penalty of 45%) of RM2,529,655.14 in respect of the year of assessment (“YA”) 2011.

The said notice of assessment was raised principally pursuant to the Profit Guarantee Amount of RM6,978,359 received from Pan Sarawak Holdings Sdn Bhd in YA 2011 as part of the restructuring exercise. The Profit Guarantee Amount was recorded as “miscellaneous income” in the books of account and was treated by the Company as a capital transaction which was not assessable to tax in YA 2011.

However, the IRBM has taken the view that the Profit Guarantee Amount received by the Company in YA 2011 is of revenue nature which is subject to income tax.

The Company together with the tax consultant do not agree with the IRBM. No provision for income tax and tax penalty have been made by the Company in respect of the above amount as the Company is of the view that there is a good ground of appeal.

The Company had on 28 June 2017 filed Form Q for official appeal against the additional assessment. As at to date, it is still pending before the Dispute Resolution Department of the IRBM.

A12 Capital commitment

There were no commitments in respect of the Group since the last annual reporting date to the date of this report.

A13 Significant related party transactions

	Quarterly ended		Year to date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Transactions with holding company	594	594	594	594
Transactions with other related parties	9,265	18,951	9,265	18,951

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of performance

For the period ended 30 June 2017, the Group posted an overall revenue of RM90.3 million, a decrease of RM8.3 million or 8.4% over the same corresponding period of last year. In terms of profitability, the Group posted a profit after tax of RM2.1 million, down slightly by RM0.1 million as compared to RM2.2 million a year ago.

Marine & Industrial Segment

On a q-o-q comparison, Marine & Industrial segment's revenue increased by 4.8% to RM29.8 million in 1QFY18, with PBT however dropped by 12.5% to RM3.3 million as a result of lower gross profit margin on marine engines as well as lower write back of impairment losses on trade receivables in the current financial quarter.

Building Products Segment

Building Products segment remained our largest revenue driver, constituting 33.8% of our Group's revenue at RM30.5 million with RM2.6 million PBT. This represents a 23.2% and 11.0% decrease in revenue and PBT respectively over the previous corresponding quarter. The lower performance was impacted by the slowdown in the building industry.

Wood Engineering and Supplies Segment

For 1QFY18, Wood Engineering & Supplies segment posted a lower revenue of RM9.7 million on the back of lower sales volume mainly from fertilisers, wood bandsaw and steel strapping products.

In tandem with the decrease in revenue, PBT for the quarter decreased marginally by 1.1% to RM1.0 million.

Electrical & Office Automation Segment

Compared to previous corresponding quarter, Electrical & Office Automation segment's revenue decreased by RM2.1 million on account of lower sales mainly from air conditioners and lighting products. PBT for the current quarter however maintained flat at RM0.6 million, largely attributed to higher write back of impairment losses on trade receivables in the current financial quarter.

Mechanical & Electrical Segment

For the quarter under review, Mechanical & Electrical segment posted a 17.3% increase in revenue to RM16.0 million from RM13.6 million recorded in 1QFY17.

PBT for the current quarter however was down by 31.4% q-o-q to RM0.8 million as a result of contracted margins and lower write back of impairment losses on trade receivables.

B2 Material changes in profit before tax for the quarter

For the current quarter under review, the Group achieved a total revenue of RM90.3 million and profit before taxation of RM2.6 million. Against the immediate preceding quarter, the revenue and profit before taxation increased by RM0.8 million and RM1.4 million respectively, mainly attributed to a lower impairment loss on trade receivables of RM3.1 million which was partially offset by a lower gross profit of RM2.0 million in the current financial quarter.

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B3 Commentary on prospects

We remain cautious about the market in the upcoming quarter and thus a relatively flat sales and contribution figure compared to the first quarter. We are mindful of the volatility in raw material prices. Our main focus is to continue to derive efficiency gains, focus on understanding our customer requirements even better, and to focus on key product lines.

B4 Profit forecast and profit guarantee

Not applicable as no profit forecast was announced.

B5 Income tax expense

	Quarter ended		Year to date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Income tax:-				
- Malaysian tax	782	981	782	981
- Foreign tax	2	19	2	19
	<hr/>	<hr/>	<hr/>	<hr/>
	784	1,000	784	1,000
Under/(over) provision in the previous financial year:-				
- Malaysian tax	-	-	-	-
- Foreign tax	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	784	1,000	784	1,000
Deferred tax:-				
- Origination and reversal of temporary differences	(213)	(137)	(213)	(137)
- Over provision in the previous financial year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	(213)	(137)	(213)	(137)
	<hr/>	<hr/>	<hr/>	<hr/>
	571	863	571	863

B6 Corporate proposals

As at 16 August 2017, there were no corporate proposals announced.

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B7 Short-term borrowings

The Group's borrowings as at 30 June 2017 were as follows:-

	RM'000
Bank overdrafts, secured	2,493
Bank overdrafts, unsecured	15,238
Revolving credit, secured	6,000
Revolving credit, unsecured	1,000
	24,731
	24,731

B8 Derivative financial instruments

The outstanding foreign currency forward contracts as at 30 June 2017 were as follows:-

	Contract / notional amount RM'000	Assets RM'000	Liabilities RM'000
<u>Derivative not designated as hedging instruments:-</u>			
Forward foreign currency contracts			
- Less than 1 year	2,864	41	(8)
<u>Derivative designated as hedging instruments:-</u>			
Forward foreign currency contracts			
- Less than 1 year	7,864	6	(40)
	10,728	47	(48)
		47	(48)

The Group enters into foreign currency forward contracts to hedge against the Group's exposure to foreign currency risks as a result of purchases denominated in currencies other than its functional currency for which firm commitments existed at the end of the reporting period.

There were no cash requirements for these derivatives and they are not subject to significant credit risk, market risk and liquidity risk.

In line with the Group's foreign currency hedging policy, hedging is only considered for firm commitments. These derivatives and their underlying exposures will be monitored on an on-going basis.

With respect to derivatives not designated as hedging instruments, they are stated at fair value, with any gains/losses arising on remeasurement recognised in profit or loss. These fair value changes are attributable to changes in foreign exchange spot and forward rates.

For those derivatives designated as hedging instruments (cash flow hedge), the effective portion of changes in fair value of those derivatives is recognised in other comprehensive income. The gain or loss in relation to ineffective portion is recognised immediately in profit or loss.

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B9 Gain / (loss) arising from fair value changes in financial liabilities

	Current quarter loss RM'000	Year to date loss RM'000
Foreign currency forward contracts	(37)	(37)

B10 Breakdown of realised and unrealised profits

The breakdown of retained profits of the Group as at 30 June 2017 into realised and unrealised profits are presented as follows:-

	RM'000
Total retained profits of the Company and its subsidiaries:-	
- Realised	134,468
- Unrealised	611
	<hr/> 135,079
Total share of retained profits of associate:-	
- Realised	398
- Unrealised	(6)
	<hr/> 392
Add: Consolidation adjustments	3,494
	<hr/> 138,965
At 30 June 2017	<hr/> <hr/> 138,965

B11 Changes in material litigation

As at 16 August 2017, there was no material litigation against the Group.

B12 Dividend payable

No interim dividend has been declared for the financial period ended 30 June 2017.

B13 Earnings per share

(a) Basic earnings per share

	Quarter ended		Year to date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Profit for the period attributable to the owners of the Company (RM'000)	2,056	2,206	2,056	2,206
Weight average number of ordinary shares of RM0.50 each in issue ('000)	280,000	280,000	280,000	280,000
Basic earnings per share based on weighted average number of shares in issue (sen)	0.73	0.79	0.73	0.79

PANSAR BERHAD (Company No. 18904-M)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER AND YEAR TO DATE ENDED 30 JUNE 2017

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

B13 Earnings per share

(b) Diluted earnings per share

Not applicable as at 30 June 2017.

B14 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the Company and its subsidiaries for the financial year ended 31 March 2017 was not subject to any qualification.

B15 Profit for the year

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

	Quarter ended		Year to date	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Allowance for slow-moving inventories no longer required	-	(3)	-	(3)
Bad debts written off	-	3	-	3
Collective impairment losses on receivables	435	217	435	217
Collective impairment losses on receivables no longer required	(68)	(364)	(68)	(364)
Depreciation and amortisation	415	432	415	432
Individual impairment losses on receivables	-	119	-	119
Individual impairment losses on receivables no longer required	(422)	(113)	(422)	(113)
Interest expense	139	165	139	165
Interest income	(234)	(265)	(234)	(265)
(Gain)/loss on forward foreign currency contracts	67	(42)	67	(42)
Gain on disposal of property, plant and equipment	(16)	(2)	(16)	(2)
Realised (gain)/loss on foreign exchange	(265)	130	(265)	130
Realised (gain)/loss on derivatives	53	(72)	53	(72)
Unrealised (gain)/loss on foreign exchange	(30)	149	(30)	149
Unrealised gain on derivatives	(33)	(41)	(33)	(41)

Other than the above, there were no gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, and exceptional items for the current quarter and financial period ended 30 June 2017.