

**Condensed Consolidated Statement of Comprehensive Income for the financial period ended 30 June 2017**

	Unaudited Current Year Quarter 30.6.2017 RM'000	Audited Preceding Year Corresponding Quarter 30.6.2016 RM'000	Changes RM'000	Unaudited Current Year To Date 30.6.2017 RM'000	Audited Preceding Year Corresponding Period 30.6.2016 RM'000	Changes RM'000
Revenue	73,984	63,718	10,266	73,984	63,718	10,266
Cost of sales	(65,370)	(56,093)	(9,277)	(65,370)	(56,093)	(9,277)
<b>Gross profit</b>	<b>8,614</b>	<b>7,625</b>	<b>989</b>	<b>8,614</b>	<b>7,625</b>	<b>989</b>
Other income	656	576	80	656	576	80
Expenses	(5,400)	(6,420)	1,020	(5,400)	(6,420)	1,020
<b>Operating profit</b>	<b>3,870</b>	<b>1,781</b>	<b>2,089</b>	<b>3,870</b>	<b>1,781</b>	<b>2,089</b>
Finance costs	(1,104)	(2,122)	1,018	(1,104)	(2,122)	1,018
Share of (loss)/profit of associates	(1,697)	28,400	(30,097)	(1,697)	28,400	(30,097)
<b>Profit before tax</b>	<b>1,069</b>	<b>28,059</b>	<b>(26,990)</b>	<b>1,069</b>	<b>28,059</b>	<b>(26,990)</b>
Income tax expense	(215)	(75)	(140)	(215)	(75)	(140)
<b>Profit for the period</b>	<b>854</b>	<b>27,984</b>	<b>(27,130)</b>	<b>854</b>	<b>27,984</b>	<b>(27,130)</b>
<b>Other comprehensive loss:-</b>						
Currency translation differences	(90)	(50)	(40)	(90)	(50)	(40)
Loss on fair value changes	-	(147)	147	-	(147)	147
<b>Other comprehensive loss for the financial period, net of tax</b>	<b>(90)</b>	<b>(197)</b>	<b>107</b>	<b>(90)</b>	<b>(197)</b>	<b>107</b>
<b>Total comprehensive income for the period</b>	<b>764</b>	<b>27,787</b>	<b>(27,023)</b>	<b>764</b>	<b>27,787</b>	<b>(27,023)</b>
<b>Profit attributable to:-</b>						
Owners of the Company	854	27,984	(27,130)	854	27,984	(27,130)
Non-controlling interest	-	-	-	-	-	-
	<b>854</b>	<b>27,984</b>	<b>(27,130)</b>	<b>854</b>	<b>27,984</b>	<b>(27,130)</b>
<b>Total comprehensive income attributable to:-</b>						
Owners of the Company	764	27,787	(27,023)	764	27,787	(27,023)
Non-controlling interest	-	-	-	-	-	-
	<b>764</b>	<b>27,787</b>	<b>(27,023)</b>	<b>764</b>	<b>27,787</b>	<b>(27,023)</b>
<b>Earnings per share attributable to owners of Company:-</b>						
- basic (sen)	0.50	16.38	(15.88)	0.50	16.38	(15.88)
- diluted (sen)	N/A	N/A	N/A	N/A	N/A	N/A

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

**Other Information:-**

Operating profit	3,870	1,781	2,089	3,870	1,781	2,089
Gross interest income	217	217	-	217	217	-
Gross interest expense	(1,104)	(2,122)	1,018	(1,104)	(2,122)	1,018

## Condensed Consolidated Statement of Comprehensive Income for the financial period ended 30 June 2017

	Unaudited Current Quarter 30.6.2017 RM'000	Audited Preceding Quarter 31.3.2017 RM'000	Changes RM'000
Revenue	73,984	128,435	(54,451)
Cost of sales	(65,370)	(115,268)	49,898
<b>Gross profit</b>	<b>8,614</b>	<b>13,167</b>	<b>(4,553)</b>
Other income	656	2,061	(1,405)
Expenses	(5,400)	(12,606)	7,206
<b>Operating profit</b>	<b>3,870</b>	<b>2,622</b>	<b>1,248</b>
Finance costs	(1,104)	(1,599)	495
Share of results of associates	(1,697)	(15,212)	13,515
<b>Profit/(Loss) before tax</b>	<b>1,069</b>	<b>(14,189)</b>	<b>15,258</b>
Income tax (expense)/income	(215)	4	(219)
<b>Profit/(Loss) for the period</b>	<b>854</b>	<b>(14,185)</b>	<b>15,039</b>
<b>Other comprehensive loss:-</b>			
Currency translation differences	(90)	(37)	(53)
<b>Other comprehensive loss for financial period, net of tax</b>	<b>(90)</b>	<b>(37)</b>	<b>(53)</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>764</b>	<b>(14,222)</b>	<b>14,986</b>
<b>Profit/(Loss) attributable to:-</b>			
Owners of the Company	854	(14,185)	15,039
Non-controlling interest	-	-	-
	<b>854</b>	<b>(14,185)</b>	<b>15,039</b>
<b>Total comprehensive income/(loss) attributable to:-</b>			
Owners of the Company	764	(14,222)	14,986
Non-controlling interest	-	-	-
	<b>764</b>	<b>(14,222)</b>	<b>14,986</b>

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

**IREKA CORPORATION BERHAD** (Company No. 25882-A)**Condensed Consolidated Statement of Financial Position as at 30 June 2017**

	Unaudited As At 30.6.2017 RM'000	Audited As At 31.3.2017 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	32,353	33,532
Investment properties	11,098	11,098
Investment in associates	99,601	101,281
Other investments	42	42
Land held for property development	24,443	24,326
	<u>167,537</u>	<u>170,279</u>
<b>Current assets</b>		
Property development costs	99,314	96,544
Inventories	12,305	14,095
Trade and other receivables	118,016	132,250
Amounts due from customers on contracts	48,774	58,340
Amounts due from associates	14,885	14,885
Cash and cash equivalents	21,480	12,428
	<u>314,774</u>	<u>328,542</u>
<b>TOTAL ASSETS</b>	<u>482,311</u>	<u>498,821</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	170,872	170,872
Reserves	(26,010)	(26,774)
	<u>144,862</u>	<u>144,098</u>
Non-controlling interest	-	-
<b>Total equity</b>	<u>144,862</u>	<u>144,098</u>
<b>Non-current liabilities</b>		
Borrowings	30,110	30,110
Deferred tax liabilities	3,222	3,222
	<u>33,332</u>	<u>33,332</u>
<b>Current liabilities</b>		
Trade and other payables	229,973	224,278
Amounts due to associates	-	2
Borrowings	59,575	95,125
Overdrafts	13,441	983
Tax payable	1,128	1,003
	<u>304,117</u>	<u>321,391</u>
<b>Total liabilities</b>	<u>337,449</u>	<u>354,723</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>482,311</u>	<u>498,821</u>
<b>(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2017 and the accompanying explanatory notes attached to the Interim Statements)</b>		
<b>Other Information:-</b>		
Net assets per share (RM)	<u>0.85</u>	<u>0.84</u>

**IREKA CORPORATION BERHAD** (Company No. 25882-A)

**Condensed Consolidated Statement of Changes in Equity for the financial period ended 30 June 2017**

	Attributable to owners of the Company					Total Equity Attributable to Owners of the Company RM'000	Non-Controlling Interest RM'000	(Unaudited) Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Warrant Reserve RM'000	Other Reserve RM'000	Foreign Currency Translation Reserve RM'000			
Balance as at 1.4.2017	170,872	1,385	5,696	(5,696)	(1,404)	-	144,098	144,098
Total comprehensive income for the period	-	-	-	-	(90)	-	764	764
Balance as at 30.6.2017	170,872	1,385	5,696	(5,696)	(1,494)	-	144,862	144,862

**3 months ended 30.6.2017 (Unaudited)**

	Attributable to owners of the Company					Total Equity Attributable to Owners of the Company RM'000	Non-Controlling Interest RM'000	(Unaudited) Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Warrant Reserve RM'000	Other Reserve RM'000	Foreign Currency Translation Reserve RM'000			
Balance as at 1.4.2016	170,872	1,385	5,696	(5,696)	(1,119)	147	140,336	140,336
Total comprehensive loss for the period	-	-	-	-	(50)	-	27,934	27,934
Balance as at 30.6.2016	170,872	1,385	5,696	(5,696)	(1,169)	147	168,270	168,270

**3 months ended 30.6.2016 (Audited)**

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

**IREKA CORPORATION BERHAD (Company No. 25882-A)**
**Condensed Consolidated Statement of Cash Flows for the financial period ended 30 June 2017**

	Unaudited Current Year To Date 30.6.2017 RM'000	Audited Preceding Year Corresponding Period 30.6.2016 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	1,069	28,059
Adjustments for:		
Depreciation of property, plant and equipment	992	1,289
Property, plant and equipment written off	6	-
Gain on disposal of other investments	-	(185)
Loss/(Gain) on disposal of property, plant and equipment	14	(16)
Share of loss/(profit) of associates	1,697	(28,400)
Interest expense	1,104	2,127
Interest income	(88)	(217)
Unrealised gain on foreign exchange	(56)	-
Operating profit before changes in working capital	4,738	2,652
Working capital changes:		
Property development costs	(2,770)	59,412
Inventories	1,790	(1,585)
Receivables	15,945	4,067
Amount due from customers on contracts	9,566	15,710
Amount due from associates	-	3
Payables	5,782	5,369
Cash generated from operations	35,051	85,628
Income tax paid	(1,805)	(68)
Net cash generated from operating activities	33,246	85,560
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(19)	(405)
Proceeds from disposal of property, plant and equipment	185	283
Proceeds from disposal of other investments	-	185
Land held for property development	(117)	(34,170)
Investment in associates	(105)	-
Interest received	88	217
Net cash generated from/(used in) investing activities	32	(33,890)
<b>Cash flows from financing activities</b>		
Hire purchase principal repayments	(1,022)	(1,112)
Drawdown of bank borrowings	11,862	18,228
Repayment of bank borrowings	(28,674)	(18,613)
Interest paid	(1,104)	(2,122)
Net cash used in financing activities	(18,938)	(3,619)
<b>Net increase in cash and cash equivalents</b>	14,340	48,051
<b>Effect of changes in exchange rates</b>	(30)	-
<b>Cash and cash equivalents as at beginning of financial period</b>	(6,271)	(14,500)
<b>Cash and cash equivalents as at end of financial period</b>	8,039	33,551
<b>Cash and cash equivalents as at end of financial period comprise the followings:-</b>		
Cash and bank balances	21,480	26,563
Overdrafts	(13,441)	(38,760)
	8,039	(12,197)

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

**IREKA CORPORATION BERHAD** (Company No. 25882-A)  
**NOTES TO THE QUARTERLY RESULTS**

**A1 Basis of Preparation**

The unaudited interim financial report has been prepared in accordance with *FRS 134: Interim Financial Reporting* and *Chapter 9 Appendix 9B of the Listing Requirements of the Bursa Malaysia Securities Berhad*.

The unaudited interim financial report should be read in conjunction with the audited financial statements for the year ended 31 March 2017. The explanatory notes attached to the unaudited interim financial report provide 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 Malaysian Accounting Standard Board has given the Transitioning Entities the option to continue to apply the Financial Reporting Standards framework until 31 December 2017. The Group is a Transitioning Entities due to its involvement in the development and construction of real estate. The Group shall adopt the new IFRS-compliant framework, Malaysian Financial Reporting Standards from financial year beginning 1 April 2018.

**A2 Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2017.

**A3 Audit Report**

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

**A4 Seasonality or Cyclicity of Operations**

The Group's business operations are not materially affected by seasonal or cyclical factors for the current quarter under review.

**A5 Unusual Significant Items**

There were no items affecting the assets, liabilities, equity, net income or cash flow of the Group during the financial period-to-date that are unusual because of their nature, size or incidence.

**A6 Material Changes in Estimates**

There were no significant changes in estimates that have had a material effect in the financial period-to-date results.

**A7 Changes in Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the current quarter under review.

**A8 Dividend Paid**

No dividend was paid during the financial quarter ended 30 June 2017.

**A9 Segmental Information**

	<b>Group revenue and results including Share of Associates</b>			
	<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Period 3 Months Ended</b>	
	<b>30.6.2017 RM'000</b>	<b>30.6.2016 RM'000</b>	<b>30.6.2017 RM'000</b>	<b>30.6.2016 RM'000</b>
<b>Segment Revenue</b>				
Revenue				
Construction	68,870	60,664	68,870	60,664
Property development	1,421	2,622	1,421	2,622
Property investment	167	200	167	200
Trading and services	6,040	4,405	6,040	4,405
Investment holding and other	2,722	3,203	2,722	3,203
Total	<b>79,220</b>	71,094	<b>79,220</b>	71,094
Elimination of inter-segment sales	<b>(5,236)</b>	(7,376)	<b>(5,236)</b>	(7,376)
Total	<b>73,984</b>	63,718	<b>73,984</b>	63,718

	<b>Group revenue and results including Share of Associates</b>			
	<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Period 3 Months Ended</b>	
	<b>30.6.2017 RM'000</b>	<b>30.6.2016 RM'000</b>	<b>30.6.2017 RM'000</b>	<b>30.6.2016 RM'000</b>
<b>Segment Results</b>				
Profit/(loss) before tax				
Construction	2,619	1,107	2,619	1,107
Property development	974	(335)	974	(335)
Property investment	(137)	(85)	(137)	(85)
Trading and services	165	(414)	165	(414)
Investment holding and other	(2,194)	28,541	(2,194)	28,541
Total	<b>1,427</b>	28,814	<b>1,427</b>	28,814
Elimination of inter-segment items	<b>(358)</b>	(755)	<b>(358)</b>	(755)
Total	<b>1,069</b>	28,059	<b>1,069</b>	28,059

**A10 Carrying Amount of Revalued Property, Plant and Equipment**

The Group does not state any assets based on valuation of its property, plant and equipment.

**A11 Material Subsequent Events**

There were no material events subsequent to the end of the current quarter.

**A12 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations.

**A13 Contingent Assets and Liabilities**

(a) Contingent Assets

There were no contingent assets as at the end of the current quarter or at the preceding annual statement of financial position date.

(b) Contingent Liabilities

	<b>Financial Quarter Ended 30.6.2017 RM</b>	<b>Financial Year Ended 31.3.2017 RM</b>
(i) Corporate guarantees for credit facilities granted to the Group	<b>71,165,496</b>	<b>45,869,975</b>

**A14 Capital Commitments**

There were no capital commitments as at the end of the current quarter.



**B1 Review of Performance**

(a) Performance of Current Period against the Preceding Year Corresponding Period

For the financial period ended 30 June 2017, the Group recorded revenue of RM73.984 million (after elimination of inter-segment sales of RM5.236 million) as compared to RM63.718 million (after elimination of inter-segment sales of RM7.376 million) for the preceding year corresponding period, representing an increase of approximately 16%. Revenue for the current period is substantially attributable to the construction segment of the Group.

The revenue achieved by the construction segment is slightly higher at RM68.870 million in the current period, compared to RM60.664 million in the preceding year corresponding period. The major contributors to the revenue in construction segment are the design and build contract for industrial facilities at Kajang, The RuMa Hotel and Residences and two building contracts at KL-Eco City.

The property development segment recorded a lower revenue of RM1.421 million in the current period compared to RM2.622 million in the preceding year corresponding period. The revenue was mainly attributable to the sale of the last unit at Kasia Greens development located at Nilai.

The trading and services segment comprised mainly IT solutions and property development management and services divisions. Revenue for the current period improved by approximately 37% mainly from the IT Solutions and property services divisions.

For the financial period ended 30 June 2017, the Group recorded pre-tax profit of RM1.069 million (after elimination of inter-segment items of RM0.358 million), compared to the preceding year corresponding period of pre-tax profit RM28.059 million (after elimination of inter-segment items of RM0.755 million). The current results included a share of loss of Aseana Properties Limited (“ASPL”) (a 23.07% associate of Ireka) of RM1.220 million (30 June 2016: Profit of RM28.649 million); and a share of loss of Urban DNA Sdn Bhd (“Urban DNA”) (a 30% associate of Ireka) of RM0.476 million (30 June 2016: Loss of RM0.248 million). The latter adopted IFRIC 15 – Agreements for Construction of Real Estate, which prescribes that revenue be recognised only when the properties are completed and occupancy permits are issued, hence no revenue or profit were recorded for the current financial quarter.

ASPL’s losses are largely due to operating losses of its three operating assets, being City International Hospital HCMC, Four Points by Sheraton Sandakan Hotel and Harbour Mall Sandakan totalling RM9.953million.

**B1 Review of Performance (continued)**

**(a) Performance of Current Period against the Preceding Year Corresponding Period (continued)**

The construction segment recorded a higher profit of RM2.619 million (30 June 2016: Profit of RM1.107 million) before elimination of inter-segment items of RM0.180 million (30 June 2016: RM0.126 million) due to lower finance costs incurred after repayment of certain project financing loans.

The property development segment recorded a profit of RM0.974 million (30 June 2016: Loss of RM0.335 million), before elimination of inter-segment items of RM0.137 million (30 June 2016: RM0.211 million). The profit was mainly attributable to ASTA development.

**(b) Performance of Current Quarter against the Preceding Year Corresponding Quarter**

The Group achieved a higher revenue of RM73.984 million in the current quarter as compared to RM63.718 million in the preceding year corresponding quarter. This was substantially due to higher contributions from its construction segment and trading and services segment in the current quarter.

For the financial quarter ended 30 June 2017, the Group recorded a pre-tax profit of RM1.069 million as compared to a pre-tax profit of RM28.059 million in the preceding year corresponding quarter. Pre-tax profit for the current quarter was substantially affected by the share of losses in ASPL of RM1.220 million (30 June 2016: Profit of RM28.649 million) which was mainly due to the operating losses of its three operating assets as mentioned above.

**B2 Material Change in the Quarterly Results compared to the Results of Immediate Preceding Quarter**

The Group recorded lower revenue of RM73.984 million in the first quarter of financial year ended 31 March 2018, compared to RM128.435 million in the immediate preceding quarter. This was due to the disposal of an industrial factory lot at ASTA in the immediate preceding quarter which contributed a revenue of RM39.204 million.

The Group recorded a pre-tax profit of RM1.069 million compared to a pre-tax loss of RM14.189 million in the last quarter. Substantial pre-tax loss for the previous quarter was attributable to share of losses in ASPL of RM14.225 million which was mainly due to unrealised foreign exchange loss, which was partly mitigated by improved profit from property development segment.

**B3 Prospects for the Current Financial Year**

On the construction front, the Group has tendered for about RM2 billion worth of contracts over the last twelve months. We remain optimistic that we will be successful in securing new contracts during the current financial year.

As at end 30 June 2017, the Group's order book stood at about RM990 million, of which about RM250 million remained outstanding. A significant portion of this outstanding work will be performed in the current financial year. The Group is actively tendering for external construction contracts and also expects construction works to be generated internally from its property development division over the next few months.

On the property development front, construction of The RuMa Hotel and Residences, KLCC ("The RuMa") which is 70% owned by ASPL and 30% by the company, is expected to complete in early 2018. ASPL adopted IFRIC 15- Agreements for Construction of Real Estate, which prescribes that revenue and profit be recognised only when the properties are completed and occupancy permits are issued. Hence, we expect The RuMa to contribute positively to the results of the Group in the current financial year.

The Group is planning to launch two projects in the current financial year. The first project is targeted to launch in October this year under the project name of KaMi. It comprises 169 units of serviced residence in Mont' Kiara under the I-Zen brand. The second project is planned for launching in first quarter of 2018 under Dwi@Rimbun Kasia located at Nilai, comprising 382 units of mid-market courtyard condominiums under the Group's mid-market zenZ brand.

It is expected that the Group will continue to benefit from the profit and cash realisation from ASPL as the company successfully divest its portfolio of assets over the next two years.

**B4 Profit Forecast**

The Group did not issue any profit forecast for the financial year ending 31 March 2018.

**B5 Profit for the Period**

Included in profit for the period are:-

	Individual Quarter 3 Months Ended		Cumulative Period 3 Months Ended	
	30.6.2017 RM'000	30.6.2016 RM'000	30.6.2017 RM'000	30.6.2016 RM'000
Depreciation of property, plant and equipment	(992)	(1,289)	(992)	(1,289)
Loss on disposal of property, plant and equipment	(14)	-	(14)	-
Property, plant and equipment written off	(6)	-	(6)	-
Interest expense	(1,104)	(2,122)	(1,104)	(2,122)
Gain on disposal of other investments	-	185	-	185
Gain on disposal of property, plant and equipment	-	16	-	16
Net foreign exchange gain	68	98	68	98
Interest income	88	217	88	217

Other than the above items, there were no exceptional items for the current quarter and financial period ended 30 June 2017.

**B6 Taxation**

The taxation for the current quarter and period-to-date are as follows:-

	Individual Quarter 3 Months Ended		Cumulative Period 3 Months Ended	
	30.6.2017 RM'000	30.6.2016 RM'000	30.6.2017 RM'000	30.6.2016 RM'000
Malaysian income tax expense	(215)	(75)	(215)	(75)
	<b>(215)</b>	<b>(75)</b>	<b>(215)</b>	<b>(75)</b>

The effective tax rates of the Group for the current quarter and for the period were lower than the statutory tax rate due to losses suffered by certain subsidiaries and also utilisation of tax losses brought forward by the Company and its subsidiaries.

**B7 Status of Corporate Proposals**

There were no on-going corporate proposals during the financial period under review.

**B8 Group Borrowings and Debt Securities**

	<b>Financial Quarter Ended 30.6.2017 RM'000</b>	<b>Financial Quarter Ended 30.6.2016 RM'000</b>
(a) Short term borrowings		
<i>Secured:-</i>		
Term loans	6,485	5,126
Project loans/revolving credit	-	18,134
Hire purchase/leasing	2,727	4,102
Trade finance	22,264	22,346
Bank overdrafts	12,509	37,177
Revolving credit	27,099	22,134
	<u>71,084</u>	<u>109,019</u>
<i>Unsecured:-</i>		
Bank overdraft	932	1,583
Revolving credit	1,000	1,000
	<u>73,016</u>	<u>111,602</u>
(b) Long term borrowings		
<i>Secured:-</i>		
Term loans	26,891	19,434
Project loans	-	1,700
Hire purchase/leasing	3,219	5,834
	<u>30,110</u>	<u>26,968</u>
(c) Total borrowings	<u><u>103,126</u></u>	<u><u>138,570</u></u>

For the financial quarter ended 30 June 2017, the Group's total borrowings has reduced by RM35.444 million as compared to the preceding year financial quarter ended 30 June 2016. This reduction is due to repayments of certain project financing loans on the construction segment.

**B9 Realised and Unrealised Profits/(Losses) Disclosure**

The breakdown of the retained earnings/(accumulated losses) of the Group as at 30 June 2017, into realised and unrealised profits/(losses) is as follows:-

	<b>30.6.2017</b>	<b>30.6.2016</b>
	<b>RM'000</b>	<b>RM'000</b>
The retained earnings of the Company and its subsidiaries:-		
- Realised	<b>36,265</b>	37,233
- Unrealised	<b>(9,695)</b>	(9,841)
	<u><b>26,570</b></u>	<u>27,392</u>
The share of accumulated losses of its associates:-		
- Realised	<b>(54,470)</b>	(32,846)
- Unrealised	<b>2,138</b>	2,489
	<u><b>(52,470)</b></u>	<u>(30,357)</u>
<b>Total accumulated losses</b>	<u><b>(25,900)</b></u>	<u>(2,965)</u>

The determination of realised and unrealised profits is based on the Guidance of Special Matters No. 1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia's Listing Requirements, issued by Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely to comply with the disclosure requirement stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

**B10 Material Litigations**

The Group was not engaged in any material litigation as at 23 August 2017.

**B11 Dividend Proposed**

The Board of Directors recommended a first and final single-tier dividend of 2 sen per share for approval by the shareholders of the Company at the forthcoming Annual General Meeting.

**B12 Earnings per Share**

		<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Period 3 Months Ended</b>	
		<b>30.6.2017</b>	<b>30.6.2016</b>	<b>30.6.2017</b>	<b>30.6.2016</b>
(a)	Basic				
	Profit for the period attributable to owners of the Company (RM'000)	<b>764</b>	27,984	<b>764</b>	27,984
	Weighted average number of ordinary shares	<b>170,872,050</b>	170,872,050	<b>170,872,050</b>	170,872,050
	Basic earnings per share (sen)	<b>0.50</b>	16.38	<b>0.50</b>	16.38
(b)	Diluted Earnings	<b>N/A</b>	N/A	<b>N/A</b>	N/A

Diluted earnings are not applicable as the Company has not issued any Employees Share Options and the exercise price of the warrants is higher than the average market price of the Company's ordinary shares.

**By Order of the Board**  
**IREKA CORPORATION BERHAD**  
**WONG YIM CHENG**  
Company Secretary  
Kuala Lumpur  
29 August 2017