

THETA EDGE BERHAD (260002-W)

(Incorporated in Malaysia)

QUARTERLY REPORT

SUMMARY OF KEY UNAUDITED FINANCIAL INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

	Individual Period			Cumulative Period		
	Current Year Quarter 30/09/2018 RM'000	Preceding Year Corresponding Quarter 30/09/2017 RM'000	Changes (%)	Current Year To-date 30/09/2018 RM'000	Preceding Year Corresponding Period 30/09/2017 RM'000	Changes (%)
1. Revenue	20,024	22,058	-9%	52,295	56,546	-8%
2. Gross Profit	2,268	7,959	-72%	6,037	8,170	-26%
3. Profit/(Loss) before taxation	(1,090)	5,981	-118%	(4,825)	(1,383)	249%
4. Profit/(Loss) after taxation	(1,098)	5,961	-118%	(4,833)	(1,409)	243%
5. Profit/(Loss) for the period	(1,098)	5,961	-118%	(4,833)	(1,409)	243%
6. Profit/(Loss) attributable to owners of the Company	(1,098)	5,961	-118%	(4,833)	(1,409)	243%
7. Profit/(Loss) per share (sen)	(1.02)	5.56	-118%	(4.51)	(1.31)	243%
8. Proposed/Declared dividend per share (sen)	-	-		-	-	

	As At End Of Current Financial Year End RM	As At Preceding Financial Year End RM	Changes %
9. Net assets per share attributable to owners of the Company	0.60	0.65	-8%

Additional Information

	Individual Period			Cumulative Period		
	Current Year Quarter 30/09/2018 RM'000	Preceding Year Corresponding Quarter 30/09/2017 RM'000	Changes (%)	Current Year To-date 30/09/2018 RM'000	Preceding Year Corresponding Period 30/09/2017 RM'000	Changes (%)
1. Gross Finance income	298	130	129%	724	495	46%
2. Gross Finance costs	(59)	(161)	-63%	(283)	(528)	-46%

THETA EDGE BERHAD (260002-W)

(Incorporated in Malaysia)

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UNAUDITED CONDENSED STATEMENTS OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 30/09/2018 RM'000	Preceding Year Corresponding Quarter Ended 30/09/2017 RM'000	Current Year Period Ended 30/09/2018 RM'000	Preceding Year Corresponding Period Ended 30/09/2017 RM'000
Revenue	20,024	22,058	52,295	56,546
Cost of sales	(17,756)	(14,099)	(46,258)	(48,376)
Gross Profit	<u>2,268</u>	<u>7,959</u>	<u>6,037</u>	<u>8,170</u>
Other operating income	634	2,741	739	3,462
Operating expenses	(2,934)	(4,209)	(9,167)	(11,483)
Profit /(Loss) from operations	<u>(32)</u>	<u>6,491</u>	<u>(2,391)</u>	<u>149</u>
Finance income	298	130	724	495
Depreciation	(360)	(291)	(1,042)	(970)
Allowances and non cash expenses	(937)	(184)	(1,833)	(525)
Finance costs	(59)	(161)	(283)	(528)
Share of losses of equity-accounted joint venture, net of tax	-	(4)	-	(4)
Profit/(Loss) before taxation	<u>(1,090)</u>	<u>5,981</u>	<u>(4,825)</u>	<u>(1,383)</u>
Taxation	(8)	(20)	(8)	(26)
Profit/(Loss) for the period	<u>(1,098)</u>	<u>5,961</u>	<u>(4,833)</u>	<u>(1,409)</u>
Other comprehensive profit/(loss), net of taxation	-	-	-	-
Total comprehensive profit/(loss) for the period	<u>(1,098)</u>	<u>5,961</u>	<u>(4,833)</u>	<u>(1,409)</u>
Profit/(Loss) attributable to :				
Owners of the Company	(1,098)	5,961	(4,833)	(1,409)
Non-controlling interest	-	-	-	-
Profit/(Loss) for the period	<u>(1,098)</u>	<u>5,961</u>	<u>(4,833)</u>	<u>(1,409)</u>
Total comprehensive profit/(loss) attributable to:				
Owners of the Company	(1,098)	5,961	(4,833)	(1,409)
Non-controlling interest	-	-	-	-
Total comprehensive profit/(loss) for the period	<u>(1,098)</u>	<u>5,961</u>	<u>(4,833)</u>	<u>(1,409)</u>
Profit/(Loss) per ordinary share (sen)				
Basic	(1.02)	5.56	(4.51)	(1.31)
Diluted	-	-	-	-

Certain figures in the preceding year had been reclassified to conform to current year's presentation. The reclassification has no impact to the earnings and cashflow.

The unaudited condensed Statements of Profit & Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2017.

THETA EDGE BERHAD (260002-W)
(Incorporated in Malaysia)

QUARTERLY REPORT

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

	Unaudited As At 30/09/2018 RM'000	Audited As At 31/12/2017 RM'000
ASSETS		
Non-current assets		
Plant and equipment	5,129	8,349
Investment in joint venture	-	15
Intangible assets	-	1,216
Deferred tax assets	3,902	3,902
	9,031	13,482
Current assets		
Inventories	6,272	12,732
Receivables	23,024	35,203
Cash and cash equivalents	39,038	29,470
	68,334	77,405
Total assets	77,365	90,887
EQUITY		
Share capital	107,243	107,243
Reserves	(42,581)	(37,748)
Equity attributable to owners of the Company	64,662	69,495
LIABILITIES		
Current liabilities		
Payables	11,435	17,468
Hire Purchase	1,268	3,170
	12,703	20,638
Non Current liabilities		
Hire Purchase	-	754
	-	754
Total liabilities	12,703	21,392
Total equity and liabilities	77,365	90,887

The unaudited condensed Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2017

THETA EDGE BERHAD (260002-W)
(Incorporated in Malaysia)

QUARTERLY REPORT

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

	<u>Attributable to the owners of the Company</u>		
	Share capital RM'000	Accumulated losses RM'000	Total equity RM'000
<u>9 months ended 30 September 2017</u>			
At 1 January 2017 (audited)	107,243	(39,139)	68,104
Comprehensive loss for the financial period	-	(1,409)	(1,409)
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
At 30 September 2017 (unaudited)	107,243	(40,548)	66,695
<u>9 months ended 30 September 2018</u>			
At 1 January 2018 (audited)	107,243	(37,748)	69,495
Comprehensive loss for the financial period	-	(4,833)	(4,833)
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
At 30 September 2018 (unaudited)	107,243	(42,581)	64,662

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2017

THETA EDGE BERHAD (260002-W)
(Incorporated in Malaysia)

QUARTERLY REPORT

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018**

	Unaudited 30/09/2018 RM'000	Unaudited 30/09/2017 RM'000
Cash flow from operating activities		
Net loss before taxation	(4,825)	(1,383)
Adjustments for:		
Depreciation	4,214	6,068
Finance costs paid	283	528
Finance income received	(724)	(495)
Bad debts recovered	(10)	(677)
Plant and equipment written off	-	5
Bad debts written off / allowance for bad debts	311	231
Development cost written off	1,216	-
Amortisation of development cost	-	289
Allowance for inventory obsolescence	99	-
Loss on exchange	192	15
Reversal for litigation	-	(2,595)
Loss of disposal of equity-accounted joint-venture	15	-
Share of losses of equity-accounted joint venture, net of tax	-	4
Operating profit before working capital changes	771	1,990
Movements in working capital		
Inventories	6,361	(5,912)
Receivables	11,686	(10,113)
Payables	(6,033)	3,714
Cash flow from/(used in) operations	12,785	(10,321)
Income tax paid	(8)	(26)
Finance costs paid	(283)	(528)
Finance income received	724	495
Net cash flow from/(used in) operating activities	13,218	(10,380)
Cash flow used in investing activities		
Purchase of plant and equipment	(994)	(1,201)
	(994)	(1,201)
Cash flow used in financing activities		
Revolving credit	-	(1,900)
Finance lease liabilities	(2,656)	(4,624)
Pledged deposits	1,750	(294)
	(906)	(6,818)
Net movement in cash and cash equivalents	11,318	(18,399)
Cash and cash equivalents at beginning of financial period	25,888	40,970
Cash and cash equivalents at end of financial period	37,206	22,571
Cash and cash equivalents consist of:		
Deposits, cash & bank balances	39,038	25,799
Less : Pledged deposits	(1,832)	(3,228)
Cash and cash equivalents	37,206	22,571

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2017

THETA EDGE BERHAD (260002-W)
(Incorporated in Malaysia)

QUARTERLY REPORT

(A) EXPLANATORY NOTES PERTAINING TO MFRS 134

A.1 Basis of preparation and significant accounting policies

This interim unaudited financial report has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad and MFRS134, *Interim Financial Reporting* in Malaysia. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2017.

The accounting policies adopted in the preparation of the Condensed Consolidated Interim financial statements are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2017 except for the following:

Amendments and Annual Improvements to Standards effective for financial periods beginning on or after 1 January 2018:

- (i) MFRS 9, Financial Instruments (2014)
- (ii) MFRS 15, Revenue from Contracts with Customers
- (iii) Clarifications to MFRS 15, Revenue from Contracts with Customers
- (iv) IC Interpretation 22, Foreign Currency Transactions and Advance Consideration
- (v) Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2014-2016 Cycle)
- (vi) Amendments to MFRS 2, Share-based Payment - Classification and Measurement of Share-based Payment Transactions
- (vii) Amendments to MFRS 4, Insurance Contracts - Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
- (viii) Amendments to MFRS 128, Investments in Associates and Joint Ventures (Annual Improvements to MFRS Standards 2014-2016 Cycle)
- (ix) Amendments to MFRS 140, Investment Property - Transfers of Investment Property

The above pronouncements are either not relevant or do not have any material impact on the interim financial statements of the Company upon their initial application. The Company has adopted the relevant standards from 1 January 2018 with practical expedients permitted under the standards. Comparatives for 2017 are not restated.

A.2 Report On the Financial Statements

The auditors' report on the financial statement for the financial year ended 31 December 2017 was not qualified.

A.3 Seasonality and cyclical of operations

The Group's business operations were not materially affected by any seasonal or cyclical factors.

A.4 Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter under review and financial year to date.

A.5 Changes in estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect in the current quarter and financial year to date.

A.6 Debt and equity securities

There were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities during the current quarter and financial year to date.

A.7 Dividends

No dividends have been declared and paid during the current quarter and financial year to date.

A.8 Segmental information

	Current Year to Date 30/09/2018			Preceding Year Corresponding Period 30/09/2017		
	Information Technology RM'000	Telco Services RM'000	Total RM'000	Information Technology RM'000	Telco Services RM'000	Total RM'000
Revenue	42,440	9,855	52,295	47,028	9,518	56,546
Gross profit / (loss)	6,969	(932)	6,037	9,769	(1,599)	8,170
Other operating income			739			3,462
Operating expenses			(9,167)			(11,483)
Profit/(Loss) from operations			(2,391)			149
Finance income			724			495
Depreciation			(1,042)			(970)
Allowances and non-cash expenses			(1,833)			(525)
Finance cost			(283)			(528)
Share of losses of equity accounted joint venture			-			(4)
Loss before taxation			(4,825)			(1,383)

Geographical reporting is not presented as the operations of the Group are in Malaysia.

A.9 Valuation of property, plant and equipment

The valuations of plant and equipment have been brought forward without amendment from the previous financial statements ended 31 December 2017.

A.10 Subsequent events

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

A.11 Changes in the composition of the Group

The Company's wholly-owned subsidiary, TH2.0 Sdn Bhd ("TH2.0") had on 2 April 2018 entered into a Share Sale and Purchase Agreement ("SSPA") with Ijara Management Company ("IMC"), a management service company, established by the Islamic Corporation for the Development of the Private Sector ("ICD") under the laws of the Kingdom of Saudi Arabia, for the disposal of TH2.0's entire 3,000,000 Ordinary Shares, representing a 50% of the equity holding in Taha Alam Sdn Bhd ("Taha Alam") to IMC for a total consideration of RM1.00 only ("Disposal").

Following the disposal Taha Alam is no longer an associate of the Group.

A.12 Changes in contingent liabilities and contingent assets

(A) There were no contingent assets for the current financial year to date.

(B) The changes in the Group's contingent liabilities are as follows:

(a) Bank guarantees issued mainly to trade customers decreased from RM6,790,902 to RM6,429,351 during the current quarter.

(b) A subsidiary of the Company has received a claim from a related party on 6 September 2018 amounting to RM435,550.11. The claim is in relation to alleged unauthorised transactions by an employee of the subsidiary. Police reports have been lodged by the relevant parties. The Company denies any obligation and liability in respect of this matter, notwithstanding the Company is currently engaging with the relevant party to resolve the matter amicably.

A.13 Material Litigation

There were no material litigation during the current quarter and financial year to date.

A.14 Capital Commitments

There were no major capital commitments as at the date of this report.

A.15 Related party transactions

The related party transactions of the Group are recurrent in nature and had been entered into in the ordinary course of business. Below are the significant transactions and balances with related parties of the Group during the current financial period.

Related Parties	Transactions	Transactions for the year ended 30 September 2018 RM '000	Balance due from / (to) as at 30 September 2018 RM '000
Lembaga Tabung Haji	Sale of equipment & services	18,231	3,087
Bank Islam Malaysia Berhad	Sale of equipment & services	91	-
THHE Fabricators Sdn Bhd	Sale of equipment & services	-	266
TH Heavy Engineering Berhad	Sale of equipment & services	1,739	766
TH Properties Sdn Bhd	Sale of equipment & services	347	218
THP Bina Sdn Bhd	Sale of equipment & services	8,830	5,659
THV Management Services Sdn Bhd	Sale of equipment & services	736	304
TH Hotel Sdn Bhd	Sale of equipment & services	1	-
		29,975	10,300

A.16 Financial instruments and fair value measurements

The carrying amounts of cash and cash equivalents, receivables and payables reasonably approximate fair values due to the relatively short term nature of these financial instruments as at the end of the current year to date. The table below analyses the financial instruments not carried at fair value.

Group	Fair value of financial instruments not carried at fair value as at 30/9/2018				Total fair value 30/09/2018 RM'000	Carrying amount 30/09/2018 RM'000
	Level 1	Level 2	Level 3	Total		
	RM'000	RM'000	RM'000	RM'000		
Financial liabilities						
Finance lease liabilities	-	-	1,393	1,393	1,393	1,268
	-	-	1,393	1,393	1,393	1,268

The approximate fair value is based on pre-determined cash flows using the prevailing market finance lease rate at the time of borrowing.

(B) EXPLANATORY NOTES PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B.1 Review of performance

	Individual Period		Changes (%)	Cumulative Period		Changes (%)
	Current Year Quarter 30/09/2018 RM'000	Preceding Year Corresponding Quarter 30/09/2017 RM'000		Current Year To date 30/09/2018 RM'000	Preceding Year Corresponding Period 30/09/2017 RM'000	
Revenue	20,024	22,058	-9%	52,295	56,546	-8%
Profit/(Loss) from Operations	(32)	6,491	-100%	(2,391)	149	<-100%
Profit /(Loss) Before Finance cost and Taxation	(1,031)	6,142	>-100%	(4,542)	(855)	>100%
Profit/(Loss) Before Taxation	(1,090)	5,981	>-100%	(4,825)	(1,383)	>100%
Profit/ (Loss) After Taxation	(1,098)	5,961	>-100%	(4,833)	(1,409)	>100%
Profit/ (Loss) Attributable to Ordinary Equity Holders of the Parent	(1,098)	5,961	>-100%	(4,833)	(1,409)	>100%

Nine (9) months ended 30 September 2018

The Group reported a revenue of RM52.3 million for the nine (9) months ended 30 September 2018 as compared to the revenue in the corresponding period in the preceding year of RM56.5 million.

The higher revenue and profit from operations in the preceding year was due to the variation order claim of RM6.6 million in relation to the project with the Ministry of Natural Resources and Environment of which most of the costs had been recognised in the previous financial years and the write back of the provision of litigation of RM2.6 million.

The Group had also written off development costs of RM1.2 million in the current quarter due to uncertainties of the commercialization of the application.

Correspondingly, the Group reported a higher loss before taxation of RM4.8 million in the current year against the loss before taxation of RM1.4 million from the preceding year.

Information technology

Information technology remains as the main revenue contributor for the Group with over 81% revenue contribution. Revenue from this segment was lower at RM42.4 million for current year to date as compared to RM47.0 million in the preceding year which was mainly contributed from the Group's major shareholder and its group of companies.

Telecommunication services

Revenue from the telecommunication services segment was higher at RM9.9 million for the current year to date as compared to RM9.5 million in the preceding year. The revenue contribution in this segment has increased from 17% to 19% of total revenue. The segment has a gross loss position due to insufficient revenues and volume to meet its operating costs mainly from the satellite communication business.

B.2 Material changes in quarterly results

	Current Quarter 30/09/2018 RM '000	Immediate Preceding Quarter 30/06/2018 RM '000	Changes (%)
Revenue	20,024	15,232	31%
Profit/(Loss) from operations	(32)	246	>-100%
Loss before Finance cost and Taxation	(1,031)	(564)	83%
Loss Before Taxation	(1,090)	(625)	74%
Loss After Taxation	(1,098)	(625)	76%
Loss Attributable to Ordinary Equity Holders of the Parent holders of the parent	(1,098)	(625)	76%

The higher revenue in the current quarter was mainly due to material ICT works milestones delivered for the hotel and convention centre for a related company. The higher loss before taxation in the current quarter was due to :

- (i) the reversal of accrued project costs pursuant to the completion of a project in the previous quarter
- (ii) development costs of RM1.2 million written off due to the uncertainties of the commercialization of the application.

B.3 Prospects

In view of the current business environment, the Group expects that it will be challenging to meet similar results as per the previous financial year.

B.4 Statement of the Board of Directors' opinion on financial estimate, forecast, projection, internal targets or profit guarantee

The Group did not previously announce, disclose or publish any financial estimate, forecast, projection, internal targets or profit guarantee in a public document.

B.5 Profit/(Loss) before taxation

The following amounts have been included in arriving at profit/ (loss) before taxation:

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30/09/2018 RM'000	Preceding Year Corresponding Quarter 30/09/2017 RM'000	Current Year To Date 30/09/2018 RM'000	Preceding Year Corresponding Period 30/09/2017 RM'000
Finance income	298	130	724	495
Other income	634	-	37	-
Finance cost	59	161	283	528
Depreciation	1,102	2,019	4,214	6,068
Amortisation/write off of development cost	1,216	-	1,216	289
Allowance for doubtful receivables	-	231	-	231
Write off / (recovery) of bad receivables	(268)	(83)	301	(677)
Allowance for obsolete inventories	-	-	99	-
Gain / (loss) on disposal of quoted or unquoted investments or properties	-	-	(15)	-
Allowance for impairment of plant and machineries	-	5	-	5
Foreign exchange gain / (loss)	11	(15)	(192)	(15)
Gain / (loss) on derivatives	-	-	-	-

B.6 Taxation

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30/09/2018 RM'000	Preceding Year Corresponding Quarter 30/09/2017 RM'000	Current Year To Date 30/09/2018 RM'000	Preceding Year Corresponding Period 30/09/2017 RM'000
Current year income tax	8	20	8	26
Over/(under) provision for previous period	-	-	-	-
	8	20	8	26

B.7 Sale of unquoted investments and/or properties

The Company's wholly-owned subsidiary, TH2.0 Sdn Bhd ("TH2.0") had on 2 April 2018 entered into a Share Sale and Purchase Agreement ("SSPA") with Ijara Management Company ("IMC"), a management service company, established by the Islamic Corporation for the Development of the Private Sector ("ICD") under the laws of the Kingdom of Saudi Arabia, for the disposal of TH2.0's entire 3,000,000 Ordinary Shares, representing a 50% of the equity holding in Taha Alam Sdn Bhd ("Taha Alam") to IMC for a total consideration of RM1.00 only ("Disposal").

Following the disposal Taha Alam is no longer an associate of the Group.

B.8 Quoted securities

There were no quoted securities held by the Group.

B.9 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 26 November 2018 the latest practicable date which shall not be earlier than seven (7) days from the date of issue of this quarterly report.

B.10 Group borrowings

Details of the Group's borrowings as at the end of the reporting period are as follows:

		Current Quarter - 30/09/2018 (Amount in RM'000)		
		Long term	Short term	Total Borrowing
Unsecured	Hire Purchase	-	1,268	1,268
	Total	-	1,268	1,268

		Preceding Year Corresponding Quarter -30/09/2017 (Amount in RM'000)		
		Long term	Short term	Total Borrowing
Unsecured	Hire Purchase	1,273	4,154	5,427
	Total	1,273	4,154	5,427

The fixed rate of borrowings as at 30 September 2018 ranges between 2.5% to 3.6% (30 September 2017: 2.5% to 3.6%)

All the borrowings are denominated in Ringgit Malaysia and are guaranteed by the Company.

B.11 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk as at 26 November 2018, the latest practicable date which shall not be earlier than seven (7) days from the date of issue of this quarterly report.

B.12 Changes in material litigations

There were no changes in material litigations as at 26 November 2018, the latest practicable date which shall not be earlier than seven (7) days from the date of issue of this quarterly report.

B.13 Dividends

No dividends have been paid, declared or proposed since the end of the Company's previous financial year. The Directors do not recommend any interim dividend for the period under review.

B.14 Earnings / (loss) per share

The basic earnings /(loss) per share for the quarter and year to date ended 30 September 2018 are computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30/09/2018	Preceding Year Corresponding Quarter 30/09/2017	Current Year To Date 30/09/2018	Preceding Year Corresponding Period 30/09/2017
Net profit/(loss) (RM'000)	(1,098)	5,961	(4,833)	(1,409)
No of ordinary shares in issue ('000)	107,243	107,243	107,243	107,243
Weighted average number of ordinary shares in issue ('000)	107,243	107,243	107,243	107,243
Basic EPS / (LPS) (sen)	(1.02)	5.56	(4.51)	(1.31)
Diluted EPS /(LPS) (sen)	N/A	N/A	N/A	N/A

Diluted EPS is not computed as there are no outstanding share options or instruments that will dilute the basic earnings per share.

B.15 Derivatives

There are no derivatives outstanding as at the end of the current financial year to date.

B.16 Fair value changes of financial liabilities

	Carrying Amount	Total Fair Value
	RM'000	RM'000
Finance lease liabilities as at 01/01/2018	3,924	4,305
Repayment	(2,912)	(2,912)
(Gain) / loss arising from fair value changes	256	-
Finance lease liabilities as at 30/09/2018	1,268	1,393

B.17 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 30 November 2018.