



ROHAS TECNIC BERHAD
(formerly known as Tecnic Group Berhad)
(302675-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE PERIOD FROM
1 JULY 2017 TO 30 SEPTEMBER 2017

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SUMMARY

In the current quarter under review, the Group achieved revenue of RM46.3 million and recorded operating profit of RM10.2 million. For current year-to-date, the Group recorded revenue of RM153.2 million and operating profit of RM25.1 million.

For the current period to date, on completion of the Reverse Acquisition as detailed in Note A2.1 to this interim financial statements in the 1st quarter ended 31 March 2017, the Group had to charge a **one-off** reverse acquisition listing expense of RM4.0 million and share-based payment expense of RM21.4 million to its consolidated statement profit or loss and other comprehensive income. The Group reported a loss after taxation to RM8.0 million for the period to date, as a consequence of these one-off non-operating expenses.

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QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2017
The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-9-2017 RM'000	Preceding Period Corresponding 30-9-2016 RM'000 (Note 1)	Current Period To date 30-9-2017 RM'000 (Note 2)	Preceding Period Corresponding 30-9-2016 RM'000 (Note 1)
Revenue	46,298	N/A	153,160	N/A
Cost of sales	(31,276)	N/A	(109,945)	N/A
Gross profit	15,022	N/A	43,215	N/A
Other income	333	N/A	2,017	N/A
Distribution expenses	(370)	N/A	(906)	N/A
Administrative expenses	(4,832)	N/A	(19,206)	N/A
Operating profit	10,153	N/A	25,120	N/A
Reverse acquisition listing expense	(21)	N/A	(4,007)	N/A
Share-based payment expense	-	N/A	(21,414)	N/A
Finance costs	(515)	N/A	(1,669)	N/A
Share of result of an associate	(69)	N/A	(123)	N/A
Profit/(Loss) before tax	9,548	N/A	(2,093)	N/A
Tax expense	(2,440)	N/A	(5,870)	N/A
Profit/(Loss) after tax	7,108	N/A	(7,963)	N/A
Other comprehensive income:			-	
Items that will be reclassified subsequently to profit or loss:				
Unrealised currency translation differences	1,285	N/A	934	N/A
Fair value of available-for-sale financial assets	(157)	N/A	199	N/A
Total comprehensive profit/(loss)	8,236	N/A	(6,830)	N/A

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CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-9-2017 RM'000	Preceding Period Corresponding 30-9-2016 RM'000 (Note 1)	Current Period To date 30-9-2017 RM'000 (Note 2)	Preceding Period Corresponding 30-9-2016 RM'000 (Note 1)
Profit/(Loss) after tax attributable to:				
Owners of the company	7,108	N/A	(7,963)	N/A
Non-controlling interests	-	N/A	-	N/A
	<u>7,108</u>	<u>N/A</u>	<u>(7,963)</u>	<u>N/A</u>
Total comprehensive income/(loss) attributable to:				
Owners of the company	8,236	N/A	(6,830)	N/A
Non-controlling interests	-	N/A	-	N/A
	<u>8,236</u>	<u>N/A</u>	<u>(6,830)</u>	<u>N/A</u>
Dividends per share (sen)	-	N/A	-	N/A
Earnings per share (sen)				
Basic	1.78	N/A	(1.99)	N/A
Diluted	-	N/A	-	N/A

Note 1:

There are no comparative figures for the individual and cumulative preceding corresponding periods being presented due to the reverse acquisition of Rohas Tecnic Berhad (formerly known as Tecnic Group Berhad) ("the Company") by Rohas-Euco Industries Bhd ("REIB") ("Reverse Acquisition") as explained in Note A2.1 to this interim financial statements. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the Reverse Acquisition.

Note 2:

The cumulative current period covers from 1 January 2017 to 30 September 2017 as explained in Note A2.1 to this interim financial statements.

(The Condensed Consolidated Statements Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Current Period To Date 30-9-2017 RM'000	Audited As at Preceding Financial Year Ended 31-12-2016 RM'000 Note 1
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	31,130	32,436
Investment in an associate	4,290	4,256
Other investments	1,888	1,689
Deferred tax assets	2,786	2,786
Total non-current assets	<u>40,094</u>	<u>41,167</u>
CURRENT ASSETS		
Inventories	106,114	74,352
Trade and other receivables	128,778	105,251
Amount due from contract customers	7,625	20,238
Tax recoverable	5,114	2,417
Cash and bank balances, deposits and short-term placements	53,273	44,794
Total current assets	<u>300,904</u>	<u>247,052</u>
TOTAL ASSETS	<u>340,998</u>	<u>288,219</u>
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owner of the Company:		
Share capital	230,324	68,377
Other reserves	(102,034)	7,041
Retained earnings	110,308	118,110
	<u>238,598</u>	<u>193,528</u>
Non-controlling interests	-	-
Total equity	<u>238,598</u>	<u>193,528</u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term borrowings	2,655	2,873
Deferred tax liabilities	150	234
Finance lease liabilities	332	485
Retirement benefits	5,410	4,931
Total non-current liabilities	<u>8,547</u>	<u>8,523</u>

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Current Period To Date 30-9-2017 RM'000	Audited As at Preceding Financial Year Ended 31-12-2016 RM'000 Note 1
CURRENT LIABILITIES		
Trade and other payables	52,345	47,072
Amount due to contract customers	162	3,038
Borrowings	40,435	34,900
Finance lease liabilities	175	447
Tax payable	736	711
Total current liabilities	93,853	86,168
Total liabilities	102,400	94,691
TOTAL EQUITY AND LIABILITIES	340,998	288,219
Net Assets Per share attributable to equity holders of parent (RM)	0.60	Note 2 0.61
	-	-

Note 1:

The audited Statements of Financial Position of REIB and its subsidiaries ("REIB Group") as at 31 December 2016 has been presented as the comparative Statements of Financial Position, following the Reverse Acquisition as explained in Note A2.1 to this interim financial statements.

Note 2:

The net assets per share at 31 December 2016 was calculated based on newly issued 317,460,318 new ordinary shares of RM0.10 each in the Company issued in exchange for 68,377,306 ordinary shares of RM1.00 each in REIB following the Reverse Acquisition as explained in Note A2.1 to this interim financial statements.

(The Condensed Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent								
	Share Capital RM'000	Non-distributable			Distributable		Total RM'000	Non-controlling Interests RM'000	Total RM'000
		Reverse acquisition reserve RM'000	Fair value adjustment reserve RM'000	Foreign Currency translation reserve RM'000	Retained earnings RM'000				
Balance at 1 January 2017	73,787	-	1,126	505	118,110	193,528	-	193,528	
Issuance of shares pursuant to acquisition of REIB	200,000	-	-	-	-	200,000	-	200,000	
Adjustment arising from Reverse Acquisition	(69,748)	(104,798)	-	-	161	(174,385)	-	(174,385)	
Issuance of shares pursuant to private placement	26,285	-	-	-	-	26,285	-	26,285	
Fair value of available-for-sale financial assets	-	-	199	-	-	199	-	199	
Foreign currency translation for foreign operations	-	-	-	934	-	934	-	934	
Loss after taxation	-	-	-	-	(7,963)	(7,963)	-	(7,963)	
Total comprehensive income/(loss)	-	-	199	934	(7,963)	(6,830)	-	(6,830)	
Balance at 30 June 2017	<u>230,324</u>	<u>(104,798)</u>	<u>1,325</u>	<u>1,439</u>	<u>110,308</u>	<u>238,598</u>	<u>-</u>	<u>238,598</u>	

Note 1:

There are no comparative figures for the preceding corresponding period being presented due to the Reverse Acquisition as explained in Note A2.1 to this interim financial statements. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the Reverse Acquisition.

Note 2:

Pursuant to the Companies Act 2016 ("CA2016") which came into effect on 31 January 2017, the credit amounts in the share premium account has been transferred to the share capital account. The Group may exercise its right to use the credit amounts transferred from the share premium account within 24 months after the commencement of the CA2016.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year To date 30-9-2017 RM'000	Current Year To date 30-9-2016 RM'000 Note 1
OPERATING ACTIVITIES		
Net Loss for the financial period	(2,093)	N/A
Adjustments for non-cash movements:		
Share of results of an associate	123	N/A
Depreciation of property, plant and equipment	1,595	N/A
Provision for retirement benefits	479	N/A
Allowance for impairment losses on receivables	2,117	N/A
Write down of inventories	113	N/A
Unrealised loss in foreign exchange	(21)	N/A
Interest expense	1,642	N/A
Interest income	(928)	N/A
Share-based payment expense	21,414	N/A
Gain on disposal of property, plant and equipment	(5)	N/A
	<u>24,436</u>	<u>N/A</u>
Changes in working capital:		
Inventories	(31,875)	N/A
Bills payable	5,317	N/A
Receivables, deposits and prepayments	(12,721)	N/A
Payables	5,735	N/A
Cash flow from operations	(9,108)	N/A
Interest paid	(1,614)	N/A
Income Tax paid, net of refund	(8,466)	N/A
Net cash used in operating activities	<u>(19,188)</u>	<u>N/A</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(319)	N/A
Proceeds from disposal of property, plant and equipment	34	N/A
Interest received	928	N/A
Net cash generated from investing activities	<u>643</u>	<u>N/A</u>

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year To date 30-9-2017 RM'000	Current Year To date 30-9-2016 RM'000 Note 1
FINANCING ACTIVITIES		
Interest paid	(28)	N/A
Repayment of hire purchase liabilities	(425)	N/A
Proceed from issuance of share capital	26,285	N/A
Net cash generated from financing activities	<u>25,832</u>	<u>N/A</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	7,287	N/A
CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE FINANCIAL PERIOD	44,794	N/A
FOREIGN EXCHANGE DIFFERENCES ARISING ON OPENING BALANCE	1,192	N/A
CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE FINANCIAL PERIOD	<u>53,273</u>	<u>N/A</u>
Presented by:		
Deposits with financial institution	8,815	N/A
Deposits with fund management corporation	30,423	N/A
Cash and bank balances	<u>14,035</u>	<u>N/A</u>
	<u>53,273</u>	<u>N/A</u>
	-	

Note 1:

There are no comparative figures for the preceding corresponding period being presented due to the Reverse Acquisition as explained in Note A2.1 to this interim financial statements. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the Reverse Acquisition.

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements)

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A. EXPLANATORY NOTES

A1 Basis of Preparation

This interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The audited consolidated Statement of Financial Position of REIB Group as at 31 December 2016 has been presented as the comparative Consolidated Statement of Financial Position, due to the acquisition as explained in Note A2.1 below. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the Reverse Acquisition.

The accounting policies, estimates and judgements adopted in this interim financial statements are consistent with those adopted in the audited financial statements of REIB Group for the year ended 31 December 2016. The interim financial statement should be read in conjunction with the Accountants' Report of REIB Group as disclosed in the Circular to the Shareholders of the Company dated 20 December 2016.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since year ended 31 December 2016.

A2 Significant Accounting Policies

A2.1 MFRS 3: Business Combinations – Reverse Acquisition

The interim financial statements have been prepared in compliance with MFRS 3: Business Combinations, the aforementioned business combination between the Company and REIB is treated as a reverse acquisition whereby for accounting purposes, the accounting acquirer is REIB while the accounting acquiree is the Company. However the standard requires that the accounting acquiree must meet the definition of a business at the time of transaction to be accounted for as a reverse acquisition, which RTB was not. The Board is currently assessing the appropriateness of this accounting treatment.

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A. EXPLANATORY NOTES

A2 Significant Accounting Policies (cont'd)

A2.1 MFRS 3: Business Combinations – Reverse Acquisition (cont'd)

Under the reverse acquisition method of accounting, even though the consolidated financial statements of the combined entity are issued under the name of the legal holding company, that is, the Company, the consolidated financial statements represents a continuation of the historical financial statements of the legal subsidiary, that is, REIB.

- i) the current period-to-date of the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flow relates to the period from 1 January 2017 to 30 September 2017 of the Group.

No comparative figures are presented for these statements as REIB, a non-listed public limited company, had not prepared any interim financial statements prior to the acquisition.

- ii) the audited Consolidated Statement of Financial Position of REIB Group as at 31 December 2016 has been presented as the comparative for Consolidated Statement of Financial Position.
- iii) the share-based payment expense amounting to RM21.4 million which arose from the reverse acquisition accounting had been recognised as share-based payment expense and expensed off in the Statement of Profit or Loss and Other Comprehensive Income. This reverse acquisition listing expense is derived as follows:

The fair value of the identifiable assets and liabilities of the Company as at 8 March 2017:

	RM'000
Other receivables	3,956
Cash and cash equivalents	234
Other payables	(150)
Total identifiable net assets	<u>4,040</u>
Deemed purchase consideration of the Company by REIB	<u>(25,454)</u>
Share-based payment expense	<u>(21,414)</u>

- iv) The reverse acquisition reserve as at 8 March 2017 is derived as follows:

	RM'000
Share capital of the Company immediately before Reverse Acquisition	(4,040)
New shares issued by the Company to acquire REIB	(200,000)
Reversal of issued and paid-up share capital of REIB pursuant to Reverse Acquisition	68,378
Reversal of share premium of REIB pursuant to Reverse Acquisition	5,410
Deemed purchase consideration of the Company by REIB	<u>25,454</u>
Reverse acquisition reserve	<u>(104,798)</u>

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A. EXPLANATORY NOTES

A2 Significant Accounting Policies (cont'd)

A2.2 Adoption of Amendments/Improvements to MFRS

At the beginning of the current financial year, the Group adopted amendments/ improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 January 2017.

Initial application of the amendments/improvements to MFRSs did not have material impact on the financial statements of the Group.

Standards Issued But Not Yet Effective

MFRS 9 Financial Instruments (effective on or after 1 January 2018)

MFRS 16 Leases (effective on or after 1 January 2019)

Early adoption of MFRS 16 is permitted, provided MFRS 15 Revenue from Contract with Customers is also applied.

MFRS 15 Revenue from Contracts with Customers (effective on or after 1 January 2019)

The Group anticipates that the adoption of above new/revised MFRS, amendments to MFRS and IC Interpretation will result in a change in accounting policy. The Group are currently assessing the financial impact.

A3 Audit Report of Preceding Annual Financial Statements

The auditors' report for the preceding annual financial statements was not subject to any qualification.

A4 Seasonality or Cyclicity of Operations

There were no seasonality or cyclicity of operations in the current quarter under review and financial period to date.

A5 Unusual Items due to their Nature, Size or Incidence

Except for the effects of the acquisition, there were no unusual items affecting assets, liabilities, equity, net income or cash flow in the current quarter under review and financial year-to-date.

A6 Material Changes in Estimates

There were no changes in estimates of amount reported in prior financial years that have a material effect in the current quarter under review and financial year-to-date except as disclosed in Note A2.2 - Adoption of Amendments/Improvements to MFRS above.

A7 Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities in the current quarter under review and financial year-to-date.

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A. EXPLANATORY NOTES

A8 Dividend Paid

No dividend was paid in the current quarter under review and financial year-to-date.

A9 Segmental Reporting

Primary reporting basis - by business segment:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 30-9-2017 RM'000	Preceding Period Corresponding 30-9-2016 RM'000	Current Period To date 30-9-2017 RM'000	Preceding Period Corresponding 30-9-2016 RM'000
Group Revenue (External Sales)				
Fabrication of towers				
- Power Transmission	33,783	N/A	102,317	N/A
- Telecommunication	7,491	N/A	18,899	N/A
EPCC*	3,176	N/A	26,310	N/A
Others	1,848	N/A	5,634	N/A
	<u>46,298</u>	<u>N/A</u>	<u>153,160</u>	<u>N/A</u>
Results				
Segment results	10,153	N/A	25,120	N/A
Reverse acquisition listing expense	(21)	N/A	(4,007)	N/A
Share-based payment expense	-	N/A	(21,414)	N/A
Finance costs	(515)	N/A	(1,669)	N/A
Share of results of an Associate	(69)	N/A	(123)	N/A
	<u>9,548</u>	<u>N/A</u>	<u>(2,093)</u>	<u>N/A</u>

* EPCC refers to Engineering, Procurement, Construction and Commissioning.

A10 Carrying Amount of Revalued Assets

The Group does not have a revaluation of property, plant and equipment policy.

A11 Material Events Subsequent to the End of the Interim Period

On 31 October 2017, the acquisition of 4,900,068 ordinary shares in HG Power Transmission Sdn Bhd ("HGPT"), representing 75% of the entire issued share capital in HGPT, for a purchase consideration of RM91,660,000 to be satisfied via the allotment and issuance of 72,800,000 new ordinary shares in RTB ("RTB Shares") at an issue price of RM0.95 per RTB Share and RM22,500,000 in cash has been completed.

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A. EXPLANATORY NOTES

A12 Effect of changes in the Group Composition, Long Term Investments, Restructuring and Discontinued Operations

Except for the effects of the acquisition disclosed in Note A2.1, there were no changes in the composition of the Group in the current quarter under review and financial year-to-date including business combination, acquisition or disposal of subsidiaries and long term investment, restructuring and discontinued operation.

A13 Contingent Liabilities/Assets

The following are the changes in the Group's contingent liabilities as at end of current quarter under review. The comparative is based on the audited financial statements of REIB Group as at 31 December 2016.

	Unaudited	Audited
	As at end of	As at
	Current	Preceding
	Quarter	Financial
	30-9-2017	Year Ended
	RM'000	31-12-2016
	RM'000	RM'000
Unsecured		
Bank guarantees for design warranty given to a customer by a subsidiary	13,722	14,580
Performance bond granted to third party by a subsidiary	13,296	6,795

There were no contingent assets arising as at the end of the current quarter under review and in the audited financial statements of REIB Group as at 31 December 2016.

A14 Capital Commitment

There were no capital commitments as at 30 September 2017.

A15 Significant Related Party Transactions

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period	Preceding	Current Period	Preceding
	Quarter	Period	To date	Period
	30-9-2017	Corresponding	30-9-2017	Corresponding
	30-9-2017	Quarter	30-9-2016	Period
	RM'000	RM'000	RM'000	RM'000
Related companies:				
- sales	11	N/A	23	N/A
- rental expenses	228	N/A	685	N/A

There are no comparative figures for the individual and cumulative preceding corresponding periods being presented due to the acquisition as explained in Note A2.1 above. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the acquisition.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

B1 Review of Performance of the Company and its Principal Subsidiaries

In the current quarter under review, the Group achieved revenue of RM46.3 million and recorded operating profit of RM10.2 million. For current period to date, the Group recorded revenue of RM153.2 million and operating profit of RM25.1 million.

The Group reported a profit after taxation of RM7.1 million for the current quarter. On completion of the Reverse Acquisition in the 1st quarter ended 31 March 2017 as detailed in Note A2.1, the Group had to charge a one-off in the 1st quarter ended 31 March 2017 a reverse acquisition listing expense of RM4.0 million and share-based payment expense of RM21.4 million to its consolidated statement profit or loss and other comprehensive income. As a consequence of these one-off non-operating expenses, the Group reported a loss after taxation of RM8.0 million for the period to date.

If not for the reverse acquisition listing expense and share-based payment expense, the Group would have achieved profit after tax of RM17.4 million for the period to date.

No comparison of the current financial quarter's result can be made with that of the preceding financial year's corresponding quarter due to the Reverse Acquisition as explained in Note A2.1 to this interim financial statements. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the Reverse Acquisition.

B2 Material Changes in the Quarter Profit Before Tax Compared to the Results of Immediate Preceding Quarter

No comparison of the current financial quarter's result can be made with that of the preceding financial year's corresponding quarter due to the Reverse Acquisition as explained in Note A2.1 to this interim financial statements. REIB being a non-listed public limited company had not prepared any interim financial statements prior to the Reverse Acquisition.

B3 Group's Future Prospects

Fluctuating metal prices and the ringgit/US dollar exchange rate remain challenges. The Group manages these fluctuations by committing the purchase of raw materials upon confirmation of orders from customers, thereby mitigating the large part of these risks. The Group expects its performance to continue to be satisfactory.

B4 Variance of Actual Profit from Forecast Profit

There were no profit forecasts or profit guarantees released to the public.

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The figures have not been audited.

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

B5 Taxation

Tax expense comprises the following:

	Current Period Quarter 30-9-2017 RM'000	Current Period To Date 30-9-2017 RM'000
Current tax	2,440	5,870
	<u>2,440</u>	<u>5,870</u>
Effective tax rate	<u>25%</u>	<u>25%</u>

Malaysian income tax is calculated at the statutory rate of 24% of the estimated assessable profits for the financial period.

The effective tax rate for the individual and cumulative current period is calculated after excluding the reverse acquisition listing expense and share-based payment expense.

B6 Status Of Corporate Proposals Announced But Not Completed

There is no other pending corporate proposal for the current financial period under review.

QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2017

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

B7 Status of corporate proposal

The total proceeds generated from the Issuance of Shares pursuant to private placement will be utilised as follows:-

Purpose	Intended Timeframe for Utilisation	Proposed Utilisation (previous) RM'000	Proposed Utilisation (revised) RM'000	Actual Utilisation up to XX/11/2017 RM'000
i) Establish new facilities at Lot 5C & 5D in Bentong Pahang	12 months	5,700	5,700	-
ii) Project investment for Mini hydropower plant in Indonesia	12 months	5,000	5,000	-
iii) Establish a new fabrication facility in Indonesia	24 months	* 4,300	-	-
iv) Purchase of machinery and equipment to upgrade existing facilities in Bentong, Pahang	24 months	4,260	4,260	-
v) Working capital	24 months	3,000	3,000	3,000
vi) Estimated expenses for the Proposed Regularisation Plan	1 month	4,200	4,200	4,200
vii) Partial funding of the cash consideration for the purchase of HGPT	24 months	-	* 4,300	* 4,300
Total gross proceeds		26,460	26,460	11,500

* On 27 October 2017, the Company announced to vary the utilisation of establishment of a new fabrication facility in Indonesia to partial funding of the cash consideration for the purchase of HGPT.

B8 Group Cash and bank balances, deposits and short-term placements

	Current Period To Date 30-9-2017 RM'000
Cash and bank balances, deposits and short-term placements	
- Islamic	38,909
- Conventional	14,364
	53,273
Total assets	340,998
Percentage of Conventional Cash and bank balances, deposits and short-term placements over Total Assets	4%

ROHAS TECNIC BERHAD (302675-A)
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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B9 Group Borrowings

	Current Period To Date 30-9-2017 RM'000
Unsecured Short Term Borrowings	
Bankers acceptance	35,509
Short term loans	4,663
Onshore foreign currency loan	-
	<u>40,172</u>
Secured Short Term Borrowings	
Term loan	263
Secured Long Term Borrowings	
Term loan	2,655
	<u>43,090</u>
Total Group Borrowings	<u><u>43,090</u></u>

The above borrowings of the Group are denominated in Ringgit Malaysia except onshore foreign currency loan which is in US Dollar.

	Current Period To Date 30-9-2017 RM'000
Borrowings	
- Islamic	3,159
- Conventional	39,931
	<u>43,090</u>
Total Assets	<u><u>340,998</u></u>
Percentage of Conventional Borrowings over Total Assets	<u><u>12%</u></u>

B10 Changes In Material Litigations

There has been no material litigation since the date of the last audited financial statements of REIB Group as at 31 December 2016.

B11 Dividend

The Group has declared an interim single tier dividend of 1.0 sen per share in respect of the financial year ending 31 December 2017. The entitlement date and the payment date of the interim dividend have been fixed on **XX** December 2017 and **XX** December 2017 respectively.

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

B12 Earnings Per Share

(a) Basic earnings per share

Basic earnings per share of the Group is calculated as follows:

	Current Period Quarter 30-9-2017	Current Period To Date 30-9-2017
Profit/(Loss) after tax for the period (RM'000)	7,108	(7,963)
Weighted average number of ordinary shares in issue	399,857,651	399,857,651
Basic earnings per share (sen)	<u>1.78</u>	<u>(1.99)</u>

If not for the reverse acquisition listing expense and share-based payment expense, the Group would have achieved profit after tax of RM17.4 million for the current period to date as explained in Note B1 above, the basic earnings per share would have been 4.37 sen.

(b) Diluted earnings per share

There was no dilution of shares.

N/A

B13 Profit/(Loss) Before Tax

Profit/(Loss) before tax has been determined after charging/(crediting), amongst other items, the following:

	Current Period Quarter 30-9-2017 RM'000	Current Period To Date 30-9-2017 RM'000
Interest income	(456)	(928)
Realised foreign exchange loss	300	435
Interest expense	515	1,669
Depreciation of property, plant and equipment	34	1,595
Allowance for impairment losses on receivables	180	2,117
(Reversal)/Write down of inventories	(405)	113
Unrealised foreign exchange loss/(gain)	57	(21)
Gain on disposal of property, plant and equipment	<u>-</u>	<u>(5)</u>

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

B14 Realised and unrealised profit/(loss)

	Current Period To Date 30-9-2017 RM'000	Preceding Financial Year Ended 31-12-2016 RM'000
Total retained earnings of the Group		
- Realised	113,222	121,184
- Unrealised	(2,914)	(3,074)
	<u>110,308</u>	<u>118,110</u>

BY ORDER OF THE BOARD

XXX
MIA XXX

XXX
MAICSA XXX
Company Secretary

Dated : XX November 2017