

BERTAM ALLIANCE BERHAD (Company No. 305530-A)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR TO DATE
ENDED 31 DEC 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Period
Note	31/12/2017	31/12/2016	31/12/2017	31/12/2016
	RM' 000	RM' 000	RM' 000	RM' 000
Revenue	-	-	17,248	11,255
Cost of sales	(3,012)	(754)	(20,695)	(11,897)
Gross profit	(3,012)	(754)	(3,447)	(642)
Other income	1,052	315	82,110	541
Administrative expenses	(4,812)	(19,525)	(9,027)	(25,637)
Finance costs	(92)	(1,985)	(1,139)	(3,440)
(Loss) / Profit before tax	(6,864)	(21,949)	68,497	(29,178)
Tax expenses	1,062	4,553	(5,819)	4,781
(Loss) / Profit for the period	(5,802)	(17,396)	62,678	(24,397)
Other comprehensive income, net of tax				
<i>items that may be re-classified subsequently to profit or loss</i>				
Fair value of available-for-sale financial assets	-	-	-	-
Total comprehensive (loss) / income	(5,802)	(17,396)	62,678	(24,397)
(Loss) / Profit attributable to:				
Owners of the Company	(5,799)	(17,396)	62,681	(24,395)
Non-controlling interests	(3)	-	(3)	(2)
	(5,802)	(17,396)	62,678	(24,397)
Total comprehensive (loss) / income attributable to:				
Owners of the Company	(5,799)	(17,396)	62,681	(24,395)
Non-controlling interests	(3)	-	(3)	(2)
	(5,802)	(17,396)	62,678	(24,397)
Earnings per share attributable to				
owners of the Company	sen	sen	sen	sen
- Basic	(2.80)	(8.41)	30.32	(11.80)
- Diluted	N/A	N/A	N/A	N/A

The above 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 December 2016 and the accompanying explanatory notes attached to these interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DEC 2017**

	(UNAUDITED)	(AUDITED)
Note	As at 31/12/2017	As at 31/12/2016
	RM'000	RM'000
Assets		
Non-current assets		
Property, plant and equipment	10,022	10,340
Land held for property development	78,873	76,170
Goodwill on consolidation	90	90
Other investments	2,055	2,305
Club memberships	-	86
	<u>91,040</u>	<u>88,991</u>
Current assets		
Asset held for sale	-	63,349
Property development cost	105,063	104,022
Inventories	1,259	2,435
Trade and other receivables	14,574	20,484
Tax recoverable	2,891	3,049
Deposits, cash and bank balances	59,470	8,136
	<u>183,257</u>	<u>201,475</u>
Total assets	<u>274,297</u>	<u>290,466</u>
Equity and liabilities		
Capital and Reserves		
Share capital	206,756	206,756
Other Reserve	-	(14,865)
Retained earnings/(Accumulated losses)	(226)	(48,042)
Equity attributable to equity holders of the Company	<u>206,530</u>	<u>143,849</u>
Non-controlling interests	(146)	(143)
Total equity	<u>206,384</u>	<u>143,706</u>
Non-current liabilities		
Loans and borrowings	34,927	65,558
Finance lease payable	587	670
Deferred tax liabilities	-	721
	<u>35,514</u>	<u>66,949</u>
Current liabilities		
Trade and other payables	14,193	35,341
Amount due to director	11	-
Tax payables	2,615	528
Loans and borrowings	15,392	43,779
Finance lease payable	188	163
	<u>32,399</u>	<u>79,811</u>
Net current asset	<u>150,858</u>	<u>121,664</u>
Total liabilities	<u>67,913</u>	<u>146,760</u>
	<u>206,384</u>	<u>143,706</u>
Total equity and liabilities	<u>274,297</u>	<u>290,466</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	<u>1.00</u>	<u>0.70</u>

The above condensed consolidated statements of financial position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to these interim financial statements.

BERTAM ALLIANCE BERHAD (Company No. 305530-A)**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DEC 2017**

	<-----Attributable to owners of the Company----->		(Accumulated Losses) / Retained Earnings	Total	Non-controlling Interests	Total equity
	Non-distributable	Distributable				
	Share Capital	Other Reserve	RM'000	RM'000	RM'000	RM'000
As at 01 January 2017	206,756	(14,865)	(48,042)	143,849	(143)	143,706
Transfer	-	14,865	(14,865)	-	-	-
Total comprehensive income	-	-	62,681	62,681	(3)	62,678
As at 31 December 2017	<u>206,756</u>	<u>0</u>	<u>(226)</u>	<u>206,530</u>	<u>(146)</u>	<u>206,384</u>
As at 01 January 2016	206,756	(14,865)	(23,647)	168,244	(141)	168,103
Total comprehensive loss	-	-	(24,395)	(24,395)	(2)	(24,397)
As at 31 December 2016	<u>206,756</u>	<u>(14,865)</u>	<u>(48,042)</u>	<u>143,849</u>	<u>(143)</u>	<u>143,706</u>

The above condensed consolidated statements of changes in equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DEC 2017**

	Current Year To Date 31/12/2017 RM'000	Preceding Year Corresponding Period 31/12/2016 RM'000
Cash Flows From Operating Activities		
Profit / (Loss) before tax	68,497	(29,178)
Adjustment for:		
Bad debts written off	-	136
Deposits written off	-	2
Depreciation	665	690
Loss on disposal of other investment	45	-
Impairment on quoted shares	255	875
Impairment on land held for property development	-	13,061
Impairment on trade and other receivables	-	2,071
Gain on disposal of fixed assets	(47)	(9)
Gain on disposal of assets held sale	-	(994)
Plant and equipment written off	-	124
Interest income	(970)	(261)
Interest expense	1,139	7,213
Operating cash flows before changes in working capital	69,584	(6,272)
Changes in working capital:-		
Inventories	1,176	7,643
Property development/Assets held for sale	(84,390)	(38,475)
Trade and other receivables	5,911	50,289
Trade and other payables	(21,149)	(13,642)
Net cash flows used in operations	(28,867)	(457)
Interest paid	(1,139)	(3,440)
Income taxes paid, net of refunded	(4,313)	(3,050)
Net cash flows used in operating activities	(34,320)	(6,947)
Cash Flows From Investing Activities		
Purchase of:		
- property, plant and equipment	(349)	(503)
- land held for property development	-	(4,916)
Proceeds from disposal of land	144,022	3,500
Proceeds from disposal of other investment	41	(154)
Proceeds from disposal of fixed asset	47	52
Interest received	970	261
Net cash flows generated from investing activities	144,731	(1,760)
Cash Flows From Financing Activities		
Repayment of borrowings	(40,264)	(13,517)
Increased of fixed deposit pledged	(10,022)	(5,037)
Net cash flows used in financing activities	(50,286)	(18,554)
Net increase / (decrease) in cash and cash equivalents	60,125	(27,261)
Cash and cash equivalents at beginning of the period	(16,900)	10,361
Cash and cash equivalents at end of the period	43,225	(16,900)
Cash and cash equivalents comprise the following:		
Cash and short term deposits	59,470	8,136
Bank overdraft	-	(18,813)
	59,470	(10,677)
Less: Fixed deposit pledged with licensed banks	(16,245)	(6,223)
	43,225	(16,900)

The above condensed consolidated statements of cash flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to these interim financial statements.

BERTAM ALLIANCE BERHAD (Company No. 305530-A)

PART A: EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with FRS 134, Interim Financial Reporting in Malaysia and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2016. These explanatory notes attached to this condensed report 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 December 2016.

2. Changes in Accounting Policies

2.1 Adoption of standards, amendments and IC interpretations

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

FRS / Amendments / Interpretations	Effective date
Amendments to FRS 107, Statement of Cash Flows – Disclosure Initiative	01/01/2017
Amendments to FRS 112, Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses	01/01/2017
Amendments to FRS 12, Disclosure of Interests in Other Entities	01/01/2017

The initial application of the abovementioned standards, amendments and interpretations did not have any material impacts to the current and prior periods financial statements upon their first adoption.

2.2 Malaysian Financial Reporting Standards ("MFRS") Framework

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework"). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (hereinafter called "Transitioning Entities").

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and continue to use the existing FRS Framework. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group and the Company fall within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in their first MFRS financial statements for the financial year ending 31 December 2018. In presenting their first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings

The Group and the Company have not completed its assessment of the financial effects of the differences between FRSs and accounting standards under the MFRS Framework. Accordingly, the financial performance and financial position as disclosed in these financial statements for the financial year ending 31 December 2017 could be different if prepared under the MFRS Framework.

3. Audit Opinion on 2016 Financial Statements

The auditors' report on the financial statements of the Group for the year ended 31 December 2016 was not subject to any audit qualification or modified opinion.

4. Seasonal or Cyclical Factors

There were no material seasonal or cyclical factors affecting the performance of the Group during the financial period under review.

5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

6. Changes in Estimates

There were no changes in estimates that have had a material effect in the results during the financial period under review.

7. Issuances, Cancellation, Repurchases, Resale and Repayment of Debts and Equity Securities

There were no issues, repurchases and repayments of debt and equity securities during the financial period under review.

8. Dividend paid

There were no dividend paid during the financial period under review.

9. Segmental Information

The Group's activities include property for sales, property development, construction and provision of corporate management services to the companies within the Group which are carried out in Malaysia as follows:

Current year to date 31/12/2017	Property for Sale/ Property Development RM'000	Construction RM'000	Corporate and others RM'000	Total RM'000
Revenue				
External sales	16,022	1,226	-	17,248
Results				
Segment results	73,055	(1)	(2,753)	70,301
Depreciation	(389)	-	(276)	(665)
Finance costs	(684)	-	(455)	(1,139)
(Loss) / Profit before tax	71,982	(1)	(3,484)	68,497
Tax expenses	(7,068)	-	1,249	(5,819)
(Loss) / Profit after tax	64,914	(1)	(2,235)	62,678

10. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendment from the previous annual financial statements.

11. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the financial period reported that have not been reflected in these financial statements.

12. Changes in the Composition of the Group

There were no material changes in the composition of the Group during the financial quarter under review.

13. Contingent Liabilities

The contingent liabilities of the Company and the Group as at 31 Dec 2017 were as follows:

	Company RM'000	Group RM'000
Guarantees to financial institutions for banking facilities granted to a subsidiary company, Bertam Development Sdn Bhd (BDSB)	44,404	-

BDSB had on 20 December 2017 served with a sealed copy of the Winding Up by Court dated 30 November 2017.

The Company as the Corporate guarantor for the facility as mentioned in Note 13, shall pay the loan instalments from internal generated funds as they fall due.

14. Trade and Other Receivables

The trade and other receivables of the Group were as follows:

	31/12/2017 RM'000	31/12/2016 RM'000
Trade receivables - third parties, net of impairments	3,265	8,573
Other receivables		
- Sundry receivables, net of impairments	4,739	4,692
- Prepayment	119	3,908
- Refundable deposits	6,451	3,311
	11,309	11,911
Total trade and other receivables	14,574	20,484

15. Related Party Transactions

There are no other significant related party transactions except for the followings:

	Current Quarter		Year to date	
	31/12/2017 RM'000	31/12/2016 RM'000	31/12/2017 RM'000	31/12/2016 RM'000
Transaction with companies in which the Director of the Company have substantial financial interest				
- rental income on premises	10	11	40	39
- rental expenses on premises	-	(30)	-	(103)

The related party transactions have been entered into in the normal course of business under negotiated terms.

BERTAM ALLIANCE BERHAD (Company No. 305530-A)**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD****1. Operating Segment Review****4th Quarter 2017 vs 4th Quarter 2016**

	Individual quarter		Changes	
	Current year Quarter RM'000	Preceding Year Corresponding Quarter RM'000	RM'000	%
Revenue				
Property for sale /Property Development	-	-	-	-
Construction	-	-	-	-
Corporate and others	-	-	-	-
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Profit/(Loss) before tax				
Property for sale /Property Development	(4,642)	(21,525)	16,883	78%
Construction	(123)	(2,284)	2,161	-95%
Corporate and others	(2,099)	1,860	(3,959)	213%
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	(6,864)	(21,949)	15,085	69%
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Profit/(Loss) after tax				
Property for sale /Property Development	(4,830)	(16,972)	12,142	72%
Construction	(123)	(2,284)	2,161	-95%
Corporate and others	(849)	1,860	(2,709)	146%
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	(5,802)	(17,396)	11,594	67%
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Group

There was no revenue recorded for the current quarter ended 31 Dec 2017 and the previous year corresponding quarter.

Property for sales/Property development segment

There was no revenue recorded in current year's quarter. As for preceding year corresponding quarter's there was also no revenue recorded.

For the current quarter ended 31 Dec 2017, the segment incurred a loss before tax of RM4.6 million as compared to loss before tax of RM21.5 million in the previous year corresponding quarter.

Construction segment

There was no revenue recorded for current quarter. There was also no revenue recorded in previous year's corresponding quarter.

For the current quarter ended 31 Dec 2017, the Group recorded a loss before tax of RM123k as compared to loss before tax of RM2.3 million in the previous corresponding quarter.

Year to date 31.12.2017 vs 31.12.2016

	Cumulative period		Changes	
	Current year to date RM'000	Preceding Year Corresponding period RM'000	RM'000	%
Revenue				
Property for sale /Property Development	16,022	4,372	11,650	266%
Construction	1,226	6,883	(5,657)	-82%
Corporate and others	-	-	-	NA
	<u>17,248</u>	<u>11,255</u>	<u>5,993</u>	<u>53%</u>
(Loss) / Profit before tax				
Property for sale /Property Development	71,982	(24,467)	96,449	394%
Construction	(1)	(2,040)	2,039	-100%
Corporate and others	(3,484)	(2,671)	(813)	-30%
	<u>68,497</u>	<u>(29,178)</u>	<u>97,675</u>	<u>335%</u>
(Loss) / Profit after tax				
Property for sale /Property Development	64,914	(19,826)	84,740	427%
Construction	(1)	(2,050)	2,049	-100%
Corporate and others	(2,235)	(2,521)	286	11%
	<u>62,678</u>	<u>(24,397)</u>	<u>87,075</u>	<u>357%</u>

Group

The Group recorded revenue of RM17.2 million, increase of RM6.0 million, as compared to RM11.3 million same period last year.

The Group recorded profit before tax of RM68.5 million as compared to loss before tax of RM29.2 million in the previous year's corresponding period as a results from the disposal of lands.

Property for sale/Property development segment

Revenue of RM16.0 recorded for the current year to date, an increase of RM11.7 million, as compared to revenue of RM4.3 million in previous years mainly arising from the proceeds of disposal of land as stated above.

For the current financial year ended 31 Dec 2017, the segment recorded profit before tax of RM72 million as compared to loss before tax of RM24.4 million in the previous year corresponding period due to the disposal of lands.

Construction segment

The revenue recorded in the financial year to date of RM1.2 million, a decrease of RM5.7 million as compared to previous year's revenue of RM6.9 million in view of lower constructions activities during the financial year under review.

For the current year ended 31 Dec 2017, the segment recorded loss before tax of RM1K as compared to loss before tax of RM2.0 million recorded in the previous year corresponding period.

2. Review of Current Quarter Profitability against Immediate Preceding Quarter

	Current quarter	Immediate preceding quarter	Changes	
	RM'000	RM'000	RM'000	%
Revenue				
Property for sale /Property Development	-	15,822	(15,822)	100%
Construction	-	-	-	NA
Corporate and others	-	-	-	NA
	-	15,822	(15,822)	100%
(Loss) / Profit before tax				
Property for sale /Property Development	(4,642)	(2,406)	(2,236)	-93%
Construction	(123)	(17)	(106)	624%
Corporate and others	(2,099)	188	(2,287)	1216%
	(6,864)	(2,235)	(4,629)	-207%
(Loss) / Profit after tax				
Property for sale /Property Development	(4,830)	(2,406)	(2,424)	-101%
Construction	(123)	(17)	(106)	624%
Corporate and others	(849)	188	(1,037)	552%
	(5,802)	(2,235)	(3,567)	-160%

3. Prospects

In the midst of rising costs due to inflation and the uncertainties in global economy coupled with the tighten lending conditions which affect property demand, the property market outlook is expected to remain challenging in the year ahead. Despite these challenges, the Group will continue to focus on the development of the affordable residential and commercial properties in Kota Kinabalu, Sabah over the next 3 years with the estimated Gross Development Value of approximately RM155 million.

The Group is currently looking into the Kepayan lands on development in residential and commercial properties, the proposals are currently in progress and pending approvals. The Group will take necessary steps for the developments of those lands in order to sustain the operation of the Group.

4. Explanatory Note for Variance of Actual Profit from Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or profit guarantee for the period under review.

5. Tax expenses

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/12/2017 RM' 000	31/12/2016 RM' 000	31/12/2017 RM' 000	31/12/2016 RM' 000
Tax expenses				
- current year provision	1,062	4,553	(5,788)	-
- (under)/over provision in prior years	-	-	(31)	244
	1,062	4,553	(5,819)	244
Deferred tax:				
- Origination and reversal of temporary differences	-	-	(721)	4,535
- Over provision in prior years	-	-	721	2
	-	-	-	4,537
Tax expenses for the financial year	1,062	4,553	(5,819)	4,781

6. Status of Corporate Proposals

- (i) There were no other corporate proposals announced but not completed as of the reporting date except for the followings:-
- a) Proposed variation to utilisation of proceeds arising from the disposal of Cheras Land.
 - b) Proposed ratification on the two joint ventures("JVs") for the proposed development of Kepayan Lot A, B and C lands
 - c) Proposed acquisition of a piece of land held under country lease of Kepayan Lot G

7. Borrowings

The Group's borrowings (all denominated in Ringgit Malaysia) are as follows:

	Current RM'000	Non Current RM'000	Total RM'000
Secured			
Term loans	15,392	34,927	50,319
Obligations under finance lease	188	587	775
Bank overdrafts	-	-	-
As at 31 December 2017	15,580	35,514	51,094

	Current RM'000	Non Current RM'000	Total RM'000
Secured			
Term loans	43,779	65,558	109,337
Obligations under finance lease	163	670	833
As at 31 December 2016	43,942	66,228	110,170

In line with the loan repayment as disclosed above, during the financial year to date, the Group has reduced its loan and bank overdraft derived from the proceeds on disposal of lands

8. Changes in Material Litigation

There are no other pending material litigation as at reporting date except for the following:

Further to the announcement on 6 October 2016 and 28 February 2017 respectively. On 26 July 2017, Bertam Development Sdn Bhd ("BDSB") had been served with the Statutory Notice dated 25 July 2017 pursuant to Section 466 (1) (a) of the Companies Act, 2016 by Messrs. T G Lee & Associates, the Solicitors who act on behalf of R & C Cergas Teguh Sdn Bhd ("RCCTSB") demanding for the payment as per the Adjudicator decision dated 19 February 2017 (wherein an enforcement Order has been granted on 5 June 2017 by Court) in the sum of RM4,568,203.47 as at 25 July 2017 and continuing interest at the rate of 7.65% per annum on RM4,111,267-73 from 26 July 2017 until full and final realization of the total sum due and owing to RCCTSB.

Further to the announcement on 26 July 2017, 8 August 2017, 24 August 2017, 14 November 2017, 11 December 2017 and 22 December 2017 respectively.

The Company had on 20 December 2017 served with a sealed copy of the Winding Up by Court dated 30 November 2017 and Sealed Allocator dated 19 December 2017 by Messrs. T G Lee & Associates, the solicitors acting for the Petitioner ("the Order").

The particulars of the Order are as follows:-

- 1) That BDSB will be wound by the High Court of Malaya at Kuala Lumpur under the provisions of the Companies Act, 2016;
- 2) That the official receiver be appointed as liquidator of BDSB; and
- 3) Cost of RM5,000-00 payable to the allocator.

BDSB is a major subsidiary of Bertam. The total cost of investment in BDSB is RM5,225,211.00

The financial impact from the winding up proceedings is the loss of investment of BDSB. There is no impact on the operation of the Bertam Group. As BDSB is a solvent company and to prove its solvency and/or to rebut any presumption of insolvency, BDSB has deposited the sum of RM4,568,203.47 to the solicitor's account in August 2017.

Further to the announcement on 25 January 2018 and 26 February 2018. The Company has filed an appeal for the Winding-up petition to the Court of Appeal for setting aside the winding up on the grounds of abuse of process which appeal is pending.

The Appeal on jurisdictional objection to the adjudicator's order under Court of Appeal was given due consideration by the Federal Court of Malaysia and the Court has adjourned the case hearing to 30 March, 2018. The Company will seek necessary legal advice to dispute on the value of variation works claimed by RCCTSB.

9. Dividend Payable

The Board of Directors does not recommend any payment of dividend in respect of the financial period under review.

10. Earnings per share

The basic earnings per share has been calculated by dividing the Group's profit/(loss) for the period attributable to owners of the Company by weighted average number of shares in issue. The weighted number of shares in issue is calculated as follows:

	Quarter ended		Year to date	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
(Loss) / Profit attributable to owners of the Company (RM'000)	(5,799)	(17,396)	62,681	(24,395)
Number of ordinary shares in issued ('000 shares)	206,756	206,756	206,756	206,756
Basic earnings per share (sen)	<u>(2.80)</u>	<u>(8.41)</u>	<u>30.32</u>	<u>(11.80)</u>

The diluted earnings per share is the same as basic earnings per share as there are no dilutive potential ordinary shares outstanding.

11. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2016 were not subject to any qualifications or modified opinion.

12. (Loss)/Profit Before Tax

The following items have been included in arriving at (loss) / profit before tax:

	Quarter ended		Year to date	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
	RM'000	RM'000	RM'000	RM'000
Interest income	307	180	970	261
Rental income	13	58	69	58
Investment Income	129	(43)	133	-
Interest expense	(99)	(5,758)	(1,139)	(7,213)
Depreciation	(154)	(259)	(665)	(690)
Impairment on quoted investment	(255)	(474)	(255)	(875)
Gain on disposal of fixed assets	-	9	47	9
Loss on disposal of other investment	-	-	(45)	-

13. Retained Earnings / (Accumulated Losses)

	As at	As at
	31/12/2017	31/12/2016
	RM'000	RM'000
Realised	(28,651)	(47,052)
Unrealised	(721)	(1,596)
	<u>(29,372)</u>	<u>(48,648)</u>
Consolidation adjustments	29,146	606
Retained earnings / (Accumulated losses)	<u>(226)</u>	<u>(48,042)</u>

14. Authorised For Issue

The Interim Financial Statements were authorised for issue by the Board in accordance with a resolution of the Directors on 27 February 2018.