

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 MAR 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Period
Note	31/03/2018	31/03/2017	31/03/2018	31/03/2017
	RM'000	RM'000	RM'000	RM'000
Revenue	-	129,426	-	129,426
Cost of sales	-	(55,449)	-	(55,449)
Gross profit	-	73,977	-	73,977
Other income	293	298	293	298
Administrative expenses	(1,706)	(1,514)	(1,706)	(1,514)
Finance costs	(92)	(726)	(92)	(726)
(Loss) / Profit before tax	(1,505)	72,035	(1,505)	72,035
Tax expenses	(2)	-	(2)	-
(Loss) / Profit for the period	(1,507)	72,035	(1,507)	72,035
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	(1,507)	72,035	(1,507)	72,035
(Loss) / Profit attributable to:				
Owners of the Company	(1,507)	72,035	(1,507)	72,035
Non-controlling interests*	-	-	-	-
	(1,507)	72,035	(1,507)	72,035
Total comprehensive (loss) / income attributable to:				
Owners of the Company	(1,507)	72,035	(1,507)	72,035
Non-controlling interests*	-	-	-	-
	(1,507)	72,035	(1,507)	72,035
<i>*denotes amount less than RM1,000.00</i>				
Earnings per share attributable to				
owners of the Company	sen	sen	sen	sen
- Basic	(0.73)	34.84	(0.73)	34.84
- 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 2017 and the accompanying explanatory notes attached to these interim financial statements.

BERTAM ALLIANCE BERHAD (Company No. 305530-A)**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2018**

		(UNAUDITED) As at 31/03/2018 RM'000	(AUDITED) As at 31/12/2017 RM'000
Assets			
Non-current assets			
Property, plant and equipment		9,866	10,022
Land held for property development		79,059	78,873
Goodwill on consolidation		90	90
Other investments		2,055	2,055
Club memberships		-	-
		91,070	91,040
Current assets			
Property development cost		105,905	105,063
Inventories		1,259	1,259
Trade and other receivables	Part A N14	25,792	14,574
Tax recoverable		2,742	2,891
Deposits, cash and bank balances		41,763	59,469
		177,461	183,256
Total assets		268,531	274,296
Equity and liabilities			
Capital and Reserves			
Share capital		206,756	206,756
Other Reserve		(14,865)	(14,865)
Retained earnings/(Accumulated losses)		13,258	14,764
Equity attributable to equity holders of the Company		205,149	206,655
Non-controlling interests		(147)	(147)
Total equity		205,002	206,508
Non-current liabilities			
Loans and borrowings		5,307	5,429
Finance lease payable		515	587
Deferred tax liabilities		-	-
		5,822	6,016
Current liabilities			
Trade and other payables		13,790	14,067
Amount due to director		-	11
Tax payables		2,514	2,615
Loans and borrowings		41,186	44,890
Finance lease payable		217	189
		57,707	61,772
Net current asset		119,754	121,484
Total liabilities		63,529	67,788
		205,002	206,508
Total equity and liabilities		268,531	274,296
Net assets per share attributable to ordinary equity holders of the Company (RM)		0.99	1.00

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 2017 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 MAR 2018**

	<-----Attributable to owners of the Company----->		(Accumulated Losses) / Retained Earnings	Total	Non-controlling Interests	Total equity
	Non-distributable	Distributable				
	Share Capital RM'000	Other Reserve RM'000	RM'000	RM'000	RM'000	RM'000
As at 01 January 2018	206,756	(14,865)	14,764	206,655	(147)	206,508
Transfer	-	-	-	-	-	-
Total comprehensive income	-	-	(1,507)	(1,507)	-	(1,507)
As at 31 March 2018	206,756	(14,865)	13,258	205,149	(147)	205,002
As at 01 January 2017	206,756	(14,865)	(48,042)	143,849	(144)	143,705
Total comprehensive profits	-	-	72,035	72,035	-	72,035
As at 31 March 2017	206,756	(14,865)	23,993	215,884	(144)	215,740

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 2017 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018**

	Current Year Ended 31/03/2018 RM'000	Preceding Year Ended 31/03/2017 RM'000
Cash Flows From Operating Activities		
Profit / (Loss) before tax	(1,505)	72,035
Adjustment for:		
Depreciation	159	169
Interest/Investment income	(276)	(25)
Interest expense	91	494
Operating cash flows before changes in working capital	(1,531)	72,673
Changes in working capital:-		
Inventories	-	1,285
Property development costs	(105)	(81,709)
Trade and other receivables	(11,069)	(57,598)
Trade and other payables	(378)	(4,082)
Net cash flows used in operations	(13,083)	(69,431)
Interest paid	(829)	(1,639)
Interest income	276	25
Income taxes paid, net of refunded	-	(6,384)
Net cash flows used in operating activities	(13,636)	(77,429)
Cash Flows From Investing Activities		
Acquisition of property, plant and equipment	(3)	(8)
Addition to land held for property development	(186)	-
Proceeds from disposal of club membership	-	86
Proceeds from disposal of asset held for sale	-	128,000
Net cash flows generated from investing activities	(189)	128,078
Cash Flows From Financing Activities		
Repayment to a director	(11)	-
Repayment of borrowings	(3,870)	(28,147)
Net cash flows used in financing activities	(3,881)	(28,147)
Net increase / (decrease) in cash and cash equivalents	(17,706)	22,502
Cash and cash equivalents at beginning of the period	43,213	(10,677)
Cash and cash equivalents at end of the period	25,507	11,825
Cash and cash equivalents comprise the following:		
Cash and short term deposits	41,763	17,577
Less: Bank overdraft	-	(5,752)
Less: Fixed deposit pledged with licensed banks	(16,256)	-
	25,507	11,825

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 2017 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 2017. 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 2017.

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 2017.

During the financial year, the Group and the Company have adopted the following amendments to FRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial year:-

Amendments to FRS 107	Disclosure Initiative
Amendments to FRS 112	Recognition of Deferred Tax Assets for Unrealised Losses
Annual Improvements to FRSs 2014-2016 Cycle	Amendments to FRS 12

Adoption of above amendments to FRSs did not have any significant impact on the financial statements of the Group and the Company, except for the adoption of the Amendments to FRS 107 required additional disclosure of changes in liabilities arising from financing activities in Note 16.

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 consider that they are achieving their schedule milestone and expect to be in the position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2018.

Certain subsidiary companies of the Group which do not fall within the scope of Transitioning Entities have adopted the MFRS Framework. Accordingly, reconciliations have been performed for the different financial reporting frameworks. However, the difference did not have significant impact to these consolidated financial statements.

3. Audit Opinion on 2017 Financial Statements

The auditors' report on the financial statements of the Group for the year ended 31 December 2017 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 31/03/2018	Property for Sale/ Property Developme RM'000	Construction RM'000	Corporate and others RM'000	Total RM'000
Revenue				
External sales	-	-	-	-
Segment results	(749)	(8)	(497)	(1,254)
Depreciation	(88)	-	(71)	(159)
Finance costs	(9)	-	(83)	(92)
(Loss) / Profit before tax	(846)	(8)	(651)	(1,505)
Tax expenses	(2)	-	0	(2)
(Loss) / Profit after tax	(848)	(8)	(652)	(1,507)

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.

On 4 April 2018, the Company is classified as an affected listed issuer pursuant to Paragraph 8.04(2) and Paragraph 2.1(c) of Practice Note 17 ("PN17") of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The PN17 criteria was triggered by the Winding-Up Order made against BDSB, a wholly-owned subsidiary company of the Company, which accounts for at least 50% of the total assets employed of the Group on a consolidated basis ("Winding-up Order").

On 21 May 2018, BDSB's solicitors had withdrawn the appeal in the Court of Appeal after BDSB has made full payment of all proof of debts to RCCTSB.

As at date of this report, BDSB's solicitors in the midst of applying to the Court pursuant to Section 493 of the Companies Act, 2016 to terminate the Winding-up Order.

12. Changes in composition of the Group

There were no material changes in 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 Mar 2018 were as follows:

	Group RM'000	Company RM'000
Guarantees to financial institutions for banking facilities granted to a subsidiary company, Bertam Development Sdn Bhd (BDSB)	-	55,000

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:

	31/03/2018 RM'000	31/12/2017 RM'000
Trade receivables - third parties, net of impairments	3,135	3,265
Other receivables		
- Sundry receivables, net of impairments	4,818	4,739
- Prepayment	772	119
- Refundable deposits	17,067	6,451
	22,657	11,309
Total trade and other receivables	25,792	14,574

15. Related Party Transactions

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

	Current Quarter		Year to date	
	31/03/2018 RM'000	31/03/2017 RM'000	31/03/2018 RM'000	31/03/2017 RM'000
Transaction with companies in which the Director of the Company have substantial financial interest				
- rental income on premises	10	10	10	10

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****1st Quarter 2018 vs 1st Quarter 2017**

	Individual quarter		Changes	
	Current year Quarter	Preceding Year Corresponding Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
Revenue				
Property for sale /Property Development	-	128,200	(128,200)	-
Construction	-	1,226	(1,226)	-
Corporate and others	-	-	-	-
	-	129,426	(129,426)	-
Profit/(Loss) before tax				
Property for sale /Property Development	(847)	72,718	(73,565)	101%
Construction	(8)	242	(250)	-103%
Corporate and others	(650)	(925)	275	30%
	(1,505)	72,035	(73,540)	102%
Profit/(Loss) after tax				
Property for sale /Property Development	(849)	72,718	(73,567)	101%
Construction	(8)	242	(250)	-103%
Corporate and others	(650)	(925)	275	30%
	(1,507)	72,035	(73,542)	102%

Group

There was no revenue recorded for the current quarter ended 31 Mar 2018, as compared to the previous year corresponding quarter was recorded revenue of RM129.4 million.

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 recorded revenue of RM128.2 million.

For the current quarter ended 31 Mar 2018, the segment incurred a loss before tax of RM0.85 million as compared to profit before tax of RM72.7 million in the previous year corresponding quarter.

Construction segment

There was no revenue recorded for current quarter. Whereas there was revenue of RM1.2 million recorded in previous year's corresponding quarter.

For the current quarter ended 31 Mar 2018, the segment recorded a loss before tax of RM8k as compared to profit before tax of RM242k in the previous corresponding quarter.

Year to date 31.03.2018 vs 31.03.2017

	Cumulative period		Changes	
	Current year to date	Preceding Year Corresponding period	RM'000	%
	RM'000	RM'000	RM'000	
Revenue				
Property for sale /Property Development	-	128,200	(128,200)	-100%
Construction	-	1,226	(1,226)	-100%
Corporate and others	-	-	-	NA
	-	129,426	(129,426)	-100%
(Loss) / Profit before tax				
Property for sale /Property Development	(846)	72,718	(73,564)	101%
Construction	(8)	242	(250)	-103%
Corporate and others	(651)	(925)	274	30%
	(1,505)	72,035	(73,540)	102%
(Loss) / Profit after tax				
Property for sale /Property Development	(848)	72,718	(73,566)	101%
Construction	(8)	242	(250)	-103%
Corporate and others	(652)	(925)	273	30%
	(1,508)	72,035	(73,543)	102%

Group

The Group recorded no revenue for the period ended 31 Mar 2018, as compared to RM129.4 million same period last year.

The Group recorded loss before tax of RM1.5 million as compared to profit before tax of RM72.0 million in the previous year's corresponding period as a results from the disposal of land.

Property for sale/Property development segment

No revenue was recorded for the current year to date, a decrease of RM128.2 million, as compared to revenue in previous years mainly arising from the proceeds of disposal of land.

For the current year to date as at 31 Mar 2018, the segment recorded loss before tax of RM0.8 million as compared to profit before tax of RM72.7 million in the previous year corresponding period due to the disposal of land.

Construction segment

No revenue was recorded for the current year to date, a decrease of RM1.2 million as compared to previous year's revenue in view of lower construction activities.

For the current year to date as at 31 Mar 2018, the segment recorded loss before tax of RM8k as compared to profit before tax of RM242k 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	-	-	-	100%
Construction	-	-	-	NA
Corporate and others	-	-	-	NA
	-	-	-	100%
(Loss) / Profit before tax				
Property for sale /Property Development	(847)	(4,642)	3,795	82%
Construction	(8)	(123)	115	-93%
Corporate and others	(650)	(2,099)	1,449	69%
	(1,505)	(6,864)	5,359	78%
(Loss) / Profit after tax				
Property for sale /Property Development	(849)	(4,830)	3,981	82%
Construction	(8)	(123)	115	-93%
Corporate and others	(650)	(849)	199	23%
	(1,507)	(5,802)	4,295	74%

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
	31/03/2018 RM'000	31/03/2017 RM'000	31/03/2018 RM'000	31/03/2017 RM'000
Tax expenses				
- current year provision	(2)	-	(2)	-
- (under)/over provision in prior years	-	-	-	-
	(2)	-	(2)	-
Deferred tax:				
- Origination and reversal of temporary differences	-	-	-	-
- Over provision in prior years	-	-	-	-
	-	-	-	-
Tax expenses for the financial period	(2)	-	(2)	-

6. Finance Costs

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	RM'000	RM'000	RM'000	RM'000
Interest expenses				
Term loans	(820)	(1,339)	(820)	(1,339)
Bank overdrafts	-	(290)	-	(290)
Finance lease payables	(9)	(10)	(9)	(10)
	<u>(829)</u>	<u>(1,639)</u>	<u>(829)</u>	<u>(1,639)</u>
Less:				
Interest capitalised in property dev. costs	737	913	737	913
	<u>737</u>	<u>913</u>	<u>737</u>	<u>913</u>
Interest expenses for the financial period	<u>(92)</u>	<u>(726)</u>	<u>(92)</u>	<u>(726)</u>

7. 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&C lands
- c) Proposed acquisition of a piece of land held under country lease of Kepayan Lot G

8. 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	41,186	5,307	46,493
Obligations under finance lease	217	515	732
As at 31 March 2018	41,403	5,822	47,225
	Current RM'000	Non Current RM'000	Total RM'000
Secured			
Term loans	44,890	5,429	50,319
Obligations under finance lease	189	587	776
As at 31 December 2017	45,079	6,016	51,095

9. 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 the appeal will be withdrawn due to the Company has decided to settle the debt and proceed to terminate the winding up order as per note below.

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.

On 30 March 2018, the Court of Appeal has fixed the matter for continued hearing and/or decision on 23 April 2018. At the Court of Appeal's hearing on 23 April 2018, the Court had given the direction to BDSB and RCCTSB to look into the possibility of settlement of the debt due of RM4,568,203 amicably before the continued hearing date on 21 May 2018.

On 21 May 2018, BDSB's solicitors had withdrawn the appeal in the Court of Appeal after BDSB has made full payment of all proof of debts to RCCTSB.

As at date of this report, BDSB's solicitors in the midst of applying to the Court pursuant to Section 493 of the Companies Act, 2016 to terminate the Winding-up Order.

10. Dividend Payable

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

11. 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	
	31/03/2018	31/03/2017	31/03/2018	31/03/2017
(Loss) / Profit attributable to owners of the Company (RM'000)	(1,507)	72,035	(1,507)	72,035
Number of ordinary shares in issued ('000 shares)	206,756	206,756	206,756	206,756
Basic earnings per share (sen)	(0.73)	34.84	(0.73)	34.84

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

12. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2017 were not subject to any qualifications or modified opinion.

13. (Loss)/Profit Before Tax

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

	Quarter ended		Year to date	
	31/03/2018	31/03/2017	31/03/2018	31/03/2017
	RM'000	RM'000	RM'000	RM'000
Interest income	20	37	20	37
Rental income	16	10	16	10
Investment income	256	-	256	-
Interest expense	(92)	(726)	(92)	(726)
Depreciation	(159)	(170)	(159)	(170)

14. Retained Earnings / (Accumulated Losses)

	As at	As at
	31/03/2018	31/12/2017
	RM'000	RM'000
Realised	13,979	15,754
Unrealised	(721)	(1,596)
	<u>13,258</u>	<u>14,158</u>
Consolidation adjustments	-	606
Retained earnings / (Accumulated losses)	<u>13,258</u>	<u>14,764</u>

15. Authorised For Issue

The Interim Financial Statements were authorised for issue by the Board in accordance with a resolution of the Directors on 30 May 2018.