

**ANCOM BERHAD** (Company No: 8440-M)  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR FINANCIAL QUARTER ENDED 30 NOVEMBER 2017**

	Individual quarter ended		Year-to-date ended	
	30/11/2017	30/11/2016	30/11/2017	30/11/2016
	RM'000	RM'000	RM'000	RM'000
Revenue	<b>497,731</b>	403,753	<b>917,266</b>	759,902
Cost of sales	<b>(427,701)</b>	(339,792)	<b>(788,927)</b>	(646,661)
Gross profit	<b>70,030</b>	63,961	<b>128,339</b>	113,241
Other income	<b>3,472</b>	4,673	<b>9,924</b>	10,939
Distribution expenses	<b>(24,719)</b>	(21,298)	<b>(47,997)</b>	(41,695)
Administrative expenses	<b>(27,831)</b>	(26,727)	<b>(56,830)</b>	(53,381)
Other operating expenses	<b>(3,755)</b>	(2,919)	<b>(5,496)</b>	(4,481)
Finance costs	<b>(4,312)</b>	(2,741)	<b>(7,954)</b>	(5,471)
Share of results of associates	<b>(65)</b>	-	<b>(150)</b>	-
Profit before taxation	<b>12,820</b>	14,949	<b>19,836</b>	19,152
Tax expense	<b>(7,037)</b>	(9,120)	<b>(11,499)</b>	(13,068)
Net profit for the financial period	<b>5,783</b>	5,829	<b>8,337</b>	6,084
<b>Net profit attributable to</b>				
Equity holders of the Company	<b>1,424</b>	871	<b>2,533</b>	1,563
Non-controlling interests	<b>4,359</b>	4,958	<b>5,804</b>	4,521
	<b>5,783</b>	5,829	<b>8,337</b>	6,084
<b>Earnings per ordinary share attributable to equity holders of the Company</b>	<b>Sen</b>	Sen	<b>Sen</b>	Sen
Basic and diluted earnings per ordinary share	<b>0.66</b>	0.40	<b>1.18</b>	0.72

The Unaudited Condensed Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2017 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR FINANCIAL QUARTER ENDED 30 NOVEMBER 2017**

	Individual quarter ended		Year-to-date endear-to-date ende	
	30/11/2017	30/11/2016	30/11/2017	30/11/2016
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	5,783	5,829	8,337	6,084
<b>Other comprehensive income</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation	(7,897)	13,972	(8,376)	12,575
Re-measurement of defined benefit liability	-	-	-	(9)
Other comprehensive income, net of tax	(7,897)	13,972	(8,376)	12,566
<b>Total comprehensive income</b>	<b>(2,114)</b>	<b>19,801</b>	<b>(39)</b>	<b>18,650</b>
<b>Total comprehensive income attributable to</b>				
Equity holders of the Company	(2,079)	6,650	(1,189)	6,774
Non-controlling interests	(35)	13,151	1,150	11,876
	<b>(2,114)</b>	<b>19,801</b>	<b>(39)</b>	<b>18,650</b>

The Unaudited Condensed Statement of Comprehensive Income should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2017 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION  
AS AT 30 NOVEMBER 2017**

	Unaudited 30/11/2017 RM'000	Audited 31/5/2017 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	286,385	292,559
Investment properties	359	359
Investment in associates	1,967	2,117
Investment in a joint venture	-	-
Other investments	3,075	1,037
Intangible assets	3,227	3,574
Goodwill on consolidation	96,928	99,663
Deferred tax assets	26,427	26,486
	<b>418,368</b>	<b>425,795</b>
<b>Current assets</b>		
Inventories	147,304	148,101
Receivables	491,005	423,601
Amounts owing by associates	8,962	6,933
Amount owing by a joint venture	56	56
Current tax assets	1,690	2,345
Other investments	1,229	1,593
Cash and cash equivalents	118,286	135,317
	<b>768,532</b>	<b>717,946</b>
<b>TOTAL ASSETS</b>	<b>1,186,900</b>	<b>1,143,741</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	218,956	218,956
Reserves	85,638	86,827
Less : Treasury Shares, at cost	(2,473)	(2,473)
	<b>302,121</b>	<b>303,310</b>
Non-controlling interests	166,521	166,918
<b>TOTAL EQUITY</b>	<b>468,642</b>	<b>470,228</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	57,349	60,172
Deferred tax liabilities	9,528	9,525
Provision for retirement benefits	4,277	4,221
	<b>71,154</b>	<b>73,918</b>
<b>Current liabilities</b>		
Payables	326,805	277,710
Amounts owing to associates	1,139	41
Borrowings	310,631	315,468
Current tax payables	8,529	6,376
	<b>647,104</b>	<b>599,595</b>
<b>Total Liabilities</b>	<b>718,258</b>	<b>673,513</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,186,900</b>	<b>1,143,741</b>
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	<b>1.40</b>	<b>1.40</b>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2017 and the accompanying notes to this Interim Financial Report.

**ANCOM BERHAD** (Company No: 8440-M)  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2017**

	Attributable to equity holders of the Company							Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share Premium RM'000	Capital reserve RM'000	Foreign exchange reserve RM'000	Capital redemption reserve RM'000	Treasury shares RM'000	Retained Profits RM'000			
	<b>Balance as at 1 June 2016</b>	218,956	4,332	203	11,265	4,987	(2,377)			
Total comprehensive income	-	-	-	2,976	-	-	17,478	<b>20,454</b>	15,829	<b>36,283</b>
<b>Transactions with owners</b>										
Disposal of equity interest of a subsidiaries	-	-	-	-	-	-	467	<b>467</b>	(433)	<b>34</b>
Additional interests in a subsidiary	-	-	-	-	-	-	-	-	490	<b>490</b>
Repurchase of ordinary shares of the Company	-	-	-	-	-	(96)	-	<b>(96)</b>	-	<b>(96)</b>
Remeasurement of aacquisition of a subsidiary	-	-	-	-	-	-	-	-	(119)	<b>(119)</b>
Repurchase of ordinary shares of a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(198)	<b>(198)</b>
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	(2,081)	<b>(2,081)</b>
<b>Balance as at 31 May 2017</b>	<b>218,956</b>	<b>4,332</b>	<b>203</b>	<b>14,241</b>	<b>4,987</b>	<b>(2,473)</b>	<b>63,064</b>	<b>303,310</b>	<b>166,918</b>	<b>470,228</b>
<b>Balance as at 1 June 2017</b>	218,956	4,332	203	14,241	4,987	(2,473)	63,064	<b>303,310</b>	166,918	<b>470,228</b>
Total comprehensive income	-	-	-	(3,722)	-	-	2,533	<b>(1,189)</b>	1,150	<b>(39)</b>
<b>Transactions with owners</b>										
Additional interests in a subsidiary	-	-	-	-	-	-	-	-	148	<b>148</b>
Repurchase of ordinary shares of a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(1,295)	<b>(1,295)</b>
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	(400)	<b>(400)</b>
<b>Balance at 30 November 2017</b>	<b>218,956</b>	<b>4,332</b>	<b>203</b>	<b>10,519</b>	<b>4,987</b>	<b>(2,473)</b>	<b>65,597</b>	<b>302,121</b>	<b>166,521</b>	<b>468,642</b>

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2017 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2017**

	Year-to-date ended	
	30/11/2017 RM'000	30/11/2016 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	19,836	19,152
Adjustments for non-cash items	11,444	23,105
Operating profit before working capital changes	<u>31,280</u>	<u>42,257</u>
Inventories	796	(2,792)
Receivables	(65,427)	(34,323)
Payables	49,541	36,842
Group companies	(932)	(226)
Net cash generated used in operations	<u>15,258</u>	<u>41,758</u>
Income tax paid	(8,630)	(8,798)
Net cash from operating activities	<u>6,628</u>	<u>32,960</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(5,691)	(32,583)
Interest received	706	562
Purchase of intangible assets	(86)	(342)
Disposal of a subsidiary	-	480
Purchase of other investments	(1,674)	-
Increase of share capital of a subsidiary	148	-
Acquisition of equity interest in subsidiaries	-	(61)
Purchase of treasury shares of a subsidiary from non-controlling interests	(1,295)	(156)
Placement of short term deposits pledged to licensed banks	(356)	(346)
Net cash used in investing activities	<u>(8,248)</u>	<u>(32,446)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to non-controlling interest of subsidiaries	(400)	(41)
Interest paid	(7,863)	(5,471)
Repayments of hire-purchase and lease creditors	(679)	(1,529)
Drawdown of borrowings	635	23,808
Purchase of ordinary shares of the Company from owners	-	(69)
Net cash (used in)/from financing activities	<u>(8,307)</u>	<u>16,698</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<u>(9,927)</u>	<u>17,212</u>
<b>Cash and cash equivalents at the beginning of the financial year</b>	<b>107,314</b>	<b>75,916</b>
<b>Effect of exchange rate changes</b>	<b>156</b>	<b>(3,732)</b>
<b>Cash and cash equivalents at the end of the financial year</b>	<b><u>97,543</u></b>	<b><u>89,396</u></b>
Cash and cash equivalents include the following:		
	RM'000	RM'000
Cash and bank balances	90,173	73,386
Bank overdrafts	(14,415)	(12,905)
Short term deposits	28,113	36,525
	<u>103,871</u>	<u>97,006</u>
Less : Short term deposits pledged to banks	(6,191)	(7,476)
Short term deposits with maturity more than 3 months	(137)	(134)
	<u>97,543</u>	<u>89,396</u>

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2017 and the accompanying notes to this Interim Financial Report.



**ANCOM BERHAD**

(Company No. 8440-M)  
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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2017**

**A1. Basis of preparation**

This Interim Financial Report of Ancom Berhad ("Ancom" or "the Company") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and Rule 9.22(2) of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the Main Board ("Listing Requirements").

This Interim Financial Report of the Group should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 May 2017. These explanatory notes attached to the Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2017.

For the financial periods up and including the financial year ended 31 May 2017, the Group prepared its financial report in accordance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRSs"). The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 May 2017 except for the adoption of the following Amendments to MFRSs and IC Interpretation (collectively referred to as "pronouncements") which are applicable to the Group for the financial year beginning 1 June 2016:

**Accounting Standards and amendments:**

Amendments to MFRS 112 Recognition of Deferred Tax Assets for Unrealised Losses  
Amendments to MFRS 107 Disclosure Initiative  
Amendments to MFRS 12 Annual Improvements to MFRS Standards 2014 – 2016 Cycle

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

**A2 Auditors' report**

The audited financial statements of Ancom and its subsidiaries for the financial year ended 31 May 2017 were not subject to any audit qualification.

**A3. Seasonality or cyclicity**

The operations of the Group were not significantly affected by any seasonal and cyclical factors.

**A4. Items of unusual nature and amount**

The Group's assets, liabilities, equity, net income or cash flows were not affected by items that are material and unusual because of their nature, size or incidence in the current financial year.

**A5. Changes in estimates**

There was no material changes in estimates amounts reported that have a material effect on the financial quarter ended 30 November 2017.

**A6. Debt and equity securities**

There was no issuance, cancellation, repurchase, resale or repayment of debt securities and equity securities during the financial quarter ended 30 November 2017 except for the following:

Treasury shares:

As at 30 November 2017, the Company holds 3,779,327 Treasury Shares at a cost of RM2,472,731.

**A7. Dividends**

There was no dividend declared and/or paid during the financial quarter ended 30 November 2017.

**A8. Segmental results**

Segmental information for the financial period ended 30 November 2017.

<b>30 November 2017</b>	<b>Investment holdings and others RM'000</b>	<b>Agricultural and Industrial Chemicals RM'000</b>	<b>Logistics RM'000</b>	<b>Information Technology RM'000</b>	<b>Media RM'000</b>	<b>Polymer RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>								
External revenue	9,806	758,792	24,799	7,552	55,498	60,819	-	917,266
Inter-segment revenue	3,209	29,924	3,703	548	-	48	(37,432)	-
<b>Total revenue</b>	<b>13,015</b>	<b>788,716</b>	<b>28,502</b>	<b>8,100</b>	<b>55,498</b>	<b>60,867</b>		<b>917,266</b>
Segment results	(17,821)	35,787	2,789	(2,513)	590	8,341	767	27,940
Finance costs								(7,954)
Share of results of associates								(150)
Profit before taxation								19,836
Tax expense								(11,499)
<b>Net profit for the financial year</b>								<b>8,337</b>
<b>30 November 2016</b>								
<b>Revenue</b>								
External revenue	4,185	624,691	14,122	6,482	49,003	61,419	-	759,902
Inter-segment revenue	2,467	20,656	4,414	-	863	-	(28,400)	-
<b>Total revenue</b>	<b>6,652</b>	<b>645,347</b>	<b>18,536</b>	<b>6,482</b>	<b>49,866</b>	<b>61,419</b>		<b>759,902</b>
Segment results	(15,266)	29,663	2,690	(1,238)	1,232	6,624	918	24,623
Finance costs								(5,471)
Share of results of associates								-
Profit before taxation								19,152
Tax expense								(13,068)
<b>Net profit for the financial year</b>								<b>6,084</b>



**A9. Valuation of property, plant and equipment**

The Group did not carry out any valuation on its property, plant and equipment during the financial quarter ended 30 November 2017.

**A10. Subsequent events**

There were no material events subsequent to the end of the financial year up to the date of this Report that have not been reflected in the Interim Financial Statements.

**A11. Changes in composition of the Group**

There was no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations.

**A12. Changes in contingent liabilities**

The Group's contingent liabilities stood at RM28.9 million as at the end of the reporting period.

**A13. Capital commitments**

The capital commitments as at the end of the reporting date are as follows:

	<b>RM'000</b>
Property, plant and equipment	
- Approved and contracted for	214
- Approved but not contracted for	104
	<u>318</u>

**B. ADDITIONAL INFORMATION PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Group's performance**

**Overall review for the financial year ended 30 November 2017**

For the six months ended 30 November 2017, the Group recorded higher revenue of RM917.3 million as compared with RM759.9 million in the corresponding period last year. Consequently, profit before taxation ("PBT) increased to RM19.8 million compared with RM19.2 million in the corresponding period last year.

For the financial quarter ended 30 November 2017, the Group recorded higher revenue of RM497.7 million as compared with RM403.8 million in the corresponding last year. Nevertheless, PBT decreased to RM12.8 million compared with RM14.9 million in the corresponding period last year.

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

**Review of business segments for the financial quarter ended 30 November 2017**

Investment Holding and others

The result in this segment includes investment holding, education and electrical businesses. During the current financial quarter, the division posted higher revenue of RM8.6 million compared with RM3.1 million in the corresponding quarter last year. The segment reported a higher segmental loss of RM10.2 million for the current financial quarter compared with RM10.1 million in the corresponding quarter last year. The segmental loss in the current financial quarter mainly incurred for corporate expenses in the investment holding company.

Agricultural and Industrial Chemicals

There is a general improvement in the average selling prices and higher volume sold for Industrial Chemical Products. As a result, the division achieved higher revenue of RM415.9 million for the current financial quarter compared with RM331.1 million in the corresponding quarter last year. Segmental profit increased to RM23.5 million in the current financial quarter compared with RM19.0 million in the corresponding quarter last year.

Logistics

The Logistics Division posted higher revenue of RM12.7 million compared to RM7.3 million in the corresponding quarter last year, after incorporating revenue generated by the new vessel which was constructed and delivered by the Japanese builder in mid-January 2017. The division reported lower segmental profit of RM0.7 million compared with RM1.8 million in the corresponding quarter last year, attributed to under-recovery of overheads by Nylex 1.

Information Technology ("IT")

The IT Division recorded lower revenue of RM4.8 million compared with RM5.3 million in the corresponding quarter last year. Nevertheless, IT division posted higher segmental loss of RM1.4 million compared with segmental loss of RM0.7 million in the corresponding quarter last year due to higher operating costs incurred.

Media

The Media division posted higher revenue of RM26.4 million compared with RM24.7 million in the corresponding financial quarter last year as the division has managed to book in some major advertising contracts in the quarter. However, the division reported lower segmental profit of RM0.5 million in the current financial quarter compared with RM3.8 million in the corresponding due to higher operating costs.

Polymer

The Polymer Division recorded lower revenue of RM29.3 million for the current financial quarter compared with RM32.4 million in the corresponding quarter last year mainly due to lower contribution by its manufacturing plant in Surabaya, Indonesia. The Division posted higher segmental profit of RM3.7 million compared with RM3.3 million in the same period last year, as a result of steps taken to adjust the selling prices for certain products and controlling operating expenses.

**B2. Material change in the results for the current quarter as compared with the immediate preceding quarter**

For the current financial quarter ended 30 November 2017, the Group posted higher revenue of RM497.7 million compared with RM419.5 million in the immediate preceding quarter. The Group posted higher PBT of RM12.8 million in the current financial quarter compared with RM7.0 million in the immediate preceding quarter.

**B3. Current year prospects**

The key business segments, Agricultural and Industrial Chemical Division and Polymer Division have posted better performance during the current financial period. Despite the challenging outlook in the media industry, the media segment has shown resilient during the current financial period. Management expects that the Media Division should continue to perform satisfactory barring any unforeseen circumstances.

The global economy is experiencing a broad-base recovery. However, downside risks remain as there are geopolitical pressures and uncertainties in some advance economies. These factors may impact the Group's chemical business. On local front, the weak consumers sentiments may continue to pose challenges to the Group's media business. The Board will continue to exercise caution in managing the Group's businesses for the remaining of the financial year. The Board will continue to explore ways to improve revenue growth while strengthening its operational and productivity efficiencies.

The Board is of the view that, barring unforeseen circumstances, the financial performance and prospects of the Group will be satisfactory for the remaining of the financial year.

**B4. Forecast profit, profit guarantee and internal targets**

The Group did not provide any profit forecast, profit guarantee and internal targets in any publicly available documents or announcements.

**B5. Profit before taxation**

	<b>Individual quarter ended 30/11/2017 RM'000</b>	<b>Year-to-date ended 30/11/2017 RM'000</b>
The profit before taxation is stated after charging/(crediting):		
Finance costs	4,312	7,954
Depreciation and amortisation	6,200	12,270
Foreign exchange loss	2,534	3,012
Fair value loss on investment	45	184
Gain on disposal of Property, plant and equipment	-	(170)
Write back of inventories written off	-	(905)
Reversal of impairment loss on receivables	(33)	(68)
Interest income	(361)	(706)

**B6. Tax expense**

	<b>Individual quarter ended</b>		<b>Year-to-date ended</b>	
	<b>30/11/2017</b>	<b>30/11/2016</b>	<b>30/11/2017</b>	<b>30/11/2016</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax expense based on profit for the financial period:				
Malaysian income tax	<b>6,325</b>	7,635	<b>10,302</b>	10,321
Foreign income tax	<b>635</b>	770	<b>1,194</b>	1,472
	<b>6,960</b>	8,405	<b>11,496</b>	11,793
Over provision in prior years:				
Malaysian income tax	-	-	-	(255)
Foreign income tax	-	-	-	-
	<b>6,960</b>	8,405	<b>11,496</b>	11,538
Deferred taxation:				
Relating to original or reversal of temporary differences	<b>77</b>	715	<b>3</b>	1,455
Under provision in prior years	-	-	-	75
	<b>7,037</b>	9,120	<b>11,499</b>	13,068

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

**B7. Utilisation of proceeds**

The Company does not have any unutilised proceeds raised from any corporate exercise.

**B8. Status of corporate proposals**

There were no corporate proposals announced but not completed at the date of issuance of this Interim Financial Report.

**B9. Borrowings**

	<b>30/11/2017</b>	31/5/2017
	<b>RM'000</b>	RM'000
<b>SHORT TERM BORROWINGS</b>		
Secured:		
Ringgit Malaysia	<b>102,874</b>	69,742
United States Dollar	<b>23,213</b>	34,073
Vietnamese Dong	<b>4,346</b>	3,389
	<b>130,433</b>	107,204
Unsecured:		
Ringgit Malaysia	<b>179,363</b>	208,264
United States Dollar	<b>835</b>	-
	<b>180,198</b>	208,264
<b>Total short term borrowings</b>	<b>310,631</b>	315,468
<b>LONG TERM BORROWINGS</b>		
Secured:		
Ringgit Malaysia	<b>9,925</b>	10,514
United States Dollar	<b>47,424</b>	49,658
<b>Total long term borrowings</b>	<b>57,349</b>	60,172
<b>TOTAL BORROWINGS</b>	<b>367,980</b>	375,640

Borrowings denominated in foreign currencies are stated at Ringgit Malaysia equivalent as at the reporting dates stated above.

**B10. Material litigation**

There was no material litigation pending as at the date of this Interim Financial Report.

**B11. Dividend**

There was no dividend declared and/or paid during the financial quarter ended 30 November 2017.

**B12. Earnings per share**Basic earnings per share

The basic earnings per share is calculated by dividing the net loss attributable to the ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period as follows:

	Individual quarter ended		Year-to-date ended	
	30/11/2017	30/11/2016	30/11/2017	30/11/2016
<b>Number of ordinary shares ('000)</b>	<b>218,956</b>	218,956	<b>218,956</b>	218,956
<b>Less: Treasury shares ('000)</b>	<b>(3,779)</b>	(3,700)	<b>(3,779)</b>	(3,700)
	<b>215,177</b>	215,256	<b>215,177</b>	215,256
Net profit attributable to ordinary equity holders of the Company (RM'000)	<b>1,424</b>	871	<b>2,533</b>	1,563
Weighted average number of ordinary shares in issue ('000)	<b>215,177</b>	215,256	<b>215,177</b>	215,256
<b>Basic earnings per ordinary share (sen)</b>	<b>0.66</b>	0.40	<b>1.18</b>	0.73

Diluted earnings per share

Diluted earnings per share is the same as basic earnings per share as there is no dilutive potential ordinary share.

The Company does not have convertible securities at the end of the reporting period.

**B13. Disclosure of realised and unrealised profits**

The breakdown of retained profits of the Group as at 30 November 2017 into realised and unrealised profits is as follows:

Total retained profits of the Group	<b>RM'000</b>
- Realised	19,877
- Unrealised	16,899
	<b>36,776</b>
Less: Consolidation adjustments	(28,821)
As per consolidated financial statements	<b>65,597</b>