

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR FINANCIAL QUARTER ENDED 31 AUGUST 2018**

	Individual quarter ended		Year-to-date ended	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
	RM'000	RM'000	RM'000	RM'000
Revenue	527,587	419,535	527,587	419,535
Cost of sales	(460,433)	(361,226)	(460,433)	(361,226)
Gross profit	67,154	58,309	67,154	58,309
Other income	6,912	6,452	6,912	6,452
Distribution expenses	(26,360)	(23,278)	(26,360)	(23,278)
Administrative expenses	(27,929)	(28,999)	(27,929)	(28,999)
Other operating expenses	(2,525)	(1,741)	(2,525)	(1,741)
Finance costs	(4,898)	(3,642)	(4,898)	(3,642)
Share of results of associates	76	(85)	76	(85)
Profit before taxation	12,430	7,016	12,430	7,016
Tax expense	(3,966)	(4,462)	(3,966)	(4,462)
Net profit for the financial period	8,464	2,554	8,464	2,554
Net profit attributable to				
Equity holders of the Company	7,018	1,109	7,018	1,109
Non-controlling interests	1,446	1,445	1,446	1,445
	8,464	2,554	8,464	2,554
Earnings per ordinary share attributable to equity holders of the Company	Sen	Sen	Sen	Sen
Basic and diluted earnings per ordinary share	3.26	0.52	3.26	0.52

The Unaudited Condensed Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2018 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR FINANCIAL QUARTER ENDED 31 AUGUST 2018**

	Individual quarter ended		Year-to-date ended	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	8,464	2,554	8,464	2,554
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation	2,090	(479)	2,090	(479)
Re-measurement of defined benefit liability	-	-	-	-
Other comprehensive income, net of tax	2,090	(479)	2,090	(479)
Total comprehensive income	10,554	2,075	10,554	2,075
Total comprehensive income attributable to				
Equity holders of the Company	7,757	890	7,757	890
Non-controlling interests	2,797	1,185	2,797	1,185
	10,554	2,075	10,554	2,075

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 2018 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2018**

	Unaudited 31.08.2018 RM'000	Audited 31.05.2018 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	284,453	286,399
Investment properties	348	348
Investment in associates	2,451	2,375
Investment in a joint venture	-	-
Other investments	6,160	4,893
Intangible assets	3,595	3,791
Goodwill on consolidation	92,630	94,975
Deferred tax assets	28,354	26,226
	417,991	419,007
Current assets		
Inventories	168,528	129,581
Receivables	510,243	510,383
Amounts owing by associates	10,033	10,371
Amount owing by a joint venture	88	88
Current tax assets	2,317	2,762
Other investments	3,233	2,737
Cash and cash equivalents	122,839	139,446
	817,281	795,368
TOTAL ASSETS	1,235,272	1,214,375
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	218,956	218,956
Reserves	102,736	100,755
Less : Treasury Shares, at cost	(2,473)	(2,473)
	319,219	317,238
Non-controlling interests	166,245	168,407
TOTAL EQUITY	485,464	485,645
LIABILITIES		
Non-current liabilities		
Borrowings	54,709	54,135
Deferred tax liabilities	9,294	9,926
Provision for retirement benefits	4,630	4,672
	68,633	68,733
Current liabilities		
Payables	372,142	319,136
Amounts owing to associates	77	27
Borrowings	301,472	336,527
Current tax payables	7,484	4,307
	681,175	659,997
Total Liabilities	749,808	728,730
TOTAL EQUITY AND LIABILITIES	1,235,272	1,214,375
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.48	1.47

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 2018 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 31 AUGUST 2018**

	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			
Balance as at 1 June 2017	218,956	4,332	203	14,241	4,987	(2,473)	63,064	303,310	166,918	470,228
Total comprehensive income	-	-	-	(6,545)	-	-	17,551	11,006	(9)	10,997
Transactions with owners										
Additional interests in a subsidiary	-	-	-	-	-	-	-	-	10	10
Repurchase of ordinary shares of a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(3,496)	(3,496)
Disposal of equity interest of a subsidiaries	-	-	-	-	-	-	2,922	2,922	10,233	13,155
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	(2,079)	(2,079)
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	(3,170)	(3,170)
Balance as at 31 May 2018	218,956	4,332	203	7,696	4,987	(2,473)	83,537	317,238	168,407	485,645
Balance as at 1 June 2018, as previously reported	218,956	4,332	203	7,696	4,987	(2,473)	83,537	317,238	168,407	485,645
Effect on the adoption of MFRS 9	-	-	-	-	-	-	(5,786)	(5,786)	(2,543)	(8,329)
Restated balance as at 1 June 2018	218,956	4,332	203	7,696	4,987	(2,473)	77,751	311,452	165,864	477,316
Total comprehensive income	-	-	-	739	-	-	7,018	7,757	2,797	10,554
Transactions with owners										
Acquisition of non-controlling interest of a subsidiary	-	-	-	-	-	-	10	10	(696)	(686)
Repurchase of ordinary shares of a subsidiary from non-controlling interest	-	-	-	-	-	-	-	-	(84)	(84)
Disposal of equity interest of a subsidiaries	-	-	-	-	-	-	-	-	(1,636)	(1,636)
Balance at 31 August 2018	218,956	4,332	203	8,435	4,987	(2,473)	84,779	319,219	166,245	485,464

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 2018 and the accompanying notes to this Interim Financial Report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL QUARTER ENDED 31 AUGUST 2018**

	Year-to-date ended	
	31.08.2018 RM'000	31.08.2017 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	12,430	7,016
Adjustments for non-cash items	7,880	6,697
Operating profit before working capital changes	<u>20,310</u>	<u>13,713</u>
Inventories	(38,947)	8,254
Receivables	(8,189)	(267)
Payables	53,006	15,534
Group companies	388	(953)
Net cash generated from operations	<u>26,568</u>	<u>36,281</u>
Income tax paid	(3,105)	(3,673)
Retirement benefit paid	(170)	-
Net cash generated from operating activities	<u>23,293</u>	<u>32,608</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,437)	(2,665)
Interest received	395	345
Purchase of intangible assets	(135)	(5)
Proceeds from disposal of property, plant and equipment	302	-
Purchase of other investments	(1,763)	(1,708)
Increase of share capital of a subsidiary	(687)	-
Disposal of a subsidiary	6,683	150
Purchase of treasury shares of a subsidiary from non-controlling interests	(83)	-
Placement of short term deposits pledged to licensed banks	295	(351)
Net cash generated from/(used in) investing activities	<u>570</u>	<u>(4,234)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to non-controlling interest of subsidiaries	-	(400)
Interest paid	(4,898)	(3,642)
Repayments of hire-purchase and lease creditors	688	(299)
Drawdown of borrowings	(28,038)	(30,253)
Net cash used in financing activities	<u>(32,248)</u>	<u>(34,594)</u>
Net decrease in cash and cash equivalents	(8,385)	(6,220)
Cash and cash equivalents at the beginning of the financial period	98,048	107,314
Effect of exchange rate changes	(796)	156
Cash and cash equivalents at the end of the financial period	<u>88,867</u>	<u>101,250</u>
Cash and cash equivalents include the following:		
	RM'000	RM'000
Cash and bank balances	87,386	92,904
Bank overdrafts	(19,448)	(13,420)
Short term deposits	35,453	28,089
	<u>103,391</u>	<u>107,573</u>
Less : Short term deposits pledged to banks	(11,365)	(6,186)
Short term deposits with maturity more than 3 months	(3,159)	(137)
	<u>88,867</u>	<u>101,250</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 2018 and the accompanying notes to this Interim Financial Report.



ANCOM BERHAD

(Company No. 8440-M)
Incorporated in Malaysia

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 AUGUST 2018

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 2018. 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 2018.

For the financial periods up and including the financial year ended 31 May 2018, 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 2018 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 2018:

Accounting Standards and amendments:

MFRS 9	Financial Instruments (IFRS as issued by IASB in July 2014)
MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 1	Annual Improvements to MFRS Standards 2014 – 2016 Cycle
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transaction
Amendments to MFRS4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
Amendments to MFRS 128	Annual Improvements to MFRS Standards 2014 – 2016 Cycle
Amendments to MFRS 140	Transfers of Investment Property
Clarification to MFRS 15	
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration

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

MFRS 9, Financial Instruments

The Group adopted MFRS 9, Financial Instruments on 1 June 2018. MFRS 9 replaces the guidance in MFRS 139 Financial Instruments: Recognition and Measurement on the classification and measurement of financial assets and financial liabilities, impairment of financial assets, and on hedge accounting.

MFRS 9 contains a new classification and measurement approach for financial assets that reflects the business model in which assets are managed and their cash flow characteristics.

The three principal classifications categories for financial assets are: measured at amortised cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL). The standard eliminates the existing MFRS 139 categories of held to maturity, loans and receivables and available for sale.

There was no material impact on the accounting for the Group's financial assets upon initial application of the new classification requirements.

In respect of impairment of financial assets, MFRS 9 replaces the "incurred loss" model in MFRS 139 with an "expected credit loss" ("ECL") model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments measured at fair value through other comprehensive income, but not to investments in equity instruments.

As allowed by the transitional provision of MFRS 9, the Group has applied MFRS 9 retrospectively on the initial application date of 1 June 2018 and has elected not to restate comparatives. The cumulative effect of initially applying of this Standard will be an adjustment to the opening retained profits as at 1 June 2018.

The impacts of adopting MFRS 9 to opening balances of the Group as at 1 June 2018 are as follows:

Statements of financial position

	Impact of change in account policies		
	As previously reported	Retrospective adjustment	Restated balance
	RM'000	RM'000	RM'000
Current assets			
Trade and other receivables	510,383	(8,329)	502,054
Equity			
Retained earnings	83,537	(5,786)	77,751
Non-controlling interests	168,407	(2,543)	165,864

A2 Auditors' report

The audited financial statements of Ancom and its subsidiaries for the financial year ended 31 May 2018 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 31 August 2018.

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 31 August 2018 except for the following:

Treasury shares:

As at 31 August 2018, 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 31 August 2018.

A8. Segmental results

Segmental information for the financial period ended 31 August 2018.

31 August 2018	Investment holdings and others RM'000	Agricultural Chemicals RM'000	Industrial Chemicals RM'000	Logistics RM'000	Media RM'000	Polymer RM'000	Elimination RM'000	Total RM'000
Revenue								
External revenue	9,168	63,450	385,274	10,784	30,202	28,709	-	527,587
Inter-segment revenue	1,434	14,958	253	2,288	424	25	(19,382)	-
Total revenue	10,602	78,408	385,527	13,072	30,626	28,734		527,587
Segment results	(3,005)	10,815	6,895	430	(972)	2,516	573	17,252
Finance costs								(4,898)
Share of results of associates								76
Profit before taxation								12,430
Tax expense								(3,966)
Net profit for the financial period								8,464
31 August 2017								
Revenue								
External revenue	3,910	67,226	275,646	12,133	29,086	31,534	-	419,535
Inter-segment revenue	1,533	9,927	45	1,851	-	-	(13,356)	-
Total revenue	5,443	77,153	275,691	13,984	29,086	31,534		419,535
Segment results	(8,842)	9,900	2,410	2,064	106	4,654	450	10,743
Finance costs								(3,642)
Share of results of associates								(85)
Profit before taxation								7,016
Tax expense								(4,462)
Net profit for the financial period								2,554

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 31 August 2018.

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 were 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 except as stated below:

- (i) The Group, via its subsidiary, Nylex Malaysia Berhad ("Nylex") had on 30 March 2018 entered into a Share Sale Agreement with Bon Kok Meng and Astachem Holdings Sdn. Bhd. ("ASCH") for disposal of the total 2,200,000 ordinary shares, representing 100% of the issued and paid-up share capital, in NYL Logistics Sdn. Bhd. ("NYL"), a 60% owned subsidiary of the Company, to ASCH for a total consideration of RM14,400,000 ("Proposed Disposal"). Upon completion of the Proposed Disposal on 28 June 2018, NYL ceased to be a subsidiary of Nylex on the same date.
- (ii) On 13 July 2018, a wholly-owned subsidiary of the Company, Perusahaan Kimia Gemilang Sdn. Bhd. ("PKG") has acquired the remaining 100,000 shares in Dynamic Chemical Pte. Ltd. ("DYM"), representing 10% equity interest in DYM, for a cash consideration of USD170,000 (equivalent to RM686,000). As a result, DYM became a wholly-owned subsidiary of PKG on the same date.

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:

	RM'000
Property, plant and equipment	
- Approved and contracted for	9,663
- Approved but not contracted for	131
	<u>9,794</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 31 August 2018

For the financial quarter ended 31 August 2018, the Group recorded higher revenue of RM527.6 million as compared with RM419.5 million in the corresponding last year. Consequently, profit before taxation ("PBT") increased to RM12.4 million compared with RM7.0 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 31 August 2018

Investment Holding and others

The result in this segment includes investment holding, education, information technology ("IT") and electrical businesses. During the current financial quarter, the division posted higher revenue of RM9.2 million compared with RM3.9 million in the corresponding quarter last year due to higher revenue generated from IT business. Consequently, the segment reported a lower segmental loss of RM3.0 million for the current financial quarter compared with RM8.8 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 Chemicals

The Agricultural Chemicals division reported lower revenue of RM63.5 million for the current financial quarter compared with RM67.2 million in the corresponding quarter last year. Nevertheless, the segmental profit increased slightly to RM10.8 million in the current financial quarter compared with RM9.9 million in the corresponding quarter last year.

Industrial Chemicals

The Industrial Chemicals Division posted higher revenue of RM385.3 million compared to RM275.6 million recorded in the corresponding quarter last year, contributed by higher volume sold and generally higher selling prices for certain products. Consequently, the Division posted higher segmental profit of RM6.9 million as compared to RM2.4 million achieved in the corresponding quarter last year.

Logistics

The Logistics Division recorded lower revenue of RM10.8 million compared to RM12.1 million in the corresponding quarter last year, following the disposal of one of the 60% owned subsidiary of Nylex in June 2018. The division reported lower segmental profit of RM0.4 million compared with RM2.1 million in the corresponding quarter last year mainly due to recognition of foreign exchange loss of RM1.5 million during the current financial quarter. The Division registered gain on foreign exchange of RM0.1 million in same period last year.

Media

The Media division posted slightly higher revenue of RM30.2 million compared with RM29.1 million in the corresponding financial quarter last year. Nevertheless, the division reported segmental loss of RM1.0 million in the current financial quarter as compared to segmental profit of RM0.1 million in the corresponding quarter last year due to higher operating costs.

Polymer

The Polymer Division posted lower revenue of RM28.7 million for the current financial quarter compared with RM31.5 million in the corresponding quarter last year mainly due to lower contribution by its manufacturing plant in Shah Alam. As a result of lower revenue, lower product margins and weakening Indonesia Rupiah, the Division posted lower segmental loss of RM2.5 million compared with RM4.7 million in the same corresponding quarter last year.

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

For the current financial quarter ended 31 August 2018, the Group posted lower revenue of RM527.6 million compared with RM580.1 million in the immediate preceding quarter. Consequently, the Group posted lower PBT of RM12.4 million in the current financial quarter compared with RM12.9 million in the immediate preceding quarter.

B3. Current year prospects

The performance of the key business segments, namely Agricultural and Industrial Chemical Division and Polymer Division is satisfactory in the current financial year and barring any unforeseen circumstances, the business of these key business segments should remain positive. However, for the Media Division, the immediate outlook is expected to be challenging due to the weak domestic market sentiments.

The Board will continue to exercise caution in managing the Group's businesses for the remaining of the financial year. The Board will explore ways to improve revenue growth while strengthening its operational and productivity efficiencies.

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

	Individual quarter ended 31.08.2018 RM'000	Year-to-date ended 31.08.2018 RM'000
The profit before taxation is stated after charging/(crediting):		
Finance costs	4,898	4,898
Depreciation and amortisation	6,417	6,417
Foreign exchange loss	1,018	1,018
Fair value gain on investment	(79)	(79)
Fair value gain on derivatives	(15)	(15)
Gain on disposal of Property, plant and equipment	(2)	(2)
Gain on disposal of a subsidiary	(1,423)	(1,423)
Reversal of impairment loss on receivables	(16)	(16)
Interest income	(395)	(395)

B6. Tax expense

	Individual quarter ended		Year-to-date ended	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
	RM'000	RM'000	RM'000	RM'000
Current tax expense based on profit for the financial period:				
Malaysian income tax	5,622	3,977	5,622	3,977
Foreign income tax	492	559	492	559
	6,114	4,536	6,114	4,536
Over provision in prior years:				
Malaysian income tax	-	-	-	-
Foreign income tax	-	-	-	-
	6,114	4,536	6,114	4,536
Deferred taxation:				
Relating to original or reversal of temporary differences	(2,148)	(74)	(2,148)	(74)
Under provision in prior years	-	-	-	-
	3,966	4,462	3,966	4,462

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

On 26 July 2018, the Company announced that it is proposing to undertake the following corporate proposals:

- (i) Propose bonus issue of up to 21,895,634 new ordinary shares in the Company ("Ancom Shares") ("Bonus Shares") to be credited as fully paid-up on the basis of 1 Bonus Share for every 10 existing Ancom Shares held on an entitlement date to be determined later ("**Proposed Bonus Issue**"); and
- (ii) proposed establishment of an employees' share option scheme ("**ESOS**") of up to 10% of the total number of issued shares of the Company at any point in time ("**Proposed ESOS**").

Other than the above, there were no other corporate proposals announced but not completed at the date of issuance of this Interim Financial Report.

B9. Borrowings

	31.08.2018	31.05.2018
	RM'000	RM'000
SHORT TERM BORROWINGS		
Secured:		
Ringgit Malaysia	68,011	92,774
United States Dollar	41,907	44,472
Vietnamese Dong	-	-
	109,918	137,246
Unsecured:		
Ringgit Malaysia	188,800	198,377
United States Dollar	2,754	904
	191,554	199,281
Total short term borrowings	301,472	336,527
LONG TERM BORROWINGS		
Secured:		
Ringgit Malaysia	13,196	12,767
United States Dollar	41,513	41,368
Total long term borrowings	54,709	54,135
TOTAL BORROWINGS	356,181	390,662

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

B10. Material litigation

There was no change in material litigation since the date of the last financial quarter except as announced on 6 September 2018.

B11. Dividend

There was no dividend declared and/or paid during the financial quarter ended 31 August 2018.

B12. Earnings per shareBasic 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	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
Number of ordinary shares ('000)	218,956	218,956	218,956	218,956
Less: Treasury shares ('000)	(3,779)	(3,779)	(3,779)	(3,779)
	215,177	215,177	215,177	215,177
Net profit attributable to ordinary equity holders of the Company (RM'000)	7,018	1,109	7,018	1,109
Weighted average number of ordinary shares in issue ('000)	215,177	215,177	215,177	215,177
Basic earnings per ordinary share (sen)	3.26	0.52	3.26	0.52

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.