EXPLANATORY NOTES AND ADDITIONAL INFORMATION

1. Basis of Preparation

This interim financial report is unaudited and has been prepared in compliance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and Malaysian Financial Reporting Standards ("MFRS") 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB").

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Company and its subsidiaries ("the Group") subsequent to 31 December 2016.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2016 except for the following:

(a) Mandatory adoption of the following new and revised Malaysian Financial Reporting Standards ("MFRS") and Issues Committee Interpretations ("IC Int.") effective for annual periods beginning on or after 1 January 2017:

Amendments to MFRS 12, Disclosure of Interests in Other Entities (Annual Improvements to MFRS Standards 2014-2016 Cycle)

Amendments to MFRS 107, Statement of Cash Flows – Disclosure Initiative

Amendments to MFRS 112, Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses

(b) Classification of interest income as Revenue

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

2. Seasonality or Cyclicality of Interim Operations

Generally, the Group's operations are not affected by seasonal or cyclical factors. However, the Group's share of profit from an associate company which is involved in the job portal business may be negatively impacted in the last quarter of the year as recruitment activities tend to slow down towards year-end and during major holidays.

3. Unusual Items

There were no items or events that arose during the quarter under review, which affected assets, liabilities, equity, net income or cash flows that are unusual by reason of their nature, size or incidence.

4. Changes in Estimates

There were no changes in the nature and amount of estimates reported that have a material effect during the quarter under review.

5. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

6. Dividends Paid

No dividend has been declared or paid during the quarter under review.

7. Operating Segments

The information reported to the Group's chief operating decision maker, who is also the Group's Chief Executive Officer, for the purposes of resource allocation and assessment of performance is segregated according to the following segments:

Investment holding	Includes equity investments, property investments, treasury investments, investment in associates, and property leasing
Others	Includes online advertising and contract staffing

Cumulative Quarter Ended 31/3/2017
(The figures have not been audited)

	Investment holding RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Segment revenue				
Revenue from external customers	458	237	-	695
Inter-segment revenue	3	-	(3)	-
Interest income	149	-	(62)	87
Investment distribution income	774	-	-	774
Revenue for the year	1,384	237	(65)	1,556
Segment profit/(loss)				
Operating loss for reportable segments	(635)	(36)	-	(671)
Loss on financial assets classified as fair value through profit or loss	(149)	-	-	(149)
Gain on accretion in associate	26	-	-	26
Share of profit of equity-accounted associates	1,612	-	-	1,612
Profit before tax	854	(36)	-	818
Income tax expense	(36)	(2)	-	(38)
Profit for the year	818	(38)	-	780
Segment assets	344,644	700	(1,483)	343,861
Included in the measure of segment assets are:				
Investment in associates	132,050	-	-	132,050
Non-current assets other than financial instruments and deferred tax assets	20,547	2	-	20,549
Additions to non-current assets other than financial instruments and deferred tax assets	13	-	-	13
Other segment information				
Depreciation of property and equipment	27	1	-	28

Cumulative Quarter Ended 31/3/2016

	Investment holding RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Segment revenue				
Revenue from external customers	633	491	-	1,124
Inter-segment revenue	5	-	(5)	-
Investment distribution income	209	-	-	209
Revenue for the year	847	491	(5)	1,333
Segment profit/(loss)				
Operating loss for reportable segments	(1,408)	(82)	-	(1,490)
Interest income	672	1	-	673
Loss on financial assets classified as fair value through profit or loss	(361)	-	-	(361)
Share of profit of equity-accounted associates	4,537	-	-	4,537
Profit before tax	3,440	(81)	-	3,359
Income tax expense	(118)	(2)	-	(120)
Profit for the year	3,322	(83)	-	3,239
Segment assets	301,807	1,116	(586)	302,337
Included in the measure of segment assets are:				
Investment in associates	111,396	-	-	111,396
Non-current assets other than financial instruments and deferred tax assets	20,578	6	-	20,584
Additions to non-current assets other than financial instruments and deferred tax assets	4	-	-	4
Other segment information				
Depreciation of property and equipment	40	1	-	41

8. Subsequent Events

There were no material events subsequent to the end of the current quarter under review that have not been reflected in the financial statements for the current quarter.

9. Changes in the Composition of the Group

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

10. Changes in contingent assets and contingent liabilities

There were no material contingent liabilities or contingent assets as at 22 May 2017 (being the latest practicable date not earlier than 7 days from the date of issue of this interim financial report).

11. Capital Commitments

	As at 31.3.2017 RM'000
Investment in unquoted shares	
Contracted but not provided for:	1,824
	===========

12. Review of Performance for the Quarter

For the quarter ended 31 March 2017, consolidated revenue amounted to RM1.56 million, which is 16.7% higher than the revenue in the corresponding quarter in the preceding year of RM1.33 million. The increase was mainly due to higher investment distribution income following additional placements of funds into short term money market funds amounting to RM59.90 million in Q2 2016 and RM12.00 million in Q3 2016.

Other operating expenses of RM0.39 million during the current quarter included unrealised foreign exchange losses amounting to RM0.45 million which was mainly in respect of the Group's cash held in foreign currencies as the Ringgit strengthened from USD1:RM4.486 at the end of 2016 to USD1:RM4.424 at the end of March 2017.

The decrease in operating expenses by 22.9% to RM1.84 million in the current quarter from RM2.38 million in the corresponding quarter in the previous year was mainly due to lower cost of services provided by the Group's subsidiary in Japan as well as lower costs associated with transition services provided by SEEK Asia.

On a pre-tax basis, the Group's profit before tax ("PBT") decreased by 75.7% to RM0.82 million compared with RM3.36 million in the corresponding quarter in the previous year mainly due to lower share of profits from equity accounted associates which have decreased by 64.5% year-on-year. 104 Corporation reported a 56.3% decrease in net profit attributable to shareholders for the current quarter under review to NT$71.47 million compared with NT163.43 million reported in Q1 2016. The decrease was mainly due to higher selling, administrative and R&D expenses. In addition, 104 Corporation's net profit in Q1 2016 was positively impacted by a tax credit of NT$43 million arising from the liquidation of a subsidiary of 104 Corporation as well as a gain on the disposal of its temporary staffing business amounting to NT$39 million. The financial results of the other associate, Innity Corporation Berhad ("Innity"), was negatively impacted in the current quarter under review by the impairment of trade receivables amounting to HK$3.85 million. Innity has commenced legal action to recover this sum.

13. Comparison with previous quarter's results

	Q1 2017 Current Quarter RM'000	Q4 2016 Preceding Quarter RM'000
Revenue	1,556	1,727
Profit before tax	818	2,767

For the current quarter under review, the Group recorded a lower revenue of RM1.56 million compared with RM1.73 million recorded in the preceding quarter mainly due to lower investment distribution income received from the Group's investment in money market unit trust funds.

The Group recorded a lower PBT of RM0.82 million during the current quarter under review compared with RM2.77 million recorded in the preceding quarter. PBT in the preceding quarter was positively impacted by the recognition of unrealised foreign exchange gains amounting to RM3.27 million. During the current quarter under review, the Group recorded unrealised foreign exchange losses amounting to RM0.45 million which was mainly in respect of the Group's cash held in foreign currencies as the Ringgit strengthened from USD1:RM4.486 at the end of 2016 to USD1:RM4.424 at the end of March 2017.

14. Prospects for the Year 2017

Pending the acquisition of new businesses and/or investments, the Group's future prospects will depend on the performance of its associated companies in Taiwan and Malaysia, quoted investment in Hong Kong, and operating activities in Malaysia and Japan. The Group will derive income primarily from the provision of consultancy services, dividend income from its quoted investments and rental of office space. The Board and management will endeavour to identify and evaluate new businesses and/or assets to be acquired by the Company which can contribute to the financial performance of the Group. Subsequent to the disposal of the online job portal business, the Group has a healthy cash position and does not have any material debt.

Uncertain economic conditions may however affect the performance of the Group's existing businesses, associated companies and investments. Additionally, the acquisition of suitable new businesses and/or assets will take time. After taking the abovementioned factors into consideration, the performance of the Group for the next 3 quarters is expected to remain satisfactory.

15. Profit Forecast

No profit forecast was announced hence there is no comparison between actual results and forecast.

16. Taxation

The taxation charge for the current quarter includes the following:

	Individual and Cumulative Quarter Ended	
	31.3.2017	**31.3.2016**
	RM'000	**RM'000**
Estimated current tax payable	33	50
Deferred taxation	5	71
	38	121

17. Quoted Investments

The Group's dealings in quoted securities during the current quarter and financial year-to-date are as follows:-

	Individual and Cumulative Quarter Ended 31.3.2017 RM'000
Quoted securities of associate companies	
Share of results and changes in equity in associates and exchange differences	6,885
Long term:	
Purchase consideration	400
Sale proceeds	(31)
Gain on disposal of quoted securities	-
Changes in fair value	4,331
Exchange differences	(3)
Short term:	
Purchase consideration	774
Sale proceeds	(1,700)
Changes in fair value	66

The Group's available-for-sale investments in quoted securities, investments in the quoted securities of associate companies and other short term investments in quoted securities as at 31 March 2017 are summarized below:

	RM'000
At cost	206,175
At carrying value/book value	285,455^
At market value	340,633

Other than the above, there was no purchase or disposal of quoted securities during the financial period under review.

^ Carrying value of investments in associate companies represents the Group's proportionate share of net assets in the associate companies.

18. Status of Corporate Proposals

Proposed disposal of ordinary shares in JS E-Recruitment Ltd

The Company had on 24 June 2009 entered into a Share Sale Agreement (the "SSA") with Daffodil Computers Limited, a company incorporated in Bangladesh with its registered office at 64/3 Lake Circus, Kelabagan, Dhaka 1205, Bangladesh ("Daffodil") for the disposal of 60,000 ordinary shares of BDT 10 each in the share capital of JS E-Recruitment Ltd. ("JSE") to Daffodil, representing 60% equity interest in the issued and paid-up share capital of JSE for a total cash consideration of USD1.00 (equivalent to RM3.549 based on the exchange rate as at 23 June 2009 of USD1:RM3.549).

19. Group Borrowings and Debt Securities

The Group's borrowings are unsecured, denominated in Japanese Yen and classified as follows:-

	As at 31.3.2017 RM'000
Current	145*
Non-current	-
Total	145

* A director of a subsidiary advanced JPY3.1 million to the subsidiary for the settlement of a legal suit.

20. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

21. Dividend

No dividend has been declared during the quarter under review in line with the discontinuation of the previous dividend policy with effect from 22 February 2016.

22. Earnings Per Share

Basic earnings per share

The basic earnings per share is calculated by dividing the Group's net profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual and Cumulative Quarter Ended	
	31.3.2017	**31.3.2016**
Net profit attributable to owners of the Company (RM'000)	767	3,225
Weighted average number of shares in issue ('000)	139,857	139,860
Basic earnings per share (sen)	0.55	2.31

Fully diluted earnings per share

No diluted earnings per share is disclosed in the financial statements as there are no dilutive potential ordinary shares.

23. Realised and Unrealised Profits/losses

	Group As at 31.3.2017	**Group As at 31.12.2016**
Total retained earnings of the Company and its subsidiaries:		
- Realised	31,967,333	32,272,376
- Unrealised	2,076,451	2,606,240
Total share of retained earnings of associated companies:		
- Realised	15,827,351	14,319,364
- Unrealised	82,857	(47,550)
Total share of accumulated losses of joint venture:		
- Realised	(3,155,674)	(3,155,674)
	46,798,318	45,994,756
Add: Consolidation adjustments	28,638,692	28,675,008
Total retained profits	75,437,010	74,669,764

24. Profit for the Period

	Individual and Cumulative Quarter Ended	
	31.3.2017	**31.3.2016**
	RM'000	**RM'000**
Profit for the period is arrived at after (charging)/ crediting:-		
Interest income	87*	673
Depreciation	(28)	(41)
Foreign exchange gain/(loss)	(393)	(443)
Reversal/ impairment (loss) on trade receivables	4	(22)

* Interest income has been classified as Revenue with effect from 1 January 2017.

Save as disclosed above and in the Condensed Consolidated Income Statement, the other items as required under Appendix 9B, Part A(16) of the Main Market Listing Requirements are not applicable.

25. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors on 29 May 2017.