



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DEC 2017

	Individual 3 months ended		Cumulative 12 months ended	
	31 Dec 2017 RM'000 (Unaudited)	31 Dec 2016 RM'000 (Audited)	31 Dec 2017 RM'000 (Unaudited)	31 Dec 2016 RM'000 (Audited)
Revenue	13,865	13,162	76,162	122,902
Cost of sales	<u>(19,742)</u>	<u>(10,400)</u>	<u>(93,887)</u>	<u>(127,307)</u>
Gross loss	(5,877)	2,762	(17,725)	(4,405)
Other operating income	816	6,132	4,511	9,775
Other operating expenses	(342)	(31,381)	(15,210)	(31,518)
Administrative expenses	<u>(3,130)</u>	<u>(13,149)</u>	<u>(13,547)</u>	<u>(26,115)</u>
Operating loss	(8,533)	(35,636)	(41,971)	(52,263)
Finance income	813	770	3,032	2,696
Finance expenses	(1,727)	(2,888)	(9,556)	(12,529)
Share of result of an associate	(150)	(199)	(1,015)	(1,370)
Share of result of jointly controlled entities	<u>(273)</u>	<u>391</u>	<u>(1,063)</u>	<u>391</u>
Loss before tax	(9,870)	(37,562)	(50,573)	(63,075)
Income tax expense	(1,694)	3,289	(1,116)	6,420
Loss for the period, net of tax	<u>(11,564)</u>	<u>(34,273)</u>	<u>(51,689)</u>	<u>(56,655)</u>
Loss attributable to:				
Owners of the Parent	<u>(11,564)</u>	<u>(34,273)</u>	<u>(51,689)</u>	<u>(56,655)</u>
	<u>(11,564)</u>	<u>(34,273)</u>	<u>(51,689)</u>	<u>(56,655)</u>
Earnings per share (sen)				
- Basic EPS	(2.31)	(6.85)	(10.34)	(11.33)
- Diluted EPS	(2.31)	(6.85)	(10.34)	(11.33)

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DEC 2017****(CONTINUED)**

	Individual 3 months ended		Cumulative 12 months ended	
	31 Dec 2017 RM'000 (Unaudited)	31 Dec 2016 RM'000 (Audited)	31 Dec 2017 RM'000 (Unaudited)	31 Dec 2016 RM'000 (Audited)
Loss for the period, net of tax	(11,564)	(34,273)	(51,689)	(56,655)
Other Comprehensive Income :				
Exchange differences on translation of foreign operations	(9,077)	20,297	(19,552)	11,487
Total Comprehensive Income for the period, net of tax	(20,641)	(13,976)	(71,241)	(45,168)
Total comprehensive income attributable to:				
Owners of the Company	(20,641)	(13,976)	(71,241)	(45,168)
	(20,641)	(13,976)	(71,241)	(45,168)

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITIONFOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DEC 2017

	As at 31 Dec 2017	As at 31 Dec 2016
	RM'000	RM'000
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	505,318	609,228
Land use rights	10,657	11,235
Investment in an associate	3,802	4,725
Investment in a joint venture	6,292	7,540
Other receivables	394	4,992
	526,463	637,720
Current Assets		
Inventories	35,590	49,865
Trade and other receivables	55,264	32,939
Investment securities	65	63
Tax recoverable	928	1,310
Cash and cash equivalents	30,055	42,336
	121,902	126,513
Total Assets	648,365	764,233
EQUITY AND LIABILITIES		
Current Liabilities		
Loans and borrowings	99,579	131,317
Trade and other payables	48,267	29,739
Provision for taxation	286	81
	148,132	161,137
Net current liabilities	(26,230)	(34,624)
Non-Current Liabilities		
Loans and borrowings	88,060	120,269
Deferred tax liabilities	28,961	28,374
	117,021	148,643
Total Liabilities	265,153	309,780
Net assets	383,212	454,453
Equity attributable to owners of the Company		
Share Capital	329,087	250,000
Share Premium	-	79,087
Retained earnings	1,642	53,330
Other components of equity	52,484	72,036
Total Equity	383,212	454,453
Total Equity and Liabilities	648,365	764,233
Net asset per share (sen)	76.64	90.89

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITYFOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DEC 2017

	<----- Attributable to Owners of the Parent ----->				
	Non- distributable	Distributable	Non-distributable Foreign currency		Total Equity
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	translation reserve RM'000	(Unaudited) RM'000
Opening balance at 1 January 2017	250,000	79,087	53,330	72,036	454,453
Adjustments for effect of Companies Act 2016 (Note A)	79,087	(79,087)	-	-	-
Total comprehensive income for the period	-	-	(51,689)	(19,552)	(71,241)
Closing balance at 31 Dec 2017	329,087	-	1,642	52,484	383,212
Opening balance at 1 January 2016	250,000	79,087	109,985	60,549	499,621
Total comprehensive income for the period	-	-	(56,655)	11,487	(45,168)
Closing balance at 31 Dec 2016	250,000	79,087	53,330	72,036	454,453

Note A

With the Companies Act 2016 ("New Act") came into effect on 31 January 2017, the credit amount of RM79,087,000 standing in the share premium account has been transferred to the share capital account. The Group may exercise its right to use the credit amount being transferred from share premium account within 24 months after the commencement of the New Act pursuant to subsection 618(3) and 618(4) of the New Act. The Board of Directors will make a decision thereon before 31 January 2019.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWSFOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DEC 2017

	Year-to-date Ended	
	31 Dec 2017	31 Dec 2016
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash Flows From Operating Activities		
Loss before tax	(50,573)	(63,075)
Adjustments for:		
Interest income	(2,460)	(2,696)
Interest expenses	9,110	12,444
Amortisation of land use rights	579	579
Bad debts written off	318	-
Bad debts recovered	(81)	-
Depreciation of property, plant and equipment	44,851	46,500
Loss / (Gain) on disposal of property, plant and equipment	14,126	(45)
Impairment loss on trade receivables	246	90
Impairment loss on property, plant and equipment	3,671	30,487
Inventories written off	107	544
Property, plant and equipment written off	4	564
Reversal of inventories written down	-	(1,270)
Reversal of impairment loss on trade and other receivables	(44)	(296)
Reversal of deposit written off	(186)	-
Share of result of an associate	1,014	1,370
Share of result of joint controlled entities	1,064	(391)
Unrealised loss/(gain) on foreign exchange	(3,099)	1,050
Reversal of impairment loss on property, plant and equipment	-	(6,155)
Reserve on consolidation	-	(1,012)
Total adjustments	<u>69,220</u>	<u>81,763</u>
Operating profit before working capital changes	18,647	18,688
Changes in working capital		
(Increase)/Decrease in inventories	14,163	36,987
(Increase)/Decrease in trade and other receivables	(17,727)	18,782
(Increase)/Decrease in other current assets	-	368
Increase/(Decrease) in trade and other payables	17,509	(16,520)
Total changes in working capital	<u>13,945</u>	<u>39,617</u>
Cash flows from operations	32,592	58,305
Interest paid	(8,737)	(14,224)
Interest received	2,430	2,696
Income tax refund	409	464
Income tax paid	(407)	(958)
Net Cash Flows From Operating Activities	<u>26,287</u>	<u>46,283</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DEC 2017

	Year-to-date Ended	
	31 Dec 2017	31 Dec 2016
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash Flows From Investing Activities		
Net cash inflow on acquisition of a subsidiary	-	712
Purchase of property, plant and equipment	(640)	(771)
Dividend received from a joint venture	-	578
Proceeds from disposal of property, plant and equipment	14,685	45
Proceeds from disposal of investment	660	1,200
Net Cash Flows (Used in)/From Investing Activities	14,705	1,764
Cash Flows From Financing Activities		
Net movement in fixed deposits pledged	9,807	(357)
Net movement in cash at bank restricted in use	1,156	(851)
Net movements in trade financing	(8,200)	(2,100)
Proceeds from term loans	15,312	-
Repayments of obligations under finance leases	(58)	(52)
Repayment of term loans	(65,917)	(79,251)
Sales of investment securities	-	268
Net Cash Flows Used In Financing Activities	(47,900)	(82,343)
Net (Decrease)/Increase in Cash and Cash Equivalents	(6,908)	(34,296)
Effect of changes in foreign exchange rates	(434)	(212)
Cash and Cash Equivalents at the beginning of financial year	(3,929)	30,610
Cash and Cash Equivalents at the end of financial period	(11,271)	(3,898)

Cash and cash equivalents at the end of the period comprised the following:

Cash and bank balances	30,055	42,336
Bank overdraft	(28,676)	(26,342)
	1,379	15,994
Less: Fixed deposits pledged and cash at bank restricted in use	(12,650)	(19,892)
	(11,271)	(3,898)

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A1. Basis of Preparation

The interim financial statements have been prepared on the historical cost basis, unless otherwise stated.

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by Malaysian Accounting Standards Boards ("MFRS") and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

On 1 January 2017, the Group adopted the following new and amended MFRS and IC interpretations mandatory for annual financial period beginning on or after 1 January 2017.

- Amendments to MFRS 12: Disclosure of Interests in Other Entities
- Amendments to MFRS 107: Disclosures Initiatives
- Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

MFRS effective for annual period beginning on or after 1 January 2018

- Amendments to MFRS 1: First-time Adoption of Financial Reporting Standards
- Amendments to MFRS 128: Investments in Associates and Joint Ventures
- Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions
- Amendments to MFRS 140: Transfers of Investment Property
- MFRS 9: Financial Instruments
- MFRS 15: Revenue from Contract with Customers
- IC Interpretation 22: Foreign Currency Transactions and Advance Consideration
- Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
- MFRS 16: Leases

The adoption of above standards and amendments are expected to have no significant impact on the financial statements of the Group upon their initial application.

A2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company ("Sealink International Berhad") and its subsidiaries for the year ended 31 December 2016 were not qualified.

A3. Seasonal or cyclical factors

The Group's performance is affected by the oil and gas industry. The demand for our vessels are closely associated with the cyclical fluctuations of the oil and gas industry.

A4. Items of unusual nature and amount

There was no item that affect assets, liabilities, equity, net income, or cash flows that are unusual in nature, size, or incidence during the current financial quarter under review.

A5. Material changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter under review.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A7. Dividends Paid

No dividend was paid in the current quarter under review.

A8. Segmental information

The results and other information of the Group as at 31 December 2017 are as follows:

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue					
External sales	21,936	54,226	-	-	76,162
Inter-segment sales	3,457	13,435	-	(16,892)	-
Total revenue	<u>25,393</u>	<u>67,661</u>	<u>-</u>	<u>(16,892)</u>	<u>76,162</u>
Segment loss (Note A)	<u>(548)</u>	<u>(49,354)</u>	<u>(2,143)</u>	<u>1,472</u>	<u>(50,573)</u>

Note A

The following items are added to/(deducted from) segment loss to arrive at "Loss before tax from continuing operations" presented in the condensed consolidated income statements:

Segment Loss	(52,045)
Loss from inter-segment sales	3,550
Share of result of an associate	(1,014)
Share of results of jointly controlled entities	(1,064)
Finance costs	10,897
Unallocated corporate expenses	(10,897)
Loss before tax	<u>(50,573)</u>

A8. Segmental information (continued)

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Assets and liabilities					
Segment assets	181,943	730,339	184,338	(448,255)	648,365
Segment liabilities	116,125	402,969	152,452	(406,393)	265,153
Net assets	<u>65,818</u>	<u>327,370</u>	<u>31,886</u>	<u>(41,862)</u>	<u>383,212</u>
Other segmental information					
Depreciation	4,140	28,274	14,154	(1,717)	44,851
Amortisation of land use	104	424	51	-	579

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A9. Capital commitments

Capital commitments are as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Property, plant and equipment	-	126,969

A10. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period reported which have not been reflected under the current quarter.

A11. Changes in composition of the Group

There were no changes in composition of the Group for the current quarter ended 31 December 2017

A12. Contingent liabilities

The following is the contingent liability since the last annual balance sheet date:

	As at 31 Dec 2017 RM'000	As at 31 Dec 2016 RM'000
Corporate guarantees given to financial institutions in consideration of credit facilities granted to a jointly controlled entity	-	7,153

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A13. Related party transactions

Transactions between the Group and related parties are as follows:

	Transaction value for 3 months ended 31 Dec 2017 RM	Current Year-to-date 31 Dec 2017 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Ming Kiong Agencies (Singapore) Pte Ltd - Rental of office at Far East shopping centre, Singapore	20,541	82,644
Manmohan's (Labuan) Sdn Bhd - Rental of office at Lot 20, Labuan	3,000	12,000
Syarikat Guan Teck Enterprise (Sarawak) Sdn Bhd - Lease of office at Lot 1035, Piasau	30,000	120,000
Syarikat Lambir Timber Sdn Bhd - Chartering of vessels	52,500	210,000
Khoo & Co, Advocates and Solicitors - Provision of legal services	-	63,122
(ii) Transactions with Director :		
Yong Foh Choi - Rental of staff quarter at Lot 334, Jalan Lutong-Pujut	1,200	4,800
	<u>107,241</u>	<u>492,566</u>

In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B1. Review of performance of the Company and its principal subsidiaries

(a) Financial review for current quarter and financial year to date

	Individual Period		Changes (%)	Cumulative Period		Changes (%)
	31/12/2017 RM'000	31/12/2016 RM'000		31/12/2017 RM'000	31/12/2016 RM'000	
Revenue	13,865	13,162	5%	76,162	122,902	-38%
Operating loss	(8,533)	(35,636)	-76%	(41,971)	(52,263)	-20%
Loss before tax	(9,870)	(37,562)	-74%	(50,573)	(63,075)	-20%
Loss after tax	(11,564)	(34,273)	-66%	(51,689)	(56,655)	-9%
Revenue						
- Shipbuilding Division	756	337	124%	21,936	60,784	-64%
- Ship Charter Division	13,109	12,825	2%	54,226	62,118	-13%
	<u>13,865</u>	<u>13,162</u>	5%	<u>76,162</u>	<u>122,902</u>	-38%

OPERATING SEGMENTS REVIEW

4Q 2017 vs 4Q 2016

(I) Operating Revenue

- The revenue has increased 6% in 4Q 2017 compared to 4Q 2016. The revenue for both periods derived mainly from ship charter division.
- Despite the main revenue was derived from ship charter division, the revenue from ship repair division has a significant increase in 4Q 2017 compared to 4Q 2016 as the Group has entered into few ship repairing contracts.
- The utilization rate for ship charter division in 4Q 2017 was similar to 3Q 2017 as a result of the extension on the existing charter.

(II) Operating expenses

- The operating expenses have significantly decreased by 75% mainly due to the fair value adjustment of RM30.5 million for few vessels in 4Q 2016.

FY 2017 vs FY 2016

(a) Shipbuilding Division

- The operating revenue of shipbuilding division has decreased 64% in FY2017 compared to FY2016 mainly due to sale of one (1) harbour tug during the year. There are two (2) offshore support vessels sold in FY2016 amounted to RM36.0 million. The Group intends to sell another harbour tug and enter into more ship repair contracts in FY2018.
- The operating expenses decreased by 15% mainly due to the fair value adjustment for few vessels in FY2016. The operating expenses in 2017 consist of mainly forex loss on the disposal of a vessel and high fixed overhead expenses (depreciation and amortization on non-current assets).

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B2. Material changes in the quarterly results compared to the results of the preceding quarter

	4Q 2017	3Q 2017	Variance	%
	RM'000	RM'000	RM'000	
Revenue	13,865	15,816	(1,951)	-12%
Loss before tax	<u>(9,870)</u>	<u>(22,512)</u>	12,642	-56%

Group consolidated revenue has decreased by 12% to RM13.8 million compared to the preceding quarter of RM15.8 million due to offhire of a few short term charters.

Loss before tax for the current quarter decreased by 56% compared to preceding quarter mainly attributed to the loss on sale of a used offshore support vessel in the preceding quarter.

B3. Commentary on prospects

Based on industry analyst reports, oil prices will hover around USD50s to USD60s per barrel in 2018 as crude prices have rallied on the extension of OPEC and non-OPEC members' production cuts, and the market could refocus on the revival of US shale gas production.

According to Kenanga research, tendering activities have been on the rise and oil majors are reviewing projects suggesting that they are relatively more upbeat on the upstream sector following the stabilisation of oil prices.

Petronas' Activity Outlook Report 2018-2020 also showed most upstream sub-segments' activities in 2018 were revised higher compared to the previous report. Research indicates that the upward revision could be due to the delayed work orders last year being pushed to 2018 which may potentially lead to better contract flows and further provide order-book replenishment opportunities for the supporting sectors.

The Group will continue its emphasis on its core activities of ship building, ship charter and ship repair. The Group's shipbuilding division will be looking towards building vessels which have a niche market as well as enhancing its docking (ship repair) facilities, whilst continuous efforts will be taken towards optimising capacity utilisation of the Group's vessels. With the ongoing initiatives in sustainable cost rationalisation and exposures, we believe the Group will be well positioned to tide over the current business challenges.

Barring any unforeseen circumstances or events, The Board is optimistic that demand for offshore marine support vessels will improve with further increase expenditure in offshore oil field development and maintenance work by the oil majors. The outlook seems to be improving in anticipation of a shipping recovery.

B4. Variance between actual profit from forecast profit

Not applicable as no profit forecast was published.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B5. Loss before tax

Included in the loss before tax are the following items:

	12 months ended	
	31 Dec 2017 RM'000	31 Dec 2016 RM'000
Interest income	(2,460)	(2,696)
Interest expenses	9,110	12,443
Dividend income from investment securities	-	(2)
Amortisation of land use rights	579	579
Bad debts written off	318	-
Bad debts recovered	(81)	-
Loss / (Gain) on disposal of property, plant and equipment	14,126	(45)
Impairment loss on trade receivables	246	90
Impairment loss on property, plant and equipment	3,671	30,487
Inventories written off	107	544
Property, plant and equipment written off	4	564
Reversal of inventories written down	-	(1,270)
Reversal of impairment loss on trade and other receivables	(44)	(296)
Reversal of deposit written off	(186)	-
Share of result of an associate	1,014	1,370
Share of result of joint controlled entities	1,064	(391)
Unrealised loss/(gain) on foreign exchange	(3,099)	1,050
Reversal of impairment loss on property, plant and equipment	-	(6,154)
Reserve on consolidation	-	(1,012)

B6. Taxation

	Current Quarter 31 Dec 2017 RM'000	Year-to-date 31 Dec 2017 RM'000
	Malaysian income tax	72
Deferred tax liability	1,622	725
Total tax	1,694	1,116

Deferred tax liability provided in 4Q2017 by profitable subsidiaries that has fully offset all capital allowances.

B7. Profit from sale of unquoted investments and/or properties

There were no disposal of unquoted investment and properties for the current quarter and financial year to date.

B8. Quoted securities

There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B9. Status of corporate proposal

There is no corporate proposal announced but not completed as at end of the financial period under review.

B10. Group borrowings and debt securities

Total Group's borrowings as at 31 Dec 2017 were as follows:

As at 31 Dec 2017						
	Short term		Long term		Total borrowings	
	Foreign currency	RM'000	Foreign currency	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	28,676	-	-	-	28,676
- Revolving credits	-	46,000	-	-	-	46,000
- Loans (USD)	2,012	7,798	12,331	50,264	14,343	58,062
- Loans (SGD)	487	1,634	4,278	12,802	4,765	14,436
- Loans (RM)	-	15,426	-	24,952	-	40,378
- Obligations under finance leases	-	45	-	42	-	87
		99,579		88,060		187,639

As at 31 Dec 2016						
	Short term		Long term		Total borrowings	
	Foreign	RM'000	Foreign	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	26,342	-	-	-	26,342
- Revolving credits	-	54,200	-	-	-	54,200
- Loans (USD)	9,500	19,265	18,268	75,405	27,768	94,670
- Loans (SGD)	-	5,789	-	12,542	-	18,331
- Loans (RM)	-	19,844	-	38,070	98,249	57,914
- Obligations under finance leases	-	55	-	74	-	129
		125,495		126,091		251,586

* All the borrowings interest rate are based on floating rate.

B11. Derivative Financial Instruments

There are no outstanding derivatives at the reporting period.

B12. Material litigation

There was no material litigation for the current quarter and financial year to date.

B13. Dividend payable

No interim dividend has been declared for the current quarter ended 31 December 2017.

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DEC 2017

(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B14. Earnings per Share

	3 months ended		12 months ended	
	31 Dec 2017 RM'000	31 Dec 2016 RM'000	31 Dec 2017 RM'000	31 Dec 2016 RM'000
(Loss)/Profit attributable to Owners of the Parent (RM'000)	<u>(11,564)</u>	<u>(34,273)</u>	<u>(51,689)</u>	<u>(56,655)</u>
Weighted average number of shares in issue ('000)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Basic earnings per share (sen)	<u>(2.31)</u>	<u>(6.85)</u>	<u>(10.34)</u>	<u>(11.33)</u>
Diluted earnings per share (sen)	<u>(2.31)</u>	<u>(6.85)</u>	<u>(10.34)</u>	<u>(11.33)</u>

Basic earnings per share of the Company is calculated by dividing net (loss)/profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

The computation of diluted earnings per share is the same as basic earnings per share as there were no new shares issued during the reporting period.

B15. Authorisation For Issue

The quarterly report for the fourth quarter ended 31 December 2017 was authorised for issue by the Board resolution of the directors dated 22nd February 2018.

By Order Of The Board

Yeo Puay Huang (f)
Company Secretary
22-February-2018