

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2017**

	Note	3 months ended		12 months ended	
		31/12/17	31/12/16	31/12/17	31/12/16
		RM'000	RM'000	RM'000	RM'000
REVENUE		17,210	16,373	59,252	59,340
COST OF SALES		(12,640)	(11,419)	(44,900)	(44,118)
GROSS PROFIT		4,570	4,954	14,352	15,222
OTHER INCOME		132	2,121	277	2,413
ADMINISTRATIVE EXPENSES		(5,061)	(3,714)	(16,657)	(12,544)
SELLING AND DISTRIBUTION EXPENSES		(140)	(180)	(504)	(750)
OTHER EXPENSES		(497)	(711)	(1,202)	(1,476)
FINANCE COST		(37)	(53)	(132)	(178)
(LOSS)/PROFIT BEFORE EXCESS OF NET FAIR VALUE OVER ACQUISITION COST AND TAX		(1,033)	2,417	(3,866)	2,687
EXCESS OF NET FAIR VALUE OVER ACQUISITION COST		-	-	34	-
(LOSS)/PROFIT BEFORE TAX		(1,033)	2,417	(3,832)	2,687
TAX EXPENSE		(397)	(323)	(399)	(776)
(LOSS)/PROFIT FOR THE FINANCIAL PERIOD		(1,430)	2,094	(4,231)	1,911
OTHER COMPREHENSIVE (LOSS)/INCOME					
Foreign currency translation difference		(214)	360	(299)	(57)
		(214)	360	(299)	(57)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD		(1,644)	2,454	(4,530)	1,854
(Loss)/Profit attributable to:					
Owners of the parent		(1,093)	1,650	(3,548)	859
Non-controlling interests		(337)	444	(683)	1,052
		(1,430)	2,094	(4,231)	1,911
Total comprehensive (loss)/income attributable to:					
Owners of the parent		(1,307)	2,010	(3,847)	802
Non-controlling interests		(337)	444	(683)	1,052
		(1,644)	2,454	(4,530)	1,854
(Loss)/Earnings per share (sen)					
Basic	25	(0.61)	0.92	(1.98)	0.48
Diluted	25	Warrants are excluded from the diluted earnings per share calculation because their effects are anti-dilutive.			

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	Note	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
		As at 31/12/2017	As at 31/12/2016
		RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		28,424	23,285
		28,424	23,285
Current assets			
Inventories		1,778	800
Trade receivables		22,470	23,236
Other receivables		5,087	4,763
Tax recoverable		834	858
Deposits with licensed banks		499	486
Cash and bank balances		4,620	6,603
		35,288	36,746
TOTAL ASSETS		63,712	60,031
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		48,115	44,695
Share premium		-	3,420
Retained earnings		4,589	8,137
Other reserves		(21,755)	(21,456)
		30,949	34,796
Non-controlling interests		12,687	13,955
TOTAL EQUITY		43,636	48,751
Non-current liabilities			
Deferred tax liabilities		767	735
Borrowings	20	21	71
		788	806
Current liabilities			
Trade payables		8,431	4,903
Other payables		7,436	3,386
Borrowings	20	3,357	2,185
Tax payables		64	-
		19,288	10,474
TOTAL LIABILITIES		20,076	11,280
TOTAL EQUITY AND LIABILITIES		63,712	60,031
Net assets per share attributable to owners of the parent (RM)		0.17	0.19

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017

Cumulative quarter ended 31 DECEMBER 2017

	Non distributable					Distributable	TOTAL ATTRIBUTABLE TO OWNERS OF THE PARENT RM'000	NON-CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000	
	SHARE CAPITAL	SHARE PREMIUM	MERGER DEFICIT	WARRANT RESERVE	CURRENCY FLUCTUATION RESERVE	OTHER RESERVE				RETAINED EARNINGS
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000				RM'000
Balance as at 01.01.2017	44,695	3,420	(22,246)	93	4,644	(3,947)	8,137	34,796	13,955	48,751
Transaction with owners:-										
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	(585)	(585)
Total transactions with owners	-	-	-	-	-	-	-	-	(585)	(585)
Total comprehensive loss for the financial year	-	-	-	-	(299)	-	(3,548)	(3,847)	(683)	(4,530)
Transition to no-par value regime	3,420	(3,420)	-	-	-	-	-	-	-	-
Balance as at 31.12.2017	48,115	-	(22,246)	93	4,345	(3,947)	4,589	30,949	12,687	43,636

Cumulative quarter ended 31 DECEMBER 2016

	Non distributable					Distributable	TOTAL ATTRIBUTABLE TO OWNERS OF THE PARENT RM'000	NON-CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000	
	SHARE CAPITAL	SHARE PREMIUM	MERGER DEFICIT	WARRANT RESERVE	CURRENCY FLUCTUATION RESERVE	OTHER RESERVE				RETAINED EARNINGS
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000				RM'000
Balance as at 01.01.2016	44,695	3,420	(22,246)	5,493	4,701	(3,947)	1,878	33,994	14,703	48,697
Transactions with owners:-										
Transfer of warrants reserve to retained profits upon the expiry of unexercised warrants	-	-	-	(5,400)	-	-	5,400	-	-	-
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	(1,800)	(1,800)
Total transactions with owners	-	-	-	(5,400)	-	-	5,400	-	(1,800)	(1,800)
Total comprehensive (loss)/income for the financial year	-	-	-	-	(57)	-	859	802	1,052	1,854
Balance as at 31.12.2016	44,695	3,420	(22,246)	93	4,644	(3,947)	8,137	34,796	13,955	48,751

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.)

MCLEAN TECHNOLOGIES BERHAD (Company No: 893631-T)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017**

	12 months ended	
	31/12/2017	31/12/2016
	RM'000	RM'000
OPERATING ACTIVITIES		
(Loss)/Profit before tax	(3,832)	2,687
Adjustments for:		
Amortisation of intangible assets	-	701
Bad debt written off	37	199
Bad debt recovered	-	(139)
Depreciation	4,261	4,473
Excess of net fair value over acquisition cost	(34)	-
Loss/(Gain) on disposal of property, plant and equipment	93	(8)
Interest income	(26)	(43)
Interest expenses	133	178
Intangible asset written off	-	989
Unrealised loss/(gain) on foreign exchange	435	(311)
Operating profit before working capital changes	<u>1,067</u>	<u>8,726</u>
Changes in working capital:-		
Inventories	(1,004)	(66)
Receivables	(860)	4,845
Payables	8,388	(10,561)
CASH GENERATED FROM OPERATIONS	<u>7,591</u>	<u>2,944</u>
Tax paid	(280)	(1,385)
NET CASH FROM OPERATING ACTIVITIES	<u>7,311</u>	<u>1,559</u>
INVESTING ACTIVITIES		
Acquisition of subsidiary, net of cash acquired	34	-
Dividend paid to non-controlling interest	(585)	(1,800)
Purchase of property, plant and equipment	(9,862)	(3,726)
Proceeds from disposal of property, plant and equipment	122	118
Interest received	26	43
NET CASH USED IN INVESTING ACTIVITIES	<u>(10,265)</u>	<u>(5,365)</u>
FINANCING ACTIVITIES		
Drawdown of borrowings	1,248	620
Interest paid	(133)	(178)
Repayment of term loan	(50)	(2,608)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	<u>1,065</u>	<u>(2,166)</u>
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		
Net changes	(1,889)	(5,972)
Brought forward	7,089	12,974
Effects of exchange translation differences on cash and cash equivalents	(81)	87
Carried forward	<u>5,119</u>	<u>7,089</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.)

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2017

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2017

1. Basis of preparation

The Condensed Interim Financial Statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) No 134: Interim Financial Reporting and Paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complied with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

The condensed consolidated 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 these condensed consolidated 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.

2. Significant Accounting Policies

Significant accounting policies and methods of computation adopted for the condensed interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2016 except for the adoption of the new/revised MFRS and IC Interpretations mentioned below.

2.1 Standards Issued and Effective

Initial application of the amendments/improvements to MFRSs did not have material impact on the financial statements of the Company, except for:-

- 1) Amendments to MFRS 107, Statement of Cash Flows: Disclosure Initiative
- 2) Amendments to MFRS 112, Recognition of Deferred Tax Assets for Unrealised Losses
- 3) Amendments to MFRS 12, Disclosure of Interest in Other Entities (Annual Improvements 2014-2016 Cycle)

There is no material impact arising from adoption of the above standards and amendments on the financial statements of the Group.

2.2 Standards Issued but not yet Effective

The following accounting standards, amendments and interpretations have been issued by Malaysian Accounting Standard Board (“MASB”) but have not been adopted by the Group.

MFRS, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2018

- 1) Amendments to MFRS 1, First-Time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2014-2016 Cycle)
- 2) Amendments to MFRS 128, Investment in Associates and Joint Ventures (Annual Improvements 2014-2016 Cycle)
- 3) Amendments to MFRS 2, Classification and Measurement of Share-based Payment Transactions
- 4) Amendments to MFRS 4, Applying MFRS 9 Financial Instruments with MFRS 4: Insurance Contracts
- 5) Amendments to MFRS 9, Financial Instruments
- 6) Amendments to MFRS 15, Revenue from Contracts with Customers
- 7) Clarifications to MFRS 15, Revenue from Contracts with Customers

- 8) Amendments to MFRS 140, Transfers of Investment Property
- 9) IC Interpretation 22 – Foreign Currency Translation and Advance Consideration

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

MFRS 16, Leases
Amendments to MFRS 3, Business Combinations (Annual Improvements 2015-2017 Cycle)
Amendments to MFRS 9, Prepayment Features with Negative Compensation
Amendments to MFRS 11, Joint Arrangements (Annual Improvements 2015-2017 Cycle)
Amendments to MFRS 112, Income Taxes (Annual Improvements 2015-2017 Cycle)
Amendments to MFRS 123, Borrowing Costs (Annual Improvements 2015-2017 Cycle)
Amendments to MFRS 128, Long-Term Interests in Associates and Joint Ventures
IC Interpretation 23 – Uncertainty Over Income Tax Treatments

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021

MFRS 17, Insurance Contracts

MFRS and Amendments effective for a date yet to be confirmed

Amendments to MFRS 10 and MFRS 128 – Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture

2.3 Companies Act, 2016

Companies Act 1965 was repealed by Companies Act 2016. Except for section 241 and Division 8 of Part III, the new Act is effective from 31 January 2017. Amongst the key changes introduced in Companies Act 2016 affecting the financial statements of the Group and of the Company upon the commencement of Companies Act 2016 are:

- 1) removal of the authorised share capital;
- 2) shares of the Company will cease to have par or nominal value; and
- 3) the Company's share premium account will be part of the Company's share capital.

3. Audit Report of Preceding Annual Financial Statements

The preceding year annual audited financial statements were not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's operations were not subject to any seasonal or cyclical changes.

5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There was no other item which is unusual because of its size or incidences that has affected the assets, liabilities, equity, net income or cash flow of the Group for the current financial quarter under review.

6. Material Changes in Estimates

There were no material changes in estimates for the quarter ended 31 December 2017.

7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

8. Dividend Paid

There were no dividends declared or paid by the Group for the current quarter under review.

9. Segmental Reporting

The segmental results of the Group for the current and previous financial year-to-date under review is set out below:

Geographical information		
Revenue information based on the geographical location of customers are as follows:-		
Location	<u>12 Months Ended</u> 31.12.2017	<u>12 Months Ended</u> 31.12.2016
	RM'000	RM'000
People's Republic of China	15,356	13,762
Malaysia	15,421	12,425
Singapore	37,588	39,278
Others	1,285	1,074
Inter segment	(10,398)	(7,199)
	59,252	59,340

The business of the Group is generated from the business of surface treatment, precision cleaning, clean bulkpack and related service mainly in HDD and consumer electrics industries and there is only one business segment identified by the management.

10. Valuation of Property, Plant and Equipment

The Group's property, plant and equipment were stated at cost less accumulated depreciation.

11. Material Events Subsequent to the End of the Current Financial Quarter

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

12. Changes in the Composition of the Group

On 1 December 2017, MClean Technologies (Thailand) Company Limited had obtained approval from Board of Investment of Thailand to commence business. The Company's wholly owned subsidiary, MClean Technologies Pte Ltd had, on 17 March 2017 incorporated a new subsidiary company in Thailand, namely MClean Technologies (Thailand) Company Limited as its wholly owned subsidiary of the Company.

There were no other changes in the composition of the Group during the current financial quarter under review other than as disclosed above.

13. Contingent Liabilities and Contingent Assets

(a) Contingent liabilities

The Group has secured bank guarantee given to the Royal Malaysian Customs Department for RM437,724.

(b) Contingent assets

There were no contingent assets as at the end of current financial quarter.

14. Capital Commitment

	As at 31.12.2017 RM'000	As at 31.12.2016 RM'000
Authorised and contracted for:-		
Office equipment, electrical fittings and furniture and fittings	5,703	90

15. Review of Performance

Comparison between Current Financial Quarter Ended 31 December 2017 and Previous Corresponding Quarter Ended 31 December 2016

A summary of the Group’s performance is set out below:-

	3 Months Ended			
	31.12.2017	31.12.2016		
	Surface Treatment & Precision Cleaning RM'000	Surface Treatment & Precision Cleaning RM'000	Increase/(Decrease) RM'000	%
Revenue	17,210	16,373	837	5.11
Gross profit	4,570	4,954	(384)	(7.75)
(Loss)/profit before tax	(1,033)	2,417	(3,450)	NA
(Loss)/profit after tax	(1,430)	2,094	(3,524)	NA
(Loss)/profit attributable to owners of the parent	(1,093)	1,650	(2,743)	NA

Surface Treatment & Precision Cleaning Division

Revenue for the current quarter increased 5.11% as compared to the preceding year corresponding quarter mainly due to increase in surface treatment services.

Gross profit margin decreased from 30.26% to 26.55% in the current quarter mainly due to higher utility expenses in the current financial quarter.

Administrative expenses has increased by RM1,347,000 mainly due to:

- a) Indirect staff cost increased by RM307,000
- b) Travelling expenses increased by RM207,000
- c) Legal and professional fee increased by RM528,000

The Group reported a loss before tax of RM1.03 million as compared to a profit before tax of RM2.42 million in the previous year corresponding quarter. Included in profit before tax of RM2.42 million in the previous corresponding period are the following item:

- a) Other income
 - 2016: Compensation for profit guarantee shortfall RM1.27 million.
 - 2016: Foreign exchange gain RM0.74 million
- b) Other expenses
 - 2016: RM0.99 million intangible asset written off.
 - 2017: Foreign exchange loss RM0.5 million

Comparison between Current Period-to-date Ended 31 December 2017 and Previous Corresponding Period-to-date Ended 31 December 2016

	12 Months Ended		Increase/(Decrease)	
	31.12.2017	31.12.2016		
	Surface Treatment & Precision Cleaning RM'000	Surface Treatment & Precision Cleaning RM'000	RM'000	%
Revenue	59,252	59,340	(88)	(0.15)
Gross profit	14,352	15,222	(870)	(5.72)
(Loss)/profit before tax	(3,832)	2,687	(6,519)	NA
(Loss)/profit after tax	(4,231)	1,911	(6,142)	NA
(Loss)/profit attributable to owners of the parent	(3,548)	859	(4,407)	NA

Surface Treatment & Precision Cleaning Division

Total revenue from Surface Treatment & Precision Cleaning for the current period remain about the same as compared to the preceding year corresponding period. Decrease in Cassette washing services were offset by increase in surface treatment and component washing services.

Gross profit margin remained relatively consistent.

Administrative expenses has increased by RM4,113,000 mainly due to:

- a) Indirect staff cost increased by RM2,288,000
- b) Legal and professional fee increased by RM813,000

The Group reported a loss before tax of RM3.83 million as compared to a profit before tax of RM2.69 million in the previous year corresponding period. Included in profit before tax of RM2.69 million in the previous corresponding period are the following item:

- a) Other income
 - 2016: Compensation for profit guarantee shortfall RM1.27 million.
 - 2016: Foreign exchange gain RM0.17 million
 - 2017: Excess of net fair value over acquisition cost RM0.03 million.
- b) Other expenses
 - 2016: RM0.99 million intangible asset written off.
 - 2017: Foreign exchange loss RM1.07 million

16. Material Changes in the Quarterly Results as Compared with the Immediate Preceding Quarter

	Current Quarter	Immediate Preceding Quarter		
	31.12.2017	30.9.2017		
	Surface Treatment & Precision Cleaning	Surface Treatment & Precision Cleaning	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue	17,210	15,428	1,782	11.55
Gross profit	4,570	4,258	312	7.33
Loss before tax	(1,033)	(224)	(1,257)	NA
Loss after tax	(1,430)	(224)	(1,654)	NA
Loss attributable to owners of the parent	(1,093)	(381)	(1,474)	NA

Surface Treatment & Precision Cleaning Division

The Group’s revenue from Surface Treatment & Precision Cleaning for current financial quarter has increased by 11.55% as compared to the immediate preceding quarter, the increase is mainly due to increase in surface treatment services and Component washing services.

Gross profit margin for the surface treatment and precision cleaning division decreased from 27.60% to 26.55% mainly due to higher utility expenses in the current financial quarter.

Administrative expenses has increased by RM994,000 mainly due to:

- a) Legal and professional fee increased by RM400,000
- b) Travelling expenses increased by RM150,000

The Group registered a loss before tax of RM1.03 million as compared to a loss before tax of RM0.22 million in the immediate preceding quarter.

17. Future Prospects

With the improving economic outlook, the demand for our services is expected to increase especially in the 2nd half of 2018. With our newly installed equipment fully operational, we expect the Group performance in 2018 to improve as compare to 2017.

18. Variance of Profit Forecast and Shortfall in Profit Guarantee

The Group has not issued any profit forecast or profit guarantee for the current financial quarter .

19. Status of Corporate Proposals

Warrants 2015/2020 with exercise right expiring on 7 October 2020

Up to 31 December 2017, the total number of warrants converted into ordinary shares at RM0.25 each and the number of unexercised warrants are as follows:

Total number of warrants listed	Total number of warrants converted into ordinary shares	Total number of unexercised warrants
28,175,996	5,000,000	23,175,996

20. Group Borrowings and Debt Securities

The Group’s borrowings as at 31 December 2017 presented as follows:-

	As at 4 th quarter ended 2017					
	Long term		Short term		Total borrowings	
	Foreign denomination	RM denomination	Foreign denomination	RM denomination	Foreign denomination	RM denomination
	SGD’000	RM’000	SGD’000	RM’000	SGD’000	RM’000
Secured						
Finance lease liability	-	21	-	50	-	71
Factoring loan	-	-	1,089	3,307	1,089	3,307
	As at 4 th quarter ended 2016					
	Long term		Short term		Total borrowings	
	Foreign denomination	RM denomination	Foreign denomination	RM denomination	Foreign denomination	RM denomination
	SGD’000	RM’000	SGD’000	RM’000	SGD’000	RM’000
Secured						
Finance lease liability	-	71	-	50	-	121
Factoring loan			689	2,135	689	2,135

The total borrowings denominated in foreign currency as at 31 December 2017 are: -

Foreign currency – SGD 1,088,819 @ RM3.0367/SGD	RM’000 <u>3,307</u>
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Increased in borrowings mainly for working capital requirement and operational capital expenditure. The factoring loan is charged at an effective interest rate of approximately 4.35% per annum. The finance lease liabilities are charged at an effective interest rate of 3.35% per annum.

21. Offsetting of Financial Instruments

As at 31 December 2017, the Group is a party to a foreign currency forward contract of USD20,000 at the rate of 1.3440. Had the contract been settled at the financial position date, the net effect on the exchange exposure is an increase in the profit of RM437.

22. Material Litigation

On 16 February 2016, Petroliam Nasional Berhad (“Petroliam”) and Petronas Gas Berhad (“PGB”) (“collectively referred to as “Petronas”), through their appointed solicitor, have issued a letter of demand to the Company’s subsidiaries, DWZ Industries Sdn. Bhd. (“DWZ”) and DWZ Industries (Johor) Sdn. Bhd. (“DWZ Johor”) (“collectively referred to as “DWZ Entities”) for unlawful entry into PGB’s land by way of installing a piping structure under the land and discharge of foreign effluent which caused damage to PGB’s pipeline. The amount of damages demanded is RM46,754,614.07. DWZ Entities through its solicitor has taken all measures to resist the claim.

On 31 October 2016, DWZ Entities has been served with a writ and a statement of claim in respect of the Civil Action commenced by PGB. The claim for remedial and other works have been quantified in the Statement of Claim at the sum of RM6,634,305.40. However, the Statement of Claim also includes heads of claim for general damages as well as aggravated, exemplary or punitive damages which are not quantified at the date of this report.

The trial dates at the Johor Bahru High Court for this matter are as follows:

11th – 14th March 2018

20th May 2018

24th May 2018

6th – 7th June 2018

23. Dividend Payable

There was no dividend payable or proposed during the current quarter ended 31 December 2017.

24. Taxation

Details of taxation are as follows: -

	3 Months Ended		12 Months Ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
Current taxation	250	361	252	814
Under provision in prior year	147	22	147	22
Deferred tax	-	(60)	-	(60)
	397	323	399	776

The effective tax rate is not reflective of the statutory tax rate principally due to the restriction in the group relief available in respect of losses incurred by certain subsidiary companies and expenses which were not deductible for tax purposes.

25. (Loss)/Earnings Per Share

Basic

The calculation of the basic earnings per share is based on the net (loss)/profit divided by the weighted average number of ordinary shares.

	3 Months Ended		12 Months Ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Net (loss)/profit for the period attributable to owners of the parent (RM'000)	(1,093)	1,650	(3,548)	859
Weighted average number of ordinary shares in issue ('000)	178,778	178,778	178,778	178,778
Basic LPS/EPS (sen)	(0.61)	0.92	(1.98)	0.48

Diluted

Warrants are excluded from the diluted earnings per share calculation because their effects are anti-dilutive.

26. Notes to the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income

(Loss)/profit before tax is arrived at after charging/(crediting) the following items:-

	3 Months Ended 31 December 2017 RM'000	12 Months Ended 31 December 2017 RM'000
(a) Interest income	(14)	(26)
(b) Other income including investment income	(118)	(251)
(c) Interest expenses	38	133
(d) Depreciation	1,050	4,261
(e) Bad debts written off	37	37
(f) Provision for and write off of inventories	-	-
(g) Gain or loss on disposal of quoted or unquoted investments or properties	-	-
(h) Intangible asset written off	-	-
(i) Foreign exchange loss	455	1,072
(j) Gain or loss on derivatives	-	-
(k) Bad debt recovered	-	-
(l) Loss on disposal of property, plant and equipment	5	93
(m) Excess of net fair value over acquisition cost	-	(34)

- End -