



VITROX CORPORATION BERHAD

(Incorporated in Malaysia)
Company No: 649966-K

INTERIM FINANCIAL REPORT

**FOR THE THIRD QUARTER
ENDED 30 SEPTEMBER 2017**



VITROX CORPORATION BERHAD

(Incorporated in Malaysia)
Company No: 649966-K

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VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current quarter ended 30-Sep-17 RM'000	Corresponding preceding quarter ended 30-Sep-16 RM'000	Cumulative period ended 30-Sep-17 RM'000	Corresponding preceding period ended 30-Sep-16 RM'000
Revenue		84,363	57,647	231,595	170,318
Other operating income		1,292	1,865	5,336	2,850
Operating expenses		(62,229)	(43,413)	(171,725)	(130,826)
Finance costs		(10)	(100)	(36)	(199)
Share of associate's loss		(6)	0	(22)	0
Profit before tax	B14	<u>23,410</u>	<u>15,999</u>	<u>65,148</u>	<u>42,143</u>
Tax (expense)/income	B5	(1,000)	(126)	(2,827)	3,748
Profit for the financial period		<u>22,410</u>	<u>15,873</u>	<u>62,321</u>	<u>45,891</u>
Other comprehensive income:					
Currency translation of differences for the foreign operation		8	(12)	(54)	(86)
Other comprehensive income for the period		<u>8</u>	<u>(12)</u>	<u>(54)</u>	<u>(86)</u>
Total comprehensive income for the period		<u>22,418</u>	<u>15,861</u>	<u>62,267</u>	<u>45,805</u>
Earnings per share attributable to ordinary equity holders of the Company (sen)	B12				
- Basic*		<u>4.77</u>	<u>3.39</u>	<u>13.26</u>	<u>9.80</u>
- Diluted*		<u>4.76</u>	<u>3.38</u>	<u>13.23</u>	<u>9.77</u>

* Basic and diluted EPS are calculated based on the weighted average of ordinary shares which has been adjusted for bonus issue retrospectively.

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

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(The figures have not been audited)

	As at 30-Sep-17 RM'000 (unaudited)	As at 31-Dec-16 RM'000 (audited)
ASSETS		
Non-current assets		
Property, plant and equipment	126,372	91,246
Investment properties	600	600
Development expenditure	1,556	2,145
Investment in associate	1,028	0
Investment in club memberships, at cost	91	91
Deferred tax assets	79	79
	<u>129,726</u>	<u>94,161</u>
Current assets		
Inventories	81,004	65,146
Trade and other receivables	118,883	102,265
Financial assets at fair value through profit or loss	116	0
Prepayments	4,155	1,604
Current tax assets	1,714	3,028
Cash and cash equivalents	126,701	110,106
	<u>332,573</u>	<u>282,149</u>
TOTAL ASSETS	<u>462,299</u>	<u>376,310</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	47,534	23,435
Reserves	268,795	238,427
Total equity	<u>316,329</u>	<u>261,862</u>
Non-current liabilities		
Deferred tax liabilities	711	711
Term loans - secured	53,442	27,033
Deferred income on government grants	5,228	4,420
Total non-current liabilities	<u>59,381</u>	<u>32,164</u>
Current liabilities		
Trade and other payables	76,036	65,982
Dividend payable	0	5,859
Term loans - secured	4,019	5,075
Financial liabilities at fair value through profit or loss	0	3,021
Advance payment from customers	6,253	2,314
Current tax liabilities	281	33
Total current liabilities	<u>86,589</u>	<u>82,284</u>
Total liabilities	<u>145,970</u>	<u>114,448</u>
TOTAL EQUITY AND LIABILITIES	<u>462,299</u>	<u>376,310</u>
Net assets value per share attributable to ordinary equity holders of the parent (sen)	<u>67.29</u>	<u>55.87</u> *

* Net assets value per share is calculated based on the ordinary shares which has been adjusted for bonus issue retrospectively.

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

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K

**QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**
(The figures have not been audited)

	Share Capital RM'000	Share Premium RM'000	Share Option Reserve RM'000	Currency Translation Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
Period ended 30 September 2017						
Balance as at 1 January 2017	23,435	11,062	1,207	57	226,101	261,862
Profit for the financial period	0	0	0	0	62,321	62,321
Currency translation differences for foreign operation (representing other comprehensive income for the financial period)	0	0	0	(54)	0	(54)
Total comprehensive income for the financial period	0	0	0	(54)	62,321	62,267
Bonus issue	23,505	(11,062)	0	0	(12,443)	0
Bonus issue expenses paid	0	0	0	0	(96)	(96)
Dividends	0	0	0	0	(9,397)	(9,397)
Issuance of shares pursuant to ESOS	594	1,360	(577)	0	0	1,377
Share-based payments	0	0	316	0	0	316
Total transaction with owners	24,099	(9,702)	(261)	0	(21,936)	(7,800)
Balance as at 30 September 2017	47,534	1,360	946	3	266,486	316,329
Period ended 30 September 2016						
Balance as at 1 January 2016	23,342	8,332	1,887	62	175,297	208,920
Profit for the financial period	0	0	0	0	45,891	45,891
Currency translation differences for foreign operation (representing other comprehensive income for the financial period)	0	0	0	(86)	0	(86)
Total comprehensive income for the financial period	0	0	0	(86)	45,891	45,805
Share-based payments	0	0	423	0	0	423
Issuance of shares pursuant to ESOS	85	2,541	(1,048)	0	0	1,578
Dividends	0	0	0	0	(8,186)	(8,186)
Total transaction with owners	85	2,541	(625)	0	(8,186)	(6,185)
Balance as at 30 September 2016	23,427	10,873	1,262	(24)	213,002	248,540

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

VITROX CORPORATION BERHAD

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(The figures have not been audited)

	Cumulative period ended 30-Sep-17 RM'000	Corresponding preceding period ended 30-Sep-16 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	65,148	42,143
Adjustment for:		
Allowance for slow moving inventories	2,632	124
Amortisation and depreciation	5,149	3,746
Amortisation of deferred income	(1,713)	(804)
Gain on disposal of property, plant and equipment	0	(1)
Impairment loss on loans and receivables	0	568
Interest expense	36	199
Interest income	(1,762)	(593)
Reversal of allowance for slow moving inventories	(2,975)	0
Reversal of impairment loss on loans and receivables	0	(32)
Share-based payments	316	423
Share of associate's loss	22	0
Unrealised (gain)/loss on financial instruments at fair value through profit or loss	(116)	370
Unrealised gain on foreign exchange	(8,154)	(5,950)
Operating profit before working capital changes	<u>58,583</u>	<u>40,193</u>
Change in:		
Inventories	(15,515)	(14,034)
Receivables and prepayments	(18,571)	(11,378)
Payables and advance payments	14,233	20,071
Financial instruments at fair value through profit or loss	(3,021)	(158)
Cash generated from operations	<u>35,709</u>	<u>34,694</u>
Tax paid	(3,602)	(3,577)
Tax refunded	2,339	169
Net cash from operating activities	<u>34,446</u>	<u>31,286</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of associate	(1,050)	0
Grants received	683	314
Interest received	1,713	590
Proceeds from disposal of property, plant and equipment	0	5
Purchase of property, plant and equipment	(39,007)	(17,892)
Net cash used in investing activities	<u>(37,661)</u>	<u>(16,983)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Bonus issue expenses	(96)	0
Dividends paid	(15,256)	(11,688)
Interest paid	(669)	(201)
Issue of shares	1,378	1,578
Repayment of term loans	(3,077)	(2,208)
Term loans raised	30,897	29,000
Net cash from financing activities	<u>13,177</u>	<u>16,481</u>
Currency translation differences	6,633	5,908
Net increase in cash and cash equivalents	16,595	36,692
Cash and cash equivalents at beginning of period	<u>110,106</u>	<u>63,985</u>
Cash and cash equivalents at end of period	<u>126,701</u>	<u>100,677</u>
Cash and cash equivalents consist of:-		
Highly liquid investments	65,392	11,685
Term deposits with licensed banks	3,687	3,074
Cash and bank balances	57,622	85,918
	<u>126,701</u>	<u>100,677</u>

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

VITROX CORPORATION BERHAD

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1 Basis of preparation of Interim Financial Report

The interim financial report is unaudited and has been prepared in compliance with *Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad for the Main Market.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted by the Group in the audited financial statements for the year ended 31 December 2016, except for the adoption of new MFRSs which are effective for financial period beginning on or after 1 January 2017. The adoption of new MFRSs does not have any significant impacts on the financial statements.

A2 Seasonal or cyclical of operations

The Group's operation is dependent on the cyclical trend of the semiconductors and electronics industries.

A3 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the period under review.

A4 Material changes in estimates

There were no changes in estimates of amounts reported in prior interim period of the current financial year or changes in estimate of amounts report in prior financial year.

A5 Debts and equity securities

During the current quarter, the Company issued 40,200 and 80,000 new ordinary shares at average exercise price of RM1.63 and RM2.02 respectively pursuant to the Employee Shares Option Scheme ("ESOS").

On 24 July 2017, Affin Hwang Investment Bank Berhad on behalf of the Board of Directors of ViTrox announced that the Bonus Issue has been completed following the listing of and quotation for 235,046,100 Bonus Shares issued pursuant to the Bonus Issue on the Main Market of Bursa Malaysia Securities Berhad.

Saved as disclosed above, there were no other issuances, cancellations, repurchases, resale or repayments of debts and equity securities during the current quarter under review.

A6 Dividends paid

In respect of the financial year ended 31 December 2016, the Company paid the following dividends :-

- i) an interim tax exempt dividend of 2.5 sen per share amounting to RM5,858,664 for the financial year ended 31 December 2016, paid on 20 January 2017.
- ii) the final tax exempt dividend of 4.0 sen per share amounting to RM9,397,036 for the financial year ended 31 December 2016, paid on 24 July 2017.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017

A. NOTES TO THE INTERIM FINANCIAL REPORT (cont'd)

A7 Segment reporting

No segment reporting has been prepared as the Group is principally engaged in development and production of vision inspection system and printed circuit board assemblies for microprocessor applications.

A8 Material events subsequent to the end of the quarter

There were no material events subsequent to the end of the current reporting period that have not been reflected in the interim financial report.

A9 Changes in the composition of the Group

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

A10 Contingencies

There were no contingent assets or liabilities for the Group since 30 June 2017.

A11 Contractual commitments for purchase of property, plant and equipment

Authorised and contracted capital commitments but not provided for in the interim financial statements as at 30 September 2017 is RM30,126,000.

A12 Significant related party transactions

There were no significant related party transactions during the current quarter under review.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS

B1 Review of performance

	INDIVIDUAL QUARTER		Changes RM'000	Changes %
	Current quarter ended 30-Sep-17 RM'000	Corresponding preceding quarter ended 30-Sep-16 RM'000		
Revenue	84,363	57,647	26,716	46%
Profit before tax	23,410	15,999	7,411	46%
Profit for the financial period	22,410	15,873	6,537	41%
Profit attributable to owners of the Company	<u>22,410</u>	<u>15,873</u>	<u>6,537</u>	<u>41%</u>

The Group achieved revenue of RM84.36 million for the quarter under review against RM57.65 million in the corresponding quarter of preceding year, representing an increase of 46%. The increase in revenue was contributed from the increase in revenue recorded for Automated Board Inspection (ABI) and Machine Vision System (MVS). Revenue from ABI and MVS have recorded an increase of 55% and 30% respectively against the corresponding quarter of preceding year. The increase was mainly due to higher demand from wider customer base and positive acceptance of our products.

The Group achieved a profit before tax of RM23.41 million against profit before tax of RM16.00 million in the corresponding quarter of preceding year, representing an increase of 46%. Higher profit before tax recorded was mainly due to higher revenue achieved from ABI and MVS. Accordingly, the Group's profit after tax is at RM22.41 million against profit after tax of RM15.87 million in the corresponding quarter.

	CUMULATIVE QUARTER		Changes RM'000	Changes %
	Cumulative period ended 30-Sep-17 RM'000	Corresponding preceding period ended 30-Sep-16 RM'000		
Revenue	231,595	170,318	61,277	36%
Profit before tax	65,148	42,143	23,005	55%
Profit for the financial period	62,321	45,891	16,430	36%
Profit attributable to owners of the Company	<u>62,321</u>	<u>45,891</u>	<u>16,430</u>	<u>36%</u>

The Group recorded a revenue of RM231.60 million for current period ended 30 September 2017, representing an increase of 36% as compared to the preceding period ended 30 September 2016. The increase was mainly due to increase in customer orders for ABI, MVS and Electronics Communication System (ECS).

The profit before tax increased by RM23.01 million as compared with corresponding preceding period. The increase was mainly because of higher revenue achieved in the current period.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)

B2 Variation of results against immediate preceding quarter

	Current quarter ended 30-Sep-17 RM'000	Immediate preceding quarter ended 30-Jun-17 RM'000	Changes RM'000	Changes %
Revenue	84,363	77,623	6,740	9%
Profit before tax	23,410	22,423	987	4%
Profit for the financial period	22,410	21,340	1,070	5%
Profit attributable to owners of the Company	<u>22,410</u>	<u>21,340</u>	<u>1,070</u>	<u>5%</u>

The Group recorded revenue and profit before tax of RM84.36 million and RM23.41 million respectively for the current quarter under review against revenue and profit before tax of RM77.62 million and RM22.42 million respectively for the immediate preceding quarter. Both revenue and profit before tax have recorded an increase of 9% and 4% respectively. The increase in profit before tax was contributed from the increase in revenue recorded for ABI and MVS.

B3 Prospects for the final quarter of current financial year ending 31 December 2017

The Group will continue to focus on market expansion activities, customer relationship building and product innovation to grow our business further in the remaining financial year. Besides that, the Group has taken steps to minimise its net monetary assets in order to mitigate the financial impacts arising from currency fluctuation.

B4 Profit forecast, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.

B5 Tax (expense)/income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30-Sep-17 RM'000	Corresponding preceding quarter ended 30-Sep-16 RM'000	Cumulative period ended 30-Sep-17 RM'000	Corresponding preceding period ended 30-Sep-16 RM'000
Current tax	<u>(1,000)</u>	<u>(126)</u>	<u>(2,827)</u>	<u>3,748</u>

VITROX CORPORATION BERHAD

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)

B5 Tax (expense)/income (cont'd)

The effective tax rate of the Group for the current financial period is lower than the statutory tax rate of 24%. This was mainly due to tax incentive enjoyed by its wholly-owned subsidiaries, ViE Technologies Sdn.Bhd. ("ViE") and ViTrox Technologies Sdn.Bhd. ("VTSB").

ViE has been granted pioneer status by MITI for a period of 5 years to undertake activities relating to design, development and manufacture of embedded high density electronic modules. The incentive commenced from 1 January 2013 to 31 December 2017. The current provision of income tax is in respect of certain non-business income and non-tax exempted income generated from non-pioneer products of ViE.

VTSB has been granted pioneer status by MITI for a period of 5 years to undertake activities relating to development and production of embedded intelligent robotic inspection system and machine with M2M connectivity and predictive analytic capability for semiconductor and electronics industries. The incentive commenced from 17 June 2015 to 16 June 2020 (extendable for further 5 years). The current provision of income tax is in respect of certain non-business income and non-tax exempted income generated from non-pioneer products of VTSB.

B6 Status of corporate proposals announced

There was no corporate proposal announced and not completed as at the date of this report.

B7 Group borrowings

	As at 30-Sep-17 RM'000	As at 30-Sep-17 USD'000	As at 30-Sep-16 RM'000	As at 30-Sep-16 USD'000
Short term borrowings - secured	4,019	951	4,335	1,046
Long term borrowings - secured	<u>53,442</u>	<u>12,641</u>	<u>26,416</u>	<u>6,372</u>
	<u>57,461</u>	<u>13,592</u>	<u>30,751</u>	<u>7,418</u>
Exchange rate		<u>4.23</u>		<u>4.15</u>

Higher term loan in the current year to-date as compared to the corresponding period in the immediate preceding year is due to additional drawdown of term loans in the current quarter to finance the construction of the new building in Batu Kawan.

The effective interest rates of term loans as at current period ranged from 2.30% to 3.64% as compared to 1.70% to 2.61% as at corresponding preceding period.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)

B8 Financial instruments**i) Derivatives**

As at 30 September 2017, the Group's outstanding derivatives are as follows:-

	Contract value RM'000	Fair value gain RM'000
Forward exchange contracts		
- Less than 1 year	32,480	116

ii) Gain/(Losses) arising from fair value changes of financial liabilities

There were no gain/(losses) arising from fair value changes of financial liabilities for the current quarter and period ended 30 September 2017.

iii) Fair value

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The inputs to valuation techniques used to measure fair value are categorised into the following levels of fair value hierarchy:-

- (i) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- (ii) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- (iii) Level 3 - unobservable inputs for the asset or liability.

As at end of the current quarter under review, the carrying amounts of receivables, cash and cash equivalents and payables which are short-term in nature or repayable on demand are reasonable approximations of fair values.

The fair value of term loans are measured using present value technique by discounting the expected future cash flows using observable current market interest rates for similar liabilities (i.e. Level 2). The fair values measured are considered to be reasonably close to the carrying amount reported as the observable current market interest rates also approximate to the effective interest rate of term loan.

The fair value of forward exchange contracts were quoted by the financial institutions, which normally measured the fair values using present value technique by discounting the differences between contractual forward prices and observable current market forward prices using risk-free interest rate (i.e. Level 2).

There were no transfers between levels of fair value hierarchy during the current quarter under review.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)

B9 Breakdown of realised and unrealised profits or losses of the Group

	As at 30-Sep-17 RM'000	As at 30-Jun-17 RM'000
Total retained profits of the Company and its subsidiaries:-		
- Realised	264,976	254,334
- Unrealised	<u>7,697</u>	<u>7,382</u>
	272,673	261,716
Less : Consolidation adjustments	<u>(6,187)</u>	<u>(5,180)</u>
Total group retained profits as per consolidated accounts	<u>266,486</u>	<u>256,536</u>

B10 Material litigation

As the date of this announcement, the Group is not engaged in any material litigation and the Board of Directors do not have any knowledge of any proceedings pending or threatened against the Group.

B11 Dividends

No dividend was proposed and declared by the Company in current quarter under review.

B12 Earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30-Sep-17	Corresponding preceding quarter ended 30-Sep-16	Cumulative period ended 30-Sep-17	Corresponding preceding period ended 30-Sep-16
Profit attributable to owners of the Company (RM'000)	22,410	15,873	62,321	45,891
Weighted average number of shares for computing basis earnings per share ('000)	469,890	468,072	469,890	468,072
Basic earnings per share (sen)	<u>4.77</u>	<u>3.39</u>	<u>13.26</u>	<u>9.80</u>
Weighted average number of shares for computing diluted earnings per share ('000)	471,186	469,516	471,186	469,516
Diluted earnings per share (sen)	<u>4.76</u>	<u>3.38</u>	<u>13.23</u>	<u>9.77</u>

The weighted average number of ordinary shares has been adjusted for bonus issue retrospectively.

B13 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2016 was not subject to any qualification.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)

B14 Notes to the statement of comprehensive income**Profit Before Tax**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30-Sep-17 RM'000	Corresponding preceding quarter ended 30-Sep-16 RM'000	Cumulative period ended 30-Sep-17 RM'000	Corresponding preceding period ended 30-Sep-16 RM'000
Profit before tax is arrived at after charging/(crediting):-				
Allowance for slow moving inventories	2,632	124	2,632	124
Amortisation and depreciation	1,794	1,305	5,149	3,746
Impairment loss on loans and receivables	0	568	0	568
Interest expense	10	100	36	199
(Gain)/Loss on financial instruments at fair value through profit or loss				
- realised	(589)	(18)	(1,253)	(530)
- unrealised	326	420	(116)	370
(Gain)/Loss on foreign exchange				
- realised	987	(711)	11,861	9,303
- unrealised	(316)	(1,670)	(8,154)	(5,950)
Amortisation of deferred income	(611)	(292)	(1,713)	(804)
Gain on disposal of property, plant and equipment	0	(1)	0	(1)
Grant related to income	0	(1,373)	(320)	(1,373)
Insurance claims received	0	0	(1,500)	0
Interest income	(662)	(178)	(1,762)	(593)
Rental income	0	(5)	0	(20)
Reversal of allowance for slow moving inventories	(2,800)	0	(2,975)	0
Reversal of impairment loss on loans and receivables	0	0	0	(32)

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Securities Main Market Listing Requirements are not applicable.

B15 Authorisation for issue

The interim financial statements are authorised for issue by the Board of Directors on 16 November 2017.