

**GLOBETRONICS TECHNOLOGY BHD (410285-W)**  
**INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
The figures have not been audited

	Note	Individual Period (3rd quarter)		Cumulative Period	
		Current Quarter Ended	Corresponding Quarter Ended	Current Year To-date Ended	Corresponding Year To-date Ended
		30/09/2017	30/09/2016	30/09/2017	30/09/2016
		RM'000	RM'000	RM'000	RM'000
<b>Continuing operations</b>					
Revenue		87,014	52,462	199,768	168,612
Cost of sales		(61,945)	(37,145)	(144,791)	(120,987)
Gross profit		25,069	15,317	54,977	47,625
Administrative and operating expenses		(10,774)	(8,378)	(29,420)	(29,632)
Other operating income		1,408	3,008	4,002	5,185
Results from operating activities		15,703	9,947	29,559	23,178
Finance income		463	492	1,306	1,606
Finance costs		(79)	(2)	(83)	(37)
Net finance income		384	490	1,223	1,569
Share of (loss)/income of equity- accounted associate, net of tax		(25)	2	(65)	(12)
Profit before tax		16,062	10,439	30,717	24,735
Tax expense	23	(1,683)	(1,286)	(4,609)	(5,381)
Profit for the period		14,379	9,153	26,108	19,354
Other comprehensive income/(expense), net of tax					
Foreign currency translation differences for foreign operations		(358)	565	(1,313)	(805)
Fair value of available-for-sale financial assets		84	432	439	471
Total other comprehensive (expense)/ income for the period, net of tax		(274)	997	(874)	(334)
Total comprehensive income for the period		14,105	10,150	25,234	19,020

	Individual Period (3rd quarter)		Cumulative Period	
	Current Quarter Ended	Corresponding Quarter Ended	Current Year To-date Ended	Corresponding Year To-date Ended
	30/09/2017	30/09/2016	30/09/2017	30/09/2016
	RM'000	RM'000	RM'000	RM'000
<b>Profit attributable to :</b>				
Owners of the Company	14,379	9,153	26,108	19,354
<b>Profit for the period</b>	<b>14,379</b>	<b>9,153</b>	<b>26,108</b>	<b>19,354</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the Company	14,105	10,150	25,234	19,020
<b>Total comprehensive income for the period</b>	<b>14,105</b>	<b>10,150</b>	<b>25,234</b>	<b>19,020</b>
<b>Earnings per ordinary share (sen)</b>	32			
- Basic	5.07	3.25	9.21	6.87
- Diluted	5.04	3.24	9.15	6.85

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited Financial Statements as at 31 December 2016. The accompanying notes are an integral part of this Statement.

**GLOBETRONICS TECHNOLOGY BHD (410285-W)**  
**INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statement of Financial Position**

The figures have not been audited

	Note	As at 30/09/2017 RM'000	As at 31/12/2016 RM'000
<b>Assets</b>			
Property, plant and equipment	6	150,496	72,602
Investment property		7,171	7,364
Investment in an associate		5,355	5,419
Other investments		8,724	8,655
Deferred tax assets	24	984	984
<b>Total non-current assets</b>		<b>172,730</b>	<b>95,024</b>
Inventories		17,360	8,995
Current tax assets		43	329
Trade receivables	25	72,034	39,555
Other receivables, deposits and prepayments		16,636	869
Cash and cash equivalents		122,579	165,642
<b>Total current assets</b>		<b>228,652</b>	<b>215,390</b>
<b>Total assets</b>		<b>401,382</b>	<b>310,414</b>
<b>Equity</b>			
Share capital		151,777	140,947
Share premium		24,199	24,163
Reserves			
Share option reserve		3,830	2,940
Capital reserve		32	32
Fair value reserve		658	219
Translation reserve		3,402	4,715
Retained earnings		88,898	91,131
<b>Total equity</b>		<b>272,796</b>	<b>264,147</b>
<b>Liabilities</b>			
Borrowings	26	19,060	-
Deferred income		7,151	9,226
<b>Total non-current liability</b>		<b>26,211</b>	<b>9,226</b>
Borrowings	26	18,823	-
Trade payables		18,138	6,939
Other payables and accruals		64,781	28,844
Current tax liabilities		633	1,258
<b>Total current liabilities</b>		<b>102,375</b>	<b>37,041</b>
<b>Total liabilities</b>		<b>128,586</b>	<b>46,267</b>
<b>Total equity and liabilities</b>		<b>401,382</b>	<b>310,414</b>
<b>Net assets per share (RM)</b>		<b>0.96</b>	<b>0.94</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements as at 31 December 2016. The accompanying notes are an integral part of this Statement.

**GLOBETRONICS TECHNOLOGY BHD (410285-W)**  
**INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statement of Changes in Equity**

The figures have not been audited

	← Attributable to owners of the Company →							Total equity RM'000
	← Non-distributable			→ Distributable				
	Share capital RM'000	Share premium RM'000	Share option reserve RM'000	Capital reserve RM'000	Fair value reserve RM'000	Translation reserve RM'000	Retained earnings RM'000	
<b>9 months ended 30/09/2017</b>								
At 1 January 2017	140,947	24,163	2,940	32	219	4,715	91,131	264,147
Foreign currency translation differences for foreign operations	-	-	-	-	-	(1,313)	-	(1,313)
Fair value of available-for-sale financial assets	-	-	-	-	439	-	-	439
Total other comprehensive income/(expense) for the period	-	-	-	-	439	(1,313)	-	(874)
Profit for the period	-	-	-	-	-	-	26,108	26,108
<b>Total comprehensive income/(expense) for the period</b>	-	-	-	-	439	(1,313)	26,108	25,234
<b>Contributions by and distributions to owners of the Company</b>								
Issuance of new ordinary shares pursuant to ESOS 2014	10,830	36	-	-	-	-	-	10,866
Share-based payment transactions	-	-	890	-	-	-	-	890
Dividends to owners of the Company	-	-	-	-	-	-	(28,341)	(28,341)
<b>Total transactions with owners of the Company</b>	10,830	36	890	-	-	-	(28,341)	(16,585)
<b>At 30 September 2017</b>	151,777	24,199	3,830	32	658	3,402	88,898	272,796

**GLOBETRONICS TECHNOLOGY BHD (410285-W)**  
**INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statement of Changes in Equity**

The figures have not been audited

	← Attributable to owners of the Company →							Total equity RM'000
	← Non-distributable			→ Distributable				
	Share capital RM'000	Share premium RM'000	Share option reserve RM'000	Capital reserve RM'000	Fair value reserve RM'000	Translation reserve RM'000	Retained earnings RM'000	
<b>9 months ended 30/09/2016</b>								
At 1 January 2016	140,873	23,372	1,515	32	(69)	3,719	130,239	299,681
Foreign currency translation differences for foreign operations	-	-	-	-	-	(805)	-	(805)
Fair value of available-for-sale financial assets	-	-	-	-	471	-	-	471
Total other comprehensive income/(expense) for the period	-	-	-	-	471	(805)	-	(334)
Profit for the period	-	-	-	-	-	-	19,354	19,354
<b>Total comprehensive income/(expense) for the period</b>	-	-	-	-	471	(805)	19,354	19,020
<b>Contributions by and distributions to owners of the Company</b>								
Issuance of new ordinary shares pursuant to ESOS 2014	68	623	-	-	-	-	-	691
Share-based payment transactions	-	-	1,130	-	-	-	-	1,130
Dividends to owners of the Company	-	-	-	-	-	-	(39,459)	(39,459)
<b>Total transactions with owners of the Company</b>	68	623	1,130	-	-	-	(39,459)	(37,638)
<b>At 30 September 2016</b>	140,941	23,995	2,645	32	402	2,914	110,134	281,063

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements as at 31 December 2016. The accompanying notes are an integral part of this Statement.

**GLOBETRONICS TECHNOLOGY BHD (410285-W)**  
**INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statement of Cash Flows**

The figures have not been audited

		<b>9 months ended 30/09/2017</b>	<b>9 months ended 30/09/2016</b>
	<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax from continuing operations		30,717	24,735
Adjustments for:-			
Depreciation of property, plant and equipment		16,455	11,795
Depreciation of investment property		193	193
Plant and equipment written off		3	-
Gain on disposal of :			
- property, plant and equipment	6	(1,085)	(22)
- other investments		-	(160)
Interest income		(2,381)	(2,573)
Amortisation of deferred income		(2,076)	(1,796)
Share of loss of equity-accounted associate, net of tax		65	12
Share-based payments		890	1,130
Finance costs		83	37
Operating profit before changes in working capital		<u>42,864</u>	<u>33,351</u>
Change in inventories		(8,431)	10,118
Change in trade and other receivables		(48,264)	11,394
Change in trade and other payables		47,157	(9,606)
Cash generated from operations		<u>33,326</u>	<u>45,257</u>
Tax paid		<u>(4,948)</u>	<u>(3,746)</u>
Net cash generated from operating activities		<b>28,378</b>	<b>41,511</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property, plant and equipment	6	(94,752)	(4,482)
Acquisition of other investments	9	(103)	(4,163)
Proceeds from disposal of:			
- property, plant and equipment	6	1,487	36
- other investments	9	291	3,144
Interest received		2,381	2,573
Net cash used in investing activities		<b>(90,696)</b>	<b>(2,892)</b>

	<b>9 months ended 30/09/2017 RM'000</b>	<b>9 months ended 30/09/2016 RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid to owners of the Company	(28,341)	(39,459)
Drawdown/(Repayment) of bank borrowings (net)	37,883	(10,160)
Proceeds from issue of ordinary shares	10,866	691
Interest paid	(83)	(37)
Grant received	-	9,178
Net cash generated from/(used in) financing activities	<b>20,325</b>	<b>(39,787)</b>
Net decrease in cash and cash equivalents	<b>(41,993)</b>	<b>(1,168)</b>
Effect of exchange rate fluctuations on cash held	(1,069)	(491)
<b>Cash and cash equivalents as at 1 January</b>	165,641	177,906
<b>Cash and cash equivalents as at 30 September</b>	<b>122,579</b>	<b>176,247</b>

#### **Cash and cash equivalents**

Cash and cash equivalents included in the Condensed Consolidated Statement of Cash Flows comprise :

Funds placed with financial institutions:		
- Short term investment funds	74,011	74,892
- Short term deposits	25,424	40,214
Cash and bank balances	23,144	61,141
	<b>122,579</b>	<b>176,247</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements as at 31 December 2016. The accompanying notes are an integral part of this Statement.

**GLOBETRONICS TECHNOLOGY BHD (410285-W)**  
**INTERIM REPORT FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2017**  
**Notes to the condensed consolidated interim financial statements**

**1. Basis of Preparation**

These condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad and MFRS 134, *Interim Financial Reporting* in Malaysia, requirements of the Companies Act 2016 ("CA 2016") that became effective on 31 January 2017 and paragraph 9.22 and Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities LR"). They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2016.

These 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.

The Group has adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January, 2017. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statements of the Group.

**2. Significant Accounting Policies**

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the year ended 31 December 2016.

**3. Audit Report of Preceding Annual Financial Statements**

The auditors' report of the Group's most recent annual audited financial statements for the year ended 31 December 2016 was unmodified.

**4. Changes in Estimates**

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that was applied to the financial statements as at and for the year ended 31 December 2016.

There were no changes in estimates of amounts reported in the prior financial periods that have a material effect in the current quarter.

**5. Comparative Figures**

Certain comparative figures have been reclassified to conform with current period's presentation.

**6. Property, Plant and Equipment (PPE)**

The carrying amount of land and buildings has been brought forward, without amendment from the previous audited financial statements.

**(a) Acquisitions**

During the nine months ended 30 September 2017, the Group acquired assets with a cost of RM94.75 million (Nine Months ended 30 September 2016: RM4.48 million).

**(b) Capital commitments**

During the nine months ended 30 September 2017, the Group entered into contracts to purchase property, plant and equipment for RM14.8 million (Nine Months ended 30 September 2016: RM0.31 million).

**(c) Disposals**

Assets with a carrying amount of RM0.4 million were disposed of during the nine months ended 30 September 2017 (Nine Months ended 30 September 2016: RM14K), resulting in a gain on disposal of RM1.1 million (Nine Months ended 30 September 2016: gain of RM22K), which is included as other operating income in the income statement.

There were no amendments to the valuation of property, plant and equipment brought forward.

**7. Material Impairment of Assets**

There was no material impairment of assets during the quarter under review and financial period to date.

**8. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

During the financial period under review, there were no items affecting assets, liabilities, equity, net income, or cash flow that are unusual because of their nature, size, or incidence.

**9. Quoted Securities and Bond**

There were purchases and disposals of quoted investments during the financial period under review, as disclosed below:

	<b>9 months ended 30/09/2017 RM'000</b>
Purchases	103
Sales	291
Gain on disposal of investments	-

**10. Unquoted Investments**

During the financial period to date, there was no disposal of unquoted investment by the Group.

**11. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial period to date.

**12. Debt and Equity Securities**

There were no issuance and repayments of debt and equity securities, share buy back, shares held as treasury stocks and resale of treasury shares for the financial period to date except for the issuance of the following ordinary shares exercised by the eligible employees pursuant to the Company's ESOS :

ESOS Option Price RM per share	Number of Shares '000
3.29	2,770.3
3.90	6.3
4.77	202.1
5.07	140.0
5.86	9.1

**13. Changes in Contingent Liabilities**

The Group has issued corporate guarantees to financial institutions for banking facilities granted to certain subsidiaries up to a limit of RM128.7 million of which RM41.1 million has been utilized as at 30 September 2017, an increase of RM38.1 million as compared to 31 December 2016.

#### 14. Operating Segments

The Group's operating segment comprises of only one key business activities, which is the manufacture, assembly, testing and sales of integrated circuits, chip carrier quartz crystal products, optoelectronic products, LED lighting system, LED components and modules, small outline components, sensors and optical products and technical plating services for the semiconductor and electronics industries.

The Group's geographical segmental report for the financial period-to-date is as follows:-

##### Analysis By Geographical Segments

###### 9 months ended 30/09/2017

	South East Asia RM'000	North America RM'000	Rest of Asia RM'000	Others RM'000	Group RM'000
Segment profit/(loss) before taxation	25,423	2,861	(69)	204	28,419
Revenue from external customers	185,509	13,127	987	145	199,768

###### 9 months ended 30/09/2016

	South East Asia RM'000	North America RM'000	Rest of Asia RM'000	Others RM'000	Group RM'000
Segment profit before taxation	18,508	3,265	129	297	22,199
Revenue from external customers	150,865	16,087	1,445	215	168,612

	30/09/2017 RM'000	30/09/2016 RM'000
Reconciliation of segment profit:		
Reportable segments	28,419	22,199
Finance costs	(83)	(37)
Interest income	2,381	2,573
Consolidated profit before taxation	30,717	24,735
Tax expense	(4,609)	(5,381)
Consolidated profit after taxation	26,108	19,354

## 15. Related parties

### Identity of related parties

For the purposes of these financial statements, parties are considered to be related to the Group or the Company if the Group or the Company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Related parties also include key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly. The key management personnel include all the Directors of the Group.

The Group has related party relationship with:

- i) Subsidiaries and associate of the Company as disclosed in Note 5 and Note 6 of the audited Consolidated Financial Statements of the Group as at and for the year ended 31 December 2016;
- ii) Key management personnel; and
- iii) Companies in which Mr. Ng Kweng Chong is deemed to have substantial financial interest:
  - Ng Kweng Chong Holdings Sdn. Bhd. (Company No: 51580 - M)
  - Wiserite Sdn. Bhd. (Company No: 410593 - W)
  - Glencare Sdn. Bhd. (Company No: 549058 - U)

### Significant related party transactions are as follows:

	<b>9 months ended 30/09/2017 RM'000</b>
i) Transactions with an associate <i>NGK Globetronics Technology Sdn Bhd</i>	
Rental of investment property	1,412
Provision of management support services	<u>144</u>

## 16. Events Subsequent to the Balance Sheet Date

There were no material events subsequent to the balance sheet date.

## 17. Seasonal/Cyclical Factors

The business operations of the Group are not affected by any major seasonal or cyclical factors.

## 18. Dividends Paid

A first interim single tier ordinary dividend of 2 sen (2016: 2 sen) per share and a single tier special dividend of 3 sen (2016: 7 sen) per share, totalling RM14.12 million in respect of the financial year ending 31 December 2017 was paid on 29 March 2017.

A final single tier ordinary dividend of 2 sen (2015: 2 sen) per share and a single tier special dividend of 3 sen (2015: 3 sen) per share, totalling RM14.23 million in respect of the financial year ended 31 December 2016, was paid on 04 July 2017.

## 19. Overall Review of Performance of Group's Financial Performance And Segmental Analysis

*Financial review for current quarter and financial year to date*

	Individual Period (3rd quarter)			Cumulative Period		
	Current Quarter Ended	Corresponding Quarter Ended	Changes	Current Year To-date Ended	Corresponding Year To-date Ended	Changes
	30/09/2017	30/09/2016		30/09/2017	30/09/2016	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	87,014	52,462	66	199,768	168,612	18
Operating Profit	25,069	15,317	64	54,977	47,625	15
Profit Before Interest and Tax	15,678	9,949	58	29,494	23,166	27
Profit Before Tax	16,062	10,439	54	30,717	24,735	24
Profit After Tax	14,379	9,153	57	26,108	19,354	35
Profit Attributable to Owners of the Company	14,379	9,153	57	26,108	19,354	35

The Group's revenue and net profit for the quarter under review was RM87 million and RM14.4 million, an increase of 66% and 57% respectively as compared to RM52.5 million and RM9.2 million in the corresponding quarter ended 30 September 2016. The higher revenue and net profit in the current quarter was due to the higher volume loadings and commencement of mass production of new products from certain customers in the Group.

For the period under review, the Group recorded a higher revenue and net profit of RM199.8 million and RM26.1 million as compared to RM168.6 million and RM19.4 million respectively in the corresponding period last year (increase of 18% and 35% respectively). South East Asia segment recorded sales increase as compared to the last corresponding period.

The higher revenue and net profit achieved in the current period was mainly due to:

- i) The pick up in volume loadings from the mass production of new products from certain customers in the Group;
- ii) Lower forex loss (net) of RM1.6 million recognised in the income statement as compared to corresponding period last year forex loss of RM3 million; and
- iii) Higher gain on disposal of PPE of RM1.1 million recognised in the income statement as compared to the corresponding period gain last year of RM22K.

20. **Material Changes in the Quarterly Results Compared to the Results of the Immediate Preceding Quarter**

	<b>Current Quarter Ended</b>	<b>Immediate Preceding Quarter Ended</b>	<b>Changes</b>
	<b>30/09/2017</b>	<b>30/06/2017</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	87,014	62,922	38
Operating Profit	25,069	16,593	51
Profit Before Interest and Tax	15,678	8,029	95
Profit Before Tax	16,062	8,467	90
Profit After Tax	14,379	7,062	>100
Profit Attributable to Owner of the Company	14,379	7,062	>100

The Group's revenue for the quarter under review was RM87 million, an increase of 38% from the preceding quarter of RM62.9 million while the profit after tax of the Group for the quarter was RM14.4 million, an increase of more than 100% from the preceding quarter of RM7.1 million.

The higher revenue and net profit was due to:

- i) The higher volume loadings and commencement of mass production of new products from certain customers in the Group; and
- ii) Forex gain (net) of RM55K recognised in the income statement as compared to preceding quarter forex loss of RM1 million.

21. **Prospects**

The Group expects to see significant improvement in business and volume loadings for all our major product portfolios for the rest of year 2017. This will enable the Group to register a stronger financial performance for the rest of the financial year.

The Group will continue to focus on escalating up the value chain and riding on the R&D initiatives in new products design and development with our key customers. This initiative is expected to result in the manufacturing of additional new products in year 2018.

22. **Variance of Actual Profit from Forecast Profit**

Not Applicable.

23. **Tax Expense**

		<b>3 months ended</b>		<b>9 months ended</b>	
		<b>30/09/2017</b>	<b>30/09/2016</b>	<b>30/09/2017</b>	<b>30/09/2016</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Current tax expense</b>					
Malaysian	- current period	1,704	1,246	4,849	5,169
	- prior periods	(21)	40	(240)	212
		<u>1,683</u>	<u>1,286</u>	<u>4,609</u>	<u>5,381</u>

The effective tax rate of the Group is lower than the statutory tax rate in the current quarter and year-to-date mainly due to tax incentives enjoyed by certain subsidiaries in the Group.

24. **Deferred Tax Assets**

Deferred tax assets of the Group are in relation to the following:-

- i) Unutilised investment tax allowance of a subsidiary; and
- ii) Other temporary timing differences arising from accounting depreciation and capital allowances.

The Board of Directors is of the view that it is probable that future taxable profits will be available against which the deferred tax assets can be utilised.

25. **Trade Receivables**

The age analysis of trade receivables is as follow:

	<b>Current Quarter Ended 30/09/2017</b>	<b>Corresponding Quarter Ended 30/09/2016</b>
Not past due	66,166	37,028
Past due but not impaired:		
1-30 days	5,868	3,117
31-60 days	-	536
Above 60 days	-	600
	5,868	4,253
Past due and impaired:		
Above 60 days	-	-
	<u>72,034</u>	<u>41,281</u>

The Group is satisfied that recovery of the amount is possible, therefore there is no impairment for past due trade receivables.

26. **Borrowings**

Borrowings denominated in foreign currency:

	<b>As at 30/09/2017</b>		<b>As at 30/09/2016</b>	
	<b>USD'000</b>	<b>RM'000 Equivalent</b>	<b>USD'000</b>	<b>RM'000 Equivalent</b>
<b>Non - Current</b>				
Term loans - unsecured	4,505	19,060	-	-
<b>Current</b>				
Term loans - unsecured	4,449	18,823	-	-
<b>Total borrowings</b>	<u>8,954</u>	<u>37,883</u>	<u>-</u>	<u>-</u>

The term loans are backed by corporate guarantees of the Company and a subsidiary of the Group.

**27. Profit Before Tax**

Profit before tax is arrived at after charging/(crediting):-

	<b>Current Quarter Ended 30/09/2017 RM'000</b>	<b>Corresponding Quarter Ended 30/09/2016 RM'000</b>	<b>Current Year To-date Ended 30/09/2017 RM'000</b>	<b>Corresponding Year To-date Ended 30/09/2016 RM'000</b>
Depreciation of property, plant and equipment	8,497	4,289	16,455	11,795
Depreciation of investment property	64	64	193	193
Interest expense	79	2	83	37
Rental of office equipment	29	38	133	98
Rental of premises	189	145	385	442
Rental income from premises and investment property	(517)	(518)	(1,558)	(1,553)
Amortization of deferred income	(601)	(1,376)	(2,076)	(1,796)
Gain on disposal of property, plant and equipment	(2)	(21)	(1,085)	(22)
Interest income	(1,001)	(899)	(2,381)	(2,573)
(Gain)/loss on foreign exchange – realised	(282)	(430)	1,017	1,033
(Gain)/loss on foreign exchange – unrealised	227	(1,200)	539	2,005

**28. Corporate Proposals**

(a) There were no corporate proposals by the Company during the financial period to date.

(b) There were no unutilised proceeds raised from corporate proposals by the Company during the financial period to date.

**29. Changes In Material Litigation**

To date, the Company has no material litigation case pending.

**30. Foreign Currency Risk Management**

The Group is exposed to foreign currency risk on sales, purchases, cash and cash equivalents that are denominated in a currency other than the respective functional currencies of Group entities.

The Group ensures that the net exposure is kept to an acceptable level by buying or selling foreign currencies where necessary to address short-term imbalances.

**31. Dividends Declared**

A second interim single tier ordinary dividend of 2 sen (2016: 2 sen) per share and a single tier special dividend of 4 sen (2016: 7 sen) per share, in respect of the financial year ending 31 December 2017 has been approved, and will be paid on 21 November 2017.

### 32. Earnings Per Ordinary Share

#### (a) Basic earnings per ordinary share

		3 months ended		9 months ended	
		30/09/2017	30/09/2016	30/09/2017	30/09/2016
Net profit for the period	(RM'000)	14,379	9,153	26,108	19,354
Issued ordinary shares at beginning of the period	('000)	281,894	281,746	281,894	281,746
Effect of shares issued during the period	('000)	1,652	114	1,652	114
<b>Weighted average number of ordinary shares</b>	('000)	283,546	281,860	283,546	281,860
Basic earnings per ordinary share	(sen)	5.07	3.25	9.21	6.87

#### (b) Diluted earnings per ordinary share

		3 months ended		9 months ended	
		30/09/2017	30/09/2016	30/09/2017	30/09/2016
Net profit for the period	(RM'000)	14,379	9,153	26,108	19,354
Issued ordinary shares at beginning of the period	('000)	281,894	281,746	281,894	281,746
Effect of shares issued during the period	('000)	1,652	114	1,652	114
Effect of share option-ESOS	('000)	1,648	710	1,648	710
<b>Weighted average number of ordinary shares (diluted)</b>		285,194	282,570	285,194	282,570
Diluted earnings per ordinary share	(sen)	5.04	3.24	9.15	6.85

33. **Supplementary information on the breakdown of realised and unrealised profits or losses**

The breakdown of the retained earnings of the Group as at 30 September 2017 and 30 June 2017, into realised and unrealised profits, pursuant to the paragraph 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements, are as follows:-

	<b>As At End of Current Quarter 30/09/2017 RM'000</b>	<b>As At End of Preceding Quarter 30/06/2017 RM'000</b>
Total retained earnings of the Company and its subsidiaries:-		
- Realised	99,511	99,363
- Unrealised	445	672
	<hr/> 99,956	<hr/> 100,035
Total share of retained earnings of an associate:-		
- Realised	4,583	4,607
- Unrealised	(12)	(12)
	<hr/> 4,571	<hr/> 4,595
Less: Consolidation adjustments	(15,629)	(15,885)
Total retained earnings	<hr/> <hr/> 88,898	<hr/> <hr/> 88,745

By Order of the Board

Lee Peng Loon (MACS 01258)  
P'ng Chiew Keem (MAICSA 7026443)

Joint Secretaries

Dated this 31 October 2017