

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018****Unaudited Condensed Consolidated Statement of Comprehensive Income**

		3 months ended 30 June 2018	3 months ended 30 June 2017	6 months ended 30 June 2018	6 months ended 30 June 2017
	Note	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Continuing Operations					
Revenue	4	16,102	14,708	37,523	29,587
Cost of sales		(13,281)	(11,796)	(31,012)	(24,390)
Gross profit		2,821	2,912	6,511	5,197
Other (expense)/income		(84)	57	266	120
Administrative expenses		(7,380)	(743)	(9,045)	(2,227)
Selling and marketing expenses		(1,631)	(1,560)	(3,359)	(2,827)
Operating (loss)/profit		(6,274)	666	(5,627)	263
Finance costs		(504)	(442)	(938)	(880)
(Loss)/profit before tax		(6,778)	224	(6,565)	(617)
Income tax expense	20	-	-	-	-
(Loss)/profit for the period attributable to equity holders of the Company		(6,778)	224	(6,565)	(617)
Other comprehensive income, net of tax		-	-	-	-
Total comprehensive (loss)/profit for the period attributable to equity holders of the Company		(6,778)	224	(6,565)	(617)
(Loss)/profit per share attributable to equity holders of the Company:					
Basic, for (loss)/profit for the period (sen)	25	(7.89)	0.30	(7.64)	(0.84)
Diluted, for (loss)/profit for the period (sen)- Not Applicable					

These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

	Note	As At 30 June 2018 (Unaudited) (RM'000)	As At 31 December 2017 (Audited) (RM'000)
ASSETS			
Non-current assets			
Property, plant and equipment	9	41,248	43,077
Other assets		1,600	2,120
Intangible asset		-	5,648
		42,848	50,845
Current assets			
Inventories		23,809	23,261
Trade receivables		23,409	23,259
Other receivables		1,630	1,111
Other current receivables		7,200	4,922
Income tax recoverable		51	96
Deposits, cash & balances		10,200	5,125
		66,299	57,774
TOTAL ASSETS		109,147	108,619
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		85,913	85,913
Accumulated losses		(33,622)	(27,057)
Total equity		52,291	58,856
Non-current liabilities			
Borrowings	22	13,933	10,227
Other payables		146	146
Deferred taxation		117	117
		14,196	10,490
Current liabilities			
Borrowings	22	15,718	13,603
Trade payables		23,152	21,683
Other payables		3,725	3,893
Other current liabilities		13	13
Tax provision		52	81
		42,660	39,273
Total liabilities		56,856	49,763
TOTAL EQUITY AND LIABILITIES		109,147	108,619
Net assets per share (RM)		0.61	0.69

These Condensed Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

Unaudited Condensed Consolidated Statements of Changes in Equity

	← Attributable to equity holders of the Company → Non-distributable				
	<u>Share capital</u> (RM'000)	<u>Share premium</u> (RM'000)	<u>Revaluation reserve</u> (RM'000)	<u>Accumulated losses</u> (RM'000)	<u>Total</u> (RM'000)
At 1 January 2017	73,583	5,097	-	(26,799)	51,881
Total comprehensive loss for the period	-	-	-	(617)	(617)
Transition to no-par value regime	5,097	(5,097)	-	-	-
At 30 June 2017	<u>78,680</u>	<u>-</u>	<u>-</u>	<u>(27,416)</u>	<u>51,264</u>
At 1 January 2018	85,913	-	-	(27,057)	58,856
Total comprehensive loss for the period	-	-	-	(6,565)	(6,565)
At 30 June 2018	<u>85,913</u>	<u>-</u>	<u>-</u>	<u>(33,622)</u>	<u>52,291</u>

These Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018**

	30 June 2018 RM'000	30 June 2017 RM'000
Cash flows from operating activities		
Loss before tax	(6,565)	(617)
Adjustment for:		
Interest income	(30)	(69)
Interest expense	938	880
Depreciation of property, plant and equipment	2,409	1,946
Reversal of impairment loss on trade receivables	(302)	(2)
Reversal of impairment loss on other receivables	-	(6)
Impairment of goodwill	5,648	-
Inventories written off/(back)	-	1
Operating profit before working capital changes	<u>2,098</u>	<u>2,133</u>
Increase in inventories	(548)	(2,404)
Increase in trade and other receivables	(367)	(7,363)
Decrease in other assets	520	468
Increase in other current assets	(2,278)	(75)
Increase in trade and other payables	1,301	1,731
Decrease in fixed deposit pledged to bank	2	-
Cash generated from/(used in) operations	<u>728</u>	<u>(5,510)</u>
Taxation paid, net of refund	16	(19)
Interest received	30	69
Interest paid	(938)	(880)
Net cash used in operating activities	<u>(164)</u>	<u>(6,340)</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(580)	(3,354)
Net cash used in investing activities	<u>(580)</u>	<u>(3,354)</u>
Cash flows from financing activities		
Proceeds from borrowings	7,000	2,156
Repayment of term loans	(1,409)	(1,774)
Additional finance under finance lease	614	-
Repayment of obligations under finance lease	(302)	-
Net cash from financing activities	<u>5,903</u>	<u>382</u>
Net increase/(decrease) in cash and cash equivalents	<u>5,159</u>	<u>(9,312)</u>
Cash and cash equivalents at the beginning of the period	<u>4,585</u>	<u>14,113</u>
Cash and cash equivalents at the end of the period	<u><u>9,744</u></u>	<u><u>4,801</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	10,200	5,164
Bank overdraft (included within short term borrowings in Note 22)	(82)	-
Less: Fixed deposit pledged	(374)	(363)
	<u><u>9,744</u></u>	<u><u>4,801</u></u>

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134 – INTERIM FINANCIAL REPORTING

1. Basis of Preparation

The condensed consolidated interim financial statements (“Condensed Report”) have been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with IAS 134 Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The Condensed Report should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 31 December 2017. The explanatory notes attached to the Condensed Report 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 year ended 31 December 2017.

The Condensed Report are presented in Ringgit Malaysia (RM) and all values are rounded to the nearest thousand (RM’000).

2. Significant accounting policies

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2017 except for the adoption of the following with effect from 1 January 2018:

Annual Improvements to MFRS Standards 2014 - 2016 Cycle:

- i. Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards
- ii. 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 15: Revenue from Contracts with Customers

MFRS 9: Financial Instruments IC Interpretation 22: Foreign Currency Transactions and Advance Consideration

Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts

The initial application of the above is not expected to have any significant financial impact on the Group’s financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018****NOTES (cont'd)****3. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 31 December 2017 was not qualified.

4. Segmental information**Results for 3 months ended 30 June 2018**

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	16,023	-	79	-	16,102
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>16,023</u>	<u>-</u>	<u>79</u>	<u>-</u>	<u>16,102</u>
Segment Results					
Results	(5,801)	(14)	(459)	-	(6,274)
Finance costs	(504)	-	-	-	(504)
Loss before tax					<u>(6,778)</u>
Income tax expense					-
Loss after tax					<u>(6,778)</u>
Other information					
Interest income	<u>16</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16</u>

Results for 3 months ended 30 June 2017

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	14,333	375	-	-	14,708
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>14,333</u>	<u>375</u>	<u>-</u>	<u>-</u>	<u>14,708</u>

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018****NOTES (cont'd)****4. Segmental information (cont'd)****Results for 3 months ended 30 June 2017 (cont'd)**

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Results					
Results	747	29	(109)	(1)	666
Finance costs	(442)	-	-	-	(442)
Income before tax					224
Income tax expense					-
Income after tax					224
Other information					
Interest income	22	-	-	-	22

Results for 6 months ended 30 June 2018

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	35,583	-	1,940	-	37,523
Less: Inter-segment sales	-	-	-	-	-
External revenue	35,583	-	1,940	-	37,523
Segment Results					
Results	(5,129)	(25)	(473)	-	(5,627)
Finance costs	(938)	-	-	-	(938)
Loss before tax					(6,565)
Income tax expense					-
Loss after tax					(6,565)
Other information					
Interest income	30	-	-	-	30

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018****NOTES (cont'd)****4. Segmental information (cont'd)****Results for 6 months ended 30 June 2017 (cont'd)**

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	29,212	375	-	-	29,587
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>29,212</u>	<u>375</u>	<u>-</u>	<u>-</u>	<u>29,587</u>
Segment Results					
Results	466	10	(212)	(1)	263
Finance costs	(880)	-	-	-	(880)
Loss before tax					(617)
Income tax expense					-
Loss after tax					<u>(617)</u>
Other information					
Interest income	<u>69</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69</u>

5. Unusual items due to their nature, size and incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 30 June 2018 except as disclosed in Note 2.

6. Changes in estimates

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

7. Comments about seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors.

8. Dividend

The Company did not declare or pay any dividend during the quarter and financial period ended 30 June 2018.

9. Acquisitions and disposals of property, plant and equipment

During the quarter and financial period ended 30 June 2018, the Group acquired Property, Plant and Equipment ("PPE") with an aggregate cost of RM503,159 (2nd Quarter 30 June 2017: RM1,500,000) and RM579,668 (30 June 2017: RM3,354,000). Net Book Value of PPE disposed/ written off by the Group for the quarter and financial period ended 30 June 2018 was RM Nil (2nd Quarter 30 June 2017: RM Nil) and RM87 (30 June 2017: RM Nil).

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

NOTES (cont'd)

10. Related party disclosures

i) Transactions with companies in which certain directors of the Company have financial interest:

	3 months ended		6 months ended	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Income				
Sale of construction materials to:				
-Zecon Berhad	35	-	146	53
-Petra Jaya Properties Sdn. Bhd.	-	20	-	142
-Oricon Sdn Bhd	94	1	135	1
Expenditure				
Insurance premium paid to Transnational Insurance Brokers (M) Sdn. Bhd.	82	69	112	94
Management fees paid to Santubong Suites Sdn. Bhd.	11	9	21	19
Rental paid to Reignvest Corporation Sdn. Bhd.	180	180	360	360
Purchase of roofing construction Material from Super Glory Industries Sdn. Bhd.	15	4	27	77

11. Debt and equity securities

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial period-to-date.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 JUNE 2018**

NOTES (cont'd)

12. Changes in composition of the Group

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

13. Capital commitments

	As At 30.06.2018 RM'000	As At 31.12.2017 RM'000
Capital expenditure not provided for in the financial statements:		
Authorised and contracted for	77	22
Approved but not contracted for	2,276	2,707
	<u>2,353</u>	<u>2,729</u>
	=====	=====

14. Contingent liabilities – Unsecured

	As At 30.06.2018 RM'000	As At 31.12.2017 RM'000
Corporate guarantee given to bank for credit facilities granted to a subsidiary	29,177	23,758
	<u>29,177</u>	<u>23,758</u>
	=====	=====

15. Subsequent event

There were no material events subsequent to the end of the current quarter.

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

NOTES (cont'd)

PART B -ADDITIONAL INFORMATION PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF THE BURSA MALAYSIA SECURITIES BERHAD

16. Performance review

The Group's revenue has increased by 10% or RM1.4 million from RM14.7 million reported in the second quarter of 2017 to RM16.1 million in the second quarter of 2018. Higher revenue was primarily due to higher demand for pipes and RC products given rolling out of the Pan Borneo Highway Project from its Manufacturing division in the current quarter. However, the Group has reported a loss before tax of RM6,778,000 as compared to profit before tax of RM224,000 posted in the corresponding quarter last year due to full Impairment of goodwill amounting to RM5,648,000.

On a year-to-date basis, the Group reported revenue of RM37.5 million in the first half of 2018, as compared to RM29.6 million in the first half of last year representing an increase of 27%. The manufacturing division being the key driver and largest contributor to the Group's revenue, reported revenue of about RM35.6 million and RM29.2 million for the 6 months period ended 30 June 2018 and 30 June 2017 respectively. Nevertheless, the Group recorded a loss before tax of RM6,565,000 as compared to loss before tax of RM617,000 reported in the same period last year.

The Construction division has contributed a revenue of RM1.9 million which reported a loss of RM473,000 for the 6 months period ended 30 June 2018. There was no contribution from the Properties division.

The net assets of the Group as at 30 June 2018 stood at RM52.3 million which translates to RM0.61 net assets value per share.

17. Variation of results against preceding quarter

The Group registered a loss before tax of RM1,130,000 from a revenue of RM16.1 million for the current quarter as compared to a profit before tax of RM213,000 from a revenue of RM21.4 million in the preceding quarter. A loss before tax was reported as compared to the profit before tax in the preceding quarter is mainly due to lower sales revenue and full impairment of goodwill in the second quarter this year.

18. Prospects for the remaining quarters

The Malaysian economy is expected to achieve moderate growth in 2018. The Group remains focused on managing its cost structure and promoting its IBS products for new projects, especially schools and private projects. The Group has benefited from the rolling out of the Pan Borneo Highway Project and expects some improvement in its order book and anticipates better results for the remaining quarters.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 JUNE 2018**

NOTES (cont'd)

19. (a) **Variance of actual profit from forecast profit**

Not applicable

(b) **Shortfall in the profit guarantee**

Not applicable

20. **Income tax (income)/ expense**

	3 months ended		6 months ended	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Current tax	-	-	-	-
(Over)/under provision of tax in prior year	-	-	-	-
Deferred tax	-	-	-	-
Total income tax (income)/ expense	-	-	-	-

21. **Corporate Proposals**

On 6 November 2017, 5,000,000 private placement shares were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad. Only 5,000,000 new SCIB shares out of the 36,397,125 new SCIB Shares were placed out pursuant to the Private Placement. The corporate exercise is deemed completed on 20 July 2018.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018****NOTES (cont'd)****22. Borrowings**

	As at 30.06.2018 RM'000	As at 31.12.2017 RM'000
Short term borrowings		
Secured	15,636	13,439
Unsecured	82	164
	<u>15,718</u>	<u>13,603</u>
Long term borrowings		
Secured	13,933	10,227
	<u>29,651</u>	<u>23,830</u>

All of the above borrowings are denominated in Ringgit Malaysia.

23. Derivatives financial instruments

There were no outstanding derivatives as at the end of the reporting year.

24. Dividend payable

No interim ordinary dividend has been declared for the financial period ended 30 June 2018 (30 June 2017: Nil).

25. Basic (loss)/profit per share

	3 months ended		6 months ended	
	30.06.2018 RM'000	30.06.2017 RM'000	30.06.2018 RM'000	30.06.2017 RM'000
(Loss)/profit attributable to ordinary equity holders of the Company	<u>(6,778)</u>	<u>224</u>	<u>(6,565)</u>	<u>(617)</u>
	As at 30.06.2018	As at 30.06.2017	As at 30.06.2018	As at 30.06.2017
Weighted average number of ordinary shares in issue	<u>85,882,500</u>	<u>73,582,500</u>	<u>85,882,500</u>	<u>73,582,500</u>

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

NOTES (cont'd)

25. Basic (loss)/profit per share (cont'd)

	3 months ended		6 months ended	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	Sen	Sen	Sen	Sen
Basic (loss)/profit per share for (loss)/profit for the period	<u>(7.89)</u>	<u>0.30</u>	<u>(7.64)</u>	<u>(0.84)</u>

There is no dilution in its (loss)/profit per share in the current quarter and financial period to date as there are no dilutive potential ordinary shares outstanding at the end of the reporting period.

26. Breakdown of accumulated losses of the Group as at the reporting date into realised and unrealised

	As at 30.06.2018 RM'000	As at 31.12.2017 RM'000
Total accumulated losses		
- Realised	(29,251)	(28,534)
- Unrealised	<u>-</u>	<u>-</u>
	(29,251)	(28,534)
Consolidation adjustments	<u>(4,371)</u>	<u>1,477</u>
Total Group accumulated losses as per consolidated accounts	<u>(33,622)</u>	<u>(27,057)</u>

The determination of realised and unrealised profits or losses is based on the Guidance of Special Matter No. 1, Determination of Realised and unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad and should not be applied for any other purposes.

27. Material litigation

On 5 July 2016, SCIB Industrialised Building System Sdn. Bhd. ("SIBS"), a wholly owned subsidiary of SCIB had, vide its solicitors, Messrs Loke, King, Goh & Partners, filed writ and statement of claim against Millennium Crest Sdn. Bhd. claiming for RM2,786,696 being the work delivered as at 29 December 2014. Subsequently, Millennium Crest Sdn. Bhd. has filed defence and counterclaim dated 10 October 2016. On 2 May 2017, a Consent Judgment was entered against Millennium Crest Sdn. Bhd. in the sum of RM1,982,000 with interest of 6% per annum calculated from the date of the Consent Judgment until full and final settlement by Millennium Crest Sdn. Bhd.. Writ of Seizure and Prohibitory Order were served against Millennium Crest Sdn. Bhd. on 17th July 2017. Millennium Crest has settled RM500,000 in the last quarter of 2017 and RM300,000 in the first quarter of 2018 which resulted in the reversal of impairment loss on trade receivables.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2018

NOTES (cont'd)

27. Material litigation (cont'd)

On 2 July 2018, Sarawak Consolidated Industries Berhad (“SCIB”) (“the Plaintiff”), filed the Originating Summons under Suit No. BKI-24NCC(ARB)-2/7-2018 (HC2) against Gaya Belian Sdn Bhd and two other individuals (“the Defendants”), vide its solicitors, Messrs J Marimuttu & Partners, Advocates and Solicitors. The High Court had on the 3 July 2018 granted the Ex-Parte Order restraining the Defendants from selling, transferring or other dealing with 7,121,000 shares in the Plaintiff.

28. Additional disclosures on (loss)/profit for the period

(Loss)/profit for the period is arrived at after charging/(crediting):

	3 months ended		6 months ended	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and Equipment (“PPE”)	1,203	916	2,409	1,946
Reversal of impairment loss on trade receivables	-	-	(302)	(2)
Reversal of impairment loss on other receivables	-	-	-	(6)
Impairment of goodwill	5,648	-	5,648	-
Interest expense	504	442	938	880
Interest income	(16)	(22)	(30)	(69)
Inventories written off/(back)	-	-	-	1

29. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 30 August 2018.