



CARING PHARMACY GROUP BERHAD

(Company No.1011859-D)

**INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED
31 August 2018**

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Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Financial Period Ended 31 August 2018

| | Note | Individual Quarter | | Cumulative Quarter | |
|---|------------|---|---|---|---|
| | | Current Year Quarter 31 Aug 2018 RM000 | Preceding Year Quarter 31 Aug 2017 RM000 | Current Year To Date 31 Aug 2018 RM000 | Preceding Year To Date 31 Aug 2017 RM000 |
| REVENUE | | 142,941 | 125,246 | 142,941 | 125,246 |
| COST OF SALES | | (116,899) | (99,848) | (116,899) | (99,848) |
| GROSS PROFIT | | 26,042 | 25,398 | 26,042 | 25,398 |
| OTHER OPERATING INCOME | | 7,967 | 6,427 | 7,967 | 6,427 |
| | | 34,009 | 31,825 | 34,009 | 31,825 |
| SELLING AND DISTRIBUTION EXPENSES | | (20,493) | (19,815) | (20,493) | (19,815) |
| ADMINISTRATIVE EXPENSES | | (6,069) | (5,078) | (6,069) | (5,078) |
| OTHER OPERATING EXPENSES | | (922) | (971) | (922) | (971) |
| FINANCE COSTS | | (25) | (26) | (25) | (26) |
| PROFIT BEFORE TAXATION | B5 | 6,500 | 5,935 | 6,500 | 5,935 |
| TAXATION | B6 | (1,755) | (1,603) | (1,755) | (1,603) |
| PROFIT AFTER TAXATION | | 4,745 | 4,332 | 4,745 | 4,332 |
| OTHER COMPREHENSIVE INCOME, NET OF TAX | | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD | | 4,745 | 4,332 | 4,745 | 4,332 |
| PROFIT AFTER TAXATION ATTRIBUTABLE TO :- | | | | | |
| - Owners of the Company | | 4,088 | 3,254 | 4,088 | 3,254 |
| - Non-Controlling interests | | 657 | 1,078 | 657 | 1,078 |
| | | 4,745 | 4,332 | 4,745 | 4,332 |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO :- | | | | | |
| - Owners of the Company | | 4,088 | 3,254 | 4,088 | 3,254 |
| - Non-Controlling interests | | 657 | 1,078 | 657 | 1,078 |
| | | 4,745 | 4,332 | 4,745 | 4,332 |
| Earnings per share (Sen) attributable to Owners of the Company | | | | | |
| - Basic ⁽²⁾ | B11 | 1.88 | 1.49 | 1.88 | 1.49 |
| - Diluted | | N/A | N/A | N/A | N/A |

Notes:

N/A Not applicable.

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2018 and the accompanying explanatory notes attached to these financial statements.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B11.

(3) Preceding year quarter figures have been reclassified to conform with the presentation of the current year quarter.

Unaudited Condensed Consolidated Statement of Financial Position as at 31 August 2018

| | Note | AS AT 31 Aug 2018 RM'000 | AS AT 31 May 2018 RM'000 |
|---|------|--------------------------------|--------------------------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | | 40,169 | 40,276 |
| Intangible assets | | 3,476 | 3,476 |
| Deferred tax assets | | 844 | 936 |
| | | 44,489 | 44,688 |
| CURRENT ASSETS | | | |
| Inventories | | 83,366 | 90,642 |
| Trade receivables | | 303 | 403 |
| Other receivables, deposits and prepayments | | 6,907 | 7,542 |
| Tax recoverable | | 3,117 | 3,993 |
| Short term investments | | 49,018 | 46,451 |
| Fixed deposits with financial institutions | | 406 | 405 |
| Cash and bank balances | | 86,780 | 65,053 |
| | | 229,897 | 214,489 |
| TOTAL ASSETS | | 274,386 | 259,177 |

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Unaudited Condensed Consolidated Statement of Financial Position as at 31 August 2018 (Cont'd)

| | Note | AS AT 31 Aug 2018 RM'000 | AS AT 31 May 2018 RM'000 |
|---|-----------|--------------------------------|--------------------------------|
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Share capital | | 225,108 | 225,108 |
| Retained profits | | 104,622 | 100,585 |
| Merger deficit | | (181,984) | (181,984) |
| TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY | | 147,746 | 143,709 |
| NON-CONTROLLING INTERESTS | | 6,507 | 5,780 |
| TOTAL EQUITY | | 154,253 | 149,489 |
| NON-CURRENT LIABILITIES | | | |
| Long term borrowings | B8 | 6,461 | 6,737 |
| Deferred tax liabilities | | 11 | 11 |
| | | 6,472 | 6,748 |
| CURRENT LIABILITIES | | | |
| Trade payables | | 98,059 | 88,971 |
| Other payables and accruals | | 10,477 | 8,995 |
| Amount owing to non-controlling shareholders | | 2,938 | 2,508 |
| Provision for taxation | | 690 | 952 |
| Short term borrowings | B8 | 1,497 | 1,514 |
| | | 113,661 | 102,940 |
| TOTAL LIABILITIES | | 120,133 | 109,688 |
| TOTAL EQUITY AND LIABILITIES | | 274,386 | 259,177 |
| Net assets per share attributable to ordinary equity holders of the parent (RM) ⁽²⁾ | | 0.68 | 0.66 |

Notes:

(1) *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2018 and the accompanying explanatory notes attached to these financial statements.*

(2) *Based on the issued share capital of 217,706,400 shares*

Unaudited Condensed Consolidated Statement of Changes in Equity for the Financial Period Ended 31 August 2018

| | <----- Non-distributable -----> | <Distributable> | | | | |
|---|---------------------------------|-----------------|------------------|---------|---------------------------|--------------|
| | Share Capital | Merger Deficit | Retained Profits | Total | Non-Controlling Interests | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>Period Ended 31 August 2017</u> | | | | | | |
| At 1 June 2017 | 225,108 | (181,984) | 88,432 | 131,556 | 3,916 | 135,472 |
| Total comprehensive income for the period | - | - | 3,254 | 3,254 | 1,078 | 4,332 |
| Dilution in equity interest in subsidiaries | - | - | - | - | - | - |
| At 31 August 2017 | 225,108 | (181,984) | 91,686 | 134,810 | 4,994 | 139,804 |

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Unaudited Condensed Consolidated Statement of Changes in Equity for the Financial Period Ended 31 August 2018 (Cont'd)

| | <----- Non-distributable -----> | | <Distributable> | | | |
|--|---------------------------------|----------------|------------------|---------|---------------------------|--------------|
| | Share Capital | Merger Deficit | Retained Profits | Total | Non-Controlling Interests | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| <u>Period Ended 31 August 2018</u> | | | | | | |
| At 1 June 2018 (as previously stated) | 225,108 | (181,984) | 100,585 | 143,709 | 5,780 | 149,489 |
| Initial application of MFRS15 | - | - | (51) | (51) | - | (51) |
| At 1 June 2018 (as restated) | 225,108 | (181,984) | 100,534 | 143,658 | 5,780 | 149,438 |
| Total comprehensive income for the period | - | - | 4,088 | 4,088 | 657 | 4,745 |
| Dilution in equity interest in subsidiaries | - | - | - | - | 70 | 70 |
| At 31 August 2018 | 225,108 | (181,984) | 104,622 | 147,746 | 6,507 | 154,253 |

Notes :

- (1) *The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2018 and the accompanying explanatory notes attached to these financial statements.*

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Unaudited Condensed Consolidated Statement of Cash Flows for the Financial Period Ended 31 August 2018

| | Current Year To Date 31 Aug 2018 RM000 | Preceding Year To Date 31 Aug 2017 RM000 |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 6,500 | 5,935 |
| Adjustments for:- | | |
| Impairment loss on trade receivables | - | - |
| Depreciation of property, plant and equipment | 879 | 966 |
| Equipment written off | - | 5 |
| Interest expense | 25 | 26 |
| Gain on disposal of property, plant and equipment | - | 2 |
| Interest income | (747) | (545) |
| Loss on winding up of subsidiaries | - | - |
| Rental income | (49) | (37) |
| Operating profit before working capital changes | 6,608 | 6,352 |
| (Increase)/Decrease in inventories | 7,276 | 1,062 |
| (Increase)/Decrease in trade and other receivables | 734 | (48) |
| Increase in trade and other payables | 10,520 | 5,541 |
| CASH FROM OPERATIONS | 25,138 | 12,907 |
| Tax paid | (1,049) | (2,506) |
| Interest paid | (25) | (26) |
| NET CASH FROM OPERATING ACTIVITIES | 24,064 | 10,375 |
| CASH FLOWS FOR INVESTING ACTIVITIES | | |
| Dilution/(Accretion) in equity interest in subsidiaries | 70 | - |
| Interest received | 747 | 545 |
| Proceeds from disposal of property, plant and equipment | - | 11 |
| Purchase of property, plant and equipment | (772) | (1,164) |
| Payment of goodwill | - | - |
| Rental received | 49 | 37 |
| NET CASH FOR INVESTING ACTIVITIES | 94 | (571) |
| CASH FLOWS FOR FINANCING ACTIVITIES | | |
| Dividend paid to : | | |
| - shareholders of the Company | - | - |
| - non-controlling shareholders of subsidiaries | - | - |
| Repayment of hire purchase obligations | (17) | (15) |
| Repayment of term loan | (276) | (267) |
| Advances from/(Repayment to) non-controlling shareholders | 430 | 245 |
| NET CASH FOR FINANCING ACTIVITIES | 137 | (37) |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 24,295 | 9,767 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD | 111,909 | 102,546 |
| CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD | 136,204 | 112,313 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD COMPRISE:- | | |
| - Short term investments | 49,018 | 22,412 |
| - Fixed deposits with financial institutions | 406 | 391 |
| - Cash and bank balances | 86,780 | 89,510 |
| | 136,204 | 112,313 |

Notes:

- (1) *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2018 and the accompanying explanatory notes attached to these financial statements.*

Interim Financial Report for the Financial Period Ended 31 August 2018
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Para 9.22 and 9.40 (Appendix 9B Part A) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 May 2018 and the accompanying explanatory notes attached to these financial statements.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 May 2018. The interim consolidated financial report and notes thereon do not include all the information required for a full set of financial statements prepared in accordance with MFRSs.

The group has adopted merger accounting method for the preparation of this Interim Financial Statements.

A2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the adopted as disclosed in the Audited Financial Statements for the financial year ended 31 May 2018.

During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

| Title | Effective Date |
|---|----------------------------------|
| Amendments to MFRS 1 Annual Improvements to MFRS Standards 2014 - 2016 Cycle | 1 January 2018 |
| MFRS 15 Revenue from Contracts with Customers Clarification to MFRS 15 | 1 January 2018 1 January 2018 |
| MFRS 9 Financial Instruments (IFRS as issued by IASB in July 2014) | 1 January 2018 |
| Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions | 1 January 2018 |
| Amendments to MFRS 128 Annual Improvements to MFRS Standards 2014 - 2016 Cycle | 1 January 2018 |
| IC Interpretation 22 Foreign Currency Transactions and Advance Consideration | 1 January 2018 |
| Amendments to MFRS 140 Transfers of Investment Property | 1 January 2018 |

Interim Financial Report for the Financial Period Ended 31 August 2018
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

A2. Changes in Accounting Policies (cont’d)

During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) (cont’d):-

| Title | Effective Date |
|---|---------------------------------|
| Amendments to MFRS 4 <i>Applying MFRS 9</i> Financial Instruments with MFRS 4 Insurance Contracts | See MFRS 4 Paragraphs 46 and 48 |

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group and of the Company.

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

| Title | Effective Date |
|---|-----------------------|
| MFRS 16 <i>Leases</i> | 1 January 2019 |
| IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i> | 1 January 2019 |
| Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i> | 1 January 2019 |
| Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i> | 1 January 2019 |
| Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i> | 1 January 2019 |
| Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i> | 1 January 2019 |
| Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i> | 1 January 2019 |
| Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i> | 1 January 2019 |
| Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i> | 1 January 2019 |
| <i>Amendments to References to the Conceptual Framework in MFRS Standards</i> | 1 January 2020 |
| MFRS 17 <i>Insurance Contracts</i> | 1 January 2021 |

Interim Financial Report for the Financial Period Ended 31 August 2018
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

A2. Changes in Accounting Policies (cont’d)

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year (cont’d):-

| Title | Effective Date |
|---|----------------|
| Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> | Deferred |

MFRS 9 Financial Instruments

MFRS 9 (IFRS 9 issued by IASB in July 2014) replaces the existing guidance in MFRS 139 Financial Instruments: Recognition and Measurement and introduces a revised guidance on the classification and measurement of financial instruments, including a single forward-looking ‘expected loss’ impairment model for calculating impairment on financial assets, and a new approach to hedge accounting. Under this MFRS 9, the classification of financial assets is driven by cash flow characteristics and the business model in which a financial asset is held.

Furthermore, pursuant to MFRS 9, it will no longer be necessary for a loss event to occur before an impairment loss is recognised. Instead, the Group is required to recognise and measure a lifetime expected credit loss (“ECL”) on its debt instruments. This application will result in earlier recognition of credit losses.

The adoption of MFRS9 did not have significant effects on the interim financial report upon their initial application.

MFRS 15 Revenue from Contracts with Customers

MFRS 15 establishes a single comprehensive model for revenue recognition and will supersede the current revenue recognition guidance and other related interpretations when it becomes effective. Under MFRS 15, an entity shall recognise revenue when (or as) a performance obligation is satisfied, i.e. when ‘control’ of the distinct promised goods or services underlying the particular performance obligation is transferred to the customers. The amendments to MFRS 15 further clarify the concept of ‘distinct’ for the purposes of this accounting standard. In addition, extensive disclosures are also required by MFRS 15 about the nature, amount, timing and uncertainty of revenue and cash flows from contracts with customers.

The adoption of MFRS 15 did not have significant effects on the interim financial report upon their initial application.

Interim Financial Report for the Financial Period Ended 31 August 2018

**Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”)
134, Interim Financial Reporting**

A3. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 31 May 2018.

A4. Seasonal or Cyclical Factors

The financial performance of the Group is not significantly affected by any seasonal or cyclical factors save for the materialization of purchase rebate entitlements from our suppliers which can only be determined in the third quarter of the financial year.

A5. Item of Unusual Nature

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flow because of their nature, size or incidence for the financial quarter under review.

A6. Material Changes in Estimates

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

A7. Changes in Debt and Equity Securities

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

A8. Dividend Paid

A final single tier tax exempt dividend of 5.0 sen per ordinary share amounting to RM10,885,320 in respect of the financial year ended 31 May 2018 will proposed for shareholders' approval at the forthcoming Annual General Meeting.

There was no dividend paid in respect of the current financial period to date.

A9. Segmental Information

No segmental analysis is prepared as the Group is primarily engaged in retail pharmacy and related activities in Malaysia.

Interim Financial Report for the Financial Period Ended 31 August 2018
Part A –Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

A10. Capital Commitments

Capital commitment for property and equipment not provided for as at 31 August 2018 are as follows:-

| Capital expenditure commitments | As at 31-August-18 RM'000 |
|---|--|
| Purchase of property, plant and equipment | 1,628 |

A11. Material Events Subsequent To the End of the Interim Period

There were not material events subsequent to the end of the current financial quarter that have not been reflected in this quarterly report as at the date of this report.

A12. Changes in Composition of the Group

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

A13. Contingent Liabilities or Contingent Assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

Interim Financial Report for the Financial Period Ended 31 August 2018**Part B—Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities**

B1. Review of Performance of the Group

The Group registered a revenue of RM142.94 million and profit before tax of RM6.50 million for the current financial quarter as compared to a revenue of RM125.25 million and profit before tax of RM5.94 million reported in the previous year corresponding quarter. The higher revenue was mainly contributed by the higher sales generated from existing outlets due to aggressive and extensive promotional campaign launched during quarter under review.

During the quarter under review, we have established additional 3 high street outlets. As of 31 August 2018, we have a total of 118 community pharmacies.

The increase in profit before taxation for the current quarter compared to the corresponding quarter in the preceding year is mainly contributed by higher revenue and higher advertising and promotion income earned.

B2. Variation of Results with the Immediate Preceding Quarter

For the current quarter under review, the Group reported an increase in profit before tax by RM0.19 million, from RM6.31 million (immediate preceding quarter) to RM6.50 million. This was mainly attributable to higher revenue achieved and higher advertising and promotion income earned.

B3. Prospect for the Group

The operating environment is expected to remain competitive. Nevertheless, with the Group's continuous effort in improving the marketing strategies, coupled with the increased consumer confidence level, the Board of Directors believes that the Group will continue to be profitable in the next quarter.

B4. Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate previously in any public document.

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Interim Financial Report for the Financial Period Ended 31 August 2018
Part B—Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities
B5. Notes to the Statement of Profit or Loss and Other Comprehensive Income

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--|---|---|---|---|
| | Current Year Quarter 31-August-18 RM'000 | Preceding Year Quarter 31-August-17 RM'000 | Current Year To Date 31-August-18 RM'000 | Preceding Year To Date 31-August-17 RM'000 |
| Depreciation of property, plant and equipment | 879 | 966 | 879 | 966 |
| Equipment written off | - | 5 | - | 5 |
| Gain on disposal of equipment | - | 2 | - | 2 |
| Interest expense | 25 | 26 | 25 | 26 |
| Interest income | (747) | (545) | (747) | (545) |
| Rental income | (49) | (37) | (49) | (37) |

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

B6. Income Tax Expense

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--------------------------|---|---|---|---|
| | Current Year Quarter 31-August-18 RM'000 | Preceding Year Quarter 31-August-17 RM'000 | Current Year To Date 31-August-18 RM'000 | Preceding Year To Date 31-August-17 RM'000 |
| <u>Income Tax</u> | | | | |
| Current Tax | 1,755 | 1,603 | 1,755 | 1,603 |
| Tax expense | 1,755 | 1,603 | 1,755 | 1,603 |

Note:

The effective tax rate for the current quarter and financial year under review is higher than the statutory tax rate of 24% mainly due to deferred tax assets not recognised.

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Interim Financial Report for the Financial Period Ended 31 August 2018
Part B—Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities
B7. Status of Corporate Proposals

There were no corporate proposals commenced but not completed as at the date of this report.

B8. Group Borrowings

The Group's borrowings as at 31 August 2018 are as follows:

| | As at 31-August-18 RM'000 | As at 31-August-17 RM'000 |
|-----------------------|--|--|
| Long term borrowings | | |
| Secured: | | |
| Hire purchase | - | 41 |
| Term loan | 6,461 | 7,544 |
| | <u>6,461</u> | <u>7,595</u> |
| Short term borrowings | | |
| Secured: | | |
| Hire purchase | 40 | 63 |
| Term loan | 1,457 | 1,457 |
| | <u>1,497</u> | <u>1,520</u> |
| Total borrowings | <u>7,958</u> | <u>9,119</u> |

B9. Material Litigation

There was no material litigation and the Directors do not aware of any proceedings pending or threatened against the Group as at the date of issuance of this interim financial report.

B10. Dividends

No dividend was declared or recommended for payment by the Company for the quarter under review.

Interim Financial Report for the Financial Period Ended 31 August 2018
Part B—Explanatory Notes Pursuant To The Listing Requirements of Bursa Securities
B11. Earnings Per Share
(a) Basic Earnings Per Share

The basic earnings per share for the current quarter and financial year to date are computed as follows:-

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---|---|---|---|---|
| | Current Year Quarter 31-August-18 RM'000 | Preceding Year Quarter 31-August-17 RM'000 | Current Year To Date 31-August-18 RM'000 | Preceding Year To Date 31-August-17 RM'000 |
| Profit for the period | 4,088 | 3,254 | 4,088 | 3,254 |
| Number of ordinary shares of RM1.00 each in issue | 217,706 | 217,706 | 217,706 | 217,706 |
| Basic Earnings Per Share (sen) | 1.88 | 1.49 | 1.88 | 1.49 |

(b) Diluted Earnings Per Share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue for the current quarter and financial year-to-date.

By order of the Board
30 October 2018