VERSALINK HOLDINGS LIMITED
(Incorporated in Singapore on 21 April 2014)
(Registration No: 201411394N)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR FINANCIAL YEAR ENDED 28 FEBRUARY 2018

PART 1 – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) A statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		
	FY2018 RM'000	**FY2017** RM'000	% +/(-)
Revenue	62,675	50,974	23.0
Cost of sales	(44,700)	(35,147)	27.2
Gross profit	17,975	15,827	13.6
Other items of income			
Interest income	424	509	(16.7)
Other gains	1,114	302	nm*
Other items of expense			
Marketing and distribution expenses	(9,287)	(8,706)	6.7
Administrative expenses	(10,100)	(8,823)	14.5
Other losses	(1,948)	(1,241)	57.0
Finance costs	(414)	(255)	62.4
Loss before tax	(2,236)	(2,387)	nm*
Income tax (expense)/credit	(120)	484	(124.8)
Loss, net of tax	(2,356)	(1,903)	nm*
Other comprehensive (loss)/income:			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising from translation of foreign operations, net of tax	(5)	8	nm*
Total comprehensive loss for the year	(2,361)	(1,895)	nm*
(Loss)/Profit, net of tax attributable to:			
Owners of the Company	(2,518)	(1,903)	32.3
Non-controlling Interest	162	-	-
Loss, net of tax	(2,356)	(1,903)	nm*
Total comprehensive (loss)/income for the year attributable to:			
Owners of the Company	(2,523)	(1,895)	33.1
Non-controlling Interest	162	-	-
Total comprehensive loss for the year	(2,361)	(1,895)	24.6

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1(a)(ii) Notes to Consolidated Statement of Comprehensive Income

The Group's loss before income tax has been arrived at after charging / (crediting) the following:

	Group		
	FY2018	**FY2017**	%
Consolidated Statement of Comprehensive Income	RM'000	RM'000	(+/-)
Depreciation of property, plant and equipment	2,644	2,570	2.9
Amortisation of intangible assets	182	182	-
Bad debts written off	182	-	nm*
Foreign exchange adjustment losses, net	410	274	49.6
Gains on disposal plant and equipment	(2)	(109)	nm*
Interest income	(424)	(509)	(16.7)
Interest expenses	414	255	62.4
Intangible asset written off	546	-	nm*
Inventories written down	615	467	31.7
Allowance for impairment on trade receivables	39	775	(95.0)
Plant and equipment written off	590	10	nm*
Write back of allowance for impairment on trade receivables	(869)	-	nm*

*nm denotes not meaningful

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Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 28 February 2018

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	28.02.2018	**28.02.2017**	**28.02.2018**	**28.02.2017**
	RM'000	RM'000	RM'000	RM'000
ASSETS				
Non-current assets				
Property, plant and equipment	29,042	28,459	-	-
Intangible asset	-	728	-	-
Investment in subsidiaries	-	-	61,224	44,568
Other receivables, non-current	-	-	688	-
Total non-current assets	29,042	29,187	61,912	44,568
Current assets				
Inventories	14,920	9,444	-	-
Trade and other receivables, current	12,667	6,862	7,000	24,120
Other assets	6,572	4,693	31	52
Other financial assets, current	6,264	13,113	-	-
Cash and cash equivalents	6,742	9,105	233	222
Total current assets	47,165	43,217	7,264	24,394
Total assets	76,207	72,404	69,176	68,962
EQUITY AND LIABILITIES				
Equity				
Share capital	62,513	62,513	62,513	62,513
Reserves	(744)	1,779	6,380	6,067
Equity attributalble to owner of the parent	61,769	64,292	68,893	68,580
Non-controlling interests	848	-	-	-
Total equity	62,617	64,292	68,893	68,580
Non-current liabilities				
Deferred tax liabilities	1,053	1,053	-	-
Other financial liabilities, non-current	1,465	-	-	-
Total non-current liabilities	2,518	1,053	-	-
Current liabilities				
Income tax payable	4	47	4	47
Trade and other payables, current	8,817	6,631	279	335
Other financial liabilities, current	2,251	381	-	-
Total current liabilities	11,072	7,059	283	382
Total liabilities	13,590	8,112	283	382
Total equity and liabilities	76,207	72,404	69,176	68,962

1(b)(ii) Aggregate amount of Group's borrowings and debt securities

	Group			
	As at 28 February 2018		As at 28 February 2017	
Amount repayable in one year or less, or on demand	**Secured**	**Unsecured**	**Secured**	**Unsecured**
	RM'000	RM'000	RM'000	RM'000
Bankers' acceptance	902	551	-	-
Bank loans	28	123	381	-
Bank overdrafts	-	623	-	-
Finance lease payables	24	-	-	-
	954	1,297	381	-
Amount repayable after one year				
Bank loans	1,035	203	-	-
Finance lease payables	227	-	-	-
	1,262	203	-	-

Details of any collateral

Secured borrowings

The Group's secured borrowings stood at RM2.2 million and RM0.4 million as at 28 February 2018 and 28 February 2017 respectively. The Group's secured borrowings are covered and secured by the following:

(i) Corporate guarantee by Versalink Holdings Limited;
(ii) Joint and several guarantee by certain directors of a subsidiary;
(iii) A first party charge against the freehold land and buildings of the Group; and
(iv) Fixed deposits with licensed banks.

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Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 28 February 2018

1(c)(i) A statement of cash flows (for the group), together with a comparative statement for the period of the immediately preceding financial year.

	Group	
	FY2018	**FY2017**
	RM'000	RM'000
Cash flows from/(used in) operating activities		
Loss before tax	(2,236)	(2,387)
Adjustments for:		
Amortisation of intangible asset	182	182
Depreciation of property, plant and equipment	2,644	2,570
Gains on disposal of plant and equipment	(2)	(109)
Interest income	(424)	(509)
Interest expenses	414	255
Intangible asset written off	546	-
Plant and equipment written off	590	10
Operating cash flows before changes in working capital	1,714	12
Inventories	(3,209)	1,762
Trade and other receivables	(2,991)	(666)
Other assets	(1,352)	(780)
Other financial assets	6,849	(1,650)
Trade and other payables	(808)	(3,091)
Net cash flows from/(used in) operations	203	(4,413)
Income taxes paid	(591)	(413)
Net cash flows used in operating activities	(388)	(4,826)
Cash flows used in investing activities		
Purchase of property, plant and equipment	(2,033)	(2,426)
Proceeds from disposal of plant and equipment	5	109
Purchase of intangible assets	-	(910)
Acquisition of a subsidiary, net of cash acquired (Note B)	(654)	-
Interest received	424	509
Net cash flows used in investing activities	(2,258)	(2,718)
Cash flows used in financing activities		
Increase in other financial liabilities	89	(865)
Finance lease repayments	(10)	(51)
Interest paid	(414)	(255)
Dividends paid	-	(2,235)
Cash restricted in use	(355)	(25)
Net cash flows used in financing activities	(690)	(3,431)
Effect of foreign exchange rate adjustments	(5)	8
Net decrease in cash and cash equivalents	(3,341)	(10,967)
Cash and cash equivalents, statement of cash flows, beginning balance	8,250	19,217
Cash and cash equivalents, statement of cash flows, ending balance (Note A)	4,909	8,250

Note A:

	Group	
	FY2018	**FY2017**
	RM'000	RM'000
Cash and bank balances at end of the period	6,742	9,105
Bank overdrafts	(623)	-
Restricted cash in banks pledged for bank facilities	(1,210)	(855)
Cash and cash equivalents per consolidated statement of cash flow	4,909	8,250

Note B: Net cash outflow on acquisition of a subsidiary
On 1 March 2017, the Group acquired 51% share capital in Alca Vstyle Sdn Bhd ("Alca") for the purchase consideration consisting of cash RM0.1 million and 510,000 ordinary shares of the Company.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	**Share Capital** RM'000	**Foreign Currency Translation Reserve** RM'000	**(Accumulated Losses)/ Retained Earnings** RM'000	**Non-controlling Interests** RM'000	**Total Equity** RM'000
Balance at 1 March 2017	62,513	12	1,767	-	64,292
(Loss)/Profit for the financial year	-	-	(2,518)	162	(2,356)
Exchange differences on translation foreign operations	-	(5)	-	-	(5)
Total comprehensive (loss)/income for the year	-	(5)	(2,518)	162	(2,361)
Acquisition of a subsidiary	-	-	-	686	686
Balance at 28 February 2018	62,513	7	(751)	848	62,617

	Share Capital RM'000	**Foreign Currency Translation Reserves** RM'000	**Retained Earnings** RM'000	**Non-controlling Interests** RM'000	**Total Equity** RM'000
Balance at 1 March 2016	62,513	4	5,905	-	68,422
Loss for the financial year	-	-	(1,903)	-	(1,903)
Exchange differences on translation foreign operations	-	8	-	-	8
Total comprehensive loss for the year	-	8	(1,903)	-	(1,895)
Dividends	-	-	(2,235)		(2,235)
Balance at 28 February 2017	62,513	12	1,767	-	64,292

Company	**Share Capital** RM'000	**Foreign Currency Translation Reserve** RM'000	**Retained Earnings** RM'000	**Total Equity** RM'000
Balance at 1 March 2017	62,513	-	6,067	68,580
Total comprehensive profit for the year	-	-	313	313
Balance at 28 February 2018	62,513	-	6,380	68,893
Balance at 1 March 2016	62,513	-	6,782	69,295
Total comprehensive profit for the year	-	-	1,520	1,520
Dividends	-	-	(2,235)	(2,235)
Balance at 28 February 2017	62,513	-	6,067	68,580

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no changes to the Company's share capital since the end of the current financial year and as at the end of the immediately preceding year.

There were no outstanding convertibles, subsidiary holdings or treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	Company	
	As at 28.02.2018 '000	**As at 28.02.2017** '000
Total number of issued shares (excluding treasury shares)	135,000	135,000

There were no treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable as the Company did not hold any treasury shares.

1(d)(v) A statement showing all sales, transfers, disposals, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable as the Company did not hold any subsidiary holdings.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have neither been audited nor reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the Issuer's most recently audited financial statements have been applied.

Except as disclosed in Note 5 below, the Group and the Company have applied the same accounting policies and methods of computation to the financial statements for the current financial period and the most recent audited financial statements for the financial year ended 28 February 2017.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted the new and revised Financial Reporting Standards in Singapore ("FRS") and Interpretations to FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 March 2017.

The adoption of new/revised FRS and INT FRS do not result in any substantial changes to the Group's accounting policies, and have no material effect on the amounts reported for the current or prior periods.

6. If earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
Earnings per share ("EPS")	**FY2018**	**FY2017**
	RM'000	RM'000
Loss from continuing operations, net of tax attributable to:		
Owners of the Company	(2,518)	(1,903)
Weighted average number of ordinary shares	'000	'000
For calculation of:		
(a) Basic earnings per share	135,000	135,000
(b) Diluted earnings per share	135,000	135,000
Loss per ordinary share (Sen Ringgit Malaysia)		
(a) On weighted average number of ordinary shares on issue	(1.87)	(1.41)
(b) On a fully diluted basis	(1.87)	(1.41)

7. Net assets value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) Current financial period reported on and (b) Immediately preceding financial year.

	Group		Company	
Net asset value ("NAV")	**28.02.2018**	**28.02.2017**	**28.02.2018**	**28.02.2017**
NAV (RM'000)	61,769	64,292	68,893	68,580
Number of ordinary shares ('000)	135,000	135,000	135,000	135,000
NAV per ordinary share (Sen Ringgit Malaysia)	45.8	47.6	51.0	50.8

NAV per ordinary share as at 28 February 2018 and 28 February 2017 are calculated based on the aggregate number of ordinary shares of 135,000,000 shares.

8. A review of the performance of the group to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

(a) Any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Consolidated Statement of Comprehensive Income for FY2018 compared to FY2017

Revenue

The Group's revenue increased by approximately RM11.7 million or 23.0% from approximately RM50.9 million in FY2017 to approximately RM62.6 million in FY2018. Included in the revenue of domestic segment in FY2018 are revenue from Alca of approximately RM10.6 million which the Group completed the acquisition in October 2017.

The increase was mainly due to the additional revenue from Alca of approximately RM10.6 million. The increase was also due to higher revenue from export segment. Export segment recorded a higher revenue of approximately RM31.2 million in FY2018 compared to approximately RM30.0 million in FY2017. However, the increase was partly offset by lower revenue from domestic segment. Domestic segment recorded a lower revenue of approximately RM20.8 million in FY2018 compared to approximately RM20.9 million in FY2017.

Cost of sales and Gross profit

The Group's cost of sales increased by approximately RM9.5 million or 27.2% from approximately RM35.1 million in FY2017 to approximately RM44.7 million in FY2018. Included in cost of sales was an amount of approximately RM6.5 million attributable to Alca. The gross margin decreased from 31.0% in FY2017 to 28.7% in FY2018.

Other Items of Income

Other income increased by approximately RM0.7 million or approximately 89.6% from approximately RM0.8 million in FY2017 to approximately RM1.5 million in FY2018. The increase in other gains was mainly due to the write back of allowance for impairment on trade receivables of approximately RM0.9 million and this increase was partly offset by the lower gains on disposal of plant and equipment of RM0.1 million and lower interest income of RM0.1 million in FY2018.

Marketing and distribution expenses

Marketing and distribution expenses increased by approximately RM0.6 million or 6.7% from approximately RM8.7 million in FY2017 to approximately RM9.3 million in FY2018. This was mainly due to approximately RM1.9 million of marketing and distribution expenses attributable to Alca. However, this was partly offset by the decrease in (i) commission of RM0.2 million; (ii) advertisement expenses of RM0.7 million; (iii) designer fees of RM0.2 million; and (iv) rental of showroom of RM0.2 million.

Administrative expenses

Administrative expenses increased by approximately RM1.3 million or approximately 14.5% from approximately RM8.8 million in FY2017 to approximately RM10.1 million in FY2018. This was mainly due to approximately RM1.5 million of administrative expenses attributable to Alca and higher certification expenses of approximately RM0.1 million. However, this was partly offset by the decrease in staff costs of approximately RM0.3 million.

Other losses

Other losses increased by approximately RM0.7 million from approximately RM1.2 million in FY2017 to approximately RM1.9 million in FY2018. The increase was mainly due to (i) intangible assets written off of approximately RM0.5 million; (ii) foreign exchange adjustment losses of approximately RM0.1 million, (iii) plant and equipment written off of approximately RM0.6 million; and (iv) bad debts written off of approximately RM0.2 million in FY2018. This is partly offset by a decrease in allowance for impairment on trade receivables of approximately RM0.7 million.

Finance costs

Finance costs increased by RM0.1 million or approximately 62.4% from FY2017 to FY2018. The increase was mainly due to term loan interest and letter of credit charges arising from Alca.

Income tax expense

Despite of loss before tax, the income tax expenses was mainly due to the higher tax expense levied on taxable profit generated by its profitable subsidiaries in FY2018.

Loss, net of tax

As a result of the above, the Group reported a net loss after tax of approximately RM2.4 million in FY2018 as compared to a net loss after tax of approximately RM1.9 million in FY2017.

Consolidated Statement of Financial Position as at 28 February 2018

Non-current assets

As at 28 February 2018, the Group's non-current assets amounted to approximately RM29.0 million or approximately 38.1% of the Group's total assets and mainly comprised property, plant and equipment.

Current assets

As at 28 February 2018, the Group's current assets amounted to approximately RM47.2 million or approximately 61.9% of the Group's total assets and comprised the following:

(i) inventories of approximately RM14.9 million or 31.6% of the Group's current assets, which comprised raw materials, work-in-progress and finished goods;

(ii) trade and other receivables of approximately RM12.7 million or 26.9% of the Group's current assets;

(iii) other assets of approximately RM6.6 million or 13.9% of the Group's current assets;

(iv) Other financial assets of approximately RM6.3 million or approximately 13.3% of the Group's current assets which comprise mainly investments in short to medium-term fixed income fund;

(v) cash and cash equivalents of approximately RM6.7 million or 14.3% of the Group's current assets,

Non-current liabilities

As at 28 February 2018, the Group's non-current liabilities amounted to approximately RM2.5 million or approximately 18.5% of the Group's total liabilities and comprised deferred tax liabilities of RM1.0 million and other financial liabilities of RM1.5 million.

Current liabilities

As at 28 February 2018, the Group's current liabilities amounted to approximately RM11.1 million or approximately 81.5% of the Group's total liabilities and comprised the following:

(i) income tax payable of approximately RM0.1 million or approximately 0.1% of the Group's current liabilities;

(ii) Trade and other payables of approximately RM8.8 million or approximately 79.6% of the Group's current liabilities which consist mainly of trade payables of approximately RM5.6 million and other payables of approximately RM3.2 million;

(iii) Other financial liabilities of approximately RM2.2 million or 20.3% of the Group's current liabilities.

Shareholders' equity

As at 28 February 2018, the Group's equity attributable to equity holders was approximately RM61.8 million, comprising share capital of approximately RM62.5 million, and net capital deficit of approximately RM0.7 million.

As at 28 February 2018, the Group' non-controlling interests was RM0.8 million.

Consolidated Statement of Cash Flow for Year Ended 28 February 2018

As at 28 February 2018, the Group recorded cash and cash equivalents of approximately RM4.9 million as compared to approximately RM8.3 million as at 28 February 2017.

In the current financial year ended 28 February 2018, net cash used in operating activities amounted to approximately RM0.4 million as compared to approximately RM4.8 million for the financial year ended 28 February 2017.

Net cash used in investing activities for the year ended 28 February 2018 amounted to approximately RM2.2 million. This was mainly due to purchase of plant and equipment of approximately RM2.0 million and net cash outflow on acquisition of the new subsidiary of approximately RM0.6 million. This was partially offset by interest received of approximately RM0.4 million.

Net cash used in financing activities amounted to approximately RM0.7 million. This was mainly due to drawdown of bankers' acceptance of approximately RM0.6 million and it was partially offset by (i) repayment of term loans and hire purchase liabilities of approximately RM0.5 million; (ii) interest paid of approximately RM0.4 million; and (iii) cash restricted in used of approximately RM0.4 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

There has not been any forecast or prospect statement previously disclosed to shareholders of the Company.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the reporting period and the next 12 months.

The operating performance for the next 12 months will continue to be affected by the challenges and uncertainties arising from the global and Malaysia economy. Nonetheless, the Group will continue to explore and develop new business opportunities both in Malaysia and overseas, whilst managing its costs effectively with the objective of maximizing its shareholders' value.

The Group shall remain vigilant in the current market environment to sustain business growth in both Malaysia and overseas.

11. Dividend

(a) Current Financial Period Reported On

No dividend has been declared or recommended.

(b) Corresponding Period of the Immediately Preceding Financial Year

No dividend has been declared or recommended.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended.

13. Interested Person Transactions

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandated pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under the existing shareholders' mandated pursuant to Rule 920 (excluding transactions less than S$100,000)
	RM'000	RM'000
BSL Venture Sdn Bhd		
- Factory building lease expense	58	-

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

14. Update on use of Initial Public Offer ("IPO") proceeds

As at the date of this announcement, the utilisation of the IPO proceeds is as follows:

Intended Usage in accordance with the Offer Document	**Allocation** S$'000	**Amount utilised** S$'000	**Amount unutilised** S$'000
Acquisition of new machinery and setting up of new production facilities	3,765	1,636	2,129
Marketing, advertising and promotional activities	750	750	-
Working capital and general corporate activities	1,385	1,385	-
IPO expenses	1,600	1,655	(55)
Total	7,500	5,426	2,074

The Company will make periodic announcements on the use of proceeds as and when the funds are materially disbursed. Pending the deployment of the net proceeds from the IPO, the funds will be placed in deposits with banks and financial institutions or invested in money market instruments or used for the Group's working capital.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company hereby confirms that it has already procured undertakings from all its Directors and executive officers in the format as set out in Appendix 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

16. Segmental revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

	Export RM'000	Domestic RM'000	Group RM'000
Continuing operations 2018			
Revenue by segment			
Total revenue by segment	42,143	33,718	75,861
Inter-segment sales	(10,937)	(2,249)	(13,186)
Total revenue	31,206	31,469	62,675
Cost of sales by segment			
Total cost of sales by segment	(34,140)	(22,586)	(56,726)
Inter-segment cost of sales	11,032	994	12,026
Total cost of sales	(23,108)	(21,592)	(44,700)
Gross profit	8,098	9,877	17,975
Recurring EBITDA			1,004
Finance costs			(414)
Depreciation and amortisation			(2,826)
Loss before tax from continuing operations			(2,236)
Income tax expense			(120)
Loss from continuing operations, net of tax			(2,356)
Continuing operations 2017			
Revenue by segment			
Total revenue by segment	42,963	20,962	63,925
Inter-segment sales	(12,951)	-	(12,951)
Total revenue	30,012	20,962	50,974
Cost of sales by segment			
Total cost of sales by segment	(33,564)	(14,525)	(48,089)
Inter-segment cost of sales	12,942	-	12,942
Total cost of sales	(20,622)	(14,525)	(35,147)
Gross profit	9,390	6,437	15,827
Recurring EBITDA			620
Finance costs			(255)
Depreciation and amortisation			(2,752)
Loss before tax from continuing operations			(2,387)
Income tax credit			484
Loss from continuing operations, net of tax			(1,903)

17. In review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Refer to Section 8 for details.

18. A breakdown of sales as follows:

	FY2018 RM'000	**FY2017** RM'000	% (+/-)
(a) Sales reported for first half year	33,262	31,278	6.3
(b) (Loss)/Profit after tax reported for first half year	(704)	2,576	nm*
(c) Sales reported for second half year	29,413	19,696	49.3
(d) Loss after tax reported for second half year	(1,652)	(4,479)	nm*

19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable

20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	**Age**	**Family relationship with any director and/or substantial shareholder**	**Current position and duties, and the year the position was first held**	**Details of changes in duties and position held, if any, during the year**
Law Siew May	61	Aunt to CEO	Manager	
Wong Hon Mui	40	Spouse to CEO	PA to CEO	Director of subsidiaries

BY ORDER OF THE BOARD

ARICA WALTERS
Group Chief Operating Officer

27 April 2018

This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("Sponsor") for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist ("Catalist Rules"). The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement. The contact person for the Sponsor is Mr Yee Chia Hsing, Head, Catalist, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.