

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2017
THE FIGURES HAVE NOT BEEN AUDITED**

	Individual Quarter		Cumulative Quarter	
	31.05.2017	31.05.2016	31.05.2017	31.05.2016
	RM'000	RM'000	RM'000	RM'000
Revenue	380,047	291,015	1,337,256	1,197,450
Cost of sales	<u>(341,400)</u>	<u>(258,939)</u>	<u>(1,192,901)</u>	<u>(1,083,920)</u>
Gross profit	38,647	32,076	144,355	113,530
Other income	1,505	650	3,202	1,933
Selling and distribution expenses	(15,822)	(13,594)	(57,497)	(51,874)
Administrative expenses	(12,489)	(8,430)	(45,623)	(36,063)
Other expenses	1,113	(23)	(277)	(95)
Finance costs	(2,674)	(1,891)	(7,921)	(6,919)
Share of results of an associate	<u>(85)</u>	<u>-</u>	<u>(85)</u>	<u>-</u>
Profit before taxation	10,195	8,788	36,154	20,512
Taxation	<u>(2,126)</u>	<u>(1,828)</u>	<u>(12,393)</u>	<u>(9,335)</u>
Profit for the year	<u>8,069</u>	<u>6,960</u>	<u>23,761</u>	<u>11,177</u>
Profit for the attributable to:				
Owners of the parent	6,764	6,485	20,386	11,154
Non-controlling interests	<u>1,305</u>	<u>475</u>	<u>3,375</u>	<u>23</u>
	<u>8,069</u>	<u>6,960</u>	<u>23,761</u>	<u>11,177</u>
Earnings per share attributable to owners of the parent (sen)				
- basic	3.52	3.37	10.62	5.79
- diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2016)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2017
THE FIGURES HAVE NOT BEEN AUDITED**

	Individual Quarter		Cumulative Quarter	
	31.05.2017	31.05.2016	31.05.2017	31.05.2016
	RM'000	RM'000	RM'000	RM'000
Profit for the year	<u>8,069</u>	<u>6,960</u>	<u>23,761</u>	<u>11,177</u>
Other comprehensive (loss)/income :				
Currency translation differences	(5,961)	(4,041)	7,101	15,721
Re-measurement of defined benefit liability	<u>6</u>	<u>(140)</u>	<u>13</u>	<u>(140)</u>
Other comprehensive (loss)/income for the year	<u>(5,955)</u>	<u>(4,181)</u>	<u>7,114</u>	<u>15,581</u>
Total comprehensive income for the year	<u><u>2,114</u></u>	<u><u>2,779</u></u>	<u><u>30,875</u></u>	<u><u>26,758</u></u>
Total comprehensive income attributable to:				
Owners of the parent	1,228	2,453	27,178	25,727
Non-controlling interests	<u>886</u>	<u>326</u>	<u>3,697</u>	<u>1,031</u>
	<u><u>2,114</u></u>	<u><u>2,779</u></u>	<u><u>30,875</u></u>	<u><u>26,758</u></u>

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2016)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MAY 2017**

	As at 31.05.2017 RM'000 (Unaudited)	As at 31.05.2016 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	159,706	102,107
Investment in an associate	315	-
Goodwill arising on consolidation	108,348	105,386
Deferred tax assets	25,590	26,014
	<u>293,959</u>	<u>233,507</u>
Current assets		
Inventories	118,586	92,778
Trade debtors	232,240	175,142
Other debtors, deposits and prepayments	29,779	9,807
Investment securities	546	476
Income tax recoverable	827	648
Amount owing by related companies	20,352	10,780
Short-term deposits	26,371	14,783
Cash and bank balances	82,678	50,269
	<u>511,379</u>	<u>354,683</u>
TOTAL ASSETS	<u>805,338</u>	<u>588,190</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	194,338	194,338
Reserves	32,798	26,019
Retained profits	120,127	103,567
Less: Treasury shares, at cost	(1,386)	(1,188)
	<u>345,877</u>	<u>322,736</u>
Non-controlling interests	16,586	13,103
Total equity	<u>362,463</u>	<u>335,839</u>
Non-current liabilities		
Deferred tax liabilities	1,307	1,239
Long term borrowings	49,658	2,466
Provision for retirement benefits	4,221	3,808
	<u>55,186</u>	<u>7,513</u>
Current liabilities		
Trade creditors	138,470	98,414
Other creditors and accrued expenses	28,249	20,186
Amount owing to related companies	27	59
Short-term borrowings	216,913	123,800
Income tax payable	4,030	2,379
	<u>387,689</u>	<u>244,838</u>
Total liabilities	<u>442,875</u>	<u>252,351</u>
TOTAL EQUITY AND LIABILITIES	<u>805,338</u>	<u>588,190</u>
Net Assets per share attributable to owners of the parent (RM)	1.80	1.68

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2016)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MAY 2017**

	<----- Attributable to owners of the parent ----->					Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Translation reserve RM'000	Retained profits RM'000	Treasury shares RM'000			
<u>12 month period ended 31 May 2017</u>								
Balance as at 01 June 2016	194,338	805	25,214	103,567	(1,188)	322,736	13,103	335,839
Total comprehensive income for the year	-	-	6,779	20,399	-	27,178	3,697	30,875
Transactions with owners								
Dividends								
- Final single-tier dividend for the financial year ended 31 May 2016	-	-	-	(3,839)	-	(3,839)	-	(3,839)
Dividends paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	(95)	(95)
Remeasurement of acquisition of a subsidiary	-	-	-	-	-	-	(119)	(119)
Repurchase of shares	-	-	-	-	(198)	(198)	-	(198)
Total transactions with owners	-	-	-	(3,839)	(198)	(4,037)	(214)	(4,251)
Balance as at 31 May 2017	<u>194,338</u>	<u>805</u>	<u>31,993</u>	<u>120,127</u>	<u>(1,386)</u>	<u>345,877</u>	<u>16,586</u>	<u>362,463</u>
<u>12 month period ended 31 May 2016</u>								
Balance as at 01 June 2015	194,338	805	10,501	96,403	(888)	301,159	10,877	312,036
Total comprehensive income for the year	-	-	14,713	11,014	-	25,727	1,031	26,758
Transactions with owners								
Dividends								
- Final single-tier dividend for the financial year ended 31 May 2015	-	-	-	(3,850)	-	(3,850)	-	(3,850)
Acquisition of a subsidiary	-	-	-	-	-	-	1,195	1,195
Repurchase of shares	-	-	-	-	(300)	(300)	-	(300)
Total transactions with owners	-	-	-	(3,850)	(300)	(4,150)	1,195	(2,955)
Balance as at 31 May 2016	<u>194,338</u>	<u>805</u>	<u>25,214</u>	<u>103,567</u>	<u>(1,188)</u>	<u>322,736</u>	<u>13,103</u>	<u>335,839</u>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2016)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MAY 2017**

	FY 2017	FY 2016
	12 months ended 31.05.2017 RM'000 (Unaudited)	12 months ended 31.05.2016 RM'000 (Audited)
Cash Flows From Operating Activities		
Profit before taxation	36,154	20,512
Adjustments for non-cash items	20,368	12,538
Operating cash flows before working capital changes	56,522	33,050
Working Capital Changes		
Receivables	(76,209)	33,496
Inventories	(26,838)	9,461
Payables	46,968	(24,316)
Group companies	(12,120)	(2,979)
Cash flows (used in)/generated from operations	(11,677)	48,712
Income tax paid	(10,385)	(6,531)
Retirement benefits paid	(239)	(131)
Net Cash Flows (Used In)/Generated From Operating Activities	(22,301)	42,050
Cash Flows From Investing Activities		
Proceeds from disposal of property, plant and equipment	476	102
Purchase of property, plant and equipment	(64,214)	(11,637)
Acquisition of investment securities	-	(34)
Acquisition of interest in associate company	(400)	-
Net cash flows on acquisition of subsidiary	-	(5,888)
Interest received	1,936	1,614
Dividend received	11	11
Net Cash Flows Used In Investing Activities	(62,191)	(15,832)
Cash Flows From Financing Activities		
Dividends paid to shareholders of the Company	(3,839)	(3,850)
Dividends paid to non-controlling interests of subsidiary	(95)	-
Repayment of hire-purchase creditors	(8)	(46)
Drawdown of term loans and advances	161,482	87,512
Repayment of term loans and advances	(21,568)	(137,694)
Purchase of Company's own shares	(198)	(300)
Interest paid	(7,921)	(6,919)
Net Cash Flows Generated From/(Used In) Financing Activities	127,853	(61,297)
Net Increase/(Decrease) in Cash and Cash Equivalents	43,361	(35,079)
Effects of Exchange Rate Changes	2,025	6,322
Cash and Cash Equivalents at Beginning of Year	65,052	95,872
Effects of Exchange Rate Changes	(1,389)	(2,063)
	63,663	93,809
Cash and Cash Equivalents at End of Year	109,049	65,052
The Cash and Cash Equivalents Comprise:		
Cash and bank balances	82,678	50,269
Short-term deposits	26,371	14,783
	109,049	65,052

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2016)



NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)
(Company No.: 9378-T)

Notes to the Interim Financial Report – For the 4th Financial Quarter Ended 31 May 2017

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING AND BURSA SECURITIES LISTING REQUIREMENTS

A1. Basis of Preparation

This Interim Financial Report (“Report”) is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”). This Report complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

This Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2016.

These notes to the 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 financial year ended 31 May 2016.

A2. Significant accounting policies

The significant accounting policies and methods of computation adopted by the Group in this Report are consistent with those adopted in the most recent audited financial statements for the year ended 31 May 2016 except for the adoption of the following MFRS/Amendments/Annual Improvements to MFRSs (collectively referred to as “pronouncements”):

MFRS 14	Regulatory Deferral Accounts
MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception
MFRS 101	Disclosure Initiatives
MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
MFRS 11	Accounting for Acquisitions of Interests in Joint Operations
MFRS 116 and MFRS 141	Agriculture: Bearer Plants
MFRS 127	Equity Method in Separate Financial Statements
Annual Improvements to MFRSs 2012 – 2014 Cycle	

The adoption of the above pronouncements will have no material impact on the financial statements of the Group and of the Company.

A3. Seasonality or Cyclicity of Interim Operations

The operations of the Group were not significantly affected by seasonality and cyclicity factors.

A4. Items of Unusual Nature and Amount

There were no items affecting the assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size or incidence.

A5. Changes in Estimates Reported in Prior Interim Periods

There were no changes in estimated amounts reported in prior periods, which have a material effect on the current period.

A6. Debts and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayments of debts and equity securities for the current quarter and financial year-to-date, except for the following:

Treasury shares:

At the Company's 46th Annual General Meeting held on 19 October 2016, the shareholders of the Company approved the proposed renewal of shareholders' mandate for the Company to repurchase up to 10% of its own ordinary shares. The Company did not purchase any shares for the current financial quarter. For the financial year-to-date, the Company purchased 341,400 ordinary shares in the Company pursuant to Section 127 of the Companies Act, 2016, details of which are as follows:

Date	No. of Shares	Highest Price (RM)	Lowest Price (RM)	Average Price (RM)	Total Consideration (RM)
June 2016	80,200	0.5500	0.5200	0.5350	43,395
July 2016	10,300	0.5450	0.5150	0.5349	5,645
August 2016	111,900	0.6050	0.5550	0.5860	66,231
	202,400				115,271
September 2016	34,000	0.6100	0.5600	0.5790	19,927
October 2016	5,000	0.7400	0.7250	0.7300	3,697
November 2016	30,000	0.5900	0.5600	0.5717	17,428
	69,000				41,052
December 2016	30,000	0.5600	0.5350	0.5467	16,635
January 2017	25,000	0.5850	0.5400	0.5700	14,482
February 2017	15,000	0.7500	0.6950	0.7050	10,674
	70,000				41,791
	341,400				198,114

Notes: The consideration is inclusive of brokerage, contract stamp and clearing fees.

As at 31 May 2017, a total of 2,436,924 treasury shares at a total cost of RM1,386,416 were held by the Company pursuant to Section 127 (4) (b) of the Companies Act, 2016.

A7. Dividend Paid

On 16 December 2016, the Company paid a final single-tier dividend of 2.0 sen per share amounting to RM3,839,418.72 in respect of the financial year ended 31 May 2016.

A8. Segment Revenue and Results

The segment revenue and segment results for business segments for the current financial year-to-date are as follows: -

12-Month period ended 31.05.2017	Polymer RM'000	Industrial Chemical RM'000	Logistics RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue						
External sales	125,682	1,200,489	11,085	-	-	1,337,256
Inter-segment sales	-	411	319	-	(730)	-
Total revenue	125,682	1,200,900	11,404	-	(730)	1,337,256

Results						
Segment result	18,382	33,657	(955)	(7,009)	-	44,075
Finance costs						(7,921)
Profit before taxation						36,154
Taxation						(12,393)
Net profit for the year						23,761
Non-controlling interests						(3,375)
Net profit after non-controlling interests						20,386

12-Month period ended 31.05.2016	Polymer RM'000	Industrial Chemical RM'000	Logistics RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue						
External sales	119,475	1,077,975	-	-	-	1,197,450
Inter-segment sales	-	1,190	-	-	(1,190)	-
Total revenue	119,475	1,079,165	-	-	(1,190)	1,197,450

Results						
Segment result	16,403	16,798	-	(5,770)	-	27,431
Finance costs						(6,919)
Profit before taxation						20,512
Taxation						(9,335)
Net profit for the year						11,177
Non-controlling interests						(23)
Net profit after non-controlling interests						11,154

A9. Valuation of Property, Plant and Equipment

The valuations of land and buildings have been brought forward, without amendment from the Audited Financial Statements for the financial year ended 31 May 2016. The carrying values are based on valuations carried out in 1985 by independent qualified valuers less accumulated depreciation. Upon transition to MFRS 1 on 1 June 2011, the Group elected to use the previously revalued leasehold land and buildings carrying amounts as deemed cost.

A10. Material Events Subsequent to the End of the Current Period

There were no material events subsequent to the end of the current period up to the date of this Report that have not been reflected in the financial statements for the current period.

A11. Changes in Composition of the Group

There were no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations.

A12. Contingent Liabilities

There were no contingent liabilities since the last annual Statements of Financial Position as at 31 May 2016.

A13. Capital Commitment

The capital commitment as at 31 May 2017 are as follows:

	RM'000
Property, plant and equipment	
- Approved and contracted	400
- Approved but not contracted	75
	<hr/>
	475
	<hr/>

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA SECURITIES LISTING REQUIREMENTS
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B1. Detailed Analysis of the Performance of All Operating Segments of the Group for the Current Quarter and Financial Year-To-Date

For the twelve months ended 31 May 2017, the Nylex Group's revenue grew 11.7% to RM1,337.3 million from RM1,197.5 million recorded in the same period last financial year. The increase in revenue was due to higher contribution from both the Industrial Chemical Division and Polymer Division and also the inclusion of the revenue from the newly set up Logistics Division. The Group's profit before tax ("PBT") rose 76.3% to RM36.2 million, from RM20.5 million recorded in the corresponding period last financial year, driven by higher revenue and improved margins earned for certain products.

For the current quarter under review, the Nylex Group's revenue grew 30.6% to RM380.0 million from RM291.0 million recorded in the same period last financial year. The increase in revenue was mainly attributed by higher contribution from the Industrial Chemical Division. Due to improved performance by its subsidiary in Indonesia, the PBT for the period increased to RM10.2 million, compared to RM8.8 million recorded in the corresponding period last financial year.

The Polymer Division recorded lower revenue of RM31.9 million for the current financial quarter, compared with RM34.9 million in the corresponding quarter in Q4 FY 2016 mainly due to lower contribution by its manufacturing plant in Shah Alam. The Division posted higher PBT of RM6.5 million compared with RM6.1 million achieved in the same period last year, as a result of improved profit margins for its products mix.

The Industrial Chemical Division posted 34.2% higher revenue of RM343.7 million for the quarter compared with RM256.1 million recorded in the same period last year, lifted by generally improved average selling prices and higher volume sold for its products. The Division posted higher PBT of RM6.3 million for the quarter, as compared to RM4.9 million achieved in the same period last year.

During the quarter, the Logistics Division contributed revenue of RM4.4 million while recorded a loss before tax of RM0.3 million, attributed by under-recovery of overheads by the newly delivered vessel. The new vessel was not fully operational as it was undergoing certain procedural ship inspection by the relevant authorities during the quarter.

B2. Material Change in the Profit Before Taxation for the Current Quarter as compared with Immediate Preceding Quarter

For the current quarter under review, the Group recorded higher revenue of RM380.0 million compared to RM369.7 million achieved in the immediate preceding quarter, assisted by generally higher average selling prices.

However, lower PBT of RM10.2 million was recorded compared with RM12.3 million in the immediate preceding quarter, mainly attributed to lower margin earned for its certain products.

B3. Future Prospects

Global growth has shown some signs of improvement recently. However, the pace of recovery remains sluggish. The sustainability of the global demand outlook remains uncertain.

The global economic uncertainties combined with commodity prices volatility continue to exert pressure on the market, adversely impacting consumer sentiment. The Board expects the business environment to remain challenging. Nevertheless, the Board will continue its effort to build up the Group's growth momentum to achieve satisfactory results in the next financial year ending 31 May 2018.

B4. Variance of Actual Profit from Forecast Profit/Profit Guarantee

This is not applicable as there was no forecast profit or profit guarantee issued in respect of the current financial year.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year 31.05.2017	Preceding Year 31.05.2016	Current Year 31.05.2017	Preceding year 31.05.2016
	RM'000	RM'000	RM'000	RM'000
Taxation based on results for the period				
- Current				
Malaysian	(1,728)	(1,484)	(7,928)	(6,263)
Foreign	(1,425)	(1,100)	(4,874)	(2,826)
- Deferred tax	(38)	813	(734)	(150)
	(3,191)	(1,771)	(13,536)	(9,239)
Over/(Under) provision in prior years	1,065	(57)	1,143	(96)
	<u>(2,126)</u>	<u>(1,828)</u>	<u>(12,393)</u>	<u>(9,335)</u>

The effective tax rate of the Group is higher than the statutory tax rate mainly due to the losses recorded in certain foreign subsidiaries in the current financial period were not allowed for any tax benefit in the Group and also certain expenses which are not deductible for tax purposes.

B6. Status of Corporate Proposals

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

B7. Utilisation of Proceeds

Not applicable as the Company has not raised any proceeds from any of its corporate exercise.

B8. Group Borrowings

	As At 31.05.2017 (RM'000 equivalent)	As At 31.05.2016 (RM'000 equivalent)
Short-term borrowings		
Secured		
- Indonesian Rupiah	0	2,376
- United States Dollar	34,072	22,284
- Vietnamese Dong	3,389	5,487
	<u>37,461</u>	<u>30,147</u>
Unsecured		
- Ringgit Malaysia	179,452	92,909
- United States Dollar	0	744
	<u>179,452</u>	<u>93,653</u>
	<u>216,913</u>	<u>123,800</u>

	As At 31.05.2017 (RM'000 equivalent)	As At 31.05.2016 (RM'000 equivalent)
Long-term borrowings		
Secured		
- Indonesian Rupiah	0	2,466
- United States Dollar	49,658	0
	<u>49,658</u>	<u>2,466</u>
Total Borrowings	<u>266,571</u>	<u>126,266</u>

B9. Derivatives Financial Instruments

The Group enters into foreign exchange derivatives to manage the exposure to foreign exchange risk when the Company and its subsidiaries enter into transactions that are not denominated in their functional currencies.

The Foreign exchange derivatives are recognised on the contract dates and are measured at fair value with changes in fair value recognised in profit or loss.

There were no outstanding foreign exchange derivatives as at 31 May 2017.

B10. Disclosure of Realised and Unrealised Profits/Losses

Bursa Securities has, on 25 March 2010 and 20 December 2010, issued directives requiring all listed issuers to disclose the breakdown of unappropriated profits or accumulated losses as at the end of the reporting period, on a group basis, into realised and unrealised profits or losses, as the case may be, in the notes to its quarterly reports.

The breakdown of retained profits of the Group as at 31 May 2017, pursuant to the format prescribed by Bursa Securities, is as follows:

	As At End of Current Quarter 31.05.2017 RM'000	As At End of Last Financial Year 31.05.2016 RM'000
Total retained profits of Nylex (Malaysia) Berhad and its subsidiaries:		
- Realised	161,732	134,219
- Unrealised	24,447	26,312
	<u>186,179</u>	<u>160,531</u>
Less: Consolidation adjustments	<u>(66,052)</u>	<u>(56,964)</u>
Total Group retained profits as per consolidated accounts	<u>120,127</u>	<u>103,567</u>

B11. Notes to the Statements of Comprehensive Income for the Current Quarter and Financial Year-To-Date

The Profit Before Taxation was arrived at after charging/(crediting) the following:

	Current Quarter 31.05.2017 RM'000	Financial Year-To-Date 31.05.2017 RM'000
Interest income	(668)	(1,936)
Dividend income	(7)	(11)
Interest expense	2,674	7,921
Depreciation and amortisation	2,950	9,266
Impairment of receivables	52	1,169
Provision for and write off of inventories	2,230	3,054
Loss/(Gain) on disposal of unquoted investments	-	-
Loss/(Gain) on foreign exchange	(1,381)	(3,098)
Impairment of goodwill	-	-
Fair value gain on investments	(17)	(70)
Fair value gain on derivatives	-	-

B12. Material Litigation

There was no material litigation since the date of the last annual Statements of Financial Position as at 31 May 2016.

B13. Dividends

Subject to the approval by the Company's shareholders at the forthcoming annual general meeting, the Directors are recommending a final single tier dividend of 2.0 sen per share.

The Company will announce the book closure date and the date of payment in due course.

Other than the above recommended dividend, there is no other dividend declared by the Company for the current financial year.

For the last financial year, the Company paid a final single tier dividend of 2.0 sen per share amounting to RM3,839,418.72.

B14. Earnings per Share

Basic Earnings Per Share

The calculation of basic earnings per share was based on the net profit attributable to owners of the parent for the current quarter of RM6,764,013 (31.05.2016: RM6,484,887) and net profit of RM20,385,935 (31.05.2016: RM11,153,854) for the financial year-to-date as reported in the condensed consolidated income statements of the Group, divided by the weighted average number of ordinary shares in issue during the current quarter of 191,900,936 (31.05.2016: 192,310,256) and for the financial year-to-date of 191,996,189 (31.05.2016: 192,511,389).

Diluted Earnings Per Share

The Group has no potential ordinary shares in issue as at reporting date. Therefore, Diluted Earnings Per Share equals to Basic Earnings Per Share.

B15. Qualification of Auditors' Report of Preceding Financial Statements

There was no audit qualification in the auditors' report of the Group's Audited Financial Statements for the financial year ended 31 May 2016.

BY ORDER OF THE BOARD

Stephen Geh Sim Whye
Company Secretary

Petaling Jaya
27 July 2017