

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED
30 JUNE 2018

	Individual Quarter		Cumulative Quarter	
	3 Months Period Ended		6 Months Period Ended	
	30/6/2018	30/6/2017	30/6/2018	30/6/2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM '000	RM '000	RM '000	RM '000
Revenue	103,585	82,694	210,131	162,019
Operating expenses				
-Depreciation & amortisation	(659)	(773)	(1,339)	(1,473)
-Other operating costs	(109,573)	(81,279)	(217,775)	(160,914)
Other income	484	355	1,282	543
(Loss)/Profit from operations	(6,163)	997	(7,701)	175
Share of losses in associate companies	(515)	(126)	(1,943)	(852)
Finance costs	(4,802)	(4,058)	(9,414)	(8,067)
Loss before tax	(11,480)	(3,187)	(19,058)	(8,744)
Income tax expense	272	(392)	47	(226)
Loss for the period	(11,208)	(3,579)	(19,011)	(8,970)
Fair value gain on other quoted investment	-	-	2,137	-
Foreign currency translation differences for foreign operations	4,562	(2,033)	6,352	(2,118)
Total other comprehensive income/(expenses) for the period	4,562	(2,033)	8,489	(2,118)
Total comprehensive loss for the period	(6,646)	(5,612)	(10,522)	(11,088)
Loss attributable to:				
Owners of the Company	(10,215)	(3,502)	(17,268)	(8,799)
Non-controlling interests	(993)	(77)	(1,743)	(171)
Loss for the Period	(11,208)	(3,579)	(19,011)	(8,970)
Total comprehensive loss attributable to:				
Owners of the Company	(5,653)	(5,535)	(8,779)	(10,917)
Non-controlling interests	(993)	(77)	(1,743)	(171)
Total comprehensive loss for the period	(6,646)	(5,612)	(10,522)	(11,088)
Basic loss per ordinary share (sen):	(1.3)	(0.5)	(2.3)	(1.2)

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2017.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2018

	As at 30/6/2018 (Unaudited) RM '000	As at 31/12/2017 (Audited) RM '000
ASSETS		
Investment in associates	36,157	38,099
Property, plant and equipment	5,982	6,626
Other long term investments	270,291	267,621
Intangible Assets	13,059	12,422
Development costs	10,794	8,534
Total non-current assets	336,283	333,302
Inventories	12,553	1,347
Trade receivables	125,374	148,077
Other receivables, deposits and prepayments	36,317	27,890
Tax recoverable	2,317	2,479
Fixed deposits with licensed banks	8,615	10,971
Cash and bank balances	19,187	31,110
Total current assets	204,363	221,874
TOTAL ASSETS	540,646	555,176
EQUITY		
Share capital	155,880	155,880
Reserves	3,099	11,879
Total equity attributable to owners of the Company	158,979	167,759
Non-controlling interests	(480)	1,723
Total equity	158,499	169,482
LIABILITIES		
Long term borrowings	243,238	234,424
Hire purchase and finance lease liabilities	260	260
Deferred tax liabilities	2,221	2,481
Total non-current liabilities	245,719	237,165
Trade payables	106,805	128,537
Other payables and accruals	18,385	19,872
Short term borrowings	11,178	-
Hire purchase and finance lease liabilities	60	120
Total current liabilities	136,428	148,529
TOTAL LIABILITIES	382,147	385,694
TOTAL EQUITY AND LIABILITIES	540,646	555,176
Net asset per share attributable to ordinary equity holders of the parent (sen)	21	22

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2017.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

	-----Attributable to owners of the Company -----								
	Non-Distributable					Accumulated Losses	Sub-total	Non- controlling Interests	Total Equity
	Shares Capital	Shares Premium	Foreign Exchange Translation Reserves	Treasury Shares	Fair Value Reserves				
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
Unaudited									
At 1 January 2018	155,880	412,796	4,438	(12,217)	40,328	(433,466)	167,758	1,723	169,481
Fair value gain on other quoted investment	-	-	-	-	2,137	-	2,137	-	2,137
Foreign currency translation differences for foreign operations	-	-	6,352	-	-	-	6,352	-	6,352
Acquisition of non-controlling interest	-	-	-	-	-	-	-	(460)	(460)
Loss for the period	-	-	-	-	-	(17,268)	(17,268)	(1,743)	(19,011)
	-	-	6,352	-	2,137	(17,268)	(8,779)	(2,203)	(10,982)
At 30 June 2018	155,880	412,796	10,790	(12,217)	42,464	(450,734)	158,979	(480)	158,499

The share premium has not been transferred to the share capital pursuant to Section 618 of the Companies Act 2016.

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2017.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017

	-----Attributable to Equity Holders of the Parent -----							Total Equity
	Non-Distributable					Sub-total	Non- controlling Interests	
	Shares Capital	Shares Premium	Foreign Exchange Translation Reserves	Treasury Shares	Accumulated Losses			
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
Unaudited								
At 1 January 2017	138,089	412,796	8,655	(12,217)	(417,269)	130,054	88	130,142
Issue of ordinary shares	18,093	-	-	-	-	18,093	-	18,093
Share issues expenses	-	(302)	-	-	-	(302)	-	(302)
Foreign currency translation differences for foreign operations	-	-	(2,118)	-	-	(2,118)	-	(2,118)
Acquisition of non-controlling interest	-	-	-	-	-	-	1,066	1,066
Loss for the period	-	-	-	-	(8,799)	(8,799)	(171)	(8,970)
	18,093	(302)	(2,118)	-	(8,799)	6,874	895	7,769
At 30 June 2017	156,182	412,494	6,537	(12,217)	(426,068)	136,928	983	137,911

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2017.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

	Financial period ended	
	30/6/2018	30/6/2017
	RM'000 (Unaudited)	RM'000 (Unaudited)
CASH FLOW (FOR)/FROM OPERATING ACTIVITIES		
Loss before taxation	(19,058)	(8,745)
Adjustments for non cash items:-		
Amortisation of development cost	234	47
Amortisation of intangible assets	-	-
Depreciation of property, plant and equipment	1,104	913
Interest income	(136)	(405)
Interest expense	9,277	7,935
Share of loss of associates	1,943	852
Fair value gains	(533)	-
	<hr/>	<hr/>
Operating profit/(loss) before working capital changes	(7,169)	597
Changes in working capital		
Decrease/(Increase) in inventories	(11,206)	(2,052)
Decrease/(Increase) in assets	14,276	106,999
(Decrease)/Increase in liabilities	(23,220)	(82,683)
	<hr/>	<hr/>
Cash (for)/from operating activities	(27,319)	22,861
Interest received	136	405
Tax paid	(51)	(2,301)
	<hr/>	<hr/>
Net cash (for)/from operating activities	(27,234)	20,965
	<hr/>	<hr/>
CASH FLOW FOR INVESTING ACTIVITIES		
Acquisition of subsidiary	(1,099)	(6,000)
Cash from investing subsidiary	-	1,905
Purchase of other investment	-	(6,460)
Purchase of property, plant and equipment	(460)	(1,281)
Development costs incurred	(2,492)	(3,393)
Advance to related companies	-	(456)
	<hr/>	<hr/>
Net cash for investing activities	(4,052)	(15,685)
	<hr/>	<hr/>
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares (net of expenses)	-	17,790
Net Drawdown/(Repayment) of borrowings	10,722	(225)
Net withdrawal of fixed deposit pledged to a licensed bank	1,542	3,271
Repayment of hire purchase obligations	(68)	(68)
	<hr/>	<hr/>
Net cash from financing activities	12,196	20,768
	<hr/>	<hr/>
Net (decrease)/increase in cash and cash equivalents	(19,090)	26,048
Foreign exchange translation differences	6,352	(2,118)
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	33,128	49,075
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	20,390	73,006
	<hr/>	<hr/>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	19,187	40,746
Fixed deposit with licensed bank	8,615	42,320
	<hr/>	<hr/>
Fixed deposit pledged with licensed bank	(7,412)	(10,060)
	<hr/>	<hr/>
	20,390	73,006
	<hr/> <hr/>	<hr/> <hr/>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting

A1 Basis of preparation

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of Chapter 9 Part K of the Main Listing Requirement of Bursa Malaysia Securities Berhad ("BMSB"). The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017.

A2 Changes in accounting policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2017 except for the new standards, amendments to publish standards and interpretations that are mandatory for the Group's financial year beginning on or after 1 January 2018 as set out below:

- a) Amendments to MFRS 2 : Classification and Measurement of Share-based Payment Transactions
- b) MFRS 9: Financial Instrument
- c) MFRS 15: Revenue from Contracts with Customers
- d) Amendments to MFRS 128: Investments in Associates and Joint Ventures (Annual Improvements to MFRSs 2014-2016)
- e) IC Interpretation 22 : Foreign Currency Translations and Advance Consideration

The adoption of the above standards and interpretations does not have significant financial impact to the Group's consolidated financial statements for the current quarter.

The following MFRS have been issued by the MASB and are effective for annual period commencing on or after 1 January 2019, and have yet to be adopted by the Group:

- a) MFRS 16: Leases
- b) Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Deferred)
- c) IC Interpretation 23 : Uncertainty over Income Tax Treatments

A3 Auditors' report on preceding annual financial statements

The auditors issued an unqualified audit opinion on the financial statements for the year ended 31 December 2017.

A4 Seasonal or cyclical of operations

The Group's operations were not materially affected by any seasonal and cyclical factors.

A5 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

A6 Material changes in estimates

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial period under review.

A7 Changes in debts or equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the period ended 30 June 2018.

A8 Dividends payment

There were no dividends paid or proposed during the current financial period under review.

A9 Segmental information

Segmental information is provided based on geographical segment by customers' location as follows:-

Results for the financial period ended 30 June 2018	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	-	24,673	24,673
Communication Services	-	183,633	183,633
E-Services	1,825	-	1,825
	<u>1,825</u>	<u>208,306</u>	<u>210,131</u>
Results			
Software and Devices	-	(1,136)	(1,136)
Communication Services	-	2,360	2,360
Digital Services	(7,598)	-	(7,598)
Investment Holding	(1,463)	-	(1,463)
	<u>(9,061)</u>	<u>1,224</u>	<u>(7,837)</u>
Finance costs			(9,414)
Finance income			136
			<u>(17,115)</u>
Share of net loss of associate			(1,943)
Loss before taxation			(19,058)
Income tax expense			47
Loss after taxation			(19,011)
Non-controlling interests			1,743
Loss after taxation & non-controlling interests			<u>(17,268)</u>

Results for the financial period ended 30 June 2017	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	-	52,662	52,662
Communication Services	300	108,494	108,794
E-Services	563	-	563
	<u>863</u>	<u>161,156</u>	<u>162,019</u>
Results			
Software and Devices	-	1,135	1,135
Communication Services	(7)	1,235	1,228
E-Services	(2,773)	-	(2,773)
Investment Holding	180	-	180
	<u>(2,600)</u>	<u>2,370</u>	<u>(230)</u>
Finance costs			(8,067)
Finance income			405
			<u>(7,892)</u>
Share of net loss of associate			(852)
Loss before taxation			(8,744)
Income tax expense			(226)
Loss after taxation			(8,970)
Non-controlling interests			171
Loss after taxation & Non-controlling interests			<u>(8,799)</u>

A10 Valuation of property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss.

A11 Material events subsequent to the end of the quarter

There is no material events subsequent to the end of the quarter.

A12 Changes in the composition of the Group

There is no change in the composition of the Group during the current financial quarter ended 30 June 2018.

A13 Contingent assets and changes in contingent liabilities

The Group does not have any contingent assets at the date of this announcement and there were no changes in contingent liabilities since the last annual balance sheet date.

A14 Capital commitments

The Group does not have any capital commitments at the date of the announcement.

A15 Significant related party transactions

The Directors of GPB are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial year under review.

Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B1 Review of the performance of the Group

Financial review for current quarter and financial year to date:-

	3 months period ended		% Change	6 months period ended		% Change
	30-Jun-18	30-Jun-17		30-Jun-18	30-Jun-17	
	RM million	RM million		RM million	RM million	
Revenue	103.58	82.69	25%	210.13	162.02	30%
Operating (Loss)	(6.16)	1.00	-718%	(7.70)	0.18	-4501%
EBITDA	(5.50)	1.77	-411%	(6.36)	1.65	-486%
(Loss) Before Tax	(11.48)	(3.19)	-260%	(19.06)	(8.74)	-118%
(Loss) After Tax	(11.21)	(3.58)	-213%	(19.01)	(8.97)	-112%
(Loss) Attributable to Ordinary Equity Holders of the Parent	(10.22)	(3.50)	-192%	(17.27)	(8.80)	-96%

Total revenue, EBITDA losses and loss after tax ("LAT") of the Group stands at approximately RM103.58 million, RM5.5 million and RM11.21 million respectively for the current financial quarter ended at 30 June 2018 ("2Q18").

Total revenue, EBITDA profits and loss after tax ("LAT") of the Group stands at approximately RM82.69 million, RM1.77 million and RM3.58 million respectively for the financial year ended at 30 June 2017 ("2Q17").

Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months period ended		% Change	6 months period ended		% Change
	30-Jun-18	30-Jun-17		30-Jun-18	30-Jun-17	
	RM million	RM million		RM million	RM million	
Software and Devices	6.11	27.38	-78%	24.67	52.66	-53%
Communication Services	96.17	55.04	75%	183.63	108.79	69%
Digital Services	1.31	0.28	370%	1.83	0.56	224%
Total	103.58	82.69	25%	210.13	162.02	30%

- Software and Devices business registered 78% lower sales in the current quarter compared to year on year basis mainly due to lower devices shipment to a major customer in Philippines compared to the previous year corresponding quarter.
- The Communication Services business recorded a higher revenue of 75% in the current quarter as compared to the previous year on year mainly due to improved sales from most of the countries in ASEAN.
- The Digital Services business continue to register improved revenue of 370% in the current quarter as compared to the previous year on year mainly due to contribution from new major projects secured during the year.

EBITDA comprises the following:-

	3 months period ended		% Change	6 months period ended		% Change
	30-Jun-18	30-Jun-17		30-Jun-18	30-Jun-17	
	RM million	RM million		RM million	RM million	
Software and Devices	(1.31)	1.38	-195%	(1.06)	1.81	-159%
Communication Services	0.55	1.36	-59%	2.76	1.81	52%
Digital Services	(3.69)	(1.08)	-241%	(6.91)	(2.11)	-227%
Investment Holding	(1.05)	0.11	-1059%	(1.15)	0.14	-930%
Total	(5.50)	1.77	-411%	(6.36)	1.65	-486%

The EBITDA losses of RM5.50 million in the current quarter compared to a EBITDA profits of RM1.77 million in the previous corresponding quarter were mainly due to continue investment in business development costs consisting mainly of staff costs and sales/marketing costs incurred to build the Digital Services business, substantially lower revenue from the Software and Devices business and dropped in gross profits margins despite higher revenue in the Communication business .

Profit/ (Loss) after tax comprises the following:-

	3 months period ended		% Change	6 months period ended		% Change
	30-Jun-18	30-Jun-17		30-Jun-18	30-Jun-17	
	RM million	RM million		RM million	RM million	
Software and Devices	(1.31)	1.14	-215%	(1.11)	1.54	-172%
Communication Services	0.53	0.86	-38%	2.42	1.18	104%
Digital Services	(4.04)	(1.43)	182%	(7.60)	(2.73)	178%
Investment Holding	(1.07)	0.04	-2785%	(1.36)	(0.04)	3168%
	(5.89)	0.61	-1073%	(7.65)	(0.05)	14878%
Finance costs*	(4.80)	(4.06)	-18%	(9.41)	(8.07)	-17%
Share of loss of associate	(0.51)	(0.13)	-306%	(1.94)	(0.85)	-128%
Total	(11.21)	(3.58)	213%	(19.01)	(8.97)	112%

*Finance cost is mainly in relation to the Exchangeable Medium Term Notes.

Higher business development costs incurred for the Digital Services business, EBITDA losses from the Software and Devices and lower EBITDA profits from the Communication Services business coupled with higher finance costs accrued from the Exchangeable Medium Term Notes in the current quarter have resulted in the loss after tax of RM11.21 million in the current quarter.

B2 Material changes in the quarterly results compared to the results of the preceding quarter

Financial review for current quarter compared with immediate preceding quarter:-

	3 months period ended		% Change
	30-Jun-18	31-Mar-18	
	RM million	RM million	
Revenue	103.58	106.55	-3%
Operating Profit	(6.16)	(1.54)	301%
EBITDA	(5.50)	(0.86)	542%
Loss Before Tax	(11.48)	(7.58)	-52%
Loss After Tax	(11.21)	(7.80)	-44%
Loss Attributable to Ordinary Equity Holders of the Parent	(10.22)	(7.05)	-45%

Total revenue and loss after tax ("LAT") of the Group for the current financial quarter ended 30 June 2018 ("2Q18") were RM103.58 million and RM11.21 million respectively as compared to the revenue and LAT of the Group for the previous preceding financial quarter ended at 31 March 2018 ("1Q18") of RM106.55 million and RM7.80 million respectively.

Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months period ended		% Change
	30-Jun-18	31-Mar-18	
	RM million	RM million	
Software and Devices	6.11	18.56	-67%
Communication Services	96.17	87.47	10%
Digital Services	1.31	0.52	152%
Total	103.58	106.55	-3%

Overall, revenue for current quarter was slightly lower than the previous quarter mainly due to substantially lower revenue from the Software and Devices business.

EBITDA comprises the following:-

	3 months period ended		% Change
	30-Jun-18 RM million	31-Mar-18 RM million	
Software and Devices	(1.31)	0.25	621%
Communication Services	0.55	2.21	75%
Digital Services	(3.69)	(3.22)	-15%
Investment Holding	(1.05)	(0.10)	934%
Total	(5.50)	(0.86)	542%

EBITDA losses of RM5.50 million in the current quarter were higher as compared with the EBITDA losses of RM0.86 million in the preceding quarter were mainly due to losses in the Software and Devices business and lower EBITDA profits from the Communication Services. This was due to substantially lower revenue from the Software and Devices business and dropped in gross profits margins in the Communication business.

Loss after tax comprises the following:-

	3 months period ended		% Change
	30-Jun-18 RM million	31-Mar-18 RM million	
Software and Devices	(1.31)	0.20	769%
Communication Services	0.53	1.89	72%
Digital Services	(4.04)	(3.56)	-13%
Investment Holding	(1.07)	(0.29)	272%
	(5.89)	(1.76)	234%
Finance costs*	(4.80)	(4.61)	-4%
Share of loss of associate	(0.51)	(1.43)	64%
Total	(11.21)	(7.80)	-44%

*Finance cost is mainly in relation to the Exchangeable Medium Term Notes.

B3 Current prospects and progress on previously announced financial estimates

a) Current prospects

The Company is continuing its efforts to improve the performance of the Group in the following ways:-

- Secure greater geographical reach in markets for new LTE products.
- Expand the wholesale voice traffic and grow the wholesale data services.
- Focus to drive business growth in the Internet of Things ("IOT") and Digital Services platform in the current financial year which are complementary to and synergistic with the existing 2 business pillars and having the potential to contribute positively to the Group.
- Upsell new media devices and IOT products to its global telecommunication customers.

b) Progress and steps to achieve financial estimate, forecast, projection and internal targets previously announced

There was no financial forecast previously announced by the Group.

B4 Statement of the Board of Directors' opinion on achievability of financial estimate, forecast, projection and internal targets previously announced

Not applicable

B5 Financial estimate, forecast or projection/profit guarantee

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

B6 Income tax expense

	Financial period ended 30-Jun-18 RM'000
Current period tax expense	(47)

B7 Status of corporate proposals and utilisation of proceeds

The status of corporate proposals announced but not completed are as follow:

- a) On 22 June 2018, the Company ("GPB") had announced that its proposes to undertake a renounceable rights issue of up to 150,202,583 Rights Shares on the basis of 1 Rights Share for every 5 existing GPB Shares held, together with up to 450,607,749 Warrants on the basis of 3 Warrants for every 1 Rights Share subscribed for, based on an entitlement date to be determined later ("Proposed Rights Issues with Warrants"). Subsequently, on 11 July 2018, the application for the Proposed Rights Issue with Warrants had been submitted to Bursa Malaysia Securities Berhad. On 10 August 2018, the application for the Proposed Rights Issue with Warrants was approved by Bursa Malaysia Securities Berhad.
- b) On 26 June 2018, the Company had announced to undertake the following proposals :
 - i) A capital reduction exercise pursuant to Section 116 of the Companies Act, 2016 ("Act") to reduce the issued share capital of GPB by an amount equivalent to the entire accumulated losses of the Company as at 31 December 2017 ("Proposed Capital Reduction") and;
 - ii) Establishment and implementation of a share grant scheme of up to 15% of the total number of issued shares of GPB (excluding treasury shares) at any point in time during the duration of the Proposed Share Grant Scheme for the executive directors and employees of GPB and its subsidiaries (excluding subsidiaries which are dormant) ("GPB Group" or "Group") who fulfil the eligibility criteria ("Proposed SGS")

On 20 July 2018, the application for the Proposed Capital Reduction and Proposed SGS was approved by Bursa Malaysia Securities Berhad

B8 Group borrowings and debt securities

Total borrowings of the Group are as follows:

	As at 30 June 2018		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	242,802	-	242,802
- Term loan	436	227	663
- Trade facilities	-	3,856	3,856
- Revolving Credits	-	7,095	7,095
- Hire purchases creditors, which are denominated in Ringgit Malaysia.	260	60	320
Total	243,498	11,238	254,736

	As at 30 June 2017		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	224,291	-	224,291
- Term loan	605	196	801
- Hire purchases creditors, which are denominated in Ringgit Malaysia.	304	136	440
Total	225,200	332	225,532

B9 Material litigations

There were no material litigations involving the Group as at the date of this announcement.

B10 Dividends

No dividend has been declared or recommended in respect of the current financial period under review.

B11 Realised and unrealised losses disclosure

The Group's realised and unrealised accumulated losses disclosure are as follows:

	As at 30-Jun-18 RM'000	As at 30-Jun-17 RM'000
Total accumulated losses of the Company and subsidiaries:		
- Realised accumulated losses	(896,141)	(876,946)
- Unrealised retained profit/(loss)	203	(347)
Consolidation adjustments	445,204	451,224
Total Group accumulated losses	(450,734)	(426,068)

B12 Earnings per share**Basic EPS**

Basic EPS is calculated by dividing the net profit/(loss) for the period by the weighted average number of ordinary shares in issue during the period.

	3 months period ended		6 months period ended	
	30-Jun-18	30-Jun-17	30-Jun-18	30-Jun-17
Loss attributable to ordinary equity holders of the Company (RM'000)	(10,215)	(3,502)	(17,268)	(8,799)
Weighted average numbers of ordinary shares in issue of RM0.20 par each ('000)	758,721	720,837	758,721	720,837
Basic earning per share (sen)	(1.3)	(0.5)	(2.3)	(1.2)

B13 Profit/(Loss) for the Period

	3 months period ended		6 months period ended	
	30-Jun-18 RM'000	30-Jun-17 RM'000	30-Jun-18 RM'000	30-Jun-17 RM'000
Profit/(Loss) for the period is arrived at after charging :				
Amortisation of :				
- development cost	120	39	232	47
- intellectual property	0	-	2	-
Depreciation of plant and equipment	539	457	1,104	913
Rental of premises	404	370	787	733
Loss/(Gain) on foreign exchange				
- realised	849	(181)	1,350	(62)
- unrealised	(213)	424	(194)	540
Staff costs:				
- defined contribution plan	569	357	901	671
- salaries and other benefits	5,962	6,212	11,510	10,579
Interest expense:				
- hire purchase	4	4	8	8
- exchangeable medium term notes	4,798	4,054	9,406	8,059
and after crediting :				
Interest income	112	273	136	405

B14 Authorisation for issue

The interim financial statements were authorised on 27 August 2018 for issue by the Board of Directors.