

31 July 2017



AMTEL HOLDINGS BERHAD
(Company No.: 409449-A)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND FINANCIAL QUARTER ENDED 31 MAY 2017

AMTEL HOLDINGS BERHAD (409449-A)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2017**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT PERIOD QUARTER 31-5-2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-5-2016 RM'000	CURRENT PERIOD TO DATE 31-5-2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-5-2016 RM'000
Revenue	6,182	9,431	17,190	17,852
Operating Expenses	(7,366)	(10,131)	(18,271)	(19,484)
Other Operating Income	247	258	392	575
Profit/(Loss) from Operations	(937)	(442)	(689)	(1,057)
Finance Costs	(13)	(18)	(21)	(29)
Share of Results of Associates	(109)	(31)	(112)	(32)
Profit/(Loss) Before Taxation	(1,059)	(491)	(822)	(1,118)
Taxation	1	(42)	(171)	(150)
Profit/(Loss) for the financial period	(1,058)	(533)	(993)	(1,268)
Other Comprehensive Income, Net of Tax				
Items that may be reclassified subsequently to Profit or Loss				
Foreign currency translation	7	30	4	30
Total Comprehensive Income/(Loss) for the period	(1,051)	(503)	(989)	(1,238)
<u>Profit/(Loss) Attributable to:-</u>				
Owners of the Company	(987)	(502)	(920)	(1,203)
Non-controlling Interests	(71)	(31)	(73)	(65)
	(1,058)	(533)	(993)	(1,268)
<u>Total Comprehensive Income/(Loss) Attributable to:-</u>				
Owners of the Parent	(980)	(501)	(916)	(1,235)
Non-controlling Interests	(71)	(35)	(73)	(35)
	(1,051)	(536)	(989)	(1,270)
<u>Earnings Per Share Attributable to Owners of the Parent :-</u>				
Basic (sen)	-2.00	-1.02	-1.87	-2.44
Fully Diluted (sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2016 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD (409449-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2017
(The figures have not been audited)

	<u>UNAUDITED</u> AS AT CURRENT FINANCIAL PERIOD ENDED 31/5/2017 RM'000	<u>AUDITED</u> AS AT PRECEDING FINANCIAL YEAR ENDED 30/11/2016 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	2,028	1,853
Investment Properties	169	169
Investments in Associates	1,487	1,585
Intangible Assets	1,897	2,241
Other Investments	250	250
	<u>5,831</u>	<u>6,098</u>
Current Assets		
Inventories	2,057	1,269
Property Development Costs	7,824	7,877
Trade & Other Receivables	23,827	30,567
Other Investments	8,951	8,852
Cash deposits with licensed banks	5,030	5,699
Cash and Bank Balances	8,288	7,526
	<u>55,977</u>	<u>61,790</u>
TOTAL ASSETS	<u>61,808</u>	<u>67,888</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	54,052	49,277
Reserves	(11,015)	(5,233)
Equity Attributable to Owners of the Parent	<u>43,037</u>	<u>44,044</u>
Non-controlling Interests ("NCI")	1,880	1,858
Total Equity	<u>44,917</u>	<u>45,902</u>
Non-Current Liabilities		
Finance Lease Payables	287	156
Deferred Tax Liabilities	477	408
	<u>764</u>	<u>564</u>
Current Liabilities		
Trade & Other Payables	15,200	20,763
Short Term Borrowings	666	374
Tax Liabilities	129	152
Finance Lease Payables	132	133
	<u>16,127</u>	<u>21,422</u>
Total Liabilities	<u>16,891</u>	<u>21,986</u>
TOTAL EQUITY AND LIABILITIES	<u>61,808</u>	<u>67,888</u>
Net assets per share attributable to owners of the parent (RM)	0.8734	0.8938

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2016 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD (409449-A)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2017
(The figures have not been audited)

	<----- Attributable to Owners of the Parent ----->							Non-controlling Interests RM'000	Total Equity RM'000
	<----- Non-Distributable ----->			Currency Translation		Accumulated Losses RM'000	Total RM'000		
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Reserve RM'000					
6 months ended 31 MAY 2017									
At 1 December 2016	49,277	4,775	159	14	(10,181)	44,044	1,858	45,902	
Adjustment pursuant to Companies Act 2016 (Note 1)	4,775	(4,775)	-	-	-	-	-	-	
Comprehensive Income: Profit/(Loss) for the financial period	-	-	-	-	(920)	(920)	(73)	(993)	
Foreign currency translation	-	-	-	4	-	4	-	4	
Total comprehensive income/(loss) for the financial period	-	-	-	4	(920)	(916)	(73)	(989)	
<u>Transaction with owners:</u>									
Acquisition of NCI	-	-	-	7	-	7	91	98	
NCI of newly incorporated subsidiary	-	-	-	-	-	-	4	4	
Premium on acquisition of NCI	-	-	-	-	(98)	(98)	-	(98)	
At 31 May 2017	54,052	-	159	25	(11,199)	43,037	1,880	44,917	
6 months ended 31 MAY 2016									
At 1 December 2015	49,277	4,775	159	23	(10,331)	43,903	374	44,277	
Comprehensive Income: Profit/(Loss) for the financial period	-	-	-	-	(1,203)	(1,203)	(65)	(1,268)	
Foreign currency translation	-	-	-	(32)	-	(32)	30	(2)	
Total comprehensive income for the financial period	-	-	-	(32)	(1,203)	(1,235)	(35)	(1,270)	
<u>Transaction with owners:</u>									
Subscription of new shares by NCI in a subsidiary	-	-	-	-	-	-	1,186	1,186	
Effect of dilution of equity interest in a subsidiary	-	-	-	-	(106)	(106)	106	-	
At 31 May 2016	49,277	4,775	159	(9)	(11,640)	42,562	1,631	44,193	

Note (1):-

With the Companies Act 2016 coming into effect on 31 January 2017, the credit standing in the share premium account of RM4,775,000 has been transferred to the share capital account.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2016 and the accompanying explanatory notes attached to the interim financial report.

AMTEL HOLDINGS BERHAD (409449-A)
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2017
(The figures have not been audited)

	CURRENT FINANCIAL PERIOD ENDED 31/5/2017 RM'000	PRECEDING FINANCIAL PERIOD ENDED 31/5/2016 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(822)	(1,118)
Adjustments for:-		
Non-cash items	806	1,111
Non-operating items	(284)	(466)
Share of results of associates	112	32
Operating profit/(loss) before changes in working capital	<u>(188)</u>	<u>(441)</u>
Changes in working capital		
Net changes in property development costs	53	(2,894)
Net changes in current assets	5,823	3,047
Net changes in current liabilities	<u>(5,563)</u>	<u>(2,933)</u>
Cash generated from/(used in) operations	125	(3,221)
Interest received	73	88
Interest paid	(21)	(29)
Taxes paid	<u>(102)</u>	<u>(268)</u>
Net cash generated from/(used in) operating activities	<u>75</u>	<u>(3,430)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(632)	(246)
Disposal of property, plant and equipment	75	26
Withdrawal of fixed income funds & quoted unit trusts	15	183
Withdrawal/(Placement) of pledged cash & cash equivalent under lien	669	1,036
Dividend income	152	217
Increase in investments in an associated company	<u>(14)</u>	<u>-</u>
Net cash generated from/(Used in) investing activities	<u>265</u>	<u>1,216</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net drawdown/(payment) of finance lease	130	(143)
Subscription of new shares by NCI in a subsidiary	-	1,186
Net cash generated from financing activities	<u>130</u>	<u>1,043</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT	470	(1,171)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	7,152	6,474
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>7,622</u>	<u>5,303</u>
Cash and cash equivalents at end of the period comprise of:-		
Cash at banks and in hand	8,288	5,825
Cash deposits with licensed banks	5,030	6,065
Bank overdrafts	<u>(666)</u>	<u>(1,022)</u>
	12,652	10,868
Less: Cash deposits with licensed banks under lien	<u>(5,030)</u>	<u>(5,565)</u>
	<u>7,622</u>	<u>5,303</u>

Note:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 November 2016 and the accompanying explanatory notes attached to the interim financial report.

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND FINANCIAL QUARTER ENDED 31 MAY 2017**

(A) EXPLANATORY NOTES PURSUANT TO MFRS 134

1. Basis of Preparation

This unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements 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 last financial year ended 30 November 2016 and the accompanying explanatory notes attached to the interim financial report. The explanatory notes attached to the interim financial 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 Company and of the Group since the financial year ended 30 November 2016.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the last financial year ended 30 November 2016. The Group has not early adopted any new or revised standards, amendments/improvements to MFRSs which are applicable to the Group that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group’s current financial period.

2. Audit Qualification

The audit report of the Group’s financial statements for the year ended 30 November 2016 did not contain any qualification.

3. Seasonal or cyclical Factors

The Group’s operations are not effected by seasonal or cyclical factors for the current financial period under review.

4. Unusual Items

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

5. Material Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in the prior financial quarters or changes in estimates of amount reported in prior financial periods that have a material effect in the current financial quarter.

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6. Debt and Equity Securities.

There is no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter and financial period to-date.

7. Dividends Paid

There was no dividend paid during the financial period ended 31 May 2017.

8. Segmental Reporting

The Group's segment information for the financial period ended 31 May 2017 is as follows:-

(i) Major Business Segments

The basis of segmentation and measurement of segment performance is consistent with the basis adopted in the last audited annual financial statements.

6 months ended 31 May 2017

GROUP	Property Development RM'000	Information & Communication Technology ("ICT") RM'000	Telecommunications, Infrastructure & Services ("TIS") RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
SEGMENT REVENUE						
External revenue	1,824	10,577	4,677	112	-	17,190
Inter-segment revenue	-	607	-	380	(987)	-
Total revenue	1,824	11,184	4,677	492	(987)	17,190

SEGMENT RESULTS	Property Development RM'000	ICT RM'000	TIS RM'000	Others RM'000	Consolidated RM'000
Profit/(Loss) from operations	37	(59)	(114)	(553)	(689)
Finance costs	-	(16)	(5)	-	(21)
Share of associates' results	-	(62)	(50)	-	(112)
Profit/(Loss) before taxation	37	(137)	(169)	(553)	822
Taxation	(18)	(145)	-	(8)	(171)
Profit/(Loss) for the period	19	(282)	(169)	(561)	993

FINANCIAL POSITION As at 31 May 2017	Property Development RM'000	ICT RM'000	TIS RM'000	Others RM'000	Consolidated RM'000
Total segment assets	18,744	19,320	11,529	12,215	61,808
Total segment liabilities	6,744	5,832	3,674	641	16,891

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8. Segmental Reporting (Cont'd)
(i) Major Business Segments (Cont'd)

6 months ended 31 May 2016

GROUP	Property Development RM'000	ICT RM'000	TIS RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
SEGMENT REVENUE						
External revenue	4,043	8,131	5,566	112	-	17,852
Inter-segment revenue	-	584	-	602	(1,186)	-
Total revenue	4,043	8,715	5,566	714	(1,186)	17,852

SEGMENT RESULTS	Property Development RM'000	ICT RM'000	TIS RM'000	Others RM'000	Consolidated RM'000
Profit/(Loss) from operations	314	(1,641)	558	(288)	(1,057)
Finance costs	-	(20)	(9)	-	(29)
Share of associates' results	-	(39)	7	-	(32)
Profit/(Loss) before taxation	314	(1,700)	556	(288)	(1,118)
Taxation	(90)	-	(60)	-	(150)
Profit/(Loss) for the period	224	(1,700)	496	(288)	(1,268)

FINANCIAL POSITION As at 31 May 2016	Property Development RM'000	ICT RM'000	TIS RM'000	Others RM'000	Consolidated RM'000
Total segment assets	16,928	17,962	10,484	16,077	61,451
Total segment liabilities	7,598	5,641	3,421	598	17,258

(ii) Geographical Segments

Revenue based on geographical location of the Group's customers is as follows:-

GROUP	Revenue	
	Current Period 31 May 2017 RM'000	Preceding Year Corresponding Period 31 May 2016 RM'000
Malaysia	17,183	17,825
Singapore	7	27
Total	17,190	17,852

9. Valuation of Property, Plant and Equipment

(1) Property, plant and equipment which are stated at cost have been brought forward without amendment from the previous annual financial statements.

(2) There was no material acquisition or disposal of property, plant and equipment by the Group during the financial period to-date.

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10. Material Event Subsequent to the End of Financial Period

There was no material event subsequent to the end of the financial period ended 31 May 2017 that has not been reflected in the financial statements or to be disclosed as at the date of this report.

11. Changes in the Composition of the Group

There was no change in the composition of the Group during the current quarter and period other than as mentioned below:-

- i) On 8 December 2016, the Company via its wholly owned subsidiary, namely Amtel Cellular Sdn Bhd (“AMCSB”) acquired the remaining 30% equity interest in Amtel Pte Ltd (“APL”) comprised of 60,000 ordinary shares for a total cash consideration of SGD1.00. Consequently, APL is now a wholly owned subsidiary of the Company;
- ii) On 21 March 2017, the Company via its 76.92% owned subsidiary Amtel Resources Sdn Bhd (“ARSB”) acquired an additional 2% equity interest in Amtel Networks Sdn Bhd (“ANSB”) comprising 20,000 ordinary shares of RM1 each for a cash consideration of RM13,900 from an existing shareholder of ANSB. As a result of this acquisition, ARSB holds 40% equity interest in ANSB; and
- iii) On 23 March 2017, the Company via its wholly owned subsidiary AMCSB has incorporated a 51% owned subsidiary namely, Amtel Mega Sdn Bhd.

12. Changes in Contingent Liabilities and Contingent assets

There were no changes in contingent liabilities or contingent assets since the last reporting date as at 30 November 2016, except for the followings:-

	As At 31/5/2017
Company	
<u>Contingent Liabilities – Secured</u>	RM'000
The maximum exposure to credit risk amounts representing the outstanding credit facilities of the subsidiaries and associated company guaranteed by the Company	1,412
Group	
<u>Contingent Liabilities – Secured*</u>	
Bank guarantees	833

* - The bank guarantees are secured against the fixed deposits of the subsidiary company.

At the reporting date, there was no indication that these subsidiaries and associated company will default on its repayments during the guarantee period.

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13. Capital and Other Commitments

The Group has no capital commitment in respect of property, plant and equipment for current period ended 31 May 2017.

14. Related Party Transactions

There is no related party transaction entered into by the Company and/or its subsidiaries during the financial period to-date.

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND FINANCIAL QUARTER ENDED 31 MAY 2017**

**(B) EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

1. Review of Performance

For the current quarter ended 31 May 2017, the Group achieved a turnover of RM6.18 million and loss after tax of RM1.06 million, as compared to turnover of RM9.43 million and loss after tax of RM0.53 million reported in the preceding year corresponding quarter. Loss recorded during the current quarter was largely due to the lower turnover and losses from the TIS segment. However, during this quarter ICT segment continue to deliver a stable and improved turnover as compared to the preceding year corresponding period. As a result, the Group posted a lower loss after tax of RM0.99 million for the current period, as compared to loss after tax of RM1.27 million recorded in preceding year corresponding period.

The performance of the respective segment of the Group is summarized as follows:-

ICT Segment

For the current quarter and period to-date, ICT segment registered total revenue of RM5.35 million and RM11.18 million respectively as compared to RM4.71 million and RM8.72 million respectively reported in preceding year corresponding quarter and period. In tandem with the increase in sales revenue, ICT segment delivered an improved performance by posting a lower loss after tax of RM0.28 million for current period as compared to loss after tax of RM1.70 million recorded in preceding year corresponding period. The improved in performance was mainly attributable to higher sales volume registered during the current quarter and period to-date, coupled with further cost savings exercise.

Property Development Segment

Overall a lower performance was reported in current quarter and period to-date as the properties development works is approaching the final stages and there is no new sale of property.

TIS Segment

This segment posted a drop in revenue and a loss after tax during the current quarter as compared to preceding quarter, as well as preceding year corresponding quarter. This is mainly attributable to civil infrastructure and cable works which are still in progress. The lower performance posted in the current quarter caused an overall drop in the current period's revenue by 15% and loss after tax of RM0.17 million as compared to profit after tax of RM0.50 million posted in preceding year corresponding period.

Others Segment

Higher loss recorded during the current quarter and period to-date was mainly due to the operating costs and professional fees incurred on various corporate exercises incurred by the investment holding company.

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2. Material Changes in the Profit After Tax for the Quarter Reported on as Compared with the Immediate Preceding Quarter.

The Group posted a loss after tax of RM1.06 million for the current quarter under review as compared to profit after tax of RM65 thousand achieved in the immediate preceding quarter. Loss reported in the current quarter was mainly due to lower profit contribution from the TIS business segment as well as share of associated companies' losses.

3. Prospects for the Current Financial Year

We expect the business environment for the remaining financial quarters to be challenging. Nevertheless, the Group will be focusing on strengthening its core ICT segment's operations while the TIS segment is expected to perform better for the remaining periods with higher progress billings. The management will continue with its cost savings exercise, improve operational processes and expanding its products range.

The Board is cautious and barring any unforeseen circumstances, the Group is expected to achieve better results for the remaining financial periods.

4. Variances of Actual Profit from Forecast Profit

Not applicable.

5. Taxation

The taxation for the Group for the current financial quarter and period under review was as follows:-

	Current Quarter RM'000	Cumulative Current Period RM'000
<u>Tax expense:-</u>		
Based on results for the period	(12)	(212)
Transfer from deferred tax liabilities	13	41
	1	(171)

Tax charge for the current period is in respect of profit made by certain companies in the Group. The effective tax rate is higher than the statutory tax rate due to losses of certain subsidiaries were not available for set off against taxable profits of other subsidiaries and certain expenses which were not deductible for tax purposes.

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6. Status of Corporate Proposals

There are no corporate proposals announced, but not completed as at the date of issue of this quarterly report other than as mentioned below:-

The Company announced on 23 March 2017 to undertake the following proposals:-

- i) a capital reduction exercise pursuant to Section 117 of the Companies Act, 2016 by reducing and cancelling the share capital of the Company, an amount equivalent to the entire accumulated losses of the Company; and
- ii) variation to the financial assistance provided to Milan Utama Sdn Bhd, a 35% owned associated company of the Company, of up to an aggregate amount of RM15,000,000 or 30% of the latest available consolidated net tangible assets of the Company and its subsidiaries in the relevant period, whichever is higher to include on a pool basis with Amtel Networks Sdn Bhd, a 40% owned associated company of the Company.

The above proposals were duly approved by the shareholders of the Company at the Extraordinary General Meeting held on 17 May 2017.

On 11 July 2017 the Company lodged the relevant documents as required by Section 119(1) of Companies Act 2016 with the Registrar of Companies ("ROC") and the proposed capital reduction will become effective once the ROC has recorded the information lodged in the appropriate register.

7. Provision of Financial Assistance to Associated Company

The Company obtained the shareholders' approval via the Extraordinary General Meeting held on 17 May 2017 to vary the financial assistance provided to associated company Milan Utama Sdn Bhd ("MUSB") to include on a pool basis with Amtel Networks Sdn Bhd ("ANSB"). The amounts of financial assistance provided as of 31 May 2017 to MUSB remain at RM6.58 million. No financial assistance has been provided to ANSB as at the date of issue of this quarterly report.

8. Group Borrowings

The Group's total borrowings (all denominated in Ringgit Malaysia) as at 31 May 2017 are as follows:-

	As at 31/5/2017 RM'000
(1) <u>Short Term Borrowings:-</u>	
- <u>Secured</u>	
Overdraft	666
Finance leases payable within the next 12 months	<u>132</u>
(2) <u>Long Term Borrowings:-</u>	
- Finance leases payable after the next 12 months	<u>287</u>

The Group does not have borrowing denominated in foreign currency.

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9. Disclosure of Derivatives

The Group does not have outstanding derivatives (including financial instruments designated as hedging instruments) as at 31 May 2017.

10. Gain/Losses Arising From Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities for the current period ended 31 May 2017.

11. Dividend

The Board of Directors does not recommend any payment of dividend for the current financial period ended 31 May 2017.

12. Material Litigation

Save as disclosed below, the Group is not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant as at the date of issue of this quarterly report:-

On 4 September 2015, the Company announced that Amtel Cellular Sdn Bhd (“AMCSB”), the wholly-owned subsidiary of the Company has on 2 September 2015 filed an application to the Shenzhen Luoho District People’s Court (“Court”) to seek judgment and claims against Shi Jian Bing (“SJB”) due to SJB’s failure to deliver the new navigation software engine within the prescribed timeline and a breach of contract pursuant to the Agreement dated 25 November 2013 made between AMCSB, SJB and Another Party (“AP”).

AP had made an application earlier on 31 March 2015 to the Court to seek similar judgment and claims against SJB, in relation thereto AMCSB is a Joint-Plaintiff with AP against SJB in claiming including but not limited to the development costs of RMB1,677,569 together with interest thereon, the cost of legal proceedings and others as specified in the announcement dated 4 September 2015.

The first court hearing was held on 9 October 2015 and 10 October 2015 (continued hearing from day 1) at the Court. However no decision was formed by the Judge at the conclusion of the first trial. Another hearing was held on 25 April 2016. The Company is awaiting the decision of the Judge following the 25 April 2016 hearing.

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13. Disclosure of Realised and Unrealised Profits or Losses of the Group

The breakdown of the accumulated losses of the Group as at 31 May 2017 into realised and unrealised profits/(losses) is as follows:-

	As at 31/5/2017 RM'00	As at 31/5/2016 RM'000
Total accumulated losses:-		
- Realised	(20,943)	(22,230)
- Unrealised	(928)	(847)
	(21,871)	(23,077)
Total share of retained profits/(accumulated losses) from associated companies:-		
- Realised	1,143	995
- Unrealised	1	5
	(20,727)	(22,077)
Add/(Less): Consolidation adjustments	9,528	10,437
Total accumulated losses as per consolidated accounts	(11,199)	(11,640)

14. Notes to the Condensed Consolidated Statement of Comprehensive Income

Total comprehensive income for the current quarter and period to-date is arrived at after charging/(crediting) the following items:-

	Current Quarter 31/5/2017 RM'000	Preceding Year Corresponding Quarter 31/5/2016 RM'000	Current Period 31/5/2017 RM'000	Preceding Year Corresponding Period 31/5/2016 RM'000
1. Interest income	(49)	(47)	(73)	(88)
2. Dividend income	(78)	(107)	(152)	(217)
3. Other income excluding interest and dividend income	(43)	(111)	(83)	(170)
4. Interest expense	13	18	21	29
5. Depreciation of property, plant & equipment	232	200	462	431
6. Amortisation of intangible assets	62	281	124	432
7. (Gain)/Loss on disposal of property, plant & equipment	(75)	-	(75)	(9)
8. Allowance for impairment loss on trade receivable	-	-	-	200
9. Net foreign exchange loss/(gain)	49	(15)	81	52
	49	(15)	81	52

AMTEL HOLDINGS BERHAD (409449-A)
(Incorporated in Malaysia)

15. Earnings Per Share

(1) Basic earnings per share

The basic earnings per share for the current quarter and financial period to-date is calculated by dividing the consolidated net loss attributable to owners of the Parent of RM0.99 million and RM0.92 million respectively by the number of 49,277,066 ordinary shares in issue during the period.

(2) Diluted earnings per share

Not applicable.

AMTEL HOLDINGS BERHAD
By Order of the Board

LAI YAT LEE
Company Secretary