

**PENTAMASTER CORPORATION BERHAD (572307-U) ("PCB" or "Company")
 QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED INCOME STATEMENT
 FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	Individual Quarter 3 Months Ended		Cumulative Year Financial Period Ended	
	30/9/2017 RM'000	30/9/2016 RM'000	30/9/2017 RM'000	30/9/2016 RM'000
Revenue	83,302	40,684	185,685	108,131
Cost of goods sold	(62,622)	(28,528)	(134,394)	(75,142)
Gross profit	<u>20,680</u>	<u>12,156</u>	<u>51,291</u>	<u>32,989</u>
Other income	212	419	1,057	1,119
Administrative expenses	(9,665)	(3,515)	(17,922)	(10,531)
Distribution costs	(1,655)	(627)	(3,597)	(2,224)
Other expenses	(47)	(17)	(132)	(118)
Operating profit	<u>9,525</u>	<u>8,416</u>	<u>30,697</u>	<u>21,235</u>
Finance costs	(104)	(39)	(151)	(66)
Share of associate's loss	(6)	-	(22)	-
Profit before taxation	<u>9,415</u>	<u>8,377</u>	<u>30,524</u>	<u>21,169</u>
Taxation	(1,014)	(239)	(3,312)	(2,384)
Profit for the period	<u><u>8,401</u></u>	<u><u>8,138</u></u>	<u><u>27,212</u></u>	<u><u>18,785</u></u>
Profit attributable to :				
Owners of the Parent	7,770	7,315	25,582	17,148
Non-controlling interests	631	823	1,630	1,637
	<u><u>8,401</u></u>	<u><u>8,138</u></u>	<u><u>27,212</u></u>	<u><u>18,785</u></u>
Profit per share attributable to owners of the parent (sen) :-				
- Basic	5.30	4.99	17.45	11.97
- Diluted	N/A	N/A	N/A	N/A
One-off and non-recurring costs				
Listing expenses	4,140	-	4,140	-
Stamp duty paid for transfer of shares	527	-	527	-
Reported profit for the period	<u>8,401</u>	<u>8,138</u>	<u>27,212</u>	<u>18,785</u>
Adjusted profit for the period	<u><u>13,068</u></u>	<u><u>8,138</u></u>	<u><u>31,879</u></u>	<u><u>18,785</u></u>

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("PCB" or "Company")
 QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	Individual Quarter 3 Months Ended		Cumulative Year Financial Period Ended	
	30/9/2017 RM'000	30/9/2016 RM'000	30/9/2017 RM'000	30/9/2016 RM'000
Profit for the Period	8,401	8,138	27,212	18,785
Other comprehensive loss: Translation of foreign operations	-	-	-	-
Other comprehensive loss net of tax	-	-	-	-
Total comprehensive income for the period	8,401	8,138	27,212	18,785
Total comprehensive income attributable to:				
Owners of the Parent	7,770	7,315	25,582	17,148
Non-controlling interests	631	823	1,630	1,637
	8,401	8,138	27,212	18,785

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("PCB" or "Company")
 QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 SEPTEMBER 2017**

	Unaudited As at 30/9/2017 RM'000	Audited As at 31/12/2016 RM'000
ASSETS		
Non Current Assets		
Property, plant and equipment	45,024	43,418
Intangible assets	5,056	5,304
Investment in associate	1,028	-
	<u>51,108</u>	<u>48,722</u>
Current Assets		
Inventories	129,673	17,617
Trade receivables	30,582	36,442
Other receivables, deposits and prepayments	29,597	6,854
Derivative financial Asset	98	-
Deposits, cash and bank balances	45,881	30,843
Other investments	-	2,563
Tax recoverable	267	429
	<u>236,098</u>	<u>94,748</u>
TOTAL ASSETS	<u><u>287,206</u></u>	<u><u>143,470</u></u>
EQUITY AND LIABILITIES		
Equity Attributable To Owners of the Parents		
Share capital	79,303	73,283
Reserves	71,145	34,913
	<u>150,448</u>	<u>108,196</u>
Non-Controlling interest	8,438	3,978
Total Equity	<u>158,886</u>	<u>112,174</u>
Non Current Liabilities		
Hire-purchase payables	129	269
Deferred income	452	450
	<u>581</u>	<u>719</u>
Current Liabilities		
Trade payables	43,390	10,278
Other payables and accrued liabilities	83,273	16,569
Derivative financial liabilities	-	3,527
Hire-purchase payables	185	178
Provision for taxation	891	25
	<u>127,739</u>	<u>30,577</u>
Total Liabilities	<u>128,320</u>	<u>31,296</u>
TOTAL EQUITY AND LIABILITIES	<u><u>287,206</u></u>	<u><u>143,470</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016.

PENTAMASTER CORPORATION BERHAD (572307-U) ("PCB" or "Company")
QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	← Attributable to Owners of the Parent →				Total	Non-controlling Interest	Total Equity
	Share Capital	Non Distributable		Distributable			
		Share Premium	Exchange Fluctuation Reserve	Retained Profits			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2017	73,283	6,020	-	28,893	108,196	3,978	112,174
<i>Transaction with owner:</i>							
Issuance of shares at premium	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	25,582	25,582	1,630	27,212
Acquisition of equity interest from non-controlling interest	-	-	-	(1,023)	(1,023)	(4,977)	(6,000)
Disposal of equity interest to non-controlling interest				17,693	17,693	7,807	25,500
Transition to no-par value regime on 31 January 2017	6,020	(6,020)	-	-	-	-	-
As at 30 September 2017	<u>79,303</u>	<u>-</u>	<u>-</u>	<u>71,145</u>	<u>150,448</u>	<u>8,438</u>	<u>158,886</u>

	← Attributable to Owners of the Parent →				Total	Non-controlling Interest	Total Equity
	Share Capital	Non Distributable		Distributable			
		Share Premium	Exchange Fluctuation Reserve	Retained Profits			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2016	68,620	5,545	-	1,865	76,030	1,821	77,851
<i>Transaction with owner:</i>							
Issuance of shares at premium	4,663	475	-	-	5,138	-	5,138
Total comprehensive income for the period	-	-	-	17,148	17,148	1,637	18,785
As at 30 September 2016	<u>73,283</u>	<u>6,020</u>	<u>-</u>	<u>19,013</u>	<u>98,316</u>	<u>3,458</u>	<u>101,774</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("PCB" or "Company")
 QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	Note	9 Months ended 30/9/2017 RM'000	9 Months ended 30/9/2016 RM'000
Cash Flows From Operating Activities			
Profit before taxation		30,524	21,169
Adjustments for -			
Allowance for doubtful debts		106	-
Amortisation of intangible assets		538	1,831
Deferred income released		(260)	(802)
Depreciation		1,975	2,094
Interest expense		151	2
Interest income		(584)	(295)
Inventories written down		6	25
(Gain)/loss from change in fair value of forward foreign exchange contract		(3,625)	453
Gain on disposal of investment securities		(74)	-
Property, plant and equipment written off		14	-
Reversal of write down of inventories		(7)	-
Share of associate's loss		22	-
Unrealised loss/(gain) on foreign exchange		3,260	(291)
Operating profit before working capital changes		<u>32,046</u>	<u>24,186</u>
Increase in inventories		(112,054)	(3,538)
Increase in receivables		(20,331)	(25,619)
Increase in payables		99,897	18,388
Cash (used in)/generated from operations		<u>(442)</u>	<u>13,417</u>
Grant received		262	368
Interest paid		(151)	(2)
Tax paid		(2,389)	(1,975)
Tax refunded		106	-
Net cash (used in)/generated from operating activities		<u>(2,614)</u>	<u>11,808</u>
Cash Flows From Investing Activities			
Interest received		584	295
Purchase of property, plant & equipment		(3,606)	(2,491)
Purchase of intangible assets		(279)	(411)
Purchase of investment securities		-	(2,034)
Proceeds from disposal of investment securities		2,636	-
Proceeds from disposal of subsidiaries		25,500	-
Acquisition of associate		(1,050)	-
Acquisition of interest from non-controlling interest		(6,000)	-
Net cash generated from/(used in) investing activities		<u>17,785</u>	<u>(4,641)</u>

**PENTAMASTER CORPORATION BERHAD (572307-U) ("PCB" or "Company")
 QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	Note	9 Months ended 30/9/2017 RM'000	9 Months ended 30/9/2016 RM'000
Cash Flows From Financing Activities			
Proceeds from issuing of share capital		-	5,138
Issued in short term borrowings		-	400
Repayment of hire-purchase liabilities		(133)	(152)
Net cash (used in)/generated from financing activities		<u>(133)</u>	<u>5,386</u>
Net Increase In Cash And Cash Equivalents		15,038	- 12,553
Cash And Cash Equivalents Brought Forward		30,843	15,382
Foreign currency exchange differences on opening balance		-	-
Cash And Cash Equivalents Carried Forward		<u><u>45,881</u></u>	<u><u>27,935</u></u>

PENTAMASTER CORPORATION BERHAD (572307-U)
(“PCB” or “Company”)
Notes To The Interim Financial Report For Quarter Ended 30 September 2017

1 Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The figures for the cumulative period in the current quarter to 30 September 2017 have not been audited.

The interim financial statements should be read in conjunction with the audited financial statements of the Company and its subsidiaries (“Group”) for the year ended 31 December 2016.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 December 2016, except for the adoption of new Malaysian Financial Reporting Standards (“MFRS”) that are effective for financial period beginning on or after 1 January 2017. The adoption of these new MFRSs does not have any material impact on the financial statements of the Group.

2 Audit Report of Preceding Annual Financial Statements

The audit report of the Group’s most recent annual audited financial statements for the year ended 31 December 2016 was not subject to any qualification.

3 Seasonal and Cyclical Factors

The Group sells its products and services to customers from various sub-sectors of the semiconductor and manufacturing industries. As such, the Group’s performance will, to a certain extent, depend on the outlook and cyclical nature of the semiconductor and manufacturing industries.

4 Unusual Items

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

5 Changes in Estimates

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

6 Valuations of Property, Plant and Equipment

The carrying values of property, plant and equipment have been brought forward, without amendment from the previous audited financial statements.

7 Changes in Share Capital and Debt

There were no issuances, cancellations, repurchases and repayments of debt and equity securities for the period under review.

PENTAMASTER CORPORATION BERHAD (572307-U)
(“PCB” or “Company”)
Notes To The Interim Financial Report For Quarter Ended 30 September 2017

8 Contingent Liabilities

	As at 30/09/2017	As at 31/12/2016
	RM'000	RM'000
Corporate guarantee given by the Company for banking facilities extended by financial institution to subsidiary companies		
- Limit	44,000	22,000
- Amount utilised	424	4,300

9 Capital Commitments

	Amount RM'000
Authorised but not contracted for: - Property, plant and equipment	14,843
Contracted but not provided for: - Property, plant and equipment	25,157

10 Related Party Transaction

	Current Quarter	Current Year to Date
	RM'000	RM'000
Project management income billed to Maarij Development Sdn. Bhd. ("MDSB")	472	1,415

MDSB is a company in which a person connected to a director of the Company has substantial financial interest.

PENTAMASTER CORPORATION BERHAD (572307-U)
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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

11 Segmental Information

Results for the period ended 30 September 2017

	Automated Equipment	Automated Manufacturing Solutions	Smart Control Solutions System	Adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External Revenue	153,625	23,345	8,398	317	185,685
Inter-segment revenue	2,833	6,080	175	(9,088)	-
Total revenue	156,458	29,425	8,573	(8,771)	185,685
Results					
Segment results	34,136	1,669	50	(5,158)	30,697
Finance cost	(10)	-	(4)	(137)	(151)
Share of associate's loss	(22)	-	-	-	(22)
Profit/(Loss) before taxation	34,104	1,669	46	(5,295)	30,524
Taxation	(3,234)	(3)	(75)	-	(3,312)
Profit/(Loss) after taxation	30,870	1,666	(29)	(5,295)	27,212

Results for the period ended 30 September 2016

	Automated Equipment	Automated Manufacturing Solutions	Smart Control Solutions System	Adjustment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External Revenue	70,249	31,446	5,784	652	108,131
Inter-segment revenue	2,025	3,837	102	(5,964)	-
Total revenue	72,274	35,283	5,886	(5,312)	108,131
Results					
Segment results	15,999	5,423	744	(931)	21,235
Finance cost	(9)	-	(4)	(53)	(66)
Profit/(Loss) before taxation	15,990	5,423	740	(984)	21,169
Taxation	(2,047)	(1)	(336)	-	(2,384)
Profit/(Loss) after taxation	13,943	5,422	404	(984)	18,785

PENTAMASTER CORPORATION BERHAD (572307-U)
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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

12 Profit Before Tax

	Current Quarter	Current Year to Date
	RM'000	RM'000
Profit before tax is arrived at after crediting/(charging):		
Allowance for doubtful debts	-	(106)
Depreciation and amortisation	(691)	(2,253)
Foreign exchange loss	(920)	(5,480)
Gain on derivatives	71	3,625
Interest income	173	584
Interest expense	(107)	(151)
Inventories written down	(5)	1

13 Events Subsequent to the End of the Period

The Company had on 16 October 2017 obtained the approval from Bursa Malaysia Securities Berhad for the listing of 11,725,386 new PCB Shares to be issued pursuant to the proposed bonus issue and proposed share split (“the Proposals”). The Proposals which were subsequently approved by the shareholders during the Extraordinary General Meeting on 16 November 2017 is pending the fixing of the entitlement date which will be determined and announced in due course.

PENTAMASTER CORPORATION BERHAD (572307-U)
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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

14 Review of Performance

The Group recorded higher revenue at RM83.3 million in the current quarter as compared to RM40.7 million registered in the corresponding quarter last year, representing an increase of 104.8 %. The higher revenue recorded was mainly due to increase in sales from automated equipment and smart control solution system segment which was partially offset by the decrease in sales from automated manufacturing solution segment. Taking into account the non-recurring expenses of RM4.7 million, the Group recorded a profit before tax of RM9.4 million in the current quarter. Should the effects of the non-recurring expenses be excluded, the Group would have exhibited a pre-tax profit of RM14.1 million which is RM5.7 million (67.9%) higher than the pre-tax profit of RM8.4 million in the previous corresponding quarter.

Performance of the respective operating segments which includes inter-segment transactions for the current quarter as compared to the previous corresponding quarter is analysed as follows:-

1) Automated equipment

This segment recorded an increase in revenue by RM53.1 million to RM72.7 million as compared to the previous corresponding quarter. The substantial revenue growth of 270.9% was primarily driven by the increase in demand for our MEMS & smart sensor test handler solutions due to the increasing prevalence of smart sensors in telecommunication and semiconductor segment. As a result of higher revenue achieved, this segment recorded a higher profit before tax of RM14.3 million against profit before tax of RM6.1 million in the previous corresponding quarter, which represented an increase of 134.4%. However, the increase in profit before tax was not in tandem with the increase in revenue due to the difference in sales mix.

2) Automated manufacturing solutions

Revenue from this segment in the current quarter was RM9.7 million lower against revenue of RM19.1 million in the previous corresponding quarter. This was due to lower demand for the integrated manufacturing solution from customers in the current quarter. As a result of lower revenue achieved, this segment recorded a loss before tax of RM1.6 million as compared to profit before tax of RM2.6 million in the previous corresponding quarter.

3) Smart control solution system

This segment recorded an increase in revenue by RM1.1 million to RM3.0 million for the current quarter under review. Due to the slight increase of revenue achieved, this segment recorded a lower loss before tax of RM0.2 million as compared to the loss before tax of RM0.4 million in the previous corresponding quarter.

PENTAMASTER CORPORATION BERHAD (572307-U)

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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

15 Material Changes in the Quarterly Results as Compared with the Preceding Quarter

For the third quarter ended 30 September 2017, the Group recorded higher revenue at RM83.3 million as compared to the revenue of RM54.8 million in the preceding quarter, representing an increase of 52.0%. The higher revenue recorded was mainly due to increase in sales contribution from automated equipment segment which was partially offset by the lower revenue from both automated manufacturing solutions and smart control solution system segment. Taking into account the non-recurring expenses of RM4.7 million, the Group recorded a profit before tax of RM9.4 million in the current quarter. Should the effects of the non-recurring expenses be excluded, the Group would have exhibited a pre-tax profit of RM14.1 million which is RM2.3 million higher than the pre-tax profit of RM11.8 million in the previous corresponding quarter.

Performance of the respective operating segments which includes inter-segment transactions for the third quarter ended 30 September 2017 as compared to the preceding quarter is analysed as follows:-

1) Automated equipment

The increase in revenue by RM32.1 million in the current quarter to RM72.7 million as compared to the preceding quarter was mainly due to the continuous increase in demand for our MEMS & smart sensor test handler solutions from customers in telecommunication and semiconductor segment. Consequently, this segment achieved a higher profit before tax of RM14.3 million as compared to RM7.9 million in preceding quarter.

2) Automated manufacturing solutions

Revenue from this segment in the current quarter was RM7.4 million lower against revenue of RM16.9 million in the preceding quarter. This was due to lower sales recorded for the integrated manufacturing solution as a result of timing of the project delivery. As a result of the lower revenue achieved, this segment recorded a loss before tax of RM1.6 million in the current quarter as compared to the profit before tax of RM5.4 million in the preceding quarter.

3) Smart control solution system

Revenue from this segment was RM0.9 million lower than the preceding quarter. As a result of lower revenue achieved coupled with the difference in sales mix, this segment recorded a loss before tax of RM0.2 million as compared to the profit before tax of RM0.8 million in preceding quarter.

PENTAMASTER CORPORATION BERHAD (572307-U)
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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

16 Current Year Prospect

The Group generally remains positive for year 2017 based on the current book order on hand. While we continue to focus on our core competencies, we shall maintain and continue to build on our established knowledge base and expertise with the latest technology to increase our value-add to our customers.

Subject to the external market conditions and macroeconomic factors, the Company believes that its performance will continue to grow positively for this year.

17 Profit Forecast or Profit Guarantee

There was no profit forecast or profit guarantee issued by the Group.

18 Taxation

The taxation charge for the current quarter and year to date is as follows:

	Current Quarter	Current Year to Date
	RM'000	RM'000
Income tax payable	1,014	3,312
	<hr/>	<hr/>
	1,014	3,312

The effective tax rate is lower than the statutory tax rate as certain subsidiaries of the Group have been granted pioneer status under the Promotion of Investments Act, 1986 by the Malaysian Industrial Development Authority which exempts 100% of statutory income in relation to production of certain products and solutions.

19 Changes in the Composition of the Group

The Company had on 17 July 2017 entered into the following sale and purchase agreements to:

- (i) undertake an internal reorganisation exercise within the Company via the transfer of its entire equity interest in its three wholly-owned subsidiaries which are principally involved in the automated equipment and automated manufacturing solution business segment namely Pentamaster Technology (M) Sdn Bhd, Pentamaster Equipment Manufacturing Sdn Bhd and Pentamaster Instrumentation Sdn Bhd to Pentamaster International Limited ("PIL"), a wholly-owned subsidiary of PCB for a total consideration of RM86,776,487 which was satisfied via the issuance of an aggregate of 999 PIL Shares to PCB ("Internal Reorganisation").

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- (ii) dispose 74 ordinary shares of HKD0.01 each in PIL, representing 7.40% of equity interest in PIL, after the Internal Reorganisation, to GEMS Opportunities Limited Partnership, for a total cash consideration of RM25,500,000 (“GEMS Investment”).

The Internal Reorganisation and GEMS Investment were completed on 21 July 2017 and 31 July 2017 respectively.

20 Corporate Proposals

The Company had on 13 June 2017, 19 June 2017, 17 July 2017, 21 July 2017, 31 July 2017, 11 September 2017 and 21 September 2017 announced the following proposals:

- (i) Proposed Listing Exercise of Pentamaster International Limited (“PIL”), a subsidiary of Pentamaster Corporation Berhad, comprising the following:
 - (A) Proposed establishment of a share award scheme for the eligible employees of PIL and its subsidiaries
 - (B) Proposed listing of PCB’s automation solution business on the Main Board of The Stock Exchange of Hong Kong Limited
 - (C) Proposed dilution of PCB’s equity interest in PIL pursuant to the proposed listing;
- (ii) Proposed bonus issue of 11,725,386 new ordinary shares in PCB on the basis of 2 bonus shares for every 25 existing PCB shares held on an entitlement date to be determined later; and
- (iii) Proposed share split involving the subdivision of every 1 PCB share held after the proposed bonus issue into 2 PCB shares

(“Proposals”)

The shareholders of the Company had on 16 November 2017 approved the Proposals at an Extraordinary General Meeting. The Proposals are pending implementation.

Save for the above, there were no corporate proposals announced but not completed as at the date of this announcement.

PENTAMASTER CORPORATION BERHAD (572307-U)
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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

21 Borrowings

The Group’s borrowings as at the end of the reporting quarter are as follows:-

	RM'000
<u>Short term borrowings (unsecured)</u>	
Hire purchase creditor	185
<u>Long term borrowings (unsecured)</u>	
Hire purchase creditor	129
Total utilisation	314

All borrowings are denominated in Ringgit Malaysia.

22 Derivative Financial Instruments

As at the date of the statement of financial position 30 September 2017, the Group has the following outstanding derivative financial instruments:

Derivatives	Contract or Notional amount (RM'000)	Fair value Net gain/(loss) (RM'000)	Purpose
Currency forward contracts: -Less than 1 year	4,328	98	For hedging currency risk arising from sales proceeds in foreign currencies

For the quarter ended 30 September 2017, there have been no significant changes to the Group’s exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group’s risk management objectives, policies and processes since the previous financial year end. Financial instruments are viewed as risk management tools by the Group and are not used for trading or speculative purposes.

PENTAMASTER CORPORATION BERHAD (572307-U)
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Notes To The Interim Financial Report For Quarter Ended 30 September 2017

23 Disclosure of Realised and Unrealised Profit/Losses

	As at 30/09/2017 (RM'000)	As at 31/12/2016 (RM'000)
Total retained profits of the Company and its subsidiaries:		
- Realised	122,931	42,040
- Unrealised	(752)	(2,452)
	122,179	39,588
Add: Consolidation adjustments	(51,034)	(10,695)
Total retained profits as per statements of financial position	71,145	28,893

24 Material Litigations

There was no material litigation since the last annual balance sheet date until the date of this announcement.

25 Dividends

The Board of Directors does not recommend any dividend in respect of the quarter ended 30 September 2017.

26 Basic Profit Per Share

The calculation of basic profit per share for the period is based on the net profit attributable to ordinary shareholders for the quarter and the financial period divided by the weighted average number of ordinary shares in issue during the quarter and the financial period.

	3 Months Ended 30/9/2017 RM'000	3 Months Ended 30/9/2016 RM'000	9 Months Ended 30/9/2017 RM'000	9 Months Ended 30/9/2016 RM'000
Profit attributable to owners of the Parent	7,770	7,315	25,582	17,148
Weighted average number of ordinary shares of RM0.50 each	146,567,333	146,567,333	146,567,333	143,277,547
Profit per share attributable to owners of the Parent (sen)	5.30	4.99	17.45	11.97

PENTAMASTER CORPORATION BERHAD (572307-U)
(“PCB” or “Company”)
Notes To The Interim Financial Report For Quarter Ended 30 September 2017

BY ORDER OF THE BOARD

LIM KIM TECK
Secretary
16 November 2017