

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 28 FEBRUARY 2017

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 28 FEBRUARY 2017 (Unaudited)**

	Note	Individual Quarter 3 months ended		Cumulative Period 9 months ended	
		28.02.2017 RM'000	29.02.2016 RM'000	28.02.2017 RM'000	29.02.2016 RM'000
Revenue	9	82,160	92,241	251,762	282,629
Cost of sales		(64,353)	(72,970)	(198,414)	(227,183)
Gross profit		17,807	19,271	53,348	55,446
Other operating income		42	389	462	1,145
Interest income		11	55	51	163
Operating expenses		(15,515)	(16,475)	(46,919)	(45,877)
Results from operating activities		2,345	3,240	6,942	10,877
Finance costs		(1,232)	(1,355)	(3,840)	(3,820)
Operating profit		1,113	1,885	3,102	7,057
Share of profit of equity accounted associates		-	-	-	-
Profit before tax		1,113	1,885	3,102	7,057
Tax expense	19	(22)	(53)	(53)	(248)
Profit for the period		1,091	1,832	3,049	6,809
Other comprehensive income, net of tax					
Foreign currency translation differences		302	(162)	609	452
Total comprehensive income for the period		1,393	1,670	3,658	7,261
Profit attributable to:					
Shareholders of the Company		1,100	1,834	3,075	6,827
Non-controlling interests		(9)	(2)	(26)	(18)
		1,091	1,832	3,049	6,809
Total comprehensive income attributable to:					
Shareholders of the Company		1,402	1,672	3,684	7,279
Non-controlling interests		(9)	(2)	(26)	(18)
		1,393	1,670	3,658	7,261
Basic earnings per ordinary share (sen)	24	0.85	1.41	2.37	5.26
Diluted earnings per ordinary share (sen)	24	0.82	n/a	2.23	n/a

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 May 2016 and the accompanying explanatory notes attached to the interim financial statements.

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2017 (Unaudited)**

	Note	Unaudited 28.02.2017 RM'000	Audited 31.05.2016 RM'000
ASSETS			
Property, plant and equipment		91,886	95,194
Investment properties		-	481
Investments in associates		296	296
Intangible assets		1,071	1,061
Total non-current assets		93,253	97,032
Inventories		76,910	70,706
Trade and other receivables		58,905	71,650
Current tax assets		742	565
Cash and cash equivalents		20,040	26,980
Total current assets		156,597	169,901
TOTAL ASSETS		249,850	266,933
EQUITY			
Share capital		67,671	64,834
Reserves		49,291	51,037
Total equity attributable to owners of the Company		116,962	115,871
Non-controlling interests		(53)	(27)
TOTAL EQUITY		116,909	115,844
LIABILITIES			
Loans and borrowings	21	12,901	18,798
Deferred tax liabilities		23	7
Total non-current liabilities		12,924	18,805
Loans and borrowings	21	86,113	78,001
Trade and other payables		33,904	54,283
Total current liabilities		120,017	132,284
Total liabilities		132,941	151,089
TOTAL EQUITY AND LIABILITIES		249,850	266,933
Net assets per share attributable to equity holders (RM)		0.90	0.89

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2016 and the accompanying explanatory notes attached to the interim financial statements.

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 28 FEBRUARY 2017 (Unaudited)

	← Attributable to owners of the Company →						Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
	← Non- Distributable Reserve →			Distributable						
	Share capital RM'000	Share premium RM'000	Exchange translation Reserve RM'000	Capital reserve RM'000	Warrant reserve RM'000	Other reserve RM'000	Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
At 1 June 2015	64,834	2,837	583	4,488	6,483	(639)	29,738	108,324	(7)	108,317
Foreign currency translation differences	-	-	452	-	-	-	-	452	-	452
Profit for the period	-	-	-	-	-	-	6,827	6,827	(18)	6,809
Total comprehensive income for the period	-	-	452	-	-	-	6,827	7,279	(18)	7,261
Dividend to owners of the Company	-	-	-	-	-	-	(2,593)	(2,593)	-	(2,593)
At 29 February 2016	64,834	2,837	1,035	4,488	6,483	(639)	33,972	113,010	(25)	112,985
At 1 June 2016	64,834	2,837	770	4,488	6,483	(639)	37,098	115,871	(27)	115,844
Foreign currency translation differences	-	-	609	-	-	-	-	609	-	609
Profit for the period	-	-	-	-	-	-	3,075	3,075	(26)	3,049
Total comprehensive income for the period	-	-	609	-	-	-	3,075	3,684	(26)	3,658
Dividend to owners of the Company	-	-	-	-	-	-	(2,593)	(2,593)	-	(2,593)
Reclassification due to compliance with Companies Act 2016	2,837	(2,837)	-	-	-	-	-	-	-	-
At 28 February 2017	67,671	-	1,379	4,488	6,483	(639)	37,580	116,962	(53)	116,909

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 May 2016 and the accompanying explanatory notes attached to the interim financial statements.

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 28 FEBRUARY 2017 (Unaudited)**

	9 months ended	
	28.02.2017	29.02.2016
Note	RM'000	RM'000
Cash flows from operating activities		
Profit before taxation	3,102	7,057
Adjustments for:		
Depreciation of property, plant and equipment	4,582	4,600
Depreciation of investment properties	4	6
Interest expense	3,840	3,820
Interest income	(51)	(163)
Plant and equipment written off	10	424
Bad debt written off	(7)	-
Gain on disposal of plant and equipment	(6)	(34)
Loss on disposal of investment properties	54	-
Operating profit before changes in working capital	<u>11,528</u>	<u>15,710</u>
Changes in working capital:		
Inventories	(6,206)	(7,736)
Trade and other receivables	12,753	2,205
Trade and other payables	(20,378)	(18,927)
Cash used in operations	(2,303)	(8,748)
Income tax paid	(214)	(392)
Net cash used in operating activities	<u>(2,517)</u>	<u>(9,140)</u>
Cash flows used in investing activities		
Interest received	51	163
Purchase of property, plant and equipment	(1,486)	(2,426)
Proceeds from disposal of plant and equipment	212	34
Proceeds from disposal of investment properties	423	-
Net cash used in investing activities	(800)	(2,229)
Cash flows from financing activities		
Repayment of term loans	(7,730)	(7,929)
Drawdown/(Repayment) of finance lease liabilities, net	345	725
Drawdown of borrowings, net	9,455	5,814
Interest paid	(3,840)	(3,820)
Placement of pledged fixed deposits	1,493	65
Dividend paid	(2,593)	(2,593)
Net cash used from financing activities	(2,870)	(7,738)
Net decrease in cash and cash equivalents	<u>(6,187)</u>	<u>(19,107)</u>
Cash and cash equivalents at beginning of period	15,941	26,940
Effect of exchange differences on cash and cash equivalents	595	433
Cash and cash equivalents at end of period	<u><u>10,349</u></u>	<u><u>8,266</u></u>

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)
FOR THE QUARTER ENDED 28 FEBRUARY 2017 (Unaudited)**

	9 months ended	
	28.02.2017	29.02.2016
	RM'000	RM'000
Cash and cash equivalents comprised the following:		
Cash and bank balances	19,107	18,781
Bank overdrafts	(8,758)	(10,515)
Short term deposits with licensed banks	933	2,482
	<u>11,282</u>	<u>10,748</u>
Less: Fixed deposits pledged with licensed bank	(921)	(2,459)
Fixed deposit with maturity more than three months	<u>(12)</u>	<u>(23)</u>
	<u>10,349</u>	<u>8,266</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 May 2016 and the accompanying explanatory notes attached to the interim financial statements.

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 28 FEBRUARY 2017 (Unaudited)

PART A: EXPLANATORY NOTES AS PER FRS 134 - INTERIM FINANCIAL REPORTING

1. Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with MFRS134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34: Interim financial Reporting issued by the International Accounting Standards Board.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2016. These explanatory notes, attached to the condensed consolidated interim financial statements, provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2016.

2. Significant Accounting Policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 31 May 2016.

At the date of authorization of these interim financial statements, The Group has not adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board ("MASB"):

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016 (cont'd)

- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 138, *Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortisation*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 15, *Revenue from Contracts with Customers*
- MFRS 9, *Financial Instruments*
- Amendments to MFRS 2, *Share-based Payment – Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 112, *Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

- MFRS 16, *Lease*

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

3. Audit Qualification

The External Auditors of the Company, had expressed a qualified opinion in their Auditors' Report on the Financial Statements of the Company for the financial year ended 31 May 2016 and their basis for qualified opinion was:-

"Included in the Group's other receivables is an amount of RM3,460,279 (HKD 6,656,297) due from a company in which certain Directors of the Company has substantial financial interest as disclosed in Note 12 to the financial statements that has been long outstanding and was not impaired. Minimal payment was received from this receivables as at the date of this report. In the absence of any documentary evidence and alternative audit procedure, we are unable to obtain sufficient appropriate audit evidence to ascertain the recoverability of the abovementioned long outstanding balance."

As at 28 February 2017, the amount due from the said company was RM2,636,132 (HKD4,487,797).

4. Seasonality of Operations

The Group's business operations are generally affected by festive seasons, school holidays and carnival sales in Malaysia.

5. Unusual and Material Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current period ended 28 February 2017.

6. Significant Estimates and Changes in Estimates

There were no changes in estimates of amounts reported in the prior quarter and/ or financial period that have a material effect on the Group in the current period under review.

7. Debt and Equity Securities

There were no issuance and repayment of debts and equity security, share buy-backs, share cancellation, share held as treasury shares by the Company during the financial period under review.

8. Dividend Paid

On 18 October 2016, shareholders of the Company had approved a final single tier dividend of 2.0 sen per ordinary share in respect of the financial year ended 31 May 2016. The dividend which amounted to RM2,593,360 was paid on 30 December 2016.

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

9. Segmental Information

(i) Operating Segments

The Group has three operating segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different marketing strategic. For each of the strategic business units, Chief Executive Officer and Managing Director review internal management reports at least once quarterly.

Manufacturing - manufacture, assembly and sales of electrical and electronic appliances

Trading - sales and distribution of electrical and electronic appliances

Other - investment holding activities, provision of management services and leases offices

	For the 9 months ending 28.02.2017					
	Manufacturing	Trading	Others	Total	Elimination	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	488	251,274	-	251,762	-	251,762
Inter-segment revenue	72,789	6,075	4,348	83,212	(83,212)	-
	<u>73,277</u>	<u>257,349</u>	<u>4,348</u>	<u>334,974</u>	<u>(83,212)</u>	<u>251,762</u>
Segment profit	<u>1,224</u>	<u>2,891</u>	<u>(1,075)</u>	<u>3,040</u>	<u>62</u>	<u>3,102</u>
Segment assets						
<i>Included in the measure of segment assets are:</i>						
Additions to non-current assets others than financial instruments and deferred tax assets	228	1,254	4	1,486	-	1,486

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

9. Segmental Information (cont'd)

(i) Operating Segments (cont'd)

	For the 9 months ending 29.02.2016					
	Manufacturing	Trading	Others	Total	Elimination	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	651	281,978	-	282,629	-	282,629
Inter-segment revenue	76,186	6,007	4,391	86,584	(86,584)	-
	<u>76,837</u>	<u>287,985</u>	<u>4,391</u>	<u>369,213</u>	<u>(86,584)</u>	<u>282,629</u>
Segment profit	<u>1,414</u>	<u>7,731</u>	<u>(2,053)</u>	<u>7,092</u>	<u>(35)</u>	<u>7,057</u>
Segment assets						
<i>Included in the measure of segment assets are:</i>						
Additions to non-current assets others than financial instruments and deferred tax assets	940	1,210	276	2,426	-	2,426

(ii) Geographical Segments

The business segment of the Group is managed principally in Malaysia, China (including Hong Kong SAR), Indonesia, Sri Lanka, Brunei, Middle East, Thailand, Myanmar and Singapore. In presenting information on the basis of geographical segments, segmental revenue is based on the geographical locations of customers whereas segment non-current assets are based on the geographical locations of the assets.

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>9 months ended</u>	
	<u>28.02.2017</u>	<u>29.02.2016</u>	<u>28.02.2017</u>	<u>29.02.2016</u>
	<u>Segmental Revenue</u>			
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	56,209	66,235	171,944	185,823
Other Asian countries	25,720	20,996	79,090	74,597
Others	231	5,010	728	22,209
	<u>82,160</u>	<u>92,241</u>	<u>251,762</u>	<u>282,629</u>

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

9. Segmental Information (cont'd)

(ii) Geographical Segments (cont'd)

	As at	
	28.02.2017	31.05.2016
	Non-current assets	
	<u>RM'000</u>	<u>RM'000</u>
Malaysia	93,216	96,990
Other Asian countries	37	42
	<u>93,253</u>	<u>97,032</u>

10. Events after the Reporting Period

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review.

11. Changes in Composition of the Group

There were no changes in the composition of the Group for the current financial quarter and financial period to date since the last reporting period.

12. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets of a material nature as at the end of current financial quarter.

13. Capital Commitments

There were no capital expenditure contracted but not provided as at the reporting date.

14. Significant Related Party Transactions

The significant transactions with companies in which certain Directors and persons connected to Directors have substantial financial interests are as follows:

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	3 months ended		9 months ended	
	28.02.2017	29.02.2016	28.02.2017	29.02.2016
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Transaction with associate				
-Sales	86	350	792	1,032
Transaction with related party				
- Purchases	699	660	2,154	1,686
- Services acquired	71	79	220	250

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 28 FEBRUARY 2017 (Unaudited)

PART B : ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. Review of Performance

For the Quarter

The Group registered revenue of RM82.2 million for the current quarter as compared with RM92.2 million reported in the corresponding quarter last year. Sales on local and overseas market remained slow due to competitive pressure and economic sluggishness.

Consequently, the Group posted lower profit before tax of RM1.1 million compared to RM1.9 million in the corresponding quarter last year.

For the 9 months ended

As for the 9 months period ended 28 February 2017, the Group recorded lower revenue of RM251.8 million as compared to RM282.6 million. The contraction in revenue was attributed to sluggish overseas demand.

Against the challenging macro environment, more advertising and promotion expenses were incurred as part of the efforts to improve existing sales and market share. Thus, the Group profit before tax for the period ended 28 February 2017 was RM3.1 million compared to RM7.1 million in corresponding period last year.

16. Variation of results Against Preceding Quarter

	Current Quarter 28.02.2017 RM'000	Immediate Preceding Quarter 30.11.2016 RM'000	Variance Increased/ (decreased)	
			RM'000	%
- Revenue	82,160	81,199	961	1.2
- Profit Before Tax	1,113	636	477	75.0

Revenue for the third quarter is higher by 1.2% or RM1 million to RM82.2 million from RM81.2 million in the immediate preceding quarter. Revenues increased due to local demand is higher in the festive month for December till February for Christmas and Chinese New Year celebration.

The Group recorded a slightly higher profit before tax of RM1.1 million in the third quarter as compared to profit before tax of RM0.6 million in preceding quarter.

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

17. Commentary on Prospect

As the uncertain economic outlook continued to impact consumer purchasing power, the Group's prospect for the coming year is expected to be more challenging. Cost rationalisation, built around operational efficiency and optimisation of resources, is ongoing as the Board strives to reinforce the Group's business strengths and capabilities.

At the same time, the Group will continue to explore new markets and growth opportunities in emerging markets abroad.

On 28 November 2016, the Group successfully secured the distributorship for MYTV set-top-box (decoder) in anticipation of digitalisation of the Malaysian television broadcasting in 2018. By then, all households in Malaysia will require the decoders to receive television signals for continued access to Free-to-Air TV channels. This distributorship is anticipated to contribute to Group revenue in the short-to-medium term.

Given the Group's extensive experience in the industry, the Board believes that the Group will be able to manage the challenges ahead and remain competitive in the foreseeable future.

18. Profit Forecast

Not applicable as no profit forecast was published.

19. Taxation

Taxation comprises the following:

	Individual Quarter		Cumulative Period	
	3 months ended		9 months ended	
	28.02.2017	29.02.2016	28.02.2017	29.02.2016
	RM'000	RM'000	RM'000	RM'000
Current tax expense	22	53	53	248
	22	53	53	248

Domestic income tax rate is calculated at the Malaysian statutory tax rate of 24% (2016: 24%) of the estimated assessable profit for the period. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

The effective tax rate for the quarter and period were lower than the statutory rate due to tax exemption status granted to certain subsidiaries of the Company.

20. Status of Corporate Proposal

As at the date of this report, there are no corporate proposals that are pending for completion.

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

21. Borrowings and Debts Securities

Details of the Group's borrowings as at the end of this financial period are as follows:

	Unaudited 28.02.2017 RM'000	Audited 31.05.2016 RM'000
<u>Current</u>		
Unsecured		
Bank overdraft	8,758	5,640
Revolving credit	2,500	-
Bankers' acceptance	65,198	56,520
	<u>76,456</u>	<u>62,160</u>
Secured		
Bank overdraft	-	2,973
Bankers' acceptance	367	2,090
Term loans	8,800	10,383
Finance lease liabilities	490	395
	<u>9,657</u>	<u>15,841</u>
	<u>86,113</u>	<u>78,001</u>
<u>Non – current</u>		
Secured		
Term loans	11,449	17,596
Finance lease liabilities	1,452	1,202
	<u>12,901</u>	<u>18,798</u>
	<u>12,901</u>	<u>18,798</u>
<u>Currency Denominated In</u>		
Ringgit Malaysia ("MYR")	98,647	96,799
Singapore dollar ("SGD")	367	-
	<u>99,014</u>	<u>96,799</u>

The bank borrowings and term loans are secured by the following:

- i) Legal charges over certain properties belonging to the Company and subsidiary companies;
- ii) Lien on fixed deposits belonging to the subsidiary companies; and
- iii) Corporate guarantee by the Company.

22. Material Litigation

The Group is not engaged in any material litigation for the current financial period ended 28 February 2017.

23. Dividend

The Board does not recommend any dividend for the current quarter ended 28 February 2017.

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

24. Earnings per Share (“EPS”)

(i) Basic EPS

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>9 months ended</u>	
	<u>28.02.2017</u>	<u>29.02.2016</u>	<u>28.02.2017</u>	<u>29.02.2016</u>
Net profit for the period attributable to owners of the Company (RM'000)	1,100	1,834	3,075	6,827
Number of ordinary shares in issue ('000)	129,668	129,668	129,668	129,668
Basic earnings per share (sen)	0.85	1.41	2.37	5.26

(ii) Diluted EPS

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>9 months ended</u>	
	<u>28.02.2017</u>	<u>29.02.2016</u>	<u>28.02.2017</u>	<u>29.02.2016</u>
Net profit for the period attributable to owners of the Company (RM'000)	1,100	n/a	3,075	n/a
Weighted average number of ordinary shares ('000)	134,406	n/a	138,108	n/a
Diluted earnings per share (sen)	0.82	n/a	2.23	n/a

25. Disclosure of Realised and Unrealised Retained Earnings

	<u>Unaudited</u> <u>28.02.2017</u> <u>RM'000</u>	<u>Audited</u> <u>31.05.2016</u> <u>RM'000</u>
- realised	41,714	38,096
- unrealised	(2,332)	877
	39,382	38,973
Total retained earnings of associates		
- realised	92	92
Less: Consolidation adjustments	(1,894)	(1,967)
Total retained earnings	37,580	37,098

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

26. Profit for the period

Profit for the period has been arrived at:

	Individual Quarter		Cumulative Period	
	3 months ended		9 months ended	
	28.02.2017	29.02.2016	28.02.2017	29.02.2016
	RM'000	RM'000	RM'000	RM'000
After charging / (crediting):-				
Interest income	(11)	(55)	(51)	(163)
Government grants	(81)	(239)	(283)	(586)
Gain on disposal of property, plant and equipment	(44)	(7)	(6)	(34)
Interest expense	1,232	1,355	3,840	3,820
Depreciation & amortization	1,530	1,579	4,586	4,606
Provision/(Reversal) for doubtful debt	92	(993)	592	(993)
Inventories provision	110	(126)	88	174
Loss on disposal of investment properties	54	-	54	-
Plant and equipment written off	5	-	10	-
Net loss on foreign exchange	267	406	501	4,403

27. Authorization for Issue

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board of Directors dated 18 April 2017.