

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2018 RM'000	Preceding Year Corresponding Quarter 30.06.2017 RM'000	Current Year To Date 30.06.2018 RM'000	Preceding Year To Date 30.06.2017 RM'000
Revenue	67,339	67,778	186,017	204,344
Cost of Sales	<u>(62,784)</u>	<u>(57,959)</u>	<u>(175,803)</u>	<u>(166,268)</u>
Gross Profit	4,555	9,819	10,214	38,076
Other Operating Income	21,694	3,884	88,554	12,099
Operating Expenses	<u>(8,898)</u>	<u>(12,938)</u>	<u>(83,256)</u>	<u>(34,180)</u>
Operating Income	17,351	765	15,512	15,995
Finance Costs	<u>(196)</u>	<u>(270)</u>	<u>(597)</u>	<u>(929)</u>
Profit before taxation	17,155	495	14,915	15,066
Tax Income/ (Expense)	<u>2,033</u>	<u>2,274</u>	<u>(6,652)</u>	<u>(1,420)</u>
Profit after taxation	19,188	2,769	8,263	13,646
Other Comprehensive (expenses)/ income:				
-currency translation differences	<u>(1,390)</u>	<u>(1,527)</u>	<u>(5,323)</u>	<u>3,283</u>
Total comprehensive income for the financial period	<u>17,798</u>	<u>1,242</u>	<u>2,940</u>	<u>16,929</u>
Profit after taxation attributable to:				
-Owners of the Company	19,188	2,769	8,263	13,646
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>19,188</u>	<u>2,769</u>	<u>8,263</u>	<u>13,646</u>
Total comprehensive income for the financial period attributable to:				
-Owners of the Company	17,798	1,242	2,940	16,929
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>17,798</u>	<u>1,242</u>	<u>2,940</u>	<u>16,929</u>
Earnings Per Share (sen)	<u>5.77</u>	<u>0.84</u>	<u>2.49</u>	<u>4.13</u>
Proposed/ Declared Dividend Per Share (sen)	<u>-</u>	<u>0.75</u>	<u>-</u>	<u>3.00</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End of Current Quarter 30.06.2018 RM'000	As at Preceding Year Ended 30.09.2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	250,211	218,025
Investment in an Associate	-	-
	<u>250,211</u>	<u>218,025</u>
Current assets		
Inventories	37,652	46,076
Trade receivables	64,478	61,588
Other receivables and prepayments	23,496	7,448
Current tax assets	4,163	2,885
Term deposits with licensed banks	28,603	57,660
Cash and bank balances	<u>31,119</u>	<u>28,699</u>
	<u>189,511</u>	<u>204,356</u>
Total assets	<u>439,722</u>	<u>422,381</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	198,542	197,793
Share Option Reserve	2,966	687
Treasury Shares	-	-
Currency Translation Reserves	5,474	10,797
Retained Profits	151,438	143,176
Other Capital Reserve	<u>4,800</u>	<u>4,800</u>
Equity attributable to owners of the Company	<u>363,220</u>	<u>357,253</u>
Non-controlling Interests	-	-
Total equity	<u>363,220</u>	<u>357,253</u>
Non-current liabilities		
Long-term borrowings	12,741	2,212
Deferred tax liabilities	<u>11,963</u>	<u>14,155</u>
	<u>24,704</u>	<u>16,367</u>
Current Liabilities		
Trade payables	12,139	12,915
Other payables and accruals	25,230	26,741
Loans and borrowings	7,715	9,105
Provision for taxation	6,714	-
	<u>51,798</u>	<u>48,761</u>
Total Liabilities	<u>76,502</u>	<u>65,128</u>
TOTAL EQUITY AND LIABILITIES	<u>439,722</u>	<u>422,381</u>
Net assets per ordinary share (RM)	<u>1.0929</u>	<u>1.0805</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD
Company No: - 637546-D
UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Attributable to equity holders of the parent-----→							Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	←-----Non-distributable-----→		Currency Translation Reserves RM'000	Capital Reserve RM'000	Retained Profits RM'000	
			Share Premium RM'000	Share Option Reserve RM'000				
9 months ended 30 June 2018								
Balance as at 1 October 2017	197,793	-	-	687	10,797	4,800	143,176	357,253
Loss after taxation	-	-	-	-	-	-	8,262	8,262
Currency translation differences	-	-	-	-	(5,323)	-	-	(5,323)
Issuance of shares	749	-	-	-	-	-	-	749
Share-based payments	-	-	-	2,279	-	-	-	2,279
Balance as at 30 June 2018	198,542	-	-	2,966	5,474	4,800	151,438	363,220
9 months ended 30 June 2017								
Balance as at 1 October 2016	135,209	(2,244)	1	-	7,001	4,800	144,292	289,059
Profit after taxation	-	-	-	-	-	-	13,646	13,646
Transfer in accordance with Section 618(2) of the Companies Act 2016	1	-	(1)	-	-	-	-	-
Currency translation differences	-	-	-	-	3,283	-	-	3,283
Interim single tier tax-exempt dividend of 1 sen per share paid on 16 January 2017 in respect of financial year ended 30 September 2016	-	-	-	-	-	-	(2,683)	(2,683)
Final single tier tax-exempt dividend of 1 sen per share paid on 14 April 2017 in respect of financial year ended 30 September 2016	-	-	-	-	-	-	(2,683)	(2,683)
Interim tax-exempt dividend of 0.75 sen per share paid on 19 May 2017 in respect of financial year 30 September 2017	-	-	-	-	-	-	(2,321)	(2,321)
Interim tax-exempt dividend of 0.75 sen per share paid on 7 July 2017 in respect of financial year 30 September 2017	-	-	-	-	-	-	(2,479)	(2,479)
Special single tier tax-exempt dividend of 0.75 sen per share paid on 7 July 2017 in respect of financial year 30 September 2017	-	-	-	-	-	-	(2,479)	(2,479)
Disposal of treasury shares	-	2,244	-	-	-	-	489	2,733
Issuance of shares	62,499	-	-	-	-	-	-	62,499
Share based payments	-	-	-	216	-	-	-	216
Balance as at 30 June 2017	197,709	-	-	216	10,284	4,800	145,782	358,791

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year-To-Date 30.06.2018 RM'000	Preceding Year-To-Date 30.06.2017 RM'000
CASH FLOWS FROM/ (FOR) OPERATING ACTIVITIES		
Profit before taxation	14,915	15,066
Adjustments for:		
Depreciation of property, plant and equipment	21,937	25,193
Interest expense	442	783
Inventories written down	43	7
Reversal of impairment loss on property, plant and equipment	(115)	-
Plant and equipment written off	40,772	-
Inventories written off	8,872	-
Gain on disposal of plant and equipment	(44)	(1,013)
Unrealised (gain)/ loss on foreign currency translation	(2,108)	3,423
Interest income	(1,276)	(744)
Share-based payments	2,279	216
	<hr/>	<hr/>
Operating profit before working capital changes	85,717	42,931
Increase in inventories	(483)	(11,610)
Increase in trade and other receivables	(16,092)	(12,543)
(Decrease)/ Increase in trade and other payables	(3,928)	24,011
	<hr/>	<hr/>
CASH FROM OPERATIONS	65,214	42,789
Interest paid	(442)	(783)
Tax refunded	-	364
Tax paid	(3,250)	(1,477)
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	61,522	40,893
CASH FLOWS FROM/ (FOR) INVESTING ACTIVITIES		
Interest received	1,276	744
Proceeds from disposal of plant and equipment	393	4,819
Purchase of property, plant and equipment	(97,806)	(35,785)
	<hr/>	<hr/>
NET CASH FOR INVESTING ACTIVITIES	(96,137)	(30,222)
CASH FLOWS FROM/ (FOR) FINANCING ACTIVITIES		
Dividends paid	-	(7,686)
Proceeds from issuance of shares	749	62,499
Sale of treasury shares	-	2,733
Drawdown of hire purchase	9,493	308
Repayment of hire-purchase and lease obligations	(301)	(2,726)
Drawdown of term loan	5,500	-
Repayment of term loan	(5,106)	(6,973)
Drawdown of bank borrowings	5,919	1,794
Repayment of bank borrowings	(6,366)	(2,010)
	<hr/>	<hr/>
NET CASH FLOWS FOR FINANCING ACTIVITIES	9,888	47,939
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(24,727)	58,610
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	86,358	41,837
Currency translation differences – subsidiaries	(1,909)	(4,748)
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>59,722</u>	<u>95,699</u>
Note (A)		
Cash and cash equivalents at the end of the period comprise the following:		
Short term deposits with licensed banks	28,603	13,653
Cash and bank balances	31,119	82,046
	<hr/>	<hr/>
	<u>59,722</u>	<u>95,699</u>

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 September 2017 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

NOTES TO THE QUARTERLY FINANCIAL REPORT

A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

These explanatory notes to the interim financial statements 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 its subsidiaries ("The Group"). This interim financial report should be read in conjunction with the Group's annual audited financial report for the financial year ended ("FYE") 30 September 2017.

The accounting policies and methods of computations adopted in these interim financial statements are consistent with those adopted in the financial statements for the FYE 30 September 2017.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements of the Group for the FYE 30 September 2017 was not subject to any qualification.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE.

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

A5. MATERIAL CHANGES IN ESTIMATES

There were no other changes in estimates that have had a material effect in the current quarter results.

A6. DEBT AND EQUITY SECURITIES

As at the quarter ended 30 June 2018, a total of 334,400 new ordinary shares were issued and allotted pursuant to the exercise of the ESOS at an exercise price of RM 0.44. The details of the issued and paid-up capital of the Company are as follows:-

	No. of shares	RM
As at 31 March 2018	332,002,053	198,394,714
Ordinary shares issued pursuant to the ESOS	334,400	147,136
As at 30 June 2018	332,336,453	198,541,850

As at 30 June 2018, there are 10,756,700 outstanding ESOS Options (comprising 1,932,000 ESOS Options which were offered on 27 February 2017 at an exercise price of RM 0.80 per Share and 8,824,700 ESOS Options which were offered on 12 December 2017 at an exercise price of RM 0.44 per Share).

Other than the above, there were no issuance and repayment of debt and equity securities, as well as share cancellations and resale of treasury shares for the financial year-to-date.

A7. DIVIDEND PAID

No dividend was paid during the quarter under review.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

NOTES TO THE QUARTERLY FINANCIAL REPORT (continued)

A8. SEGMENTAL INFORMATION

The Group is primarily engaged in three business segment which is in the design and volume production of high precision metal manufacturing of hard disk drive ("HDD"), automotive industries' components and engineered products. Camera components are now classified under engineered products. Breakdown of segmental revenue and product mix is found in Note B2.

The Group's operations are conducted in Malaysia and Thailand.

A9. VALUATION OF ASSETS

There was no revaluation of property, plant and equipment for the quarter under review.

A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER

There were no material events between the end of the reporting quarter and the date of announcement.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter under review.

A12. CONTINGENT LIABILITIES

The Company has entered into financial guarantee contracts to provide to financial institutions for credit facilities granted to certain subsidiaries up to a total limit of approximately RM 152,000,000. The total utilisation of these credit facilities as at 30 June 2018 amounted to approximately RM 20,456,000.

A13. CAPITAL COMMITMENTS

	As at End of Current Quarter 30.06.2018 <u>RM'000</u>
Approved and contracted for:	
-purchase of property, plant and equipment	<u>38,803</u>

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Directors of Notion are of the opinion that there is no related party transaction which would have a material impact on the financial position and the business of the Group during the financial quarter.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. GROUP PERFORMANCE REVIEW

The Group recorded revenue and profit after taxation ("PAT") of RM 67.3 million and RM 19.2 million respectively for the quarter ended 30 June 2018 ("Q3FY2018"). Refer Notes B2 and B3 below for a detailed review of the Group's performance.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS**Financials:**

For Q3 of FY2018, the Group recorded revenue of RM 67.3 million (Q2FY2018: RM 60.4 million), PAT of RM 19.2 million (Q2FY2018: 18.0 million) and earnings per share of 5.77 sen (Q2FY2018: 5.42 sen). Revenue is 12% higher in the current quarter compared to the preceding quarter. This represents two consecutive quarters of growth following the fire incident. However, have yet to fully recover to our pre-fire performance due to capacity constraint as the construction of our main plant is only expected to be completed by end of 2018. The uncertainty in market conditions is also a drawback as customers turn cautious on their outlook. For the quarter under review, HDD, Auto and Other Segment of Engineered Products posted higher sales of 11%, 7% and 24%, respectively from Q2FY2018. Despite the higher revenue, margins are low due to the higher cost of operations arising from makeshift operations to cope with orders and replacement expenses incurred as we recover from the setback. Profit after taxation was RM 19.2 million in Q3FY2018 compared to RM 18.0 million in Q2FY2018.

As announced on 25 May 2018, the insurers had made a further payment of RM 20.0 million claim bringing the total received to date to RM 80.0 million for the current financial year. The material loss claim is now in the hands of the insurer for finalisation and the prompt release of further interim payment is crucial for the ongoing recovery plan. Our bankers have been very supportive with the financing of our capital expenditure thus far.

The management with our claims consultant had been engaging with the insurers to ensure the balance of the claim is on track. As explained in our previous quarters' announcement, the under recovery of manufacturing expenses is still affecting our profit margins. These expenses and lost opportunities are covered under the business interruption insurance policy which the Company has submitted an interim claim estimate for the insurance adjusters' further action. The EBITDA inclusive of the exceptional items for Q3FY2018 was RM 24.4 million compared to RM 31.8 million in Q2FY2018 (preceding year Q3FY2017: RM 8.7 million).

Product mix:

REVENUE	Individual Quarter			Cumulative Quarter		
	Q3FY2018	Q2FY2018	% change	Q3FY2018	Q3FY2017	% change
	RM'000	RM'000		RM'000	RM'000	
HDD	33,200	29,865	11%	89,975	79,527	13%
Automotive	23,348	21,807	7%	62,836	70,761	- 11%
Engineered Products						
Camera	4,945	3,360	47%	17,430	33,004	- 47%
Others	5,846	5,358	9%	15,776	21,052	- 25%
TOTAL	67,339	60,390	12%	186,017	204,344	- 9%

In Q3FY2018, HDD parts revenue recorded RM 33.2 million (Q2FY2018: RM 29.9 million), Automotive RM 23.3 million (Q2FY2018: RM 21.8 million) whilst the Engineered Products' revenue was at RM 10.8 million (Q2FY2018: RM 8.7 million). The product mix for Q3FY2018 was HDD: Automotive: Engineered Products of 49%: 35%: 16% compared to previous quarter's mix of 50%: 36%: 14% and have been stable. Comparing with FY2017, all sectors posted lower sales with the exception of HDD that posted an increase of 13% growth. The increase in HDD revenue is the result of additional orders by our customers. As for Automotive, the drop is mainly due to the discontinuation of a model part and is expected to recover when a new replacement electric vehicle (EV) part is mass produced. As for Camera segment, the industry is facing a lot of competition in the like of smartphones and is expected to be lower than the previous fiscal year revenue.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR**Business Outlook**

The Group's business revenue grew from RM 60.4 to RM 67.3 million by 11% quarter on quarter. Mainly from the HDD, Camera and Auto segments.

But the Camera segment year sales to-date was down sharply by 47% compared to the previous year. This lacking in contribution was significant but expected from all industry and customer reports. There was an uptick in orders this quarter compared to the previous quarter but it was not strong enough.

The Group is focusing on increasing its non-core business in the precision parts industry mainly in MNCs located in the country. We have a fully integrated manufacturing capability from precision machining to various surface treatments to cater for medium to high volume manufacture. We have in-house special tools production and jigs & fixtures capability that help in the manufacturing processes. Next quarter, we would invest in the latest aluminium extrusion technology that will keep the raw materials needed for most of the segments within the Group. We have embarked on various optical inspections and have successfully rolled out the pick and place robotic automation for the production lines.

The programme of continuous improvement in productivity is not cheap and needs funding commitment and a sustained approach. We have to try new ideas and ways to achieve this goal. The Group is renewing and modernizing itself for the opportunities to come.

We have submitted both final fire loss claim computation documents to the insurer and its consortium and also pursued the Business Interruption claim as well.

The current business mix is about 55% in USD and 30% in Euro foreign currencies and the rest in Thai Baht and Ringgit as well. So the strength of the USD will bear strongly on the Group's fortune being an exporter.

For investors, we advise to pay more attention to the Cashflow Statements of the Group for cash the most important element in business as well as in investment.

The loans are not too high at a manageable and comforting level of RM20.0 million.

As for the effects of the trade wars, we are not yet seeing a slowdown of orders directly but do not preclude an after effect.

The Board considers that we are still in recovery mode thinks its best to conserve cash and will defer any dividend announcement until we are financially stronger. Otherwise, the ensuing quarters should be profitable and growing.

B4. PROFIT FORECAST, PROFIT GUARANTEE AND INTERNAL TARGETS

The Group did not issue any profit guarantee and profit forecast during the current financial period to date.

B5. TAXATION

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2018 RM'000	Preceding Year Corresponding Quarter 30.06.2017 RM'000	Current Year To Date 30.06.2018 RM'000	Preceding Year To Date 30.06.2017 RM'000
Company and Subsidiaries				
Taxation				
- current	(3,288)	(1,395)	9,683	3,410
- (over)/ under provided in prior year	(926)	(374)	(926)	(374)
Deferred taxation	2,181	(505)	(2,105)	(1,616)
	<u>(2,033)</u>	<u>(2,274)</u>	<u>6,652</u>	<u>1,420</u>

The effective tax rate of the Group for YTD Q3FY2018 is higher than the statutory tax rate, mainly attributable to a provision of tax expense of RM 11.8 million on balancing charge arising from the RM 80.0 million interim insurance claim payment for material loss. The deferred tax income is mainly attributable to the reversal of provision for accelerated capital allowance claims in respect of fixed assets written off.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B6. STATUS OF CORPORATE PROPOSALS

There are no other corporate proposals announced but pending completion as at the date of this report.

B7. BORROWINGS AND DEBTS SECURITIES

The Group's borrowings as at 30 June 2018 are as follows:

	RM'000
Long-term	
Secured	
Hire purchase and lease payables	8,025
Term loan	<u>4,716</u>
	<u>12,741</u>
Short-term	
Secured	
Portion of hire purchase and lease payables due within one year	1,573
Portion of term loan due within one year	3,361
Unsecured	
Other short term borrowings	<u>2,781</u>
	<u>7,715</u>
	<u>20,456</u>

The hire purchase and lease payables and term loan are secured by legal charges over certain property, plant and equipment belonging to certain subsidiaries of the Company.

B8. RETAINED PROFITS

The breakdown of the realised and unrealised profit/ (losses) as at the end of the reporting period is as follows:

	As at End of Current Quarter 30.06.2018 RM'000	As at Preceding Year Quarter 30.06.2017 RM'000
Total retained profits:		
-realised	163,827	160,061
-unrealised	<u>(12,389)</u>	<u>(14,279)</u>
	<u>151,438</u>	<u>145,782</u>

B9. NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT

Profit/ (Loss) after Tax is arrived at after charging / (crediting) the following items:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2018 RM'000	Preceding Year Corresponding Quarter 30.06.2017 RM'000	Current Year To Date 30.06.2018 RM'000	Preceding Year To Date 30.06.2017 RM'000
a) Interest income	(309)	(407)	(1,276)	(744)
b) Other income including investment income	(499)	(726)	(2,633)	(3,469)
c) Interest expense	115	227	442	783
d) Depreciation and amortisation	7,482	8,420	21,937	25,193
e) Gain on disposal of property, plant and equipment	(1)	47	(44)	(1,013)
f) Foreign exchange (gain)/ loss	(822)	(1,676)	(1,187)	(5,676)
g) Bad debts recovered	-	-	-	(75)
h) Share-based payments	-	-	2,279	216
i) Plant and equipment written off	112	-	40,772	-
j) Inventories written off	164	-	8,872	-
k) Provision for and write off of receivables	-	-	-	-
l) Impairment of assets	-	-	-	-
m) Gain or loss on derivatives	-	-	-	-

NOTION VTEC BERHAD

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018**ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B10. MATERIAL LITIGATION**

There were no material litigations that might adversely and materially affect the position of the Group as at date of this report.

B11. DIVIDENDS PER SHARE

No dividend has been proposed for the quarter ended 30 June 2018 (Q3FY2017: 0.75 sen).

B12. EARNINGS PER SHARE

The earnings/ (loss) per share is calculated by dividing profit/ (loss) attributable to the owners of the Company by the number of ordinary shares in issue (excluding the treasury shares held by the Company).

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2018 (Unaudited)	Preceding Year Corresponding Quarter 30.06.2017 (Unaudited)	Current Year To Date 30.06.2018 (Unaudited)	Preceding Year To Date 30.06.2017 (Unaudited)
Profit/ (Loss) attributable to owners of the Company (RM'000)	19,188	2,769	8,263	13,646
Number of ordinary shares in issue (excluding the treasury shares held by the Company) ('000)	332,336	330,530	332,336	330,530
Earnings/ (Loss) per share (sen)	<u>5.77</u>	<u>0.84</u>	<u>2.49</u>	<u>4.13</u>

AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 23 August 2018.

By Order of the Board

Petaling Jaya
23 August 2018