

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000	Current Year To Date 31.12.2016 RM'000	Preceding Year To Date 31.12.2015 RM'000
Revenue	68,076	61,053	68,076	61,053
Cost of Sales	<u>(53,598)</u>	<u>(49,105)</u>	<u>(53,598)</u>	<u>(49,105)</u>
Gross Profit	14,478	11,948	14,478	11,948
Other Operating Income	5,952	8,908	5,952	8,908
Operating Expenses	<u>(11,118)</u>	<u>(16,384)</u>	<u>(11,118)</u>	<u>(16,384)</u>
Operating Income	9,312	4,472	9,312	4,472
Derivative Gain	-	2,841	-	2,841
Finance Costs	<u>(338)</u>	<u>(601)</u>	<u>(338)</u>	<u>(601)</u>
Profit before taxation	8,974	6,712	8,974	6,712
Income Tax Expense	<u>(2,534)</u>	<u>(3,598)</u>	<u>(2,534)</u>	<u>(3,598)</u>
Profit after taxation	6,440	3,114	6,440	3,114
Other Comprehensive income/ (expenses):				
-currency translation differences	<u>3,237</u>	<u>(69)</u>	<u>3,237</u>	<u>(69)</u>
Total comprehensive income for the financial period	<u>9,677</u>	<u>3,045</u>	<u>9,677</u>	<u>3,045</u>
Profit after taxation attributable to:				
-Owners of the Company	6,440	3,114	6,440	3,114
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>6,440</u>	<u>3,114</u>	<u>6,440</u>	<u>3,114</u>
Total comprehensive income for the financial period attributable to:				
-Owners of the Company	9,677	3,045	9,677	3,045
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>9,677</u>	<u>3,045</u>	<u>9,677</u>	<u>3,045</u>
Earnings Per Share (sen)	<u>2.40</u>	<u>1.16</u>	<u>2.40</u>	<u>1.16</u>
Proposed/ Declared Dividend Per Share (sen)	<u>0.75</u>	<u>-</u>	<u>0.75</u>	<u>-</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End of Current Quarter 31.12.2016 RM'000	As at Preceding Year Ended 30.09.2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	202,705	206,291
Investment in an Associate	-	-
	<u>202,705</u>	<u>206,291</u>
Current assets		
Inventories	34,212	33,092
Trade receivables	63,679	54,691
Other receivables and deposits	12,299	5,793
Tax refundable	2,846	1,761
Short-term deposits with licensed banks	2,475	20,276
Cash and bank balances	<u>38,848</u>	<u>21,581</u>
	<u>154,359</u>	<u>137,194</u>
Total assets	<u>357,064</u>	<u>343,485</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	135,209	135,209
Share Premium	1	1
Treasury Shares	(2,244)	(2,244)
Currency Translation Reserves	10,238	7,001
Retained Profits	148,049	144,292
Other Capital Reserve	<u>4,800</u>	<u>4,800</u>
Equity attributable to owners of the Company	296,053	289,059
Non-controlling Interests	-	-
Total equity	<u>296,053</u>	<u>289,059</u>
Non-current liabilities		
Long-term borrowings	7,500	7,076
Deferred taxation	<u>15,712</u>	<u>15,886</u>
	<u>23,212</u>	<u>22,962</u>
Current Liabilities		
Trade payables	10,944	8,095
Other payables and accruals	12,396	10,941
Dividend payable	2,683	-
Short-term borrowings	9,221	13,132
Provision for taxation	2,555	-
	<u>37,799</u>	<u>32,168</u>
Total Liabilities	61,011	55,130
TOTAL EQUITY AND LIABILITIES	<u>357,064</u>	<u>344,189</u>
Net assets per ordinary share (RM)	1.1036	1.0775

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Attributable to equity holders of the parent-----→								
	Ordinary Share Capital RM'000	Share Premium RM'000	←-----Non-distributable-----→			←Distributable→		Non- Controlling Interests RM'000	Total Equity RM'000
			Treasury Shares RM'000	Currency Translation Reserves RM'000	Other Capital Reserve RM'000	Retained Profits RM'000	Total RM'000		
3 months ended 31 December 2016									
Balance as at 1 October 2016	135,209	1	(2,244)	7,001	4,800	144,292	289,059	-	289,059
Profit after taxation	-	-	-	-	-	6,440	6,440	-	6,440
Interim tax-exempt dividend of 0.5 sen per ordinary share in respect of the previous financial year	-	-	-	-	-	(2,683)	(2,683)	-	(2,683)
Currency translation differences	-	-	-	3,237	-	-	3,237	-	3,237
Balance as at 31 December 2016	135,209	1	(2,244)	10,238	4,800	148,049	296,053	-	296,053
3 months ended 31 December 2015									
Balance as at 1 October 2015	135,209	1	(2,244)	6,414	4,800	138,615	282,795	-	282,795
Profit after taxation	-	-	-	-	-	3,114	3,114	-	3,114
Currency translation differences	-	-	-	(69)	-	-	(69)	-	(69)
Balance as at 31 December 2015	135,209	1	(2,244)	6,345	4,800	141,729	285,840	-	285,840

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 2016 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year-To-Date 31.12.2016 RM'000	Preceding Year-To-Date 31.12.2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	8,975	6,712
Adjustments for:		
Depreciation of property, plant and equipment	8,512	8,996
Interest expense	303	574
Reversal of inventories written down	(4)	(23)
Gain on disposal of plant and equipment	(1,060)	(39)
Unrealised gain on foreign currency translation	(3,197)	(6,589)
Fair value gain on derivatives liabilities	-	(8,119)
Interest income	(175)	(107)
Operating profit before working capital changes	13,354	1,405
(Increase)/ Decrease in inventories	(1,116)	3,711
(Increase)/ Decrease in trade and other receivables	(13,108)	1,387
Increase/ (Decrease) in trade and other payables	4,730	(739)
CASH FROM OPERATIONS	3,860	5,764
Interest paid	(303)	(574)
Tax paid	(451)	(1,926)
NET CASH FROM OPERATING ACTIVITIES	3,106	3,264
CASH FLOWS FROM/ (FOR) INVESTING ACTIVITIES		
Interest received	175	107
Proceeds from disposal of plant and equipment	1,310	326
Purchase of property, plant and equipment	(2,910)	(2,587)
NET CASH FOR INVESTING ACTIVITIES	(1,425)	(2,154)
CASH FLOWS FOR FINANCING ACTIVITIES		
Repayment of hire-purchase and lease obligations	(963)	(939)
Repayment of term loan	(2,309)	(3,582)
Repayment of bank borrowings	(216)	-
NET CASH FLOWS FOR FINANCING ACTIVITIES	(3,488)	(4,521)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,807)	(3,411)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	41,837	43,075
Currency translation differences – subsidiaries	1,293	4,078
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	41,323	43,742
Note (A)		
Cash and cash equivalents at the end of the period comprise the following:		
Short term deposits with licensed banks	2,475	420
Cash and bank balances	38,848	43,322
	41,323	43,742

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016

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 2016.

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 2016.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements of the Group for the FYE 30 September 2016 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. CHANGES IN DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayments of debts and equity securities during the quarter under review.

As at 31 December 2016, the Company held 2,150,273 repurchased shares as treasury shares out of its total issued and paid up share capital of 270,418,983 ordinary shares of RM 0.50 each. The treasury shares are held at a carrying amount of RM 2,244,383.

A7. DIVIDEND PAID

No dividend was paid during the quarter under review.

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 this announcement.

NOTION VTEC BERHAD**Company No: - 637546-D****UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2016****NOTES TO THE QUARTERLY FINANCIAL REPORT (continued)****A11. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group for the current quarter under review save for the following:-

As announced, the Company had on 11 November 2016, acquired the entire two (2) ordinary shares of RM 1.00 each in the share capital of Notion International (M) Sdn Bhd ("NISB"), representing 100% of the issued and paid-up capital of NISB from Thoo Chow Fah and Choo Wing Hong, the Directors of the Company for a total cash consideration of RM 2.00 only. Upon the acquisition, NISB became a directly wholly-owned subsidiary of NVB. The business of NISB is manufacturing of high precision components and tools, jigs and dies.

On 28 December 2016, the paid-up capital of NISB was increased to RM 2,000,000 through the subscription of an additional 1,999,998 ordinary shares of RM 1.00 each by NVB.

A12. CONTINGENT LIABILITIES

- a) The Company has provided corporate guarantees for hire purchase facilities granted to subsidiaries for total amount of RM 35,497,608. As at 31 December 2016, the outstanding hire purchase balance stood at RM 2,197,794.
- b) The Group has also provided corporate guarantees for bank facilities granted for a total amount of RM 148,210,949. As at 31 December 2016, the utilisation of the bank facilities stood at RM 14,522,658.

A13. CAPITAL COMMITMENTS

	As at End of Current Quarter 31.12.2016 <u>RM'000</u>	As at End of Preceding Quarter 30.09.2016 <u>RM'000</u>
Approved and contracted for:		
-purchase of plant and equipment	<u>16,102</u>	<u>2,294</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 31 DECEMBER 2016

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 68.1 million and RM 6.44 million respectively for the quarter ended 31 December 2016 ("Q1FY2017"). Refer Notes B2 and B3 below for a detailed review of the Group's performance.

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

For Q1 of FY2017, the Group recorded revenue of RM 68.1 million (Q4FY2016: RM 59.6 million) and PAT of RM 6.44 million (Q4FY2016: RM 4.64 million) and earnings per share of 2.40 sen (Q4FY2016: 1.73 sen). Revenue is 14.2% higher in the current quarter under review compared to the preceding quarter was mainly attributable to growth in all sectors with 11% increase in HDD, 22% increase in Automotive and 10% for Engineered Products. Profit after taxation was RM 6.44 million compared to RM 4.64 million in Q4FY2016 mainly due to the higher revenue. The EBITDA for Q1FY2017 was RM 17.6 million compared to RM 13.9 million in Q4FY2016 (preceding year Q1FY2016: RM 16.2 million).

Product mix:

To better reflect the business operations of the Group, we have from this financial year segmentalise our operations into the following:-

<u>REVENUE</u>	<u>Q1FY2017</u>	<u>Q4FY2016</u>	<u>YTD Q1 2017</u>	<u>YTD Q1 2016</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
HDD	27,049	24,319	27,049	26,423
Automotive	22,005	18,024	22,005	17,210
<u>Engineered Products</u>				
Camera	12,901	12,622	12,901	15,765
Others	6,121	4,634	6,121	1,655
TOTAL	<u>68,076</u>	<u>59,599</u>	<u>68,076</u>	<u>61,053</u>

In Q1FY2017, HDD parts revenue recorded RM 27.0 million (Q4FY2016: RM 24.3 million), Automotive RM 22.0 million (Q4FY2016: RM 18.0 million) whilst the Engineered Products' revenue was at RM 19.0 million (Q4FY2016: RM 17.3 million). The product mix for Q1FY2017 was HDD: Automotive: Engineered Products of 40%: 32%: 28% compared to previous quarter's mix of 41%: 30%: 29%. Compared to the corresponding preceding year quarter, all sectors had posted positive growth with HDD, Auto and Engineered Products registering 2%, 28% and 9% increase in revenue respectively.

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

B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

Business Review and Outlook

The December 2016 quarter HDD shipment units improved to 112 million from previous 100 million and a shortage of Flash chip also affected SSD supply resulting in tight HDD supply. The shortage of SSD supply will last until end of 2017 due to demand growth in smart phones and other mobile devices.

The demand for Auto EBS plungers will grow 30% Year-over-Year (YoY) in 2017 and again in 2018 and a new hard anodising line has been successfully installed and 50 new auto-lathe CNCs catering for the growth are being installed over Jan to May 2017 period.

The SLR camera sub-segment continues to remain static Quarter-on-Quarter (QoQ) but remain an important contributor.

The new Johor rented factories in Gelang Patah was set up in late 2016 to target new businesses and with a new energetic team we expect new business from a few new customers in the fasteners and engineered products, electrical consumer goods and EMS sector. Engineered Products include camera components, design of tools, jigs and fixtures for customer manufacturing and large production of engineered products.

QoQ HDD grew 11% and Automotive grew 22% while EP grew 10%. The sales grew 13% QoQ and PAT grew 39% while EBITDA grew 27%.

Part of the growth is due to the strength of the USD moving to RM4.45 from RM4.10 QoQ. We expect the USD and Euro to be little change for a few quarters.

Of some concern is the rise of LME aluminium price from USD1,500 to USD1,800 YoY. Fortunately there is some pass on agreement if it exceeds some stipulated percentage increase and adjustment of component pricing especially in the HDD segment.

Dividend will be declared each quarter in accordance to the performance of the Group and the target is 30% payout. For Q1 FY17 the Board is pleased to declare a First Interim TE Dividend of 0.75 sen per share.

The Board is optimistic of more growth and earnings in the coming quarters.

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 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000	Current Year To Date 31.12.2016 RM'000	Preceding Year To Date 31.12.2015 RM'000
Company and Subsidiaries Taxation - current	2,676	229	2,676	229
Deferred taxation	(142)	3,369	(142)	3,369
	<u>2,534</u>	<u>3,598</u>	<u>2,534</u>	<u>3,598</u>

The effective tax rate of approximately 28% was higher than the statutory tax rate of 24% was mainly due to expenses disallowed for tax purposes.

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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 save for the following:

As announced on 5 January 2017, the Company proposes to establish a long term incentive plan of up to 15% of the issued and paid-up share capital of NVB (excluding treasury shares), for the eligible employees of NVB and its subsidiaries (excluding dormant subsidiaries) and directors (including non-executive directors) of NVB, comprising an employee share option scheme and an executive grant scheme ("Proposed LTIP").

As announced, Bursa Securities had, via its letter dated 17 January 2017, resolved to approve the listing of and quotation for such number of new NVB Shares representing up to 15% of the issued and paid-up capital of NVB (excluding treasury shares) to be issued pursuant to the Proposed LTIP subject to the following:

- (1) The Company is required to submit a confirmation through its Adviser, ie. Hong Leong Investment Bank to Bursa Securities of full compliance of the Proposed LTIP pursuant to Paragraph 6.43 (1) of the Listing Requirements and stating the effective date of implementation together with a certified true copy of the resolution passed by the shareholders in general meeting, and
- (2) NVB is required to furnish Bursa Securities on a quarterly basis a summary of the total number of NVB Shares listed pursuant to the Proposed LTIP as at the end of each quarter together with a detailed computation of listing fees payable.

The Proposed LTIP was approved by the shareholders at the EGM held on 23 February 2017.

B7. BORROWINGS AND DEBTS SECURITIES

The Group's borrowings as at 31 December 2016 are as follows:

	<u>RM'000</u>
Long-term	
Secured	
Term loan	<u>7,500</u>
	<u>7,500</u>
Short-term	
Secured	
Portion of hire purchase and lease payables due within one year	2,198
Portion of term loan due within one year	<u>7,023</u>
	<u>9,221</u>
	<u>16,721</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 31.12.2016 <u>RM'000</u>	As at Preceding Year Quarter 30.09.2016 <u>RM'000</u>
Total retained profits:		
-realised	162,764	153,696
-unrealised	<u>(14,715)</u>	<u>(9,404)</u>
	<u>148,049</u>	<u>144,292</u>

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

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	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	To Date
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
a) Interest income	(175)	(107)	(175)	(107)
b) Other income	(610)	(1,338)	(610)	(1,338)
c) Interest expense	303	574	303	574
d) Depreciation and amortisation	8,512	8,996	8,512	8,996
e) Gain on disposal of property, plant and equipment	(1,060)	(39)	(1,060)	(39)
f) Foreign exchange (gain)/ loss	(4,032)	338	(4,032)	338
g) Gain from derivatives (please refer to Note B10)	-	(2,841)	-	(2,841)
h) Bad debts written off	-	1	-	1
i) Bad debts recovered	(75)	-	(75)	-

B10.DERIVATIVE GAIN/ (LOSS)

Derivative gain/ (loss) consists of realised gain/ (loss) on settlement of hedging contracts and fair value changes due to movement in mark-to-market (MTM) position on non-designated hedging contracts. There is no derivative gain or losses in the current period as all contracts had matured and delivered as at 30 September 2016 and none contracted in the current period under review.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	To Date
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
Loss from foreign currency hedging contracts:				
-settlement of hedging contracts	-	(5,278)	-	(5,278)
-fair value changes due to movement in MTM position on non-designated hedging contracts	-	8,119	-	8,119
Gain from derivative contracts	-	2,841	-	2,841

B11. DERIVATIVE FINANCIAL INSTRUMENTS

Type of derivatives	Notional Value	Fair Value	Notional Value	Fair Value
	as at 31.12.2016	as at 31.12.2016	as at 31.12.2015	as at 31.12.2015
		Assets / (Liabilities)		Assets / (Liabilities)
	RM'000	RM'000	RM'000	RM'000
Foreign Currency Hedging Contracts				
-Less than 1 year	-	-	55,142	(13,657)
TOTAL	-	-	55,142	(13,657)

The foreign currency contracts in prior year were entered into as hedges for sales denominated in US Dollars to limit the exposure to potential changes in foreign exchange rates with respect to the subsidiary company's foreign currencies denominated estimated receipts. As at 30 September 2016, all the foreign currency contracts had matured and fully delivered.

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

B12. MATERIAL LITIGATION

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

B13. DIVIDENDS PER SHARE

The Board has on 24 November 2016, declared and approved an interim tax-exempt dividend of 1.0 sen per ordinary share in respect of the financial year ended 30 September 2016. The dividend was paid on 16 January 2017.

The shareholders had on 23 February 2017, at the Company's Thirteenth Annual General Meeting, approved the proposed final tax-exempt dividend of 1.0 sen per ordinary share for the financial year ended 30 September 2016. The entitlement date and payment has been fixed on 31 March 2017 and 14 April 2017, respectively.

The Board has on 23 February 2017, declared and approved an interim tax-exempt dividend of RM 0.75 sen per ordinary share in respect of the financial year ending 30 September 2017. The entitlement date and payment date has been fixed on 26 April 2017 and 19 May 2017, respectively.

B14. EARNINGS/ (LOSS) 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 31.12.2016 <u>(Unaudited)</u>	Preceding Year Corresponding Quarter 31.12.2015 <u>(Unaudited)</u>	Current Year To Date 31.12.2016 <u>(Unaudited)</u>	Preceding Year To Date 31.12.2015 <u>(Unaudited)</u>
Profit attributable to owners of the Company (RM'000)	6,440	3,114	6,440	3,114
Number of ordinary shares in issue (excluding the treasury shares held by the Company) ('000)	268,269	268,269	268,269	268,269
Earnings per share (sen)	<u>2.40</u>	<u>1.16</u>	<u>2.40</u>	<u>1.16</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 February 2017.

By Order of the Board

Petaling Jaya

23 February 2017