

Notes to the **Financial Statements**

As at 31 March 2019

33. PROVISIONS

	Group	
	2019	2018
	RM'000	RM'000
Provision for warranty (Note (a))	9,192	9,961
Provision for compensation claim (Note (b))	2,120	2,120
	11,312	12,081

- (a) Provision for warranty is based on current volumes of products sold still under warranty and on historic quality rates as well as estimates and assumptions regarding future quality rates for new products.

	Group	
	2019	2018
	RM'000	RM'000
As at 1 April 2018/2017	9,961	14,827
Reversal of provision	(2,558)	(6,138)
Charge for the year	1,789	1,272
As at 31 March	9,192	9,961

- (b) Provision for compensation claim is for a tenant's renovation costs and general damages arising from an early termination of a tenancy agreement by a subsidiary of the Company, Fima Corporation Berhad ("FCB"). On 27 September 2011, the Court of Appeal had allowed FCB to appeal against the decision handed down by the High Court in favour of the tenant and directed that the matter be remitted back to the High Court for a full trial. There has been no development since then.

34. RETAINED EARNINGS

As at 31 March 2019 and 31 March 2018, the Company may distribute the entire balance of the retained earnings under the single tier system.

35. COMMITMENTS

	Group		Company	
	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000
Capital expenditure:				
Approved and contracted for:				
Property, plant and equipment	2,970	2,010	-	-
Approved but not contracted for:				
Property, plant and equipment	9,045	44,249	65	58
	12,015	46,259	65	58