

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Quarter Ended 30 September 2016
 (The figures have not been audited)

| | 3 months ended | | Cumulative quarter ended | |
|--|-----------------------|---------------------|---------------------------------|----------------------|
| | 30 September | | 30 September | |
| | 2016 | 2015 | 2016 | 2015 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 88,226 | 91,134 | 292,681 | 258,476 |
| Cost of sales | <u>(67,136)</u> | <u>(77,175)</u> | <u>(228,963)</u> | <u>(214,477)</u> |
| Gross Profit | 21,090 | 13,959 | 63,718 | 43,999 |
| Other income | 50 | 4,268 | 97 | 5,962 |
| Other operating expenses | (5,651) | (6,521) | (22,523) | (18,841) |
| Share of results of a jointly controlled entity, net of tax | <u>(1,426)</u> | <u>(1,337)</u> | <u>(4,363)</u> | <u>(4,457)</u> |
| Profit from Operations | 14,063 | 10,369 | 36,929 | 26,663 |
| Finance costs | <u>(221)</u> | <u>(252)</u> | <u>(859)</u> | <u>(654)</u> |
| Profit before Tax | 13,842 | 10,117 | 36,070 | 26,009 |
| Income tax | (3,704) | (3,614) | (10,102) | (8,996) |
| Profit net of tax | 10,138 | 6,503 | 25,968 | 17,013 |
| Other comprehensive income: | | | | |
| Foreign currency translation | 208 | 2,246 | (902) | 2,499 |
| Total comprehensive income for the year | <u>10,346</u> | <u>8,749</u> | <u>25,066</u> | <u>19,512</u> |
| Profit for the period attributable to: | | | | |
| Owners of the parent | 10,138 | 6,503 | 25,968 | 17,013 |
| Non-controlling interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | <u>10,138</u> | <u>6,503</u> | <u>25,968</u> | <u>17,013</u> |
| Total comprehensive income attributable to: | | | | |
| Owners of the parent | 10,346 | 8,749 | 25,066 | 19,512 |
| Non-controlling interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | <u>10,346</u> | <u>8,749</u> | <u>25,066</u> | <u>19,512</u> |
| Basic Earnings per Share (sen) | <u>2.58</u> | <u>1.65</u> | <u>6.60</u> | <u>4.32</u> |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity
For the Quarter Ended 30 September 2016
 (The figures have not been audited)

| | <u>Share Capital</u> | <u>Non-distributable Reserve</u> | <u>Non-distributable Reserve</u> | <u>Distributable Reserve</u> | | |
|-----------------------------|--------------------------|---|--------------------------------------|----------------------------------|----------------|----------------|
| | Nominal value | Foreign currency translation reserve | Share premium | Retained earnings | Total reserves | Grand total |
| | (RM'000) | (RM'000) | (RM'000) | (RM'000) | (RM'000) | (RM'000) |
| At 1 January 2015 | 78,720 | 1,709 | 70,367 | 81,029 | 153,105 | 231,825 |
| Total comprehensive income | - | 2,499 | - | 17,013 | 19,512 | 19,512 |
| At 30 September 2015 | <u>78,720</u> | <u>4,208</u> | <u>70,367</u> | <u>98,042</u> | <u>172,617</u> | <u>251,337</u> |
| At 1 January 2016 | 78,720 | 3,483 | 70,367 | 95,601 | 169,451 | 248,171 |
| Total comprehensive income | - | (902) | - | 25,968 | 25,066 | 25,066 |
| At 30 September 2016 | <u>78,720</u> | <u>2,581</u> | <u>70,367</u> | <u>121,569</u> | <u>194,517</u> | <u>273,237</u> |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position

As at 30 September 2016

(The figures have not been audited)

| | As at 30-Sep-16 RM'000 | As at 31-Dec-15 RM'000 |
|---|------------------------------|------------------------------|
| Non-current Assets | | |
| Property, plant & equipment | 145,237 | 136,388 |
| Land use rights | 7,785 | 5,622 |
| Investment in a jointly controlled entity | 7,956 | 13,221 |
| | <u>160,978</u> | <u>155,231</u> |
| Current Assets | | |
| Inventories | 48,302 | 61,675 |
| Trade and other receivables | 87,907 | 89,405 |
| Tax recoverable | 85 | 55 |
| Cash and bank balances | 19,767 | 12,753 |
| | <u>156,061</u> | <u>163,888</u> |
| TOTAL ASSETS | <u>317,039</u> | <u>319,119</u> |
| EQUITY AND LIABILITIES | | |
| Share capital | 78,720 | 78,720 |
| Reserves | 194,517 | 169,451 |
| Total equity | <u>273,237</u> | <u>248,171</u> |
| Non-current Liabilities | | |
| Borrowings | 7,890 | 7,688 |
| Deferred tax liabilities | 14,492 | 14,406 |
| | <u>22,382</u> | <u>22,094</u> |

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position

As at 30 September 2016

(The figures have not been audited)

| | As at 30-Sep-16 RM'000 | As at 31-Dec-15 RM'000 |
|-------------------------------------|------------------------------|------------------------------|
| Current Liabilities | | |
| Trade and other payables | 13,603 | 12,075 |
| Dividend payable | - | 5,510 |
| Borrowings | 3,408 | 27,882 |
| Current tax liabilities | 4,409 | 3,387 |
| | <u>21,420</u> | <u>48,854</u> |
| TOTAL LIABILITIES | <u>43,802</u> | <u>70,948</u> |
| TOTAL EQUITY AND LIABILITIES | <u>317,039</u> | <u>319,119</u> |
| Net assets value per share (sen) | <u>69.42</u> | <u>63.05</u> |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD (481559-M)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Cash Flow
For the Quarter Ended 30 September 2016
(The figures have not been audited)

| | Year-To-Date 30-Sep-16 (RM'000) | Year-To-Date 30-Sep-15 (RM'000) |
|---|--|--|
| Cash flows from operating activities | | |
| Profit before taxation | 36,070 | 26,009 |
| Adjustments for: | | |
| Amortisation of land use rights | 88 | 277 |
| Depreciation of property, plant and equipment | 5,234 | 5,156 |
| Unrealised foreign exchange gain | (99) | (1,937) |
| Interest expense | 859 | 654 |
| Interest income | (11) | (98) |
| (Gain)/ Loss on disposal of Property, Plant and Equipment | (12) | 1 |
| Share of results of joint venture | 4,363 | 4,457 |
| Operating profit before working capital changes | <u>46,492</u> | <u>34,519</u> |
| Working capital changes: | | |
| Inventories | 13,374 | 2,952 |
| Trade and other receivables | 2,361 | (9,998) |
| Trade and other payables | 1,514 | (10,969) |
| Cash generated from operations | <u>63,741</u> | <u>16,504</u> |
| Income tax paid | (9,011) | (4,920) |
| Net cash generated from operating activities | <u>54,730</u> | <u>11,584</u> |
| Cash flows from investing activities | | |
| Investment in a jointly controlled entity | - | (15,238) |
| Purchase of property, plant and equipment | (14,087) | (8,973) |
| Acquisition of prepaid lease payment for land | (2,251) | - |
| Proceeds from disposal of Property, Plant and Equipment | 17 | 4 |
| Interest received | 11 | 98 |
| Net cash used in investing activities | <u>(16,310)</u> | <u>(24,109)</u> |

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Cash Flow For the Quarter Ended 30 September 2016 (The figures have not been audited)

| | Year-To-Date 30-Sep-16 (RM'000) | Year-To-Date 30-Sep-15 (RM'000) |
|---|--|--|
| | <u> </u> | <u> </u> |
| Cash flows from financing activities | | |
| Dividends paid | (5,510) | (5,510) |
| Interest paid | (859) | (654) |
| Net (repayment)/drawdown of bankers acceptances | (26,073) | 13,121 |
| Net drawdown/(repayments) of term loans | 2,289 | (1,720) |
| Net repayments of hire purchase obligations | (488) | (764) |
| Net cash (used in)/generated from financing activities | <u>(30,641)</u> | <u>4,473</u> |
| Net increase/(decrease) in cash and cash equivalents | 7,779 | (8,052) |
| Effect of exchange rate changes on cash and cash equivalents | (765) | 808 |
| Cash and cash equivalents at beginning of year | 12,753 | 17,058 |
| Cash and cash equivalents at end of the period | <u>19,767</u> | <u>9,814</u> |

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD (481559-M)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED
30 SEPTEMBER 2016**

(The figures have not been audited)

Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

A1 Basis of Preparation

These unaudited condensed consolidated interim financial statements of the Group have been prepared in accordance with MFRS 134, Interim Financial Reporting in Malaysia and with IAS 34, Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statement, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2015.

The Group has adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting period beginning on or after 1 January 2016 except for the following which were in issue but not yet effective and not early adopted by the Group as listed below:

| | | <u>Annual periods effective</u> |
|--------------------------------------|---|---------------------------------|
| MFRS 9 | Financial Instruments (IFRS 9 issued by IASB in July 2014) | 1 January 2018 |
| MFRS 15 | Revenue from Contracts with Customers | 1 January 2018 |
| MFRS 16 | Lease | 1 January 2019 |
| Amendments to MFRS 10 and MFRS 128 S | Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture | To be determined |
| Amendments to MFRS 107 | Disclosure Initiative | 1 January 2017 |
| Amendments to MFRS 112 | Recognition of Deferred Tax Assets Under Unrealised Losses | 1 January 2017 |

The directors anticipate that the adoption of the abovementioned standards, when they become effective, are not expected to have material impact on the financial statements of the Group in the period of initial application.

These explanatory notes attached to the Interim Financial Report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial period ended 31 December 2015.

A2 Audit report of the preceding annual financial statements

The audited financial statements of the Group for the year ended 31 December 2015 were not subject to any qualification.

A3 Seasonal or cyclical factors of interim operations

There were no seasonal or cyclical factors affecting the results of the Group for the current interim period.

A4 Unusual items affecting assets, liabilities, equity, net income, or cash flows

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual in nature, size or incidence for the current interim period and financial year-to-date.

A5 Material changes in estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect for the current interim period.

A6 Issuances, cancellations, repurchases, resale and repayment of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current interim period.

THREE-A RESOURCES BERHAD (481559-M)
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED
30 SEPTEMBER 2016**

(The figures have not been audited)

Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

A7 Dividends

No dividend was paid during the current interim period under review.

A8 Segmental information

The Group's activities are predominantly in the manufacturing industry segment. The following presents revenue regarding the Group's geographical segment:

| | RM'000 |
|-----------------|---------|
| Malaysia | 197,154 |
| Singapore | 30,370 |
| Other countries | 65,157 |
| | 292,681 |

The Group's assets and liabilities are mainly located in Malaysia.

A9 Valuations of Property, Plant & Equipment

The valuations of Property, Plant and Equipment of the Group have been brought forward without amendment from the previous annual financial statements.

A10 Material events subsequent to the end of the interim period

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

A11 Related party transactions

The following table provides information on the transactions which have been entered into with related parties during the interim period and financial year to date ended 30 September 2016 and 30 September 2015:

| | 3 months ended 30 September | | Cumulative quarter ended 30 September | |
|--|--------------------------------|----------------|--|----------------|
| | 2016 RM'000 | 2015 RM'000 | 2016 RM'000 | 2015 RM'000 |
| Sales of products to: | | | | |
| Seong Chan Sauce & Foodstuff Sdn. Bhd. (A company in which certain directors have financial interests) | 249 | 286 | 697 | 735 |
| Three-A (Qinhuangdao) Food Industries Co., Ltd (A company in which the Group has significant influence) | 233 | 148 | 56 | 529 |

A12 Changes in the composition of the Group

There were no changes in the composition of the Group during the interim period including business combinations, acquisitions or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.

A13 Changes in contingent liabilities and contingent assets

The amount of corporate guarantees provided to licensed financial institutions in respect of credit facilities granted to a wholly-owned subsidiary as at 30 September 2016 is RM11.298 million.

THREE-A RESOURCES BERHAD (481559-M)
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(The figures have not been audited)

Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

A14 Capital Commitment

The approved and contracted for commitment for the purchase of property, plant and equipment as at the end of the current interim period is RM1.656 million.

THREE-A RESOURCES BERHAD (481559-M)
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED
30 SEPTEMBER 2016**

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B1 Review of Performance

The revenue of the Group for the current quarter of RM88.226 million is 3.2% lower than RM91.134 million recorded in the corresponding quarter in the preceding year as a result of lower sales of the Group's products.

The Group's profit before taxation increased by 36.8% or from RM10.117 million to RM13.842 million is mainly a result of higher product margins for the current quarter under review as compared to the preceding year corresponding quarter.

B2 Material changes in profit before taxation for the current quarter as compared with the immediate preceding quarter

The comparison of results between the current quarter and the immediate preceding quarter are as follows:-

| | Current quarter (01. 07. 16 to 30. 09. 16) RM'000 | Previous quarter (01. 04. 16 to 30. 06. 16) RM'000 |
|------------------------|---|--|
| Revenue | <u>88,226</u> | <u>96,887</u> |
| Profit before taxation | <u>13,842</u> | <u>12,944</u> |

The Group's revenue for the current quarter of RM88.226 million is 8.9% lower as compared to RM96.887 million recorded in the immediate preceding quarter mainly due to lower sales of the Group's products.

Meanwhile, the profit before taxation for the current quarter of RM13.842 million is 6.9% higher than that recorded in the immediate preceding quarter of RM12.944 million, mainly a result of higher products margins, lower losses from a jointly controlled entity and higher foreign currency exchange gain in the current quarter as compared to the immediate preceding quarter.

B3 Prospects

The Group's products are expected to remain competitive. Barring unforeseen circumstances, the Directors anticipate that the Group to achieve a satisfactory performance for the financial year 2016.

B4 Forecast of profit after tax

Not applicable as no forecast was disclosed in any public document.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED
30 SEPTEMBER 2016**

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B5 Tax expenses

| | Current quarter 30-Sep-16 RM'000 | Cumulative quarter up to 30-Sep-16 RM'000 |
|----------------------------------|---|--|
| Income tax expense | | |
| - current | 3,682 | 10,276 |
| - overprovision in prior year | (260) | (260) |
| Deferred Taxation | | |
| - recognised in income statement | 282 | 86 |
| | 3,704 | 10,102 |

Income tax expense is recognised in each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. The effective tax rate for both the current interim period and financial year-to-date are higher than the statutory income tax rate, mainly due to expenses not allowable for tax deduction.

B6 Unquoted investments and/or properties

There were no sale or purchase of unquoted investments and properties for the current quarter and financial year-to-date.

The Group has 50% (2015:50%) equity interest in a jointly-controlled entity, Three-A (Qinhuangdao) Food Industries Co. Ltd that is held through a subsidiary. This joint venture is incorporated in the People's Republic of China on 9 August 2010 and is in the business of manufacturing, processing, and trading of Hydrolyzed Vegetable Protein (HVP) (in Liquid and Powder form) and all related by-products.

The Group recognises its interest in joint venture using the equity method. Under the equity method, the investment in joint venture is measured in the statement of financial position at cost plus post-acquisition changes in the Group's share of net assets of the joint venture.

After the application of the equity method, the Group determines whether it is necessary to recognise an additional impairment loss on the Group's investment in its joint venture. The Group determines at each reporting date whether there is any objective evidence that the investment in the joint venture is impaired.

THREE-A RESOURCES BERHAD (481559-M)

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2016

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

| | Group 30-Sep-16 RM'000 |
|-----------------------------------|------------------------------|
| Unquoted shares, at cost | 29,277 |
| Share of post-acquisition results | (23,902) |
| | 5,375 |
| Exchange differences | 2,581 |
| | 7,956 |

The aggregate amounts of each of the current assets, non-current assets, current liabilities, non-current liabilities, income and expenses related to the Group's interests in the jointly-controlled entity are as follows:

| | Group 30-Sep-16 RM'000 |
|---|------------------------------|
| Assets and liabilities: | |
| Current assets | 2,754 |
| Non-current assets | 29,231 |
| Total assets | 31,985 |
| Current liabilities | 24,029 |
| Non-current liabilities | - |
| Total liabilities | 24,029 |
| Income and expenses for the period ended | |
| Income | 3,618 |
| Expenses | (7,981) |

B7 Quoted securities other than securities in existing subsidiaries and associated companies

There were no purchases and disposals of quoted securities other than securities in existing subsidiaries and associated companies for the current quarter and financial year-to-date.

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2016

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B8 Status of Corporate Proposals

On 13 September 2016, the Company's advisor, RHB Investment Bank Berhad had on behalf of the Company announced that the Company proposes to undertake the following proposals:

- (i) proposed bonus issue of 98,400,004 new ordinary shares of RM0.20 each in the Company on the basis of one (1) Bonus Share for every four (4) existing 3A Shares held on an entitlement date to be determined later;
- (ii) proposed establishment of an employees' share option scheme of up to 10% of the issued and paid-up share capital of 3A (excluding treasury shares, if any) to eligible Directors and employees of 3A, and its subsidiaries;
- (iii) proposed increase in the authorised share capital of 3A from RM100,000,000 comprising 500,000,000 3A Shares to RM250,000,000 comprising 1,250,000,000 3A Shares; and
- (iv) proposed amendments to the memorandum and articles of association of 3A.

On 9 November 2016, RHB Investment Bank announced that the Company had, after careful deliberation, decided to abort the Proposed ESOS as the Company is evaluating alternative incentive schemes for its employees. As a result of this, the Company will not proceed with the Proposed Increase in Authorised Share Capital and the Proposed Amendments as the current authorised share capital of the Company is sufficient to accommodate the increase in the issued and paid-up share capital of the Company pursuant to the issuance of the Bonus Shares.

On 10 November 2016, RHB Investment Bank announced that the additional listing application for the listing of and quotation for 98,400,004 Bonus Shares to be issued pursuant to the Proposed Bonus Issue has been submitted to Bursa Malaysia Securities Berhad.

Save for the above, there was no corporate proposals announced but not completed as at 15 November 2016.

B9 Group borrowings and debt securities

The total Group secured borrowings as at 30 September 2016 are as follows:-

| | Short Term RM'000 | Long Term RM'000 | Total RM'000 |
|-------------------------|----------------------|---------------------|-----------------|
| Term Loans | 2,821 | 6,966 | 9,787 |
| Hire Purchase Creditors | 587 | 924 | 1,511 |
| Total | <u>3,408</u> | <u>7,890</u> | <u>11,298</u> |

All the abovementioned borrowings were denominated in Ringgit Malaysia.

B10 Off Balance Sheet financial instruments

The Group had not entered into any contracts involving off balance sheet financial instruments with off balance sheet risk as at 15 November 2016.

THREE-A RESOURCES BERHAD (481559-M)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED
30 SEPTEMBER 2016**
(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B11 Changes in material litigation

There was no material litigation pending for the current financial period to-date and up to 15 November 2016.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED
30 SEPTEMBER 2016**

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B12 Dividend

On 15 November 2016, the Board of Directors is pleased to declare an interim single tier dividend of 1.8 sen per ordinary share amounting to RM7.08 million for the current interim period. (2015: 1.4 sen per ordinary share)

B13 Disclosure of nature of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

B14 Realised and unrealised profits/losses disclosure

| | As at 30-Sep-16 RM'000 | As at 31-Dec-15 RM'000 |
|--|------------------------------|------------------------------|
| Total retained profits of Three-A Resources Berhad and its subsidiaries: | | |
| - Realised | 142,803 | 113,413 |
| - Unrealised | 14,591 | 13,650 |
| | 157,394 | 127,063 |
| Total share of retained earnings from a jointly controlled entity: | | |
| - Realised | (23,902) | (19,539) |
| - Unrealised | - | - |
| | 133,492 | 107,524 |
| Less: Consolidation adjustments | (11,923) | (11,923) |
| Total group retained profits as per consolidated accounts | 121,569 | 95,601 |

B15 Additional disclosures

For the quarter and cumulative period ended 30 September 2016:

| (RM'000) | Current Period | | Cumulative Period | |
|---------------------------------------|----------------|---------|-------------------|---------|
| | 2016 | 2015 | 2016 | 2015 |
| Interest income | (10) | (1) | (11) | (98) |
| Depreciation and amortisation | 1,634 | 1,832 | 5,322 | 5,433 |
| Realised foreign exchange (gain)/loss | (340) | (2,433) | 1,838 | (3,727) |
| Unrealised foreign exchange gain | (1,007) | (1,773) | (99) | (1,937) |

THREE-A RESOURCES BERHAD (481559-M)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2016

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B16 Earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the Company.

| | Current Quarter | | Cumulative Quarter | |
|---|--------------------|-----------|-----------------------|-----------|
| | 30-Sep-16 | 30-Sep-15 | 30-Sep-16 | 30-Sep-15 |
| Net profit (RM'000) | 10,138 | 6,503 | 25,968 | 17,013 |
| Weighted average number of ordinary shares in issue ('000) | 393,600 | 393,600 | 393,600 | 393,600 |
| EPS (sen) - Basic | 2.58 | 1.65 | 6.60 | 4.32 |
| - Diluted | - | - | - | - |