

QUARTERLY REPORT

Summary of Key Financial Information for the financial period ended 30 September 2017

	Individual Quarter		Cumulative Quarter	
	<u>30.09.2017</u> RM'000	<u>30.09.2016</u> RM'000	<u>30.09.2017</u> RM'000	<u>30.09.2016</u> RM'000
1. Revenue	31,730	52,973	70,143	96,803
2. Profit before taxation	32,312	10,708	35,412	16,314
3. Profit for the period	31,680	7,438	33,699	12,538
4. Profit attributable to ordinary equity holders of the parent	26,113 ¹	1,826 ¹	27,443 ¹	6,304 ¹
5. Earnings per share (sen) :				
Basic	4.40	0.31	4.62	1.07
Diluted	4.31	0.31 ²	4.50	1.06 ²
6. Proposed/Declared dividend per share (sen)	-	-	-	-
7. Gross interest income	1,245	573	2,284	1,435
8. Gross interest expense	(6,872)	(3,355)	(12,745)	(6,796)
		As at end of Current Quarter		As at preceding Financial Year End
9. Net assets per share attributable to ordinary equity holders of the parent (RM)		1.44		1.42

¹ The profit attributable to ordinary equity holders of the parent is after taking into consideration the preference shares dividends declared as disclosed in Note 8 attached to the interim financial report.

² Adjustments for convertible preference shares were not included in the calculation of diluted EPS as it is anti-dilutive.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	30.09.2017 RM'000	30.09.2016 RM'000	30.09.2017 RM'000	30.09.2016 RM'000
Revenue	31,730	52,973	70,143	96,803
Cost of sales	(21,947)	(38,338)	(45,496)	(72,244)
Gross profit	9,783	14,635	24,647	24,559
Other operating income	1,494	1,860	6,021	12,301
Distribution expenses	(162)	(420)	(293)	(917)
Administrative expenses	(12,963)	(10,806)	(23,530)	(23,048)
Other operating expenses	(1,465)	(1,117)	(2,606)	(2,550)
Operating (loss)/profit	(3,313)	4,153	4,239	10,345
Finance costs	(6,872)	(3,355)	(12,745)	(6,796)
Share of joint ventures results net of tax	42,243	9,914	43,773	12,946
Share of associates results net of tax	254	(4)	145	(181)
Profit before taxation	32,312	10,708	35,412	16,314
Taxation	(632)	(3,270)	(1,713)	(3,776)
Profit for the period	31,680	7,438	33,699	12,538
Other comprehensive income/(expense) that may be reclassified subsequently to profit or loss:				
Foreign currency translations	5,033	594	5,218	(22,137)
Fair value changes in hedge	(3,176)	159	(5,077)	607
	1,857	753	142	(21,530)
Total comprehensive income	33,537	8,191	33,841	(8,992)
Profit Attributable to :				
Owners of the Parent	31,079	6,819	32,409	11,297
Non-controlling interests	601	618	1,290	1,241
	31,680	7,438	33,699	12,538
Total comprehensive income attributable to :				
Owners of the Parent	32,936	7,495	32,551	(10,530)
Non-controlling interests	601	696	1,290	1,538
	33,537	8,191	33,841	(8,992)
Earnings per share (sen) :				
Basic	4.40	0.31	4.62	1.07
Diluted	4.31	0.31	4.50	1.06

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2017.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.09.2017 RM'000	Audited As at 31.03.2017 RM'000
ASSETS		
<u>Non Current Assets</u>		
Property, plant and equipment	256,963	227,650
Investment properties	94,899	96,011
Investments in joint ventures	913,823	723,186
Investment in an associate	7,723	7,931
Other investments	63	63
Land held for property development	70,020	68,568
Long term receivables	10,909	10,399
Deferred tax assets	19,245	19,967
	<u>1,373,645</u>	<u>1,153,775</u>
<u>Current Assets</u>		
Property development costs	169,436	171,904
Inventories	30,393	21,027
Trade and other receivables	45,482	61,971
Derivative assets	308	-
Tax recoverable	911	766
Deposits, cash and bank balances	117,275	165,903
	<u>363,806</u>	<u>421,571</u>
TOTAL ASSETS	<u>1,737,451</u>	<u>1,575,346</u>
EQUITY AND LIABILITIES		
<u>Equity</u>		
Share Capital		
- ordinary shares	304,951	303,101
- redeemable convertible preference shares	124,146	124,770
Treasury shares	(11,665)	(10,078)
Reserves	560,378	549,160
Equity attributable to owners of the Parent	<u>977,811</u>	<u>966,953</u>
Non-controlling interests	20,027	18,737
	<u>997,838</u>	<u>985,690</u>
<u>Non-current liabilities</u>		
Bank borrowings	367,445	256,991
Hire-purchase and lease creditors	2,338	2,348
Long term payables	3,984	3,830
Deferred tax liabilities	695	707
	<u>374,462</u>	<u>263,876</u>
<u>Current Liabilities</u>		
Trade and other payables	78,689	102,243
Dividend payable	4,966	-
Derivative liabilities	1,475	5,983
Bank borrowings	278,685	216,295
Hire-purchase and lease creditors	1,112	1,096
Taxation	225	163
	<u>365,152</u>	<u>325,780</u>
Total liabilities	<u>739,614</u>	<u>589,656</u>
TOTAL EQUITY AND LIABILITIES	<u>1,737,451</u>	<u>1,575,346</u>
Net assets per share (RM)	<u>1.44</u>	<u>1.42</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 March 2017.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	----- Non-distributable -----							Distributable				
	Ordinary Share Capital	Redeemable Convertible Preference Shares	Share Premium	Treasury Shares	ESS Reserve	Capital Redemption Reserve	Exchange Translation Reserve	Other Reserve	Retained Profits	TOTAL	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 01.04.2016	300,200	127,234	772	(7,331)	1,403	20,658	166	(310)	551,155	993,947	19,695	1,013,642
Total comprehensive income for the period	-	-	-	-	-	-	(22,137)	310	11,297	(10,530)	1,538	(8,992)
Shares repurchased	-	-	-	(2,055)	-	-	-	-	-	(2,055)	-	(2,055)
Ordinary shares dividend paid	-	-	-	-	-	-	-	-	(35,589)	(35,589)	-	(35,589)
Preference shares dividend declared	-	-	-	-	-	-	-	-	(4,993)	(4,993)	-	(4,993)
Ordinary shares issued pursuant to ESS	1,168	-	418	-	-	-	-	-	-	1,586	-	1,586
Conversion of preference shares	1,206	(2,412)	1,206	-	-	-	-	-	-	-	-	-
Share options granted	-	-	-	-	1,225	-	-	-	-	1,225	-	1,225
Options exercised	-	-	-	-	(349)	-	-	-	349	-	-	-
Balance as at 30.09.2016	302,574	124,822	2,396	(9,386)	2,279	20,658	(21,971)	-	522,219	943,591	21,233	964,824
Balance as at 01.04.2017	303,101	124,770	2,478	(10,078)	2,152	20,658	(5,273)	-	529,145	966,953	18,737	985,690
Total comprehensive income for the period	-	-	-	-	-	-	5,218	(5,077)	32,409	32,550	1,290	33,840
Shares repurchased	-	-	-	(1,587)	-	-	-	-	-	(1,587)	-	(1,587)
Ordinary shares dividend paid	-	-	-	-	-	-	-	-	(17,813)	(17,813)	-	(17,813)
Preference shares dividend declared	-	-	-	-	-	-	-	-	(4,966)	(4,966)	-	(4,966)
Ordinary shares issued pursuant to ESS	1,226	-	-	-	-	-	-	-	-	1,226	-	1,226
Conversion of preference shares	624	(624)	-	-	-	-	-	-	-	-	-	-
Fair value of options granted	-	-	-	-	1,448	-	-	-	-	1,448	-	1,448
Options exercised	-	-	-	-	(236)	-	-	-	236	-	-	-
Balance as at 30.09.2017	304,951	124,146	2,478	(11,665)	3,364	20,658	(55)	(5,077)	539,011	977,811	20,027	997,838

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2017.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended	
	30.09.2017	30.09.2016
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	35,412	16,314
Adjustments for:		
Share of results of joint ventures and associates	(43,886)	(12,765)
Gain on disposal of an associate	-	(384)
Depreciation of property, plant and equipment	3,916	3,926
Depreciation of investment properties	1,229	1,140
Realisation of foreign exchange reserve	(1,817)	(6,795)
Writeback of accrued development costs	(1,000)	(2,162)
Unrealised foreign exchange gain	(5,136)	(51)
Net interest expense	10,461	5,361
Others	2,105	1,464
Operating profit before working capital changes	<u>1,284</u>	<u>6,048</u>
Increase in land held for development and property development costs	(10,499)	(4,425)
Decrease in inventories	2,146	9,531
Decrease in trade and other receivables	15,825	416
(Decrease)/Increase in trade and other payables	(33,197)	9,942
Net cash (used in)/generated from operations	<u>(24,441)</u>	<u>21,512</u>
Net taxation paid	(1,084)	(1,795)
Net interest paid	(7,103)	(5,133)
Net cash (used in)/generated from operating activities	<u>(32,628)</u>	<u>14,584</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	98	34
Proceeds from disposal of associates	-	10,452
Proceeds from redemption of unquoted bond	-	5,000
Purchase of property, plant and equipment	(32,972)	(33,732)
Purchase of investment properties	-	(19,849)
Net contribution to joint ventures	(131,943)	(279,565)
Net cash used in investing activities	<u>(164,817)</u>	<u>(317,660)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from share options exercised	1,226	1,586
Shares repurchased	(1,587)	(2,055)
Net drawdown of bank borrowings	172,547	221,772
Net repayment of hire purchase and lease creditors	(617)	(850)
Dividends paid	(17,813)	(35,589)
Placement of deposit pledged with licensed bank	(181)	(1,654)
Net cash from financing activities	<u>153,575</u>	<u>183,210</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	(43,870)	(119,866)
Cash and cash equivalents at beginning of period	124,559	206,888
Effect of exchange rate on cash and cash equivalents	(766)	4,817
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>79,923</u>	<u>91,839</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD COMPRISED:		
Deposits, Cash and bank balances	117,275	117,573
Bank overdraft	(25,291)	(15,643)
	<u>91,984</u>	<u>101,930</u>
Less : Deposits pledged with licensed banks	(12,061)	(10,091)
	<u>79,923</u>	<u>91,839</u>

The condensed consolidated statement cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2017.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 31 March 2017.

2. Changes in Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2017, except for the adoption of the following standards and amendments to published standards which are effective for the financial period commencing after 1 April 2017:

Amendments to:

FRS 12	Disclosure of Interest in Other Entities
FRS 107	Disclosure Initiative
FRS 112	Recognition of Deferred Tax Assets for Unrealised Losses

The adoption of the above amendments to published standards do not give rise to any material effects to the Group.

On 19 November 2011, the MASB issued the new accounting framework, the Malaysian Financial Reporting Standards ("MFRS") framework, which is effective for financial periods beginning on or after 1 January 2012 with the exception of entities where the new accounting framework need not be applied i.e. entities that are within the scope of MFRS 141 and IC Interpretation 15 ('hereafter called Transitioning Entities'). On 28 October 2015, MASB allowed Transitioning Entities to defer adoption of the MFRS framework to annual periods beginning on or after 1 January 2018. The Group falls within the scope of Transitioning Entities and has opted to defer the adoption of the MFRS framework for the financial periods as allowed.

3. Auditors' Report on Preceding Annual Audited Financial Statements

The auditors' report on the preceding annual audited financial statements was not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's operations were not significantly affected by any seasonal or cyclical factors.

5. Unusual Items

There were no unusual items for the current quarter and financial year to-date.

6. Changes in Estimates

There were no change in estimates that have a material effect in the current quarter and financial year to-date.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

7. Debt and Equity Securities

- i. During the financial year-to-date, AMPROP has issued a total of 2,489,870 ordinary shares, of which 1,866,000 ordinary shares under the Group's Employees' Share Scheme for a consideration of RM1,226,290 and 623,870 ordinary shares was converted from preference shares on the basis two (2) RCPS for every one (1) ordinary share.
- ii. The Group acquired 1,941,100 of its own shares through purchases on the Bursa Malaysia between 1 April 2017 to 30 September 2017. The total amount paid to acquire the shares was RM1,587,852 and was deducted from shareholders' equity. The shares are held as 'Treasury shares'. The Company has the right to cancel, resell and/or distribute the treasury shares as dividends and/or dealt with by the Directors in the manners allowed by the Companies Act 2016.
- iii. On 14 July 2017, AMPROP granted 12,168,000 options to the eligible Executive Directors and employees under the Employees' Share Scheme ('ESS') at an option price of RM0.70 per share in accordance with the By-Laws of the ESS.

8. Dividends

	6 months Ended 30.09.2017 RM'000	6 months Ended 30.09.2016 RM'000
Dividends paid in respect of financial year ended 31 March 2017:		
- 3 sen dividend per ordinary share, paid on 20 September 2017	17,813	-
- 2 sen dividend per preference share, declared on 8 September 2017 and paid on 13 October 2017	4,966	-
Dividends paid in respect of financial year ended 31 March 2016:		
- 3 sen final dividend per ordinary share, paid on 23 September 2016	-	17,794
- 3 sen special dividend per ordinary share, paid on 23 September 2016	-	17,794
- 2 sen dividend per preference share, declared on 5 September 2016 and paid on 17 October 2016	-	4,993
	<u>22,779</u>	<u>40,581</u>

9. Material Events Subsequent to the end of interim period

As at the date of this report, there was no material event subsequent to the balance sheet date that affect the results of the Group for the financial year-to-date.

10. Changes in the Composition of the Group

As at the date of this report, there were no changes in the composition of the Group.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

11. Review of Performance

	Current Year Quarter 30.09.2017 RM'000	Preceding Year Corresponding Quarter 30.09.2016 RM'000	Changes	
			RM'000	%
Revenue	31,730	52,973	(21,243)	(40%)
Profit before interest and tax	39,184	14,063	25,121	>100%
Profit before tax	32,312	10,708	21,604	>100%
Profit after tax	31,680	7,438	24,242	>100%
Profit attributable to ordinary equity holders of the parent	<u>31,079</u>	<u>6,819</u>	24,260	>100%

Current quarter

The Group recorded revenue of RM31.7 million for current quarter with Malaysia properties and Renewable energy & contracting divisions contributing RM9.4 million and RM22.3 million respectively.

Revenue from Malaysia properties was mainly derived from Sibujaya township in East Malaysia of RM6.9 million and rental income from investment properties of RM2.5 million.

The renewable energy & contracting division revenue was derived from ventilation and air conditioning contracts and transmission works of RM17.8 million coupled with power generation from both mini-hydro and solar projects of RM4.5 million.

Revenue is lower by RM21.2 million mainly due to a sale of a piece of land located in Pajam, Negeri Sembilan in the corresponding quarter and also lower sales achieved for Malaysia property projects.

The Group's profit before taxation of RM32.3 million was mainly derived from share of joint ventures results. This was higher than the corresponding quarter profit before tax of RM10.7 million due to profit recognition from the progressive delivery of sold units of the Burlington Gate project in London.

	Current Year To-date 30.09.2017 RM'000	Preceding Year Corresponding Period 30.09.2016 RM'000	Changes	
			RM'000	%
Revenue	70,143	96,803	(26,660)	(28%)
Profit before interest and tax	48,157	23,110	25,047	>100%
Profit before tax	35,412	16,314	19,098	>100%
Profit after tax	33,699	12,538	21,161	>100%
Profit attributable to ordinary equity holders of the parent	<u>32,409</u>	<u>11,297</u>	21,112	>100%

Year-to-date

The Group recorded revenue of RM70.1 million for the period with Malaysia properties and Renewable energy & contracting divisions contributing RM29.1 million and RM41.0 million respectively. The revenue was lower by 28% mainly due to lower sales contribution from Malaysia properties division.

As compared to preceding year corresponding period, profit before tax has more than doubled to RM35.4 million due to contribution from our Burlington Gate project in London.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

12. Material Change in Results for Current Quarter Compared with Preceding Quarter

	Current Quarter 30.09.2017 RM'000	Immediate Preceding Quarter 30.06.2017 RM'000	Changes	
			RM'000	%
Revenue	31,730	38,413	(6,683)	(17%)
Profit before interest and tax	39,184	8,973	30,211	>100%
Profit before tax	32,312	3,100	29,212	>100%
Profit after tax	31,680	2,019	29,661	>100%
Profit attributable to ordinary equity holders of the parent	<u>31,079</u>	<u>1,329</u>	29,750	>100%

The Group's revenue in the current quarter was lower by RM6.7 million mainly due to lower sales contribution from Sibujaya township project.

The Group showed a significant jump in the current quarter profit as compared with preceding quarter due to the contribution from Burlington Gate project in London.

13. Operating Segments

Segmental revenue, results, assets and liabilities for the financial year-to-date were as follows:

	Malaysia Properties & Others RM'000	Overseas Properties RM'000	Renewable Energy & Contracting RM'000	Group RM'000
Segment revenue				
Continuing operations				
Total revenue	30,024	-	41,025	71,049
Inter-segment revenue	(906)	-	-	(906)
External revenue	<u>29,118</u>	-	<u>41,025</u>	<u>70,143</u>
Segment Results				
Head office allocated expenses	6,954	(103)	5,415	12,266
Interest income	(3,093)	(6,496)	(722)	(10,311)
Operating profit	2,606	1	500	3,107
Finance costs	6,467	(6,598)	5,193	5,062
Share of results of joint ventures	(3,211)	(8,078)	(2,279)	(13,568)
Share of results of associates	-	43,773	-	43,773
	145	-	-	145
Profit before taxation	<u>3,401</u>	<u>29,097</u>	<u>2,914</u>	<u>35,412</u>
Taxation	(530)	-	(1,183)	(1,713)
Profit for the period	<u>2,871</u>	<u>29,097</u>	<u>1,731</u>	<u>33,699</u>
Segment assets				
	<u>478,612</u>	<u>938,419</u>	<u>320,420</u>	<u>1,737,451</u>
Segment liabilities				
	<u>119,087</u>	<u>385,793</u>	<u>234,734</u>	<u>739,614</u>

Overseas properties division is the major contributor for current financial year-to-date performance. This was driven by the progressive delivery of sold units of the Burlington Gate project in London.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

14. Operating Profit from Operations

	3 months Ended 30.09.2017 RM'000	6 months Ended 30.09.2017 RM'000
Operating profit includes:		
Interest income	1,245	2,284
Gain on disposal of property, plant and equipment	1	1
Gain on foreign exchange:		
- Realised	-	1,817
- Unrealised	2,460	5,136
Writeback of impairment loss on trade and other receivables	-	94
Fair value changes of derivatives:		
- Unrealised	619	-
and is arrived at after charging:		
Depreciation of:		
- Property, plant and equipment	1,973	3,916
- Investment properties	655	1,229
Loss on disposal of property, plant and equipment	-	116
Property, plant and equipment written off	37	37
Fair value changes of derivatives:		
- Realised	2,622	3,885
- Unrealised	-	680
Realised loss on foreign exchange	680	869
Impairment loss on trade and other receivables	154	154

There were no other exceptional items for the current quarter and financial year-to-date.

15. Current Year Prospects

The Board expects its two joint ventures projects in London, completing in the current financial year to contribute positively to the Group's earnings. Barring unforeseen circumstances, the Board expects the Group to record a higher profit for the financial year ending 31 March 2018 compared to the preceding financial year.

16. Profit Forecast

There was no profit forecast or profit guarantee made by the Group.

17. Taxation

The breakdown of tax expense for the quarter and financial year-to-date are as follows:

	3 months Ended 30.09.2017 RM'000	6 months Ended 30.09.2017 RM'000
Income tax expense	303	1,003
Deferred tax	329	710
	<u>632</u>	<u>1,713</u>

The effective tax rate for the current quarter and year-to-date is lower than the statutory tax rate mainly due to share of results of joint ventures is net of tax.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

18. Status of Corporate Proposals

On 28 September 2017, the Company announced the proposed renounceable rights issue of new class B redeemable convertible preference shares ("RCPS B") to raise gross proceed of up to RM597.2 million and proposed amendments to the constitution of the Company ("The Proposals").

The Proposals are subject to approvals of the Bank Negara Malaysia, Bursa Securities and the shareholders at the forthcoming extraordinary general meeting.

On 29 September 2017, the Company submitted the application to Bank Negara Malaysia for their approval for the proposed issuance of RCPS B to non-residents. The Company is awaiting their approval.

19. Group Borrowings and Debt Securities

	As at 30.09.2017		
	Long Term Borrowings RM'000	Short Term Borrowings RM'000	Total RM'000
<u>Secured</u>			
Ringgit Malaysia	199,933	50,799	250,732
Pound Sterling (GBP30 million at exchange rate GBP1:RM5.6730)	85,095	85,095	170,190
<u>Unsecured</u>			
Ringgit Malaysia	-	142,791	142,791
US Dollar (USD19.5 million at exchange rate USD1:RM4.2265)	82,417	-	82,417
	367,445	278,685	646,130
	As at 31.03.2017		
	Long Term Borrowings RM'000	Short Term Borrowings RM'000	Total RM'000
<u>Secured</u>			
Ringgit Malaysia	114,414	50,471	164,885
Pound Sterling (GBP30 million at exchange rate GBP1:RM5.5240)	82,860	82,860	165,720
<u>Unsecured</u>			
Ringgit Malaysia	-	82,964	82,964
US Dollar (USD13.5 million at exchange rate USD1:RM4.4235)	59,717	-	59,717
	256,991	216,295	473,286

As at current year quarter, total borrowings of the Group has increased by RM172.8 million as compared with the previous financial year ended 31 March 2017 from additional borrowings drawdown for investment into Spain joint venture and construction of hydro plant in Sungai Liang.

The weighted average effective interest rates of borrowings are as follows:

	As at 30.09.2017	As at 31.03.2017
Ringgit Malaysia	5.58%	5.83%
Pound Sterling	2.95%	2.96%
US Dollar	5.13%	5.11%

All of the Group's borrowings are at floating rates.

The borrowings denominated in GBP and USD are utilised to finance the Group's overseas investments.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

20. Capital Commitments

	As at 30.09.2017 RM'000
Approved and contracted for:	
Construction of renewable energy plant	17,710
Investment in joint ventures	
- Pound Sterling (GBP0.5 million)	2,837
- Hong Kong Dollar (HKD127.6 million)	69,057
	<u>89,604</u>

21. Changes in Contingent Liabilities and Contingent Assets

The total letter of credit and other bank guarantees have increased from RM21,869,815 as at 31 March 2017 to RM26,497,269 as at 30 September 2017.

Other than disclosed above, there were no other changes in contingent liabilities or contingent assets since the last financial year ended 31 March 2017.

22. Foreign Exchange Exposure and the Use of Derivatives and Fair Value Changes of Financial Liabilities

Where necessary in accordance with the Group's strategy, it enters into foreign currency forward contracts to hedge its capital investment in foreign joint ventures or projects. Foreign currency fluctuations of its long term capital investments are normally recorded in the statement of changes in equity. The Group also secures borrowings in the currency of its foreign investments which act as natural foreign exchange hedge.

(a) Derivative foreign exchange contract that was outstanding as at 30 September 2017 is as follows:

	Forward Notional Value RM'000	Fair Value Asset/ (Liabilities) RM'000
<u>Within 1 year</u>		
Forward contract of Yen 2.350 billion for purchase of USD	89,035	(1,228)
Forward contract of EUR 34.39 million for purchase of USD	172,702	78
Forward contract of GBP 1.45 million for purchase of USD	8,218	(17)
	<u>269,955</u>	<u>(1,167)</u>

There is minimal credit risk as the forwards were entered into with reputable banks.

The forward foreign exchange contract was initially recognised at fair value on the date the derivative contract was entered into and subsequently remeasured at fair value. The resulting gain or loss from the remeasurement was recognised in the profit or loss to match the hedged foreign currency item or recognised in the hedge reserve.

(b) Other than the fair value changes of derivatives as disclosed in Note 14, there were no fair value gain/(loss) on fair value changes of financial liabilities recognised in the profit or loss.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

23. Changes in Material Litigation

There was no pending material litigation as at the date of this report.

24. Earnings Per Share

Basic

Basic earnings per share for the reporting quarter and financial year-to-date are calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	3 months Ended 30.09.2017 RM'000	6 months Ended 30.09.2017 RM'000
Profit for the period attributable to ordinary equity holders of the parent	31,079	32,409
Preference share dividends	<u>(4,966)</u>	<u>(4,966)</u>
Profit for the period attributable to ordinary equity holders of the parent	<u>26,113</u>	<u>27,443</u>
Weighted average number of ordinary shares in issue ('000)	<u>593,573</u>	<u>593,373</u>
Basic earnings per share (sen)	<u>4.40</u>	<u>4.62</u>

The computation of the weighted average number of ordinary shares in issue is net of treasury shares.

Diluted

Diluted earnings per share for the reporting quarter and financial year-to-date are calculated by dividing the net profit for the period by the adjusted weighted average number of ordinary shares in issue during the period after taking into consideration of all dilutive potential ordinary shares.

	3 months Ended 30.09.2017 RM'000	6 months Ended 30.09.2017 RM'000
Profit for the period attributable to ordinary equity holders of the parent	<u>31,079</u>	<u>32,409</u>
Weighted average number of ordinary shares in issue ('000)	593,573	593,373
Adjustments for share options granted ('000)	2,856	2,405
Adjustments for preference shares convertible to ordinary shares ('000)	<u>124,303</u>	<u>124,460</u>
Adjusted weighted average number of ordinary shares in issue ('000)	<u>720,732</u>	<u>720,238</u>
Diluted earnings per share (sen)	<u>4.31</u>	<u>4.50</u>

There is no effect to net profit from the adjustments of share options granted.

25. Fair Value of Financial Instruments

The carrying amount of financial assets and liabilities of the Group for the financial period approximate their fair values except for the following:

	Carrying amount RM'000	Fair Value RM'000
Financial Liabilities:		
Hire-purchase and lease creditors	<u>3,451</u>	<u>3,451</u>

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

26. Realised and Unrealised Profits or Losses

	As at 30.09.2017 RM'000	As at 31.03.2017 RM'000
Total retained profits of the Group:		
- Realised	469,349	501,199
- Unrealised	19,582	21,783
	488,931	522,982
Total share of retained profits from joint ventures:		
- Realised	56,534	12,761
- Unrealised	-	-
Total share of retained profits from associates:		
- Realised	(6,454)	(6,598)
- Unrealised	-	-
	(6,454)	(6,598)
Total group retained profits as per financial statements	<u>539,011</u>	<u>529,145</u>

**BY ORDER OF THE BOARD
 JOHNSON YAP CHOON SENG**

Company Secretary
 Date: 15 November 2017