

Interim Financial Report for the three months ended 31 December 2016

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Note:

M1 to M12 are explanatory notes in accordance with MFRS134.

K1 to K15 are explanatory notes in accordance with paragraph 9.22 of the Bursa Malaysia Securities Berhad's Listing Requirements.

Condensed Consolidated Income Statements

(The figures have not been audited)

	Current Year Quarter 31.12.2016 RM' 000	Preceding Year Quarter 31.12.2015 RM' 000	Current Year- To-Date 31.12.2016 RM' 000	<i>Audited</i> Preceding Year- To-Date 31.12.2015 RM' 000
Revenue	282,874	284,621	1,150,308	1,167,082
Cost of sales	(134,084)	(145,004)	(534,857)	(573,380)
Gross profit	148,790	139,617	615,451	593,702
Other operating income	11,147	16,795	175,969	47,713
Administrative expenses	(69,784)	(54,163)	(213,333)	(187,945)
Other operating expenses	9,012	7,015	(12,317)	(10,803)
Profit from operations	99,165	109,264	565,770	442,667
Finance income	3,975	5,822	25,594	35,806
Finance costs	(16,402)	(30,520)	(78,629)	(91,886)
Share of after-tax results of associates and joint venture	2,428	3,053	22,238	40,453
Profit before tax	89,166	87,619	534,973	427,040
Less tax:				
Company and subsidiaries	(16,218)	(13,164)	(79,920)	(92,455)
Profit for the period	72,948	74,455	455,053	334,585
Attributable to:				
Equity holders of the Company	43,994	51,313	297,993	216,903
Non-controlling interests	28,954	23,142	157,060	117,682
	72,948	74,455	455,053	334,585
Earnings per share (sen)				
- basic	3.30	3.84	22.32	16.25
- diluted ^{note 1}	na	na	na	na
Dividends per ordinary share (sen)	5.0	5.0	10.0	10.0

Note 1:

Anti-dilutive as the option price of the unissued ordinary shares pursuant to the Employees Share Option Scheme is higher than the fair value quoted market price on 31 December 2016.

Condensed Consolidated Statements of Comprehensive Income
(The figures have not been audited)

	Current Year Quarter 31.12.2016 RM' 000	Preceding Year Quarter 31.12.2015 RM' 000	Current Year- To-Date 31.12.2016 RM' 000	<i>Audited</i> Preceding Year- To-Date 31.12.2015 RM' 000
Profit for the period	72,948	74,455	455,053	334,585
Other comprehensive income:				
Exchange differences on translating foreign operations:				
Equity holders	42,621	47,628	(30,714)	68,198
Non-controlling interests	5,978	(230)	5,569	719
Total comprehensive income for the period, net of tax	<u>121,547</u>	<u>121,853</u>	<u>429,908</u>	<u>403,502</u>
Total comprehensive income attributable to:				
Equity holders of the Company	86,614	98,941	267,279	285,101
Non-controlling interests	34,933	22,912	162,629	118,401
	<u>121,547</u>	<u>121,853</u>	<u>429,908</u>	<u>403,502</u>

Condensed Consolidated Statements of Financial Position
(The figures have not been audited)

	31.12.2016 RM '000	<i>Audited</i> 31.12.2015 RM '000
Capital and reserves attributable to the Company's equity holders		
Share capital	682,399	682,399
Share premium	112,641	112,641
Treasury shares	(81,093)	(81,088)
Revaluation and other reserves	128,961	159,675
Retained earnings	3,659,850	3,511,513
	4,502,758	4,385,140
Non-controlling interests	91,389	65,551
TOTAL EQUITY	4,594,147	4,450,691
Represented by:		
Non current assets		
Property, plant and equipment	1,433,504	2,178,748
Long term prepaid lease	605	4,065
Investment properties	2,673,799	2,452,033
Inventories	265,364	270,876
Investments in associates and joint ventures	852,608	948,488
Deferred tax assets	12,796	1,548
Goodwill	-	19,164
	5,238,676	5,874,922
Current assets		
Inventories	525,763	485,665
Financial assets at fair value through profit or loss	7,626	9,889
Receivables and contract assets	203,279	198,055
Amounts owing by associates and joint ventures	66,952	46,786
Tax recoverable	7,828	4,030
Cash held in Housing Development Accounts	87,700	23,931
Cash and bank balances	934,710	1,065,654
	1,833,858	1,834,010
Assets classified as held-for-sale	708,025	35,190
	2,541,883	1,869,200
Less: Current liabilities		
Payables and contract liabilities	711,729	479,120
Amounts owing to associates	4	1,717
Borrowings	485,671	920,169
Current tax payable	93,376	98,592
	1,290,780	1,499,598
Net current assets	1,251,103	369,602
Less: Non current liabilities		
Payables and contract liabilities	80,155	80,077
Borrowings	1,644,136	1,531,364
Deferred tax liabilities	171,341	182,392
	1,895,632	1,793,833
	4,594,147	4,450,691

IGB Corporation Berhad (5745-A)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 December 2016

(The figures have not been audited)

	Attributable to equity holders						Non-controlling	Total	
	Issued and fully paid ordinary shares of RM0.50 each		Treasury Shares ordinary shares of RM0.50 each		Share premium	Revaluation and other reserves	Retained earnings		Interests
	Number of shares '000	Nominal value RM '000	Number of shares '000	Nominal value RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
At 1 January 2016	1,364,798	682,399	(29,899)	(81,088)	112,641	159,675	3,511,513	65,551	4,450,691
Total comprehensive income for the period	-	-	-	-	-	(30,714)	297,993	162,629	429,908
Changes in ownership interest in existing subsidiaries	-	-	-	-	-	-	(16,166)	16,166	-
Redemption of Redeemable Preference shares in a subsidiary	-	-	-	-	-	-	-	(2,494)	(2,494)
Share buy back	-	-	(2)	(5)	-	-	-	-	(5)
Dividend paid	-	-	-	-	-	-	(133,490)	(150,463)	(283,953)
Total transactions with equity holders	-	-	(2)	(5)	-	-	(149,656)	(136,791)	(286,452)
At 31 December 2016	1,364,798	682,399	(29,901)	(81,093)	112,641	128,961	3,659,850	91,389	4,594,147

Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 December 2015
(Audited)

	Attributable to equity holders						Non-controlling	Total	
	Issued and fully paid ordinary shares of RM0.50 each		Treasury Shares ordinary shares of RM0.50 each		Share premium	Revaluation and other reserves	Retained earnings		Interests
	Number of shares '000	Nominal value RM '000	Number of shares '000	Nominal value RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
At 1 January 2015	1,364,798	682,399	(29,899)	(81,088)	112,641	80,436	3,511,016	85,191	4,390,595
Total comprehensive income for the period	-	-	-	-	-	68,198	216,903	118,401	403,502
Changes in ownership interest in existing subsidiaries	-	-	-	-	-	-	(16,171)	8,310	(7,861)
Executives Share Option Scheme	-	-	-	-	-	11,041	-	-	11,041
Dividend paid	-	-	-	-	-	-	(200,235)	(146,351)	(346,586)
Total transactions with equity holders	-	-	-	-	-	11,041	(216,406)	(138,041)	(343,406)
At 31 December 2015	1,364,798	682,399	(29,899)	(81,088)	112,641	159,675	3,511,513	65,551	4,450,691

Condensed Consolidated Cash Flow Statements
(The figures have not been audited)

	31.12.2016 RM '000	<i>Audited</i> 31.12.2015 RM '000
Operating activities		
Receipts from customers	1,278,198	1,236,431
Payments to contractors, suppliers and employees	(498,628)	(665,986)
Cash flow from operations	779,570	570,445
Interest paid	(82,999)	(99,346)
Income taxes paid, net of refunds	(111,235)	(115,857)
Net cash generated from operating activities	585,336	355,242
Investing activities		
Investment in associates	(1,168)	(675)
Interest received	25,594	37,168
Additions to property, plant and equipment, investment properties and land held for property development	(346,726)	(323,964)
Proceeds from disposal of property, plant and equipment and land held for property development	220,072	7,812
Proceeds from disposal of associates	2,706	-
Capital repayment to non-controlling interests of a subsidiary	(2,494)	(770)
Proceeds from redemption of preference shares in associates	6,500	5,500
(Purchase)/disposal of unit trusts	(2,263)	2,043
Dividends received from associates	1,960	13,762
Cash arising from dilution of equity in a subsidiary	-	225
Deposits released by/(pledged with) licensed banks	534,088	(53,669)
Net repayments/(advances) from/(to) associates and joint ventures	(21,878)	13,181
Net cash generated from/(used in) investing activities	416,391	(299,387)
Financing activities		
Purchase of treasury shares	(5)	-
(Repayments)/Receipt of bank borrowings	(258,377)	234,500
Dividends paid to non-controlling interests of a subsidiary	(140,817)	(149,526)
Dividend paid	(133,489)	(200,235)
Deposits held with trustee	(1,190)	(1,095)
Net cash used in financing activities	(533,878)	(116,356)
Foreign currencies exchange difference	(2,128)	(6,765)
Net increase/(decrease) in cash and cash equivalents	467,849	(60,501)
Cash and cash equivalents at 1 January	526,306	593,572
Cash and cash equivalents at 31 December	992,027	526,306
Add: Restricted cash		
Deposits pledged with licensed banks for credit facilities	30,383	563,279
As per statement of financial position	1,022,410	1,089,585

**Explanatory notes to the Interim Financial Statements
for the three months ended 31 December 2016**

M1 Basis of preparation

This Interim Financial Report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard 134 – “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and paragraph 9.22 together with Part A, Appendix 9B of Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements, and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2015.

This Interim Financial Report has been prepared based on accounting policies and methods of computation which are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2015 except for the adoption of the following amendments to Malaysian Financial Reporting Standards (“MFRS”) that are applicable for the current financial year:

(Effective for annual periods beginning on or after 1 January 2016)

•	Amendment to MFRS 11	Joint Arrangements
•	Amendments to MFRS 116/MFRS 138	Property, Plant and Equipment and Intangible Assets
•	Amendments to MFRS 10/MFRS 128	Consolidated Financial Statement and Investments in Associates and Joint Ventures

The adoption of the above Amendments to MFRS did not have any material impact on the financial statements of the Group.

M2 Qualification

The Audit Report of the Group’s annual financial statements for the financial year ended 31 December 2015 was not subject to any audit qualification.

M3 Seasonality or cyclicity

The Group’s operations were not materially affected by seasonal or cyclical factors other than as disclosed elsewhere in this Report.

**Explanatory notes to the Interim Financial Statements
for the three months ended 31 December 2016**

M4 Significant unusual items

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flows other than as disclosed elsewhere in these Notes.

M5 Material changes in estimates

Not applicable.

M6 Debt and equity securities

Shares repurchased during the current financial year to-date were as follows:

Month	No. of shares	Lowest Price RM	Highest Price RM	Cost RM
As at 31 December 2015	29,899,600			81,087,665
Purchased in May 2016	1,000	2.42	2.42	2,466
Purchased in November 2016	1,000	2.49	2.49	2,536
As at 31 December 2016	29,901,600			81,092,667

The number of treasury shares held as at 31 December 2016 and up to the date of this report was 29,901,600 (31.12.2015: 29,899,600) ordinary shares of RM0.50 each at an average cost of RM2.71 per ordinary share.

Other than the above, there were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities, share buy backs and share cancellations for the current financial period.

M7 Dividends paid

An Interim single-tier dividend of 10% for the financial year ended 31 December 2015 was paid on 18 March 2016.

An Interim single-tier dividend of 10% for the financial year ended 31 December 2016 was paid on 23 September 2016.

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M8 Segment Reporting

Business segments	Property investment - retail RM '000	Property investment -commercial RM '000	Hotel RM '000	Property development RM '000	Construction RM '000	Others RM '000	Group RM '000
FY 2016							
Revenue							
Total revenue	550,538	134,853	387,459	93,551	237,021	114,770	1,518,192
Intersegment revenue	<u>(57,038)</u>	<u>(11,929)</u>	<u>(7,757)</u>	<u>-</u>	<u>(237,021)</u>	<u>(54,139)</u>	<u>(367,884)</u>
External revenue	<u>493,500</u>	<u>122,924</u>	<u>379,702</u>	<u>93,551</u>	<u>-</u>	<u>60,631</u>	<u>1,150,308</u>
Results							
Segment results (external)	324,305	67,544	189,635	45,616	(2,872)	(9,949)	614,279
Unallocated expense							<u>(48,509)</u>
Profit from operations							565,770
Finance income							25,594
Finance costs							(78,629)
Share of after-tax results of associates and joint venture	-	2,558	10,670	5,369	-	3,641	22,238
Profit before tax							534,973
Tax expense							<u>(79,920)</u>
Profit for the period							<u>455,053</u>
Attributable to:							
Equity holders of the Company							297,993
Non-controlling interests							<u>157,060</u>
							<u>455,053</u>

Unallocated expenses relates to head-office general administrative expenses that arise at the Group level and relate to the Group as a whole.

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M8 Segment Reporting (continued)

Business segments	Property investment - retail RM '000	Property investment -commercial RM '000	Hotel RM '000	Property development RM '000	Construction RM '000	Others RM '000	Group RM '000
FY 2015							
Revenue							
Total revenue	518,497	139,525	365,562	155,586	245,484	109,131	1,533,785
Intersegment revenue	(50,437)	(11,849)	(7,509)	-	(245,484)	(51,424)	(366,703)
External revenue	<u>468,060</u>	<u>127,676</u>	<u>358,053</u>	<u>155,586</u>	<u>-</u>	<u>57,707</u>	<u>1,167,082</u>
Results							
Segment results (external)	319,162	70,274	77,505	39,645	357	(12,286)	494,657
Finance income							35,806
Unallocated expense							(51,990)
Profit from operations							<u>478,473</u>
Finance costs							(91,886)
Share of after-tax results of associates and joint venture	-	16,953	6,997	16,346	-	157	<u>40,453</u>
Profit from ordinary activities before tax							427,040
Tax-Company and subsidiaries							(92,455)
Profit for the period							<u><u>334,585</u></u>
Attributable to:							
Equity holders of the Company							216,903
Non-controlling interests							<u>117,682</u>
							<u><u>334,585</u></u>

Unallocated expenses relates to head-office general administrative expenses that arise at the Group level and relate to the Group as a whole.

M9 Valuations

Valuations of property, plant and equipment have been deemed as cost on adoption of MFRS 1.

M10 Material events subsequent to the end of the interim period

On 20 January 2017, the Company announced to Bursa Malaysia that the Disposal of Renaissance Kuala Lumpur Hotel was completed on 20 January 2017 following the settlement of the balance purchase consideration by the Purchaser. The estimated Group gain on the disposal of about RM85.0 million will be recognized in 1Q2017.

M11 Changes in the composition of the Group

On 19 May 2016, the Company announced to Bursa Malaysia that its wholly-owned dormant subsidiary, Pekeliling Property Sdn Bhd ("PPSB") had held its Final General Meeting on 19 May 2016 in respect of the members' voluntary winding-up of PPSB and that pursuant to Section 272(5) of the Companies Act 1965 PPSB will be dissolved with effect from 19 August 2016.

On 15 September 2016, the Company announced to Bursa Malaysia that its wholly-owned dormant subsidiary, IGB Management Services Sdn Bhd ("IGBMS") had held its Final General Meeting on 15 September 2016 in respect of the members' voluntary winding-up of IGBMS and that pursuant to Section 272(5) of the Companies Act 1965, IGBMS will be dissolved with effect from 15 December 2016.

On 10 November 2016, the Company announced to Bursa Malaysia that its wholly-owned subsidiary, Verokey Sdn Bhd, had on 7 November 2016 incorporated a private limited company in the United Kingdom under the name of Blackfriars Project Management Limited ("BPML") with a registered capital of £1 divided into one share. BPML is incorporated for purposes of overseeing the management and construction of the Group's 18 Blackfriars London project.

M12 Contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets since 31 December 2015.

M13 Capital commitment

Capital expenditure not provided for in the financial statements were as follows:

	Group	
	31 December 2016 RM'000	31 December 2015 RM'000
Authorised by Directors and contracted:		
Investment property	799,738	1,076,012
Property, plant and equipment	-	-
	<u>799,738</u>	<u>1,076,012</u>
Authorised by Directors but not contracted:		
Investment property	2,948	3,422
Property, plant and equipment	8,800	65,633
	<u>11,748</u>	<u>69,055</u>

K1 Review of performance

For the three months ended 31 December 2016, Group revenue decreased by 1% to RM282.9 million when compared to the corresponding period in 2015 of RM284.6 million due to marginally lower contributions from the Property Development, Property Investment-Commercial and Hotel divisions.

However Group pre-tax profit increased by 2% to RM89.2 million when compared to pre-tax profit of RM87.6 million achieved in the corresponding period in 2015 mainly due to lower finance costs incurred during the current quarter.

K2 Comparison with immediate preceding quarter

Group revenue achieved for the three months ended 31 December 2016 decreased by 13% to RM282.9 million when compared to the three months ended 30 September 2016 of RM324.7 million mainly due to lower contributions from the Property Development and Property Investment-Retail divisions.

Group pre-tax profit decreased by 65% to RM89.2 million when compared to pre-tax profit of RM252.6 million achieved for the three months ended 30 September 2016 due to lower contributions from the Property Development and Property Investment-Retail divisions. In addition, the Group pre-tax profit for the immediate preceding quarter had included a one-off gain of RM136.2 million from the disposal of property, plant and equipment by a subsidiary.

K3 Review of Performance for 2016 and Prospects for 2017

Group revenue achieved for the financial year ended 31 December 2016 was RM1,150.3 million, down 1% when compared to RM1,167.1 million achieved for the financial ended 31 December 2015.

Whilst contributions from the Property Development division decreased by 40% to RM93.6 million (FY2015: RM155.6 million) and Property Investment, commercial division decreased by 4% to RM122.9 million (FY2015: RM127.7 million), these decreases were mitigated by higher contributions from the other operating divisions ie. Property Investment, retail division increased by 5% to RM493.5 million (FY2015: RM468.1 million), Hotel division increased by 6% to RM379.7 million (FY2015: RM358.1 million) and Investment Division increased by 5% to RM60.6 million (FY2015: RM57.7 million).

In the Property Development division, the Group launched the "Stonor 3" project in October 2016. "Stonor 3" is located off Jalan Stonor, in the heart of Kuala Lumpur City Centre and comprised 400-units of luxury curated condominium in a 41-storey tower. The Group's two ongoing projects are the 166-units condominium, known as "328 Tun Razak" at Jalan Tun Razak, Kuala Lumpur which was completed in August 2016 and the 31-units condominium known as "Damai Residence" in the vicinity of The Ampwalk, Kuala Lumpur which is scheduled to be completed in mid-2017.

In the Property Investment-Commercial division, occupancy rates at four of the office towers in Mid Valley City are above 90% whilst the 5th building, Centrepoint North, is currently about 55% occupied as the previous single occupant of the building left in 2015. Elsewhere, occupancies at Menara Tan & Tan and Plaza Permata are above 80%.

The Group's retail division, represented by IGB REIT, the owner of Mid Valley Megamall and The Gardens Mall reported total gross revenue and net property income of RM507.3 million (FY2015: RM489.2 million) and RM361.1 million (FY2015: RM342.8 million) respectively, an increase of about 4% and 5% respectively.

K3 Review of Performance for 2016 and Prospects for 2017 (continued)

In the Hotel division, four new hotels were opened for business in 2015 ie. the 210-rooms Cititel Express Ipoh, the 234-rooms Cititel Express Penang, the 415-rooms Wembley Penang and the 280-rooms Tank Stream, Sydney. These additional 1,139 rooms had contributed positively to the revenue and earnings for the Hotel division for 2016.

During the year the Group disposed three hotels namely: (1) Cititel Express Kuala Lumpur which was disposed in May 2016 for a cash consideration of RM37.0 million; (2) In July 2016, the Group's 65%-owned MiCasa Hotel, Yangon was disposed for a cash consideration of USD46.0 million; and (3) On 15 August 2016, the Group's wholly-owned subsidiary, Great Union Properties Sdn Bhd, entered into a conditional sale and purchase agreement for the disposal of Renaissance Kuala Lumpur Hotel for a cash consideration of RM765.0 million. The sale and purchase agreement became unconditional on 31 October 2016 and the disposal was completed in January 2017.

Revenue for the Investment division were mainly from Mid Valley City Energy Sdn Bhd, the distributor of electricity in Mid Valley City and from Detik Harapan Sdn Bhd, the operator of IGB International School in Sungai Buloh.

Group pre-tax profit achieved for the financial year ended 31 December 2016 increased by 25% to RM535.0 million (FY2015: RM427.0 million).

While the Board expects 2017 to continue to be a challenging year in view of the uncertainties in the global as well as local economic climate, the Board is cautiously optimistic that the performance of the Group for FY2017 will be satisfactory.

K4 Profit forecast/profit guarantee

The Group did not issue any profit forecast or profit guarantee.

K5 Tax

	Current quarter ended 31.12.2016 RM '000	Cumulative current Year-To-Date ended 31.12.2016 RM '000
Malaysian income tax		
- Company and subsidiaries	24,157	82,609
Under/(Over) provision in previous year	197	(3,365)
Transferred to deferred tax	(1,827)	(8,195)
	22,527	71,049
Overseas tax		
- Subsidiaries	3,504	18,684
- Transferred to deferred tax	(9,813)	(9,813)
	16,218	79,920

The effective tax rate of the Group for the current quarter as well as the current year-to-date was lower than the statutory tax rate as certain income were not subjected to income tax.

K6 Unquoted investments

There was no sale of unquoted investments for the current quarter and financial year to-date.

K7 Financial assets at fair value

Total financial assets as at 31 December 2016 were as follows:

	31.12.2016 RM '000
Total financial assets at cost	<u>12,703</u>
Total financial assets at fair value (after provision for diminution in value)	<u>7,626</u>
Total financial assets at market value at 31 December 2016	<u>7,626</u>

K8 Corporate proposals

No corporate proposals have been announced during the financial quarter under review.

K9 Group borrowings and debt securities

Group borrowings as at 31 December 2016 were as follows:

<i>Borrowings in RM unless otherwise stated</i>	31.12.2016 RM '000
Long term borrowings:	
Secured	
Term Loan	1,350,176
Medium Term Notes	293,960
	<u>1,644,136</u>
-	
Secured	27,872
Revolving credit	66,676
Current portion of term loan	64,760
Revolving credit (AUD)	
Unsecured	<u>326,363</u>
Bank overdraft	<u>485,671</u>
	<u>2,129,807</u>
TOTAL	
Capital and reserves attributable to	<u>4,502,758</u>

K10 Financial instruments

The Group does not have any financial instruments with off-balance sheet risk. With the adoption of MFRS 139, off-balance sheet financial instruments will be recognized in the balance sheet.

K11 Material litigation

There was no pending material litigation as at the date of this report which exceeds 5% of the net assets of the Group.

K12 Proposed dividend

An Interim Single Tier Dividend of 5.0 sen per ordinary share is declared for the financial year ended 31 December 2016 and will be paid on 17 March 2017 to every member who is entitled to receive the dividend at 5.00 p.m. on 7 March 2017.

	Interim 2016	Interim 2016	Interim 2015	Interim 2015
Per ordinary share (sen)	5.0	5.0	5.0	5.0
Net dividend (RM'000)	66,745	66,745	66,745	66,745
Date payable/paid	17 March 2017	23 September 2016	18 March 2016	18 September 2015

K13 Earnings per share

		Current Quarter ended 31.12.2016	Preceding Year Quarter ended 31.12.2015	Current Year-To-Date ended 31.12.2016	<i>Audited</i> Preceding Year-To-Date ended 31.12.2015
Profit for the period	RM '000	<u>43,994</u>	<u>51,313</u>	<u>297,993</u>	<u>216,903</u>
Weighted average number of ordinary shares in issue	'000	<u>1,334,898</u>	<u>1,334,898</u>	<u>1,334,898</u>	<u>1,334,898</u>
Basic earnings per share	sen	<u>3.30</u>	<u>3.84</u>	<u>22.32</u>	<u>16.25</u>

Note: As at 31 December 2016, the exercise price of RM2.88 per new ordinary share pursuant to the Executives Share Option Scheme ("ESOS") is above the fair value quoted market price, hence the ESOS shares are anti-dilutive.

K14 Profit from operations

	Current Year Quarter ended 31.12.2016 RM '000	Cumulative Current Year-To-Date ended 31.12.2016 RM '000
Profit from operations is stated after charging:		
Depreciation	31,854	138,560
Unrealised foreign exchange (gain)/loss	(10,415)	7,278
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Profit from operations is stated after crediting:		
Foreign exchange gain	944	8,560
Other income (excluding finance income and dividend income)	7,433	27,264
Gain on disposal of property, plant and equipment	2,772	140,146
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K15 Realised and unrealised retained earnings

	As at 31.12.2016 RM '000	<i>Audited</i> As at 31.12.2015 RM '000
Total retained earnings		
i) Company and subsidiaries		
- realised profit	3,902,093	3,755,922
- unrealised loss	(174,243)	(160,763)
	3,727,850	3,595,159
ii) Associates		
- realised profit	273,550	249,115
- unrealised profit	(11,363)	301
	262,187	249,416
iii) Group consolidation adjustments	(330,187)	(333,062)
Total Group retained earnings as per unaudited consolidated statement of financial position	3,659,850	3,511,513
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K16 Authorisation for issue

This Interim Financial Report was authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 21 February 2017.