

**PETALING TIN BERHAD (324-H)**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR FINANCIAL PERIOD ENDED 30 JUNE 2017  
(The figures have not been audited)**

	Current quarter ended 30 JUNE 2017 RM'000	Preceding year corresponding quarter ended 30 JUNE 2016 RM'000	Current year-to-date ended 30 JUNE 2017 RM'000	Preceding year-to-date ended 30 JUNE 2016 RM'000
Revenue	585	19,553	585	19,553
Direct costs	(28)	(6,741)	(28)	(6,741)
<b>Gross profit</b>	557	12,812	557	12,812
Other income	447	17	447	17
Selling and distribution costs	-	(88)	-	(88)
Administrative costs	(1,450)	(2,656)	(1,450)	(2,656)
Other costs	(18)	(115)	(18)	(115)
<b>(Loss)/Profit from operations</b>	(464)	9,970	(464)	9,970
Finance costs	-	-	-	-
(Loss)/Profit before taxation	(464)	9,970	(464)	9,970
Taxation	(21)	(2,977)	(21)	(2,977)
<b>(Loss)/Profit for the period</b>	(485)	6,993	(485)	6,993
Other comprehensive income	-	-	-	-
<b>Total comprehensive income/(loss) for the financial period</b>	(485)	6,993	(485)	6,993
<b>(Loss)/Earnings per share attributable to owners of the parent (sen)</b>				
Basic and diluted (loss)/earnings per share	(0.14)	2.02	(0.14)	2.02

(The Condensed Consolidated Statements 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 and the accompanying explanatory notes attached to the interim financial statements)

**PETALING TIN BERHAD (324-H)****CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 JUNE 2017**

	(Unaudited) As at 30 JUNE 2017 RM'000	(Audited) As at 31 MAR 2017 RM'000
<b>Non- Current Assets</b>		
Property, plant & equipment	208	254
Investment properties	161,373	161,373
Land held for property development	229,551	230,077
<b>Total Non-Current Assets</b>	<b>391,132</b>	<b>391,704</b>
<b>Current Assets</b>		
Accrued billings in respect of property development costs	-	1,129
Trade receivables	4,451	2,871
Other receivables	1,743	1,864
Tax recoverable	-	1
Fixed deposits with licensed banks	1,057	1,057
Cash and bank balances	15,886	28,669
<b>Total Current Assets</b>	<b>23,137</b>	<b>35,591</b>
<b>Total Assets</b>	<b>414,269</b>	<b>427,295</b>
<b>EQUITY</b>		
Share capital	346,103	346,103
Reserves	15,165	15,650
Treasury shares	(68)	(68)
<b>Total Equity</b>	<b>361,200</b>	<b>361,685</b>
<b>Non- Current Liabilities</b>		
Deferred tax liabilities	31,918	31,918
<b>Total Non-Current Liabilities</b>	<b>31,918</b>	<b>31,918</b>
<b>Current Liabilities</b>		
Trade payables	7,536	19,282
Other payables	7,672	8,844
Provisions	2,668	2,306
Taxation	3,275	3,260
<b>Total Current Liabilities</b>	<b>21,151</b>	<b>33,692</b>
<b>Total Liabilities</b>	<b>53,069</b>	<b>65,610</b>
<b>Total Equity and Liabilities</b>	<b>414,269</b>	<b>427,295</b>

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements)

**PETALING TIN BERHAD (324-H)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017  
(The figures have not been audited)**

	← Attributable to owners of the Parent →						→	
	← Non-distributable →					Accumulated		Total
	Share Capital	Treasury Shares	Share Premium	Revaluation Reserves	Other Reserves			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
At 1 April 2017	346,103	(68)	43,954	2,970	3,526	(34,800)	361,685	
Net loss for the period	-	-	-	-	-	(485)	(485)	
At 30 June 2017	346,103	(68)	43,954	2,970	3,526	(35,285)	361,200	
At 1 April 2016	346,103	(68)	43,954	2,970	3,526	(27,701)	368,784	
Net loss for the year	-	-	-	-	-	(7,099)	(7,099)	
At 31 March 2017	346,103	(68)	43,954	2,970	3,526	(34,800)	361,685	

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements)

**PETALING TIN BERHAD (324-H)**

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017  
(The figures have not been audited)**

	Current period to date ended	Corresponding period to date ended
	30 JUNE 2017 RM'000	30 JUNE 2016 RM'000
<b>Cash Flows from Operating Activities</b>		
(Loss)/ Profit before taxation	(464)	9,970
Adjustments for:-		
Depreciation of property, plant and equipment	46	53
Interest income	(202)	(9)
<b>Operating (loss)/ profit before working capital changes</b>	<b>(620)</b>	<b>10,014</b>
Changes in working capital		
Land held for property development	526	6,654
Accrued billings in respect of property development costs	1,129	-
Receivables	(1,459)	(17,276)
Payables	(12,556)	304
	(12,360)	(10,318)
Cash used in operations	(12,980)	(304)
Tax (paid)/refund	(5)	294
Interest received	202	9
	197	303
Net cash used in operating activities	(12,783)	(1)
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant and equipment	-	(1)
Net cash used in investing activities	-	(1)
<b>Net decrease in cash and cash equivalents</b>	<b>(12,783)</b>	<b>(2)</b>
Cash and cash equivalents at the beginning of the financial period	28,669	1,319
<b>Cash and cash equivalents at the end of the financial period</b>	<b>15,886</b>	<b>1,317</b>
<b>Cash and cash equivalents at the end of the financial period comprise:</b>		
Cash and bank balances	156	387
Fixed deposits pledged with licensed banks	1,057	1,075
Cash held under housing development accounts	903	648
Short term funds	14,827	282
	16,943	2,392
Less: Fixed deposits pledged with licensed banks	(1,057)	(1,075)
	15,886	1,317

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements)

**Part A - Notes In Compliance with FRS 134**

**1. Basis of Preparation and Accounting Policies**

The quarterly consolidated financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 March 2017. The explanatory notes attached to the quarterly consolidated 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 Group since the financial year ended 31 March 2017.

The quarterly consolidated financial statements have been prepared by applying accounting policies and methods of computation consistent with those used in the preparation of the most recent audited financial statements of the Group and are in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

**Adoption of new and amended standards**

During the financial period, the Group and the Company have adopted the following amendments to FRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for the current financial year:

Amendments to FRS 107	Disclosure Initiative
Amendments to FRS 112	Recognition of Deferred Tax Assets for Unrealised Losses

Amendments to FRS 12 Disclosure of Interests in Other Entities (*Annual Improvements to FRSs 2014-2016 Cycle*)

The adoption of above amendments to FRSs did not have any significant impact on the financial statements of the Group and the Company.

**Standards issued but not yet effective**

The Group and the Company have not applied the following new FRSs and amendments to FRSs that have been issued by the MASB but are not yet effective for the Group and the Company:

		<b>Effective dates for financial years beginning on or after</b>
Annual Improvements to FRSs 2014 – 2016 Cycle:		
Amendments to FRS 1		1 January 2018
Amendments to FRS128		1 January 2018
Amendments to FRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
Amendments to FRS 2	Classification and measurement of Share-based payment Transactions	1 January 2018
Amendments to FRS 140	Transfers of Investment Property	1 January 2018

Amendments to FRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018 *
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration	1 January 2018
Amendments to FRS 10 and FRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

*Note:*

*\*Entities that meet the specific criteria in FRS 4, paragraph 20B, may choose to defer the application of FRS 9 until that earlier of the application of the forthcoming insurance contracts standard or annual periods beginning before 1 January 2021*

The Group and the Company intend to adopt the above FRSs when they become effective.

The initial application of the abovementioned FRSs is not expected to have any significant impact on the financial statements of the Group and of the Company except as mentioned below:

**FRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)**

FRS 9 (IFRS 9 issued by IASB in July 2014) replaces earlier versions of FRS 9 and introduces a package of improvements which includes a classification and measurement model, a single forward looking ‘expected loss’ impairment model and a substantially reformed approach to hedge accounting. FRS 9 when effective will replace FRS 139 Financial Instruments: Recognition and Measurement.

FRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through other comprehensive income and fair value through profit or loss. The basis of classification depends on the entity’s business model and the contractual cash flow characteristics of the financial assets. Investment in equity instruments are required to be measured at fair value through profit or loss with the irrevocable option at inception to present changes in fair value in other comprehensive income not recycling. There is now a new expected credit losses model that replaces the incurred loss impairment model used in FRS 139. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in other comprehensive income, for liabilities designated at fair value through profit or loss. FRS 9 relaxes the requirements for hedge effectiveness by replacing the bright line hedge effectiveness tests. It requires an economic relationship between the hedged item and hedging instrument and for the ‘hedged ratio’ to be the same as the one management actually use for risk management purposes. Contemporaneous documentation is still required but is different to that currently prepared under FRS 139.

The adoption of FRS 9 will result in a change in accounting policy. The Group and the Company are currently examining the financial impact of adopting FRS 9.

**New Malaysian Financial Reporting Standards (“MFRS Framework”) issued but not yet effective**

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual years beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (hereinafter called “Transitioning Entities”).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and continue to use the existing FRS Framework. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual years beginning on or after 1 January 2018.

The Group and the Company fall within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in their first MFRS financial statements for the financial year ending 31 March 2019. In presenting their first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of

the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

The Group is currently in the process of determining the financial impact arising from the adoption of the MFRS Framework.

## 2. Qualification of Financial Statements

The Group's audited financial statements for the preceding financial year ended 31 March 2017 was not subject to any qualification.

## 3. Seasonality or Cyclical Factors

The Group's current quarter and financial year to date performance were not affected nor influenced by seasonal or cyclical factors.

## 4. Items of Unusual Nature and Amount

There were no items affecting the assets, liabilities, equity, net income, or cash flow of the Group that are unusual because of their nature, size or incidence for the current quarter and financial year to date.

## 5. Changes in Estimates

There were no changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter and financial year to date.

## 6. Issuance and Repayment of Debt and Equity Securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial year to date.

## 7. Dividends Paid

There were no dividends paid during the current quarter and financial year to date.

## 8. Segmental Reporting

### Analysis by Business Segment

#### 3 months ended 30 June 2017

	<b>Property Development</b>	<b>Other Operations</b>	<b>Total Before Elimination</b>	<b>Elimination</b>	<b>Consolidated</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>					
External revenue	585	-	585	-	585
Inter-segment revenue	16	-	16	(16)	-
	<u>601</u>	<u>-</u>	<u>601</u>	<u>(16)</u>	<u>585</u>
<b>Results</b>					
Segment loss before taxation	(463)	(1)	(464)	-	(464)
Depreciation	(46)	-	(46)	-	(46)
Interest income	202	-	202	-	202

### 3 months ended 30 June 2016

	<b>Property Development RM'000</b>	<b>Other Operations RM'000</b>	<b>Total Before Elimination RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
External revenue	18,953	600	19,553	-	19,553
Inter-segment revenue	-	-	-	-	-
	<u>18,953</u>	<u>600</u>	<u>19,553</u>	<u>-</u>	<u>19,553</u>
<b>Results</b>					
Segment profit/(loss) before taxation	10,574	(604)	9,970	-	9,970
Depreciation	-	(53)	(53)	-	(53)
Interest income	<u>2</u>	<u>7</u>	<u>9</u>	<u>-</u>	<u>9</u>

Other Operations consist of investment holding, provision of management services and others.

The geographical analysis is not presented as the Group's operations are based in Malaysia.

#### **9. Valuation of Property, Plant and Equipment**

The valuation of property, plant and equipment have been brought forward without amendment from the last audited financial statements for the year ended 31 March 2017.

#### **10. Material Subsequent Events**

There were no material subsequent events occurred between 1 April 2017 and 23 August 2017 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report) that have not been reflected in this interim financial report.

#### **11. Changes in the Composition of the Group**

There were no changes in the composition of the Group for the current quarter and financial year to date.

#### **12. Changes in Contingent Assets and Contingent Liabilities**

There were no material changes in contingent assets and contingent liabilities that had arisen since the financial year ended 31 March 2017.

#### **13. Capital Commitments**

There was no material capital commitments for the purchase of property, plant and equipment not provided for in this interim financial report.



## **Part B - Additional information required by the Bursa Malaysia's Listing Requirements**

### **1. Review of Performance of the Company and its Principal Subsidiaries**

The Group registered revenues of RM585,000 for the current three months ended 30 June 2017 from RM19.5 million a year ago. The current quarter's revenues were derived mainly from rental income of its investment properties while revenues for the corresponding period of last year were derived mainly from a non-recurring sale of development land at Ulu Yam, Selangor.

In line with lower revenues for the current quarter, the Group registered a loss before taxation of RM463,978 from RM9.97 million profit before tax a year earlier which was attributed largely to the gain on the sale of development land.

### **2. Material Changes in the Current Quarter Result Compared to the Results of the Preceding Reporting Quarter**

	<b>Current Quarter 30 June 2017 RM'000</b>	<b>Immediate Preceding Quarter 31 March 2017 RM'000</b>	<b>Changes RM'000</b>
Revenue	585	790	(205)
Gross profit	557	722	(165)
Loss before taxation	(464)	(12,063)	(11,599)
Taxation	(21)	(463)	(442)
Loss after taxation	(485)	(12,526)	(12,041)

The lower loss after taxation recorded at current quarter was due mainly to several one off expenses such as land premium expense of RM10.92 million and impairment of receivables of RM5.01 million incurred during the immediate preceding quarter ended 31 March 2017.

### **3. Prospects**

The business outlook for the property market sector remains challenging. The future performance of the Group's property development hinges on the recovery of the property market and the Group's ability to compete with its competitors in launching, selling and completing its development projects.

### **4. Profit Forecast and Profit Guarantee**

Not applicable as the Group did not issue any profit forecast or profit guarantee.

### **5. Taxation**

The taxation charges for current quarter ended 30 June 2017 are as follows:

	3 months ended	
	30 June 2017	30 June 2016
	RM'000	RM'000
Current taxation	21	2,977

The effective tax rate of the Group for the current quarter ended 30 June 2017 was higher than the statutory tax rate mainly due to the taxable profits in certain subsidiaries cannot be set-off against the tax losses incurred by the Company and other subsidiaries.

### **6. Status of Corporate Proposals Announced But Not Completed as at 23 August 2017 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)**

There were no corporate proposals announced but not completed.

## 7. Group Borrowings and Debt Securities

There were no borrowings and debts securities as at 30 June 2017.

## 8. Dividend

There was no dividend proposed or declared for the current quarter and financial year to date.

## 9. (Loss)/Profit before taxation

	3 months ended	
	30 June 2017	30 June 2016
	RM'000	RM'000
(Loss)/profit before taxation is arrived at after charging / (crediting):-		
Depreciation of property, plant and equipment	46	53
Interest income	(202)	(9)
Rental income	(585)	(7)

## 10. (Loss)/Earnings Per Share

The calculation of basic earnings per share for the current quarter is based on the loss after taxation of RM485,146 (2016: RM6,993,000) for the financial period divided by 345,830,979 (2016: 345,830,979) ordinary shares, being the weighted average ordinary shares in issue excluding the weighted average treasury shares held by the Company.

## 11. Outstanding Derivatives

There are no outstanding derivatives (including instruments designated as hedging instruments) as at 30 June 2017.

## 12. Fair Value Changes of Financial Liabilities

The Group does not have any financial liabilities measured at fair value through profit or loss as at 30 June 2017.

## 13. Supplementary Information on the Disclosure of Realised and Unrealised Profit or Loss

The following analysis of realised and unrealised accumulated losses/retained profits of the Group at 30 June 2017 and 31 March 2017 is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad ("Bursa Securities") and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, as issued by the Malaysian Institute of Accountants.

The accumulated losses/retained profits of the Group as at 30 June 2017 and 31 Mar 2017 is analysed as follows:-

	As at	As at
	30 June 2017	31 Mar 2017
	RM'000	RM'000
Retained Profits/ (Accumulated Losses)		
- Realised	275,181	275,666
- Unrealised	33,568	33,568
	308,749	309,234
Less: Consolidation Adjustments	(344,034)	(344,034)
Total Accumulated Losses	(35,285)	(34,800)

By order of the Board

Yew Nyuk Kwei (MACS 01247)  
Company Secretary

Petaling Jaya, Selangor  
29 August 2017