

TAHPS Group Berhad (37-K)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016**

	Unaudited As at 31.03.2016 RM'000	Audited As at 31.03.2015 RM'000
Property, plant and equipment	168,768	167,771
Investments	5,117	5,485
Investment property	3,192	3,210
Land held for property development	145,427	146,858
Goodwill on consolidation	27,100	27,100
	<u>349,604</u>	<u>350,424</u>
Current assets		
Property development costs	48,851	56,363
Inventories	54,712	16,835
Receivables	25,640	18,580
Current tax assets	173	1,090
Short-term investments	65,825	108,227
Deposits, cash and bank balances	18,376	25,906
	<u>213,577</u>	<u>227,001</u>
Current liabilities		
Payables	37,161	47,228
Current tax liabilities	19	2,799
	<u>37,180</u>	<u>50,027</u>
Net current assets	176,397	176,974
Long-term liabilities		
Deferred tax liabilities	42,726	40,403
	<u>483,275</u>	<u>486,995</u>
Share capital	74,853	74,853
Reserves	408,422	412,142
Equity attributable to owners of the parent	<u>483,275</u>	<u>486,995</u>
Net Assets per share (RM)	<u>6.46</u>	<u>6.51</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2015 and the accompanying notes.

TAHPS Group Berhad (37-K)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2016**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31 Mar 2016 RM'000	Preceding Year Quarter 31 Mar 2015 RM'000	Current Year To Date 31 Mar 2016 RM'000	Preceding Year To Date 31 Mar 2015 RM'000
Revenue	36,309	29,785	86,944	102,280
Cost of Sales	(19,730)	(11,949)	(45,679)	(36,866)
Gross profit	16,579	17,836	41,265	65,414
Interest income	851	1,140	3,259	4,752
Other income	389	1,134	1,232	2,416
Depreciation	(920)	(177)	(1,318)	(582)
Amortisation of leasehold land	(359)	(359)	(1,434)	(1,434)
Administration and other expenses	(2,724)	(1,914)	(15,960)	(12,120)
Profit before taxation	13,816	17,660	27,044	58,446
Income tax expense	(3,907)	(4,749)	(6,443)	(14,512)
Profit net of tax	9,909	12,911	20,601	43,934
Other comprehensive income:				
Changes in fair value of investments	223	24	(368)	154
Effect of change in tax rate	-	-	-	-
Total comprehensive income	10,132	12,935	20,233	44,088
Profit attributable to owners of the parent	9,909	12,911	20,601	43,934
Total comprehensive income attributable to owners of the parent	10,132	12,935	20,233	44,088
Earnings per share attributable to owners of the parent	sen	sen	sen	sen
Basic / Diluted	13.24	17.25	27.52	58.69

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2015 and the accompanying notes.

TAHPS Group Berhad (37-K)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2016**

	Attributable to owners of the parent						Total RM'000
	Share capital RM'000	Non-distributable			Distributable		
		Share premium RM'000	Fair value reserve RM'000	Revaluation reserve RM'000	General reserve RM'000	Retained profits RM'000	
Balance as at 1 April 2015	74,853	92	5,191	26,489	250	380,120	486,995
Total comprehensive income for the period	-	-	(368)	-	-	20,601	20,233
Transfer within reserves	-	-	-	(138)	-	138	-
Dividends	-	-	-	-	-	(23,953)	(23,953)
Balance as at 31 March 2016	74,853	92	4,823	26,351	250	376,906	483,275
Balance as at 1 April 2014 (as previously reported)	74,853	92	5,037	27,659	250	360,241	468,132
Effect of change in accounting policy: - Capitalisation of replanting expenditure	-	-	-	-	-	974	974
Balance as at 1 April 2014 (as adjusted)	74,853	92	5,037	27,659	250	361,215	469,106
Total comprehensive income for the period (as previously reported)	-	-	154	-	-	43,934	44,088
Transfer within reserves for the period (as previously reported)	-	-	-	(1,170)	-	1,170	-
Dividends (as previously reported)	-	-	-	-	-	(26,199)	(26,199)
Total comprehensive income for the period (as adjusted)	-	-	154	(1,170)	-	18,905	17,889
Balance as at 31 March 2015	74,853	92	5,191	26,489	250	380,120	486,995

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2015 and the accompanying notes.

TAHPS Group Berhad (37-K)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2016**

	12 months ended	
	31 Mar 2016 RM'000	31 Mar 2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	27,044	58,446
Adjustments for :		
Depreciation	1,318	582
Amortisation of leasehold land	1,434	1,434
Gain on disposal of property, plant and equipment	-	(326)
Derecognition of property, plant and equipment	-	2
Gain on disposal of investment property	-	(168)
Dividend Income	(164)	(219)
Interest Income	(3,259)	(4,752)
Operating profit before working capital changes	<u>26,373</u>	<u>54,999</u>
Increase in inventories and property development costs	(27,428)	(34,467)
Increase in receivables	(7,154)	(12,647)
(Decrease)/increase in payables	(10,067)	12,687
Cash (absorbed by)/ generated from operations	<u>(18,276)</u>	<u>20,572</u>
Interest received	3,353	4,549
Tax refunded	1,221	927
Tax paid	(7,204)	(14,583)
Net cash (used in)/from operating activities	<u>(20,906)</u>	<u>11,465</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,731)	(24,085)
Proceeds from disposal of property, plant and equipment	-	390
Proceeds from disposal of investment properties	-	330
Payment for land held for property development	(1,506)	(5,294)
(Withdrawal) of short-term deposits	(162)	(422)
Dividend received from quoted equity securities in Malaysia	164	219
Net cash used in investing activities	<u>(5,235)</u>	<u>(28,862)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(23,953)	(26,199)
Net cash used in financing activities	<u>(23,953)</u>	<u>(26,199)</u>
Net decrease in cash and cash equivalents	(50,094)	(43,596)
Cash and cash equivalents at 1 April	<u>133,608</u>	<u>177,204</u>
Cash and cash equivalents at 31 March	<u><u>83,514</u></u>	<u><u>133,608</u></u>
Cash and cash equivalents comprise :		
Short term investments - money market fund	65,825	108,227
Short term deposits	1,774	5,353
Cash and bank balances	16,602	20,553
	<u>84,201</u>	<u>134,133</u>
Pledged short-term deposits	(687)	(525)
Cash and cash equivalents	<u><u>83,514</u></u>	<u><u>133,608</u></u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2015 and the accompanying notes.

Part A – Explanatory Notes Pursuant to FRS134

1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the audited financial statements for the year ended 31 March 2015. These explanatory notes attached to the interim 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 2015.

The significant accounting policies adopted by the Group in the interim financial statements are consistent with those adopted in the financial statements for the year ended 31 March 2015.

The companies within the Group are Transitioning Entities under the Malaysian Financial Reporting Standards ('MFRS') Framework and will continue with the FRS Framework until the MFRS Framework is adopted by the Group in the financial year beginning on 1 April 2018.

2 Seasonal or cyclical factors

The Group's results for the current financial period were not materially affected by any seasonal or cyclical factors apart from the plantation segment which is influenced by seasonal climatic conditions.

3 Unusual items due to their nature, size or incidence

None.

4 Changes in estimates

Not applicable.

5 Debt and equity securities

There was no issue, repurchase and repayment of debt and equity securities during the financial period.

6 Dividends paid

The first and final dividend of 32 sen per share single tier tax exempt (2014: 35 sen gross per share single tier tax exempt) for the financial year ended 31 March 2015 amounting to RM23.95 million was approved on 23 July 2015 and paid on 27 August 2015.

7 Carrying amount of revalued assets

The valuations of property, plant and equipment and investment properties have been brought forward without amendment from the financial report for the year ended 31 March 2015.

8 Events after the interim period

There was no event after the end of the current quarter.

9 Changes in composition of the Group

During the financial year, the Company derecognised Ayer Hitam Resorts Sdn Bhd as a subsidiary as it had been struck off pursuant to Section 308 of the Companies Act, 1965. The derecognition had insignificant impact on the financial results, financial position and cash flow of the Group.

10 Changes in contingent liabilities and contingent assets

There was no change in contingent liability or contingent asset since the end of the last financial year.

11 Capital commitments

Amounts contracted but not provided for properties in progress as at 31 March 2016 amounted to RM0.9 million.

12 Significant Related Party Transactions

None.

13 Segmental information

Segment information for the financial period ended 31 March 2016 is as follows:

	Property development RM'000	Plantation RM'000	Consolidated RM'000
31 March 2016			
Revenue			
External customers	78,159	8,621	86,780
Dividend income	-	-	164
Total Revenue	<u>78,159</u>	<u>8,621</u>	<u>86,944</u>
Results			
Segment results	29,703	1,708	31,411
Unallocated income			3,977
Unallocated expenses			(8,344)
Income tax expense			<u>(6,443)</u>
Profit net of tax for the year			<u>20,601</u>
Assets			
Segment assets	345,547	89,154	434,701
Unallocated assets			<u>128,480</u>
Total assets			<u>563,181</u>
Liabilities			
Segment liabilities	31,970	2,008	33,978
Unallocated liabilities			<u>45,928</u>
Total liabilities			<u>79,906</u>
31 March 2015			
Revenue			
External customers	93,380	8,681	102,061
Dividend income	-	-	219
Total Revenue	<u>93,380</u>	<u>8,681</u>	<u>102,280</u>
Results			
Segment results	59,018	2,478	61,496
Unallocated income			6,193
Unallocated expenses			(9,243)
Income tax expense			<u>(14,512)</u>
Profit net of tax for the year			<u>43,934</u>
Assets			
Segment assets	314,517	87,874	402,391
Unallocated assets			<u>175,034</u>
Total assets			<u>577,425</u>
Liabilities			
Segment liabilities	42,255	963	43,218
Unallocated liabilities			<u>47,212</u>
Total liabilities			<u>90,430</u>

Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia

14 Auditors' Report on preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 March 2015 was not qualified.

15 Review of performance (current quarter and year to date)

For the current quarter, the Group recorded revenue of RM36.3 million and profit before tax of RM13.8 million. These represent an increase of 21.9% in revenue and a decrease of 21.8% in profit before tax as compared to the previous corresponding quarter.

For the current year to date, the Group recorded revenue of RM86.9 million and profit before tax of RM27.0 million. These represent a decrease of 15.0% in revenue and 53.7% in profit before tax as compared to the previous corresponding year.

Segmental Performance

(a) Property development

Despite the increase in revenue of the current quarter by 20.2% to RM34.5 million, the division's profit before tax has declined by 20.6% to RM14.9 million as compared to the previous corresponding quarter. These were mainly due to the lower margin products that the division was selling and higher operational costs incurred in the current quarter under review.

The revenue for the current year to date has decreased by 16.3% to RM78.2 million and profit before tax has decreased by 49.7% to RM29.7 million as compared to the previous corresponding year. The deterioration in performance was mainly due to the weak market conditions which adversely affected the sales of the current on-going development projects.

(b) Plantation

The revenue for the current quarter has increased by 84.4% to RM1.7 million and accordingly the loss before tax has reduced by 88.2% to RM0.1 million as compared to the previous corresponding quarter.

The revenue for the current year to date has decreased marginally by 0.7% to RM8.6 million and profit before tax has decreased by 31.1% to RM1.7 million as compared to the previous corresponding year. The lower CPO prices and the increase in operation costs have affected the performance of this division.

16 Material changes in profit/(loss) before taxation vs. preceding quarter

The Group recorded an increase in revenue by 112.9% to RM36.3 million and an increase in profit before taxation by 291.9% to RM13.8 million in the current quarter as compared to the preceding quarter. The improvement in the current quarter was mainly contributed by the higher sales achieved by the property division.

17 Commentary on prospects (current financial year)

In view of the current economic challenges and poor market conditions, the property division is expected to perform worse than the previous financial year.

The plantation segment is undergoing a replanting programme and hence not expected to contribute significantly to the performance of the group in the ensuing financial year.

18 Statement of board of directors' opinion as to whether the revenue or profit estimate, forecast, projection or internal targets are likely to be achieved

Not applicable. The Company has not announced or disclosed any estimates, forecasts, projections or internal targets.

19 Variance of actual profit from forecast profit or profit guarantee

Not applicable.

20 Taxation

	Quarter 3 months ended 31.03.2016 RM'000	Year to date 12 months ended 31.03.2016 RM'000
Malaysian income tax:		
Current tax	2,298	4,958
Adjustment for previous year	-	(838)
	<hr/> 2,298	<hr/> 4,120
Deferred tax	1,609	2,323
Income tax expense	<hr/> 3,907	<hr/> 6,443

The effective tax rate for the year is lower than the statutory tax rate due to overprovision of taxation in previous year.

21 Corporate proposals

(a) Status of corporate proposals
Not applicable.

(b) Status of utilisation of proceeds
Not applicable.

22 Group borrowings and debt securities

There was no borrowing and debt security as at 31 March 2016.

23 Changes in material litigation

There was no material litigation since the date of the last financial position on 31 March 2016.

24 Dividends

No interim ordinary dividend has been declared for the quarter ended 31 March 2016. The Board of Directors recommends the payment of a first and final dividend of 10 sen per share single tier tax exempt (2015: 32sen per share single tier tax exempt) for the financial year ended 31 March 2016 amounting to RM7.48 million (2015: RM23.95 million). The proposed dividend is subject to the approval of shareholders at the forthcoming Annual General Meeting.

25 Earnings per share**(a) Basic earnings per share**

Basic earnings per share is calculated by dividing the profit net of tax for the period by the weighted average number of shares in issue during the period.

	Quarter 3 months ended 31.03.2016	Year to date 12 months ended 31.03.2016
Profit net of tax for the period (RM'000)	9,909	20,601
Weighted average number of ordinary shares in issue ('000)	74,853	74,853
Basic earnings per share (sen)	13.24	27.52

(b) **Diluted earnings per share** – Not applicable.

26 Disclosure of realised and unrealised profits/(losses)

	As at 31.03.2016 RM'000	As at 31.03.2015 RM'000
Total retained profits of TAHPS Group Berhad and its subsidiaries:		
- Realised profits	461,528	460,821
- Unrealised profits	<u>(2,801)</u>	<u>(57)</u>
	458,727	460,764
Less: Consolidation adjustments	<u>(81,821)</u>	<u>(80,644)</u>
Total retained profits as per consolidated accounts	<u>376,906</u>	<u>380,120</u>

27 Disclosure requirements to the Statement of Comprehensive Income

	Quarter 3 months ended 31.03.2016 RM'000	Year to date 12 months ended 31.03.2016 RM'000
(a) dividend income	101	164
(b) interest expense		
(c) provision for and write off of receivables		
(d) provision for and write off of inventories		
(e) gain or loss on disposal of quoted or unquoted investments or properties		
(f) impairment of assets	Nil	Nil
(g) foreign exchange gain or loss		
(h) gain or loss on derivatives		
(i) exceptional items		

28 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors.

By Order of the Board

Lim Lee Kuan (MAICSA 7017753)
Secretary

Kuala Lumpur
Date: 24 May 2016