

**TAHPS Group Berhad (37-K)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2016**

	Unaudited <b>As at 30.09.2016 RM'000</b>	Audited <b>As at 31.03.2016 RM'000</b>
Property, plant and equipment	168,820	168,768
Investments	4,893	5,117
Investment property	3,182	3,192
Land held for property development	146,851	145,427
Goodwill on consolidation	27,100	27,100
	<u>350,846</u>	<u>349,604</u>
<b>Current assets</b>		
Property development costs	50,419	48,851
Inventories	50,462	54,712
Receivables	24,864	25,640
Current tax assets	1,758	173
Short-term investments	57,906	65,825
Deposits, cash and bank balances	9,574	18,376
	<u>194,983</u>	<u>213,577</u>
<b>Current liabilities</b>		
Payables	22,395	37,161
Current tax liabilities	38	19
	<u>22,433</u>	<u>37,180</u>
<b>Net current assets</b>	172,550	176,397
<b>Long-term liabilities</b>		
Deferred tax liabilities	42,934	42,726
	<u>480,462</u>	<u>483,275</u>
Share capital	74,853	74,853
Reserves	405,609	408,422
Equity attributable to owners of the parent	<u>480,462</u>	<u>483,275</u>
Net Assets per share (RM)	<u>6.42</u>	<u>6.46</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 2016 and the accompanying notes.

**TAHPS Group Berhad (37-K)**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2016**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 Sep 2016 RM'000	Preceding Year Quarter 30 Sep 2015 RM'000	Current Year To Date 30 Sep 2016 RM'000	Preceding Year To Date 30 Sep 2015 RM'000
Revenue	16,455	22,158	32,392	33,581
Cost of Sales	(8,493)	(11,557)	(19,604)	(16,940)
Gross profit	7,962	10,601	12,788	16,641
Interest income	655	777	1,359	1,698
Other income	834	247	3,324	548
Depreciation	(348)	(93)	(691)	(244)
Amortisation of leasehold land	(358)	(358)	(716)	(717)
Administration and other expenses	(5,535)	(4,411)	(10,508)	(8,223)
Profit before taxation	3,210	6,763	5,556	9,703
Income tax expense	(213)	(1,658)	(659)	(2,397)
Profit net of tax	2,997	5,105	4,897	7,306
Other comprehensive income:				
Changes in fair value of investments	(57)	(350)	(225)	(679)
Effect of change in tax rate	-	-	-	-
Total comprehensive income	2,940	4,755	4,672	6,627
Profit attributable to owners of the parent	2,997	5,105	4,897	7,306
Total comprehensive income attributable to owners of the parent	2,940	4,755	4,672	6,627
<b>Earnings per share attributable to owners of the parent</b>	sen	sen	sen	sen
Basic / Diluted	4.00	6.82	6.54	9.76

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2016 and the accompanying notes.

**TAHPS Group Berhad (37-K)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2016**

	Attributable to owners of the parent						Total RM'000
	Share capital	Non-distributable			Distributable		
		Share premium	Fair value reserve	Revaluation reserve	General reserve	Retained profits	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 April 2016	74,853	92	4,823	26,351	250	376,906	483,275
Total comprehensive income for the period	-	-	(225)	-	-	4,897	4,672
Transfer within reserves	-	-	-	(49)	-	49	-
Dividends	-	-	-	-	-	(7,485)	(7,485)
Balance as at 30 Sep 2016	74,853	92	4,598	26,302	250	374,367	480,462
Balance as at 1 April 2015	74,853	92	5,191	26,489	250	380,120	486,995
Total comprehensive income for the period	-	-	(679)	-	-	7,306	6,627
Transfer within reserves	-	-	(100)	-	-	100	-
Dividends	-	-	-	-	-	(23,953)	(23,953)
Balance as at 30 Sep 2015	74,853	92	4,412	26,489	250	363,573	469,669

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 2016 and the accompanying notes.

**TAHPS Group Berhad (37-K)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2016**

	<b>6 months ended</b>	
	<b>30 Sep 2016</b>	<b>30 Sep 2015</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	5,556	9,703
Adjustments for :		
Depreciation	691	244
Amortisation of leasehold land	716	717
Gain on disposal of property, plant and equipment	(2)	-
Dividend Income	(48)	(43)
Interest Income	(1,359)	(1,698)
Operating profit before working capital changes	<u>5,554</u>	<u>8,923</u>
Decrease / (Increase) in inventories and property development costs	2,682	(6,839)
Decrease / (Increase) in receivables	10,298	(7,824)
Decrease in payables	<u>(24,765)</u>	<u>(17,709)</u>
Cash absorbed by operations	(6,231)	(23,449)
Interest received	1,837	1,758
Tax refunded	-	591
Tax paid	<u>(2,017)</u>	<u>(5,485)</u>
Net cash used in operating activities	<u>(6,411)</u>	<u>(26,585)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,524)	(1,495)
Proceeds from disposal of property, plant and equipment	74	-
Payment for land held for property development	(1,424)	(165)
Placement of short-term deposits	(20)	(206)
Dividend received from quoted equity securities in Malaysia	48	43
Net cash used in investing activities	<u>(2,846)</u>	<u>(1,823)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	<u>(7,485)</u>	<u>(23,953)</u>
Net cash used in financing activities	<u>(7,485)</u>	<u>(23,953)</u>
Net decrease in cash and cash equivalents	(16,742)	(52,361)
Cash and cash equivalents at 1 April	<u>83,515</u>	<u>133,608</u>
Cash and cash equivalents at 30 Sep	<u><u>66,773</u></u>	<u><u>81,247</u></u>
<b>Cash and cash equivalents comprise :</b>		
Short term investments - money market fund	57,906	64,569
Short term deposits	1,694	2,768
Cash and bank balances	<u>7,880</u>	<u>14,642</u>
	67,480	81,979
Pledged short-term deposits	<u>(707)</u>	<u>(732)</u>
Cash and cash equivalents	<u><u>66,773</u></u>	<u><u>81,247</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 2016 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 2016. 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 2016.

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 2016.

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 impacted 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 10 sen per share single tier tax exempt (2015: 32 sen per share single tier tax exempt) for the financial year of 31 March 2016 amounting to RM7.49 million was paid on 25 August 2016.

**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 2016.

**8 Events after the interim period**

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

**9 Changes in composition of the Group**

There was no change in the composition of the Group during the period under review.

**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**

None.

**12 Significant Related Party Transactions**

None.

**13 Segmental information**

Segment information for the financial period ended 30 September 2016 is as follows:

	Property development RM'000	Plantation RM'000	Consolidated RM'000
<b>30 September 2016</b>			
<b>Revenue</b>			
External customers	27,853	4,491	32,344
Dividend income			48
Total Revenue	<u>27,853</u>	<u>4,491</u>	<u>32,392</u>
<b>Results</b>			
Segment results	4,975	1,303	6,278
Unallocated income			2,076
Unallocated expenses			(2,798)
Income tax expense			(659)
Profit net of tax for the year			<u>4,897</u>
<b>Assets</b>			
Segment assets	335,811	90,094	425,905
Unallocated assets			119,924
Total assets			<u>545,829</u>
<b>Liabilities</b>			
Segment liabilities	19,168	1,230	20,398
Unallocated liabilities			44,969
Total liabilities			<u>65,367</u>
<b>30 September 2015</b>			
<b>Revenue</b>			
External customers	29,053	4,485	33,538
Dividend income	-	-	43
Total Revenue	<u>29,053</u>	<u>4,485</u>	<u>33,581</u>
<b>Results</b>			
Segment results	10,571	1,098	11,669
Unallocated income			1,972
Unallocated expenses			(3,938)
Income tax expense			(2,397)
Profit net of tax for the year			<u>7,306</u>
<b>Assets</b>			
Segment assets	323,060	88,629	411,689
Unallocated assets			128,170
Total assets			<u>539,859</u>
<b>Liabilities</b>			
Segment liabilities	24,584	2,318	26,902
Unallocated liabilities			43,288
Total liabilities			<u>70,190</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 2016 was not qualified.

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

For the current quarter, the Group recorded revenue of RM16.4 million and profit before tax of RM3.2 million. These represent a decrease of 25.7% in revenue and 52.6% in profit before tax as compared to the previous corresponding quarter.

For the current year to date, the Group recorded revenue of RM32.3 million and profit before tax of RM5.5 million. These represent a decrease of 3.5% in revenue and 42.7% in profit before tax as compared to the previous corresponding period.

Segmental Performance of the Current Quarter and Year to Date

(a) Property development

The revenue for the current quarter decreased by 27.6% to RM14.2 million while profit before tax decreased by 57.7% to RM3 million as compared to the previous corresponding quarter.

The revenue for the current year to date decreased by 4.1% to RM27.8 million while profit before tax decreased by 52.9% to RM4.9 million as compared to the previous corresponding period.

The deterioration in performance was mainly caused by the weak demand for new properties.

(b) Plantation

The revenue for the current quarter decreased by 11.3% to RM2.1 million while profit before tax decreased by 28% to RM0.5million as compared to the previous corresponding quarter. The reduction in revenue and profit before tax was mainly due to lower yield and the on-going replanting exercise.

The division achieved revenue of RM4.4 million and recorded an increase in profit before tax by 18.7% to RM1.3 million as compared to the previous corresponding period. The improvements were mainly due to higher CPO prices.

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

The Group recorded an increase in revenue by 3.2% to RM16.4 million and profit before taxation by 36.8% to RM3.2 million as compared to the preceding quarter. The improvements were mainly contributed by higher sales achieved by the property division for the current quarter as compared to the preceding quarter.

**17 Commentary on prospects (current financial year)**

The Group expects another challenging year for its property division for financial year ending 2017. The property market is expected to remain weak.

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 period.

**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 30.09.2016 RM'000	Year to date 6 months ended 30.09.2016 RM'000
Malaysian income tax:		
Current tax	532	451
Deferred tax	(319)	208
Income tax expense	<u>213</u>	<u>659</u>

The effective tax rate for the current quarter/period is lower than the statutory tax rate mainly due to certain items not subject to tax.

**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 30 September 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 30 September 2016.

**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 30.09.2016	Year to date 6 months ended 30.09.2016
Profit net of tax for the period (RM'000)	2,997	4,897
Weighted average number of ordinary shares in issue ('000)	74,853	74,853
Basic earnings per share (sen)	4.00	6.54

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



**26 Disclosure of realised and unrealised profits/(losses)**

	As at 30.09.2016 RM'000	As at 31.03.2016 RM'000
Total retained profits of TAHPS Group Berhad and its subsidiaries:		
- Realised profits	459,970	461,864
- Unrealised profits	<u>(3,206)</u>	<u>(638)</u>
	456,764	461,226
Less: Consolidation adjustments	<u>(82,397)</u>	<u>(80,905)</u>
Total retained profits as per consolidated accounts	<u>374,367</u>	<u>380,321</u>

**27 Disclosure requirements to the Statement of Comprehensive Income**

	Quarter 3 months ended 30.09.2016 RM'000	Year to date 3months ended 30.09.2016 RM'000
(a) dividend income	16	48
(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: 15 Nov 2016