

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2016 - UNAUDITED

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30.09.16 RM'000 Unaudited	Preceding year corresponding quarter 30.09.15 RM'000 Unaudited	Current year to date 30.09.16 RM'000 Unaudited	Preceding year corresponding period 30.09.15 RM'000 Unaudited
Revenue	65,600	74,282	65,600	74,282
Operating expenses	(61,961)	(68,566)	(61,961)	(68,566)
Other operating income	2,238	2,691	2,238	2,691
Profit from operations	<u>5,877</u>	<u>8,407</u>	<u>5,877</u>	<u>8,407</u>
Finance costs, net	(6,021)	(2,022)	(6,021)	(2,022)
Share of results of joint ventures	3,684	(334)	3,684	(334)
Profit before tax	<u>3,540</u>	<u>6,051</u>	<u>3,540</u>	<u>6,051</u>
Tax	(2,715)	(3,514)	(2,715)	(3,514)
Profit for the period	<u><u>825</u></u>	<u><u>2,537</u></u>	<u><u>825</u></u>	<u><u>2,537</u></u>
Attributable to:				
Equity holders of the Company	825	2,537	825	2,537
Non-controlling interest	-	-	-	-
	<u><u>825</u></u>	<u><u>2,537</u></u>	<u><u>825</u></u>	<u><u>2,537</u></u>
Earnings per share (sen):				
Basic EPS	0.17	0.69	0.17	0.69
Diluted EPS	0.17	0.69	0.17	0.69

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying notes attached to the interim financial statements.

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2016 - UNAUDITED**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30.09.16 RM'000 Unaudited	Preceding year corresponding quarter 30.09.15 RM'000 Unaudited	Current year to date 30.09.16 RM'000 Unaudited	Preceding year corresponding period 30.09.15 RM'000 Unaudited
Profit for the period	825	2,537	825	2,537
Other comprehensive income				
Items that may be subsequently reclassified to profit or loss:				
Share of joint venture gain on net fair value change on casflow hedge	1,439	-	1,439	-
Foreign currency translation	-	3	-	3
	1,439	3	1,439	3
Total comprehensive income for the period	<u>2,264</u>	<u>2,540</u>	<u>2,264</u>	<u>2,540</u>
Attributable to:				
Equity holders of the Company	2,264	2,540	2,264	2,540
Non-controlling interest	-	-	-	-
	<u>2,264</u>	<u>2,540</u>	<u>2,264</u>	<u>2,540</u>

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying notes attached to the interim financial statements.

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

**NOTES TO CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2016 - UNAUDITED**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30.09.16 RM'000 Unaudited	Preceding year corresponding quarter 30.09.15 RM'000 Unaudited	Current year to date 30.09.16 RM'000 Unaudited	Preceding year corresponding period 30.09.15 RM'000 Audited
(a) Interest income	1,288	1,331	1,288	1,331
(b) Other income including investment income	950	1,360	950	1,360
(c) Interest expense	(5,668)	(1,718)	(5,668)	(1,718)
(d) Depreciation and amortisation	(2,489)	(2,704)	(2,489)	(2,704)
(e) Reversal/(Allowance) for impairment of receivables	(14)	(98)	(14)	(98)
(f) Provision of inventories	(1,873)	(1,257)	(1,873)	(1,257)
(g) Gain on disposal of quoted or unquoted investments or properties	-	-	-	-
(h) Reversal of impairment of assets	-	-	-	-
(i) Foreign exchange loss	(132)	(461)	(132)	(461)
(j) Fair value gain on derivatives	2,009	3,253	2,009	3,253
(k) Exceptional items	-	-	-	-

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016

	As At End Of Current quarter 30 September 2016 RM'000 Unaudited	As At Preceding Financial Year Ended 30 June 2016 RM'000 Audited
Assets		
Non-current assets		
Property, plant and equipment	128,761	130,551
Land held for property development	75,037	75,027
Investment properties	148,660	148,660
Prepaid land lease payments	1,349	1,365
Investment in joint ventures	57,880	53,458
Deferred tax assets	16,942	17,315
	<u>428,629</u>	<u>426,376</u>
Current assets		
Property development costs	298,769	295,239
Inventories	933,077	939,276
Trade and other receivables	100,168	92,349
Other current assets	10,224	14,302
Tax recoverable	12,071	11,045
Cash and bank balances	147,008	144,146
	<u>1,501,317</u>	<u>1,496,357</u>
Total assets	<u>1,929,946</u>	<u>1,922,733</u>
Equity and liabilities		
Current liabilities		
Borrowings	34,644	16,644
Trade and other payables	147,424	162,853
Other current liabilities	4,012	4,475
Derivative financial instruments	756	2,765
Tax payable	254	64
	<u>187,090</u>	<u>186,801</u>
Net current assets	<u>1,314,227</u>	<u>1,309,556</u>
Non-current liabilities		
Borrowings	428,536	423,965
Deferred tax liabilities	2,269	2,269
Deferred income	25,563	25,563
Provision	2,030	2,030
	<u>458,398</u>	<u>453,827</u>
Total liabilities	<u>645,488</u>	<u>640,628</u>
Net assets	<u>1,284,458</u>	<u>1,282,105</u>
Equity attributable to owners of the parent		
Share capital	487,330	486,987
Reserves	171,679	170,494
Treasury shares	(18,266)	(18,266)
Retained earnings	643,715	642,890
Total equity	<u>1,284,458</u>	<u>1,282,105</u>
Total equity and liabilities	<u>1,929,946</u>	<u>1,922,733</u>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying notes attached to the interim financial statements.

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2016 - UNAUDITED**

	----- Attributable to Equity Holders of the Parent -----							
	Share Capital	Treasury Shares	Share Premium	Revaluation Reserves	Foreign Exchange/ Hedging Reserves	Share Option/Grant Reserve	Retained Earnings	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 July 2016	486,987	(18,266)	143,748	28,125	(2,154)	775	642,890	1,282,105
Total comprehensive income for the period	-	-	-	-	1,439	-	825	2,264
Vesting of ordinary shares granted under RSP	343	-	321	-	-	(664)	-	-
RSP Expenses	-	-	-	-	-	89	-	89
At 30 September 2016	<u>487,330</u>	<u>(18,266)</u>	<u>144,069</u>	<u>28,125</u>	<u>(715)</u>	<u>200</u>	<u>643,715</u>	<u>1,284,458</u>
At 1 July 2015	328,390	(18,262)	119,623	12,508	(1,438)	1,065	647,120	1,089,006
Total comprehensive income for the period	-	-	-	-	3	-	2,537	2,540
Issue of rights shares	158,187	-	23,728	-	-	-	-	181,915
Vesting of ordinary shares granted under RSP	221	-	269	-	-	(490)	-	-
RSP Expenses	-	-	-	-	-	132	-	132
At 30 September 2015	<u>486,798</u>	<u>(18,262)</u>	<u>143,620</u>	<u>12,508</u>	<u>(1,435)</u>	<u>707</u>	<u>649,657</u>	<u>1,273,593</u>

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying notes attached to the interim financial statements.

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2016 - UNAUDITED**

	Period ended 30.09.2016 RM'000 Unaudited	Period ended 30.09.2015 RM'000 Unaudited
Operating activities		
Profit before tax	3,540	6,051
Adjustment for:		
Non-cash items	2,658	4,190
Non-operating items	696	721
	<u>6,894</u>	<u>10,962</u>
Operating profit before working capital changes	6,894	10,962
Net change in assets	(2,724)	(17,750)
Net change in liabilities	(15,405)	(10,822)
Cash used in operations	<u>(11,235)</u>	<u>(17,610)</u>
Interest paid	(5,689)	(5,552)
Taxation paid	(3,178)	(5,006)
Net cash used in operating activities	<u>(20,102)</u>	<u>(28,168)</u>
Investing activities		
Interest received	1,288	1,331
Proceeds from disposal of property, plant and equipment and prepaid land lease payments	43	-
Purchase of property, plant and equipment	(713)	(1,474)
Expenditures on land held for development	(10)	-
Addition of deposits of more than 3 months maturity with licenced banks	(17,556)	261
Net cash (used in)/ generated from investing activities	<u>(16,948)</u>	<u>118</u>
Financing activities		
Drawdown of borrowings	26,732	20,000
Repayment of borrowings	(4,375)	(8,900)
Proceeds from issuance of ordinary shares	-	181,915
	<u>22,357</u>	<u>193,015</u>
Net cash generated from financing activities	22,357	193,015
Net (decrease)/ increase in cash and cash equivalents	(14,693)	164,965
Effect of foreign exchange rate changes	-	3
Cash and cash equivalents at the beginning of the financial period	131,734	143,169
	<u>117,041</u>	<u>308,137</u>
Cash and cash equivalents at the end of the financial period	<u>117,041</u>	<u>308,137</u>
Cash and bank balances:		
Cash on hand and at banks	24,187	50,882
Deposits of up to 3 months maturity with licensed banks	92,854	257,255
	<u>117,041</u>	<u>308,137</u>
Cash and bank balance held in trust	261	170
Deposits of more than 3 months maturity with licensed banks	29,706	803
	<u>147,008</u>	<u>309,110</u>

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying notes attached to the interim financial statements.

WING TAI MALAYSIA BERHAD (6716-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE 3 MONTHS ENDED 30 SEPTEMBER 2016 - UNAUDITED

A1 Basis of preparation

The interim financial statements have been prepared under the historical cost convention except for the revaluation of land and buildings included within property, plant and equipment and investment properties that have been measured at their fair values and financial instruments as sets out in FRS 139.

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard ("FRS") 134, Interim Financial Reporting and paragraph 9.22 of the listing requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.

The Group adopted the same accounting policies and methods of computation as in the audited financial statements for the financial year ended 30 June 2016 except for the adoption of the effective new and revised FRSs, IC interpretations, amendments to FRSs and IC Interpretations which are applicable to its financial statements and are relevant to its operations.

The applications of the effective new and revised FRSs, IC Interpretations, and Amendments did not have any material impact on the financial statements of the Group.

On 19 November 2011, the Malaysian Accounting Standards Board ("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 periods 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 venture ('herein called "Transitioning Entities").

On 8 September 2015, MASB has decided to allow Transitioning Entities to defer adoption of the MFRS Framework. Adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly has the option to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 30 June 2019.

The Group have not adopted the following standards and interpretations that have been issued but not yet effective:

<u>Description</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to FRS 10 and FRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to FRS 107: Disclosure Initiative	1 January 2017
Amendments to FRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to FRS 2: Classification and Measurement of Share-based Payment Transactions	1 January 2018
FRS 9: Financial Instruments	1 January 2018
MFRS 15: Revenue from Contracts with Customers	1 January 2018
MFRS 16: Leases	1 January 2019

The Group expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application, except for FRS 9: Financial Instruments. The adoption of FRS 9 will have an effect on the classification and measurement of the Group's financial asset but no impact on the classification and measurement of the Group's financial liabilities. The Group is currently assessing the impact of MFRS 15 and MFRS 16 and Amendments to FRS 2, Amendments to FRS107 and Amendments to FRS 112.

A2 Audit Report

The audit report of the preceding annual financial statements was not subject to any qualification.

A3 Seasonal or cyclical factors

The principal business operations of the Group were not significantly affected by seasonal or cyclical factors.

A4 Unusual items

There were no unusual items for the current quarter ended 30 September 2016.

A5 Changes in estimates

There was no significant change in estimates of amount reported in prior interim periods or prior financial years/period.

A6 Debt and equity securities

There were no issuance and repayment of debts and equity securities for the current quarter ended 30 September 2016 except for the vesting of 343,000 ordinary shares of RM1.00 granted under Restricted Share Award.

As at 10 November 2016, the total number of treasury shares held under Section 67A of the Companies Act, 1965 were 12,019,000 or 2.5% of the total paid up share capital of the Company. None of the treasury shares were sold or cancelled during the current quarter ended 30 September 2016.

A7 Dividends paid

No dividend has been paid in the current quarter ended 30 September 2016.

A8 Segment information

Segment results for current quarter ended 30 September 2016:

	Property Development RM'000	Property Investment RM'000	Retail RM'000	Manufacturing RM'000	Elimination RM'000	Total RM'000
Revenue						
External sales	22,543	5,912	36,434	711	-	65,600
Inter-segment sales	-	-	-	-	-	-
	<u>22,543</u>	<u>5,912</u>	<u>36,434</u>	<u>711</u>	<u>-</u>	<u>65,600</u>
Results						
Segment results	2,494	1,482	2,534	(144)	-	6,366
Unallocated results						(489)
Profit from operations						<u>5,877</u>
Finance costs						(6,021)
Share of results of joint ventures						<u>3,684</u>
Profit before tax						<u><u>3,540</u></u>
Assets						
Segment assets	1,387,366	244,783	128,438	11,009	-	1,771,596
Unallocate assets:						
Tax assets						29,013
Corporate assets						<u>129,337</u>
Total assets						<u><u>1,929,946</u></u>
Liabilities						
Segment liabilities	152,453	5,027	14,410	1,747	-	173,637
Unallocated liabilities:						
Borrowings						463,180
Tax liabilities						2,523
Corporate liabilities						<u>6,148</u>
Total liabilities						<u><u>645,488</u></u>

Segment results for the preceding year corresponding quarter ended 30 September 2015:

	Property Development RM'000	Property Investment RM'000	Retail RM'000	Manufacturing RM'000	Elimination RM'000	Total RM'000
Revenue						
External sales	24,975	6,229	41,829	1,249	-	74,282
Inter-segment sales	-	-	-	-	-	-
	<u>24,975</u>	<u>6,229</u>	<u>41,829</u>	<u>1,249</u>	<u>-</u>	<u>74,282</u>
Results						
Segment results	2,034	2,126	5,559	55	-	9,774
Unallocated results						(1,367)
Profit from operations						<u>8,407</u>
Finance costs						(2,022)
Share of results of joint ventures						(334)
Profit before tax						<u><u>6,051</u></u>
Assets						
Segment assets	1,213,914	244,552	115,201	10,397	-	1,584,064
Unallocated assets:						
Tax assets						39,522
Corporate assets						<u>257,007</u>
Total assets						<u><u>1,880,593</u></u>
Liabilities						
Segment liabilities	137,470	6,670	15,081	1,651	-	160,872
Unallocated liabilities:						
Borrowings						437,715
Tax liabilities						2,526
Corporate liabilities						<u>5,887</u>
Total liabilities						<u><u>607,000</u></u>

A9 Carrying amount of revalued assets

The valuations of land and buildings (under property, plant and equipment) and investment properties have been brought forward without amendments from the previous audited financial statements.

A10 Subsequent events

On 7 November 2016, Angel Wing (M) Sdn. Bhd., a wholly owned subsidiary of the Company, entered into a Sale and Purchase Agreement for the sale of its vacant land located at Bandar Ulu Kelang, Daerah Gombak, Negeri Selangor Darul Ehsan measuring approximately 1.6 acre for a total cash consideration of RM11.5 million.

There were no other material events subsequent to the end of the current quarter that have not been reflected in the interim financial statements.

A11 Changes in composition of the Group

There were no changes in the composition of the Group for the current quarter ended 30 September 2016.

A12 Significant related party transactions

The significant related party transactions for the current quarter ended 30 September 2016 were as follows:

	Period ended 30.9.16 RM'000	Period ended 30.9.15 RM'000
Management fees charged by a related company	244	262
Licence fees and central marketing contribution charged by related companies	47	47
Administrative charges by related companies	743	1,095
Purchase of products and raw materials from a related company	-	709
Administrative charges to a related company	(68)	-
Professional fee charged by a firm in which a director is a partner	76	25
Administrative charges to a joint venture	(270)	(246)

The above transactions have been entered in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with other parties.

ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1 Review of performance

For the quarter ended 30 September 2016 ('current quarter'), the Group's revenue of RM65.6 million was 12% lower as compared to RM74.3 million for the quarter ended 30 September 2015 ('corresponding quarter').

The revenue from property development division was RM22.5 million in the current quarter compared with RM25.0 million in the corresponding quarter. The higher revenue achieved in the corresponding quarter was due to completion of Jesselton Hills - Phase 2 at Bukit Mertajam in September 2015. The property development division recorded a higher operating profit of RM2.5 million in the current quarter as compared with RM2.0 million in the corresponding quarter. The marginally higher operating profit was mainly attributable to the contribution from sales of BM Mahkota's commercial shop lots during the current quarter.

The revenue from the retail division was RM36.4 million in the current quarter compared with RM41.8 million in the corresponding quarter mainly due to slower shoppers traffic and cautious consumers spending. The operating profit of the retail division was lower at RM2.5 million in the current quarter compared with RM5.6 million in the corresponding quarter due to lower turnover and higher sales discount.

In the current quarter, the Group's recorded share of profit from joint ventures of RM3.7 million compared with share of loss of RM0.3 million in the corresponding quarter. The higher share of profit from joint ventures were due to better sales achieved from additional retail outlets during the current quarter.

The Group recorded a profit before tax of RM3.5 million for the current quarter as compared with RM6.1 million for the corresponding quarter.

B2 Variation of results against preceding quarter

The Group recorded a 5% increase in revenue from RM62.5 million in the quarter ended 30 June 2016 ('preceding quarter') to RM65.6 million in the quarter ended 30 September 2016 ('current quarter'). This was mainly due to the higher revenue contribution from the property development division.

The revenue from property development division was RM22.5 million in the current quarter compared with RM19.0 million in the preceding quarter mainly due to the sales of BM Mahkota's commercial units in the current quarter. The property development division recorded a lower operating profit of RM2.5 million in the current quarter compared to an operating profit of RM5.3 million in the preceding quarter. The higher operating profit in the preceding quarter was mainly due to reversal of impairment on the Group's development properties.

The revenue from the retail division was RM36.4 million in the current quarter compared with RM36.6 million in the preceding quarter. The operating profit of the retail division was higher at RM2.5 million in the current quarter compared with RM1.8 million in the preceding quarter mainly due to rationalisation of its overhead expenses in the current quarter.

The Group recorded a profit before tax of RM3.5 million in the current quarter compared with a loss before tax of RM7.0 million in the preceding quarter. The loss before tax in the preceding quarter was mainly due to a net fair value/revaluation loss of RM12.8 million.

B3 Prospect for the current financial year

Amid weak consumers' sentiment, the retail and property outlook is expected to be challenging in the current financial year.

B4 Profit forecast and profit guarantee

- i) - variance from profit forecast - not applicable.
- ii) - variance from profit guarantee - not applicable.

B5 Tax

	Quarter ended 30.09.16 RM'000	Cumulative year to date 30.09.16 RM'000
Current period provision		
Income tax	2,407	2,407
Deferred tax	177	177
Under/(Over)provision in prior year		
Income tax	(64)	(64)
Deferred tax	195	195
	<u>2,715</u>	<u>2,715</u>

For the current quarter ended 30 September 2016, the effective tax rate for the Group is higher than the statutory rate principally due to losses of certain subsidiaries which cannot be set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purposes.

B6 Status of corporate proposal announced

In May 2015, the Company embarked on a renounceable Rights Issue of 158,187,066 new ordinary shares of RM1.00 each on the basis of one (1) Rights Share for every two (2) existing shares held by the entitled shareholders, at an issue price of RM1.15 per Rights Share.

On 4 September 2015, the Rights Issue has been completed following the listing of and quotation for 158,187,066 Rights Shares on the Main Market of Bursa Malaysia Securities Berhad.

The proceeds raised by the Company from the Rights Issue were fully utilised in the current quarter ended 30 September 2016 as follows:

	Approved utilisation RM'000	Actual utilisation RM'000	Balance unutilised RM'000
Development expenditure, working capital requirements and refinancing of bank borrowings	181,115	181,115	-
Estimated expenses for the corporate exercise	800	800	-
Total gross proceeds	<u>181,915</u>	<u>181,915</u>	-

There were no other corporate proposals announced which remained incomplete as at 10 November 2016.

B7 Borrowings and debt securities

	As at 30.09.2016 RM'000
a) Short term borrowings	
Secured	16,644
Unsecured	18,000
	<u>34,644</u>
b) Long term borrowings	
Secured	428,536
	<u>463,180</u>
c) There were no foreign currency borrowings included in the above.	

B8 Changes in material litigation

To the best of the knowledge of the Company, neither the Company nor its subsidiaries are engaged in any material litigation, claims or arbitration either as plaintiff or defendant and the Directors are not aware of any proceeding pending or threatened against the Company and/or its subsidiaries or of any fact likely to give rise to any proceeding which might materially affect the position or business of the Company and/or its subsidiaries.

B9 Dividend

The Board of Directors does not recommend the payment of any dividend for the current quarter ended 30 September 2016.

A first and final dividend of 3 sen per share Single Tier for the financial year ended 30 June 2016 was approved by the shareholders at the Company's Annual General Meeting. The dividend will be payable on 15 December 2016 to shareholders who are registered in the Record of Depositors on 1 December 2016.

B10 Derivative financial instruments

The Group's outstanding derivative financial instrument as at 30 September 2016 were analysed as follows:

	Notional Value RM'000	Fair value RM'000	Derivative Liabilities RM'000
Foreign currency forward contracts - Less than one year	12,168	11,412	(756)

Foreign exchange forward contracts were entered into by subsidiaries company in the retail division to manage some of its foreign currency exposure against the foreign currency risks of the underlying transactions denominated in foreign currency.

A derivative financial instrument is initially recognised at its fair value on the date the contract is entered into and its subsequently remeasured at fair value at the end of the reporting period. The gain or loss arising from the fair value changes of derivatives are recognised in the income statement when changes arises. It is the Group's policy that no trading in derivatives for speculative purposes may be undertaken.

The Group recognised a total net gain of RM2.0 million in current quarter ended 30 September 2016 arising from the fair value changes on the derivative financial instruments.

The Group measured the derivatives at fair value with inputs other than quoted prices that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

B11 Earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30.09.16 RM'000	Preceding year corresponding quarter 30.09.15 RM'000	Current year to date 30.09.16 RM'000	Preceding year corresponding period 30.09.15 RM'000
Profit attributable to equity holders of the Company	825	2,537	825	2,537
Weighted average no of shares ('000)	474,988	367,280	474,988	367,280
Effects of dilution from ESOS/RSP ('000)	300	617	300	617
Adjusted weighted average no of shares in issue and issuable ('000)	475,288	367,897	475,288	367,897
Basic earnings per share (sen)	0.17	0.69	0.17	0.69
Diluted earnings per share (sen)	0.17	0.69	0.17	0.69

B12 Realised and unrealised profit/(losses) disclosure

The retained earnings as at 30 September 2016 may be analysed as follows:

	As at 30.09.2016 RM'000
Total retained earnings of the Company and its subsidiaries:	
- Realised	435,175
- Unrealised	203,945
	<u>639,120</u>
Total share of accumulated losses from an associate:	
- Realised	(4)
- Unrealised	-
Total share of retained earnings from joint ventures:	
- Realised	44,490
- Unrealised	-
	<u>683,606</u>
Less : Consolidation adjustments	(39,891)
	<u><u>643,715</u></u>
Total Group retained earnings as per consolidated financial statements	

By Order of the Board

**LOH LAY EONG
CHUA SIEW CHUAN
Company Secretaries**

Date : 16 November 2016