

**GUH HOLDINGS BERHAD** (Company No. 4104-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
FOR THE QUARTER ENDED 31 MARCH 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2017 RM '000	PRECEDING YEAR QUARTER 31/03/2016 RM '000	CURRENT YEAR TO DATE 31/03/2017 RM '000	PRECEDING YEAR TO DATE 31/03/2016 RM '000
Revenue	82,148	73,405	82,148	73,405
Operating expenses	(81,921)	(72,160)	(81,921)	(72,160)
Other operating income	2,701	1,529	2,701	1,529
Finance costs	(44)	-	(44)	-
Share of loss of associates	(1)	(6)	(1)	(6)
Profit before tax (Note 17)	2,883	2,768	2,883	2,768
Tax expense	(462)	(94)	(462)	(94)
Profit for the period	2,421	2,674	2,421	2,674
Profit/(Loss) for the period attributable to:				
Owners of the Company	2,423	2,672	2,423	2,672
Non-controlling interests	(2)	2	(2)	2
	2,421	2,674	2,421	2,674
Earnings per share (sen):				
(a) Basic	0.92	1.01	0.92	1.01
(b) Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016)

**GUH HOLDINGS BERHAD** (Company No. 4104-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 MARCH 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2017 RM '000	PRECEDING YEAR QUARTER 31/03/2016 RM '000	CURRENT YEAR TO DATE 31/03/2017 RM '000	PRECEDING YEAR TO DATE 31/03/2016 RM '000
Profit for the period	2,421	2,674	2,421	2,674
Other comprehensive income:				
Items that may be reclassified subsequently to profit or loss:				
Gain/(Loss) on available-for-sale financial assets	544	(369)	544	(369)
Currency translation differences for foreign operations	(993)	(14,120)	(993)	(14,120)
Reclassification adjustment on: - Derecognition of available-for-sale financial assets	(170)	(106)	(170)	(106)
Other comprehensive income for the period	(619)	(14,595)	(619)	(14,595)
Total comprehensive income for the period	1,802	(11,921)	1,802	(11,921)
Total comprehensive income for the period attributable to:				
Owners of the Company	1,804	(11,923)	1,804	(11,923)
Non-controlling interests	(2)	2	(2)	2
	1,802	(11,921)	1,802	(11,921)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016)

**GUH HOLDINGS BERHAD** (Company No. 4104-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2017**

	AS AT 31/03/2017 RM '000	AS AT 31/12/2016 RM '000
<b>Non-Current Assets</b>		
Property, Plant and Equipment	148,617	151,386
Investment Properties	9,432	9,432
Goodwill	3,348	3,348
Investments in Associates	18,165	18,282
Available-for-sale Financial Assets	1,689	4,458
Land Held for Property Development	154,640	153,942
Deferred Tax Assets	973	973
	<hr/>	<hr/>
	336,864	341,821
<b>Current Assets</b>		
Property Development Costs	64,356	61,501
Accrued Billings	8,773	6,103
Asset Held for Sale	-	400
Amounts Due from Customers for Contract Work	3,096	1,843
Inventories	54,232	48,869
Trade and Other Receivables	79,985	83,097
Prepayments	8,328	5,450
Current Tax Assets	3,373	3,732
Cash and Cash Equivalents	110,038	110,640
	<hr/>	<hr/>
	332,181	321,635
<b>Current Liabilities</b>		
Trade and Other Payables	98,640	100,674
Loans and Borrowings	6,553	1,144
Amounts Due to Customers for Contract Work	2,866	4,841
Current Tax Liabilities	2,170	3,115
	<hr/>	<hr/>
	110,229	109,774
<b>Net Current Assets</b>	221,952	211,861
<b>Non-Current Liabilities</b>		
Loans and Borrowings	19,091	15,134
Deferred Tax Liabilities	13,121	13,746
	<hr/>	<hr/>
	32,212	28,880
<b>Net Assets</b>	<hr/> <hr/>	<hr/> <hr/>
	526,604	524,802
<b>Equity</b>		
Share Capital	277,992	277,905
Treasury Shares	(18,089)	(18,089)
Reserves	266,696	264,979
	<hr/>	<hr/>
<b>Equity Attributable to Owners of the Company</b>	526,599	524,795
Non-controlling Interests	5	7
	<hr/>	<hr/>
<b>Total Equity</b>	526,604	524,802
<b>Net Assets per Share Attributable to Owners of the Company (RM)</b>	<hr/> <hr/>	<hr/> <hr/>
	2.00	1.99

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016)**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 MARCH 2017

	← Non-Distributable →						Distributable *		Equity attributable to owners of the Company RM '000	Non-controlling interests RM '000	Total equity RM '000
	Share capital RM '000	Treasury shares RM '000	Share premium RM '000	Capital reserve RM '000	Revaluation surplus RM '000	Fair value reserve RM '000	Currency translation reserve RM '000	Retained profits RM '000			
At 01/01/2017	277,905	(18,089)	87	12,741	38,929	(59)	43,478	169,803	524,795	7	524,802
Gain on available-for-sale financial assets	-	-	-	-	-	544	-	-	544	-	544
Currency translation differences for foreign operations	-	-	-	-	-	-	(993)	-	(993)	-	(993)
Reclassification adjustment on derecognition of available-for-sale financial assets	-	-	-	-	-	(170)	-	-	(170)	-	(170)
Other comprehensive income for the period	-	-	-	-	-	374	(993)	-	(619)	-	(619)
Profit for the period	-	-	-	-	-	-	-	2,423	2,423	(2)	2,421
Total comprehensive income for the period	-	-	-	-	-	374	(993)	2,423	1,804	(2)	1,802
Upon abolition of par value in compliance with Companies Act, 2016 **	87	-	(87)	-	-	-	-	-	-	-	-
At 31/03/2017	277,992	(18,089)	-	12,741	38,929	315	42,485	172,226	526,599	5	526,604
At 01/01/2016	277,905	(18,038)	87	11,537	38,929	(21)	46,176	161,365	517,940	11	517,951
Loss on available-for-sale financial assets	-	-	-	-	-	(369)	-	-	(369)	-	(369)
Currency translation differences for foreign operations	-	-	-	-	-	-	(14,120)	-	(14,120)	-	(14,120)
Reclassification adjustment on derecognition of available-for-sale financial assets	-	-	-	-	-	(106)	-	-	(106)	-	(106)
Other comprehensive income for the period	-	-	-	-	-	(475)	(14,120)	-	(14,595)	-	(14,595)
Profit for the period	-	-	-	-	-	-	-	2,672	2,672	2	2,674
Total comprehensive income for the period	-	-	-	-	-	(475)	(14,120)	2,672	(11,923)	2	(11,921)
Purchase of own shares	-	(9)	-	-	-	-	-	-	(9)	-	(9)
Transfer to capital reserve ***	-	-	-	195	-	-	-	(195)	-	-	-
At 31/03/2016	277,905	(18,047)	87	11,732	38,929	(496)	32,056	163,842	506,008	13	506,021

\* Retained profits as at 31 March 2017 and 31 March 2016 amounting to RM18,089,000, being the cost of treasury shares and RM17,960,000, being the excess of treasury shares over share premium respectively, were considered as non-distributable.

\*\* On 31 January 2017, in accordance with the Companies Act 2016, the concepts of "par value" and "authorised capital" were abolished and on that date, the shares of the Company ceased to have a par value. Consequently, the amount standing in the share premium account of RM87,000 has been transferred to the share capital account.

\*\*\* This represents the amount transferred from the retained profits of a subsidiary under the statutory requirements of the People's Republic of China.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 31 MARCH 2017**

	CURRENT YEAR TO DATE 31/03/2017 RM '000	PRECEDING YEAR TO DATE 31/03/2016 RM '000
Cash flows from operating activities		
Profit before tax	2,883	2,768
Adjustments for:		
Depreciation	3,630	3,514
Fair value loss on contingent consideration	175	-
Gain on derecognition of available-for-sale financial assets	(170)	(106)
Gain on disposal of investment property	(60)	-
Gain on winding up of foreign subsidiary	-	(4)
Interest expense	44	-
Interest income	(779)	(804)
Inventories written down	36	54
Loss on disposal of property, plant and equipment	27	-
Property, plant and equipment written off	-	1
Reversal of impairment loss on loans and receivables	(5)	(10)
Reversal of inventories written down	(13)	(38)
Share of loss of associates	1	6
Unrealised loss on foreign exchange	1,193	2,505
Operating profit before working capital changes	6,962	7,886
Changes in:		
Property development costs	(3,553)	(30,043)
Accrued billings	(2,670)	(113)
Amounts due from/to customers for contract work	(3,228)	2,416
Inventories	(5,386)	(1,144)
Receivables and prepayments	(1,329)	2,325
Payables	(1,638)	(2,988)
Cash absorbed by operations	(10,842)	(21,661)
Tax paid	(1,731)	(4,392)
Tax refunded	143	513
	(1,588)	(3,879)
Net cash used in operating activities	(12,430)	(25,540)
Cash flows from investing activities		
Acquisition of associate	-	(5,217)
Acquisition of subsidiary, net of cash acquired	-	(3,504)
Interest received	779	804
Proceeds from disposal of available-for-sale financial assets	3,313	1,773
Proceeds from disposal of property, plant and equipment	16	-
Proceeds from disposal of investment property	460	-
Purchase of available-for-sale financial assets	-	(592)
Purchase of property, plant and equipment	(1,284)	(1,464)
Net cash from/(used in) investing activities	3,284	(8,200)
Cash flows from financing activities		
Changes in term deposits pledged as security	784	(106)
Drawdown of loans and borrowings	9,439	15,800
Interest paid	(44)	-
Purchase of own shares	-	(9)
Repayment of hire purchase obligation	(30)	-
Net cash from financing activities	10,149	15,685
Currency translation differences	(821)	(9,953)
Net increase/(decrease) in cash and cash equivalents	182	(28,008)
Cash and cash equivalents brought forward	107,685	133,250
Cash and cash equivalents carried forward	107,867	105,242
Note:		
Cash and cash equivalents	110,038	108,090
Term deposits pledged as security	(2,171)	(2,848)
	107,867	105,242

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2017**

1. **Basis of Preparation**

The interim financial report has been prepared in accordance with requirements of FRS 134: "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 of the Group for the year ended 31 December 2016.

The same accounting policies and methods of computation are followed in the interim financial report as compared with the annual financial statements for the year ended 31 December 2016 except for the adoption of the following Financial Reporting Standards ("FRSs"):

Effective for annual periods beginning on or after

Amendments to FRS 107 <i>Disclosure Initiative</i>	1 January 2017
Amendments to FRS 112 <i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017
Amendments to FRS 12 <i>Disclosure of Interests in Other Entities</i> (Annual Improvements to FRS Standards 2014 - 2016 Cycle)	1 January 2017

The adoption of the above FRSs did not have any significant impacts on the financial statements of the Group.

In November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS") Framework. The issuance was made in conjunction with the MASB's plan to converge with International Financial Reporting Standards ("IFRS") in 2012. The MFRS Framework is a fully IFRS-compliant framework and equivalent to IFRSs.

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/or IC Interpretation 15 Agreements for the Construction of Real Estate, including their parents, significant investors and joint venturers ("Transitioning Entities"). As announced by the MASB on 28 October 2015, Transitioning Entities are allowed to defer the adoption of the MFRS Framework to annual periods beginning on or after 1 January 2018.

Being a Transitioning Entity as defined above, the Group and the Company have elected to continue preparing their financial statements in accordance with the FRS Framework and will first present the financial statements in accordance with the MFRS Framework for the financial year ending 31 December 2018.

2. **Audit Report**

The preceding annual financial statements of the Group were reported on without any qualification.

3. **Seasonal or Cyclical Factors**

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

4. **Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current year quarter and period ended 31 March 2017.

5. **Changes in Estimates**

There were no changes in the estimates that have a material effect in the current year quarter and period ended 31 March 2017.

6. **Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the current year quarter and period ended 31 March 2017.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2017**

**7. Dividend Paid**

No dividend was paid during the current year quarter and period ended 31 March 2017.

**8. Segmental Reporting**

Analysis by activity	Electronic	Property			Utility	Unallocated Non-Operating Segments RM '000	Group RM '000
	Manufacture of Printed Circuit Boards RM '000	Property Development RM '000	Sale of Building Materials RM '000	Cultivation of Oil Palm RM '000	Water and Wastewater Treatment RM '000		
<b>Revenue</b>							
Total revenue	62,862	4,820	2,042	558	11,856	1,320	83,458
Intersegment revenue	-	(28)	(8)	-	-	(1,274)	(1,310)
External revenue	62,862	4,792	2,034	558	11,856	46	82,148
<b>Results</b>							
Segment results	1,588	1,048	33	323	(3)	(840)	2,149
Interest income	698	11	3	-	21	46	779
Interest expense	(35)	(5)	(4)	-	-	-	(44)
Share of loss of associates	-	-	-	-	-	(1)	(1)
Profit/(Loss) before tax	2,251	1,054	32	323	18	(795)	2,883
Tax expense	(109)	(271)	(1)	(74)	-	(7)	(462)
Profit/(Loss) for the period	2,142	783	31	249	18	(802)	2,421
<b>Assets</b>							
Segment assets	315,077	260,269	6,602	22,257	26,370	15,959	646,534
Associates	-	-	-	-	-	18,165	18,165
Income tax assets	2	2,468	21	-	1,854	1	4,346
Total assets	315,079	262,737	6,623	22,257	28,224	34,125	669,045
<b>Liabilities</b>							
Segment liabilities	49,152	20,533	1,755	109	10,934	19,023	101,506
Loans and borrowings	5,000	20,205	439	-	-	-	25,644
Income tax liabilities	12,689	1,249	2	134	-	1,217	15,291
Total liabilities	66,841	41,987	2,196	243	10,934	20,240	142,441

**9. Subsequent Material Events**

There were no material events subsequent to the end of the reporting period that have not been reflected in the financial statements.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2017**

**10. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the period ended 31 March 2017.

**11. Contingent Liabilities or Contingent Assets**

The Group has no contingent liabilities and contingent assets as at the end of the current year quarter or last annual reporting date.

**12. Significant Related Party Transactions**

Significant transactions with related parties during the period ended 31 March 2017 are as follow:

	31/03/2017 RM '000
Purchase of goods from other related party (a)	2,047
Purchase of property, plant and equipment from other related party (b)	6
Receiving of services from other related parties (b)	252
Renting of premises from other related party (a)	36
Sale of goods to other related party (a)	226
	226

(a) Being companies in which certain directors have substantial financial interests

(b) Being companies in which close family members of certain directors have substantial financial interests

**13. Review of the Performance**

Operating Segment	Current Year Quarter 31/03/2017 RM '000	Preceding Year Quarter 31/03/2016 RM '000	Current Year To Date 31/03/2017 RM '000	Preceding Year To Date 31/03/2016 RM '000
<b>Revenue</b>				
<b>Electronic</b>				
- Manufacture of printed circuit boards	62,862	62,668	62,862	62,668
<b>Property</b>				
- Property development	4,792	3,526	4,792	3,526
- Sale of building materials	2,034	2,314	2,034	2,314
- Cultivation of oil palm	558	489	558	489
<b>Utility</b>				
- Water and wastewater treatment	11,856	4,262	11,856	4,262
Unallocated non-operating segments	46	146	46	146
<b>Total</b>	82,148	73,405	82,148	73,405
<b>Profit/(Loss) before tax</b>				
<b>Electronic</b>				
- Manufacture of printed circuit boards	2,251	3,355	2,251	3,355
<b>Property</b>				
- Property development	1,054	18	1,054	18
- Sale of building materials	32	(30)	32	(30)
- Cultivation of oil palm	323	255	323	255
<b>Utility</b>				
- Water and wastewater treatment	18	(902)	18	(902)
Unallocated non-operating segments	(795)	72	(795)	72
<b>Total</b>	2,883	2,768	2,883	2,768

The Group's profit before tax of RM 2.9 million for the current year quarter ended 31 March 2017 was RM 0.1 million higher than the profit before tax of RM 2.8 million for the preceding year quarter mainly due to higher contribution from Property and Utility Divisions offset by lower contribution from Electronic Division and unallocated non-operating segments.

Detailed analysis of the performance of the Group's operating segments for the current year quarter ended 31 March 2017 compared to the preceding year quarter is as follows:

i) Manufacture of printed circuit boards

Profit before tax reduced to RM 2.3 million from RM 3.4 million mainly due to lower contribution from China operation on lower revenue and higher operating costs.

ii) Property development

Profit before tax increased to RM 1.05 million from RM 0.02 million mainly helped by the increase in residential property units sold.

iii) Sale of building materials

The profit before tax of RM 0.03 million was mainly due to higher purchase incentive.

iv) Cultivation of oil palm

Profit before tax increased to RM 0.32 million from RM 0.26 million mainly boosted by higher CPO prices.

v) Water and wastewater treatment

The profit before tax of RM 0.02 million was mainly contributed by the higher percentage of completion for existing water projects.

vi) Unallocated non-operating segments

The loss before tax of RM 0.8 million was mainly due to unfavourable foreign exchange of RM0.5 million and fair value loss on contingent consideration of RM 0.2 million.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2017**

**14. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter**

As compared to the preceding quarter, the Group's profit before tax decreased to RM 2.9 million (Q4'16: RM 8.3 million) mainly due to unfavourable foreign exchange of RM 3.0 million on weaker USD and gain on fair value adjustment of investment properties of RM 1.7 million in Q4'16.

**15. Prospects for 2017**

Electronic Division expects favourable product mix and sales in 2017.

Property Division foresees property sales to remain slow in tandem with the tough property market conditions in 2017.

Utility Division expects to turnaround on higher construction progress for existing water projects and active tendering of new water projects in 2017.

Overall, the Group foresees slight improvement in performance for the remainder of 2017.

**16. Variance from Profit Forecast and Profit Guarantee**

The Group has not provided any profit forecast or profit guarantee in a public document.

**17. Profit Before Tax**

	Current Year Quarter 31/03/2017 RM'000	Current Year To Date 31/03/2017 RM'000
Profit before tax is arrived at after charging:		
- Interest expense	44	44
- Depreciation	3,630	3,630
- Fair value loss on contingent consideration	175	175
- Impairment loss on loans and receivables	-	-
- Inventories written down	36	36
- Inventories written off	-	-
- Impairment loss on available-for-sale financial assets	-	-
- Loss on disposal of property, plant and equipment	27	27
- Property, plant and equipment written off	-	-
- Loss on foreign exchange - realised	-	-
- Loss on foreign exchange - unrealised	1,193	1,193
- Loss on financial instruments at fair value through profit or loss	-	-
- Exceptional items	-	-
and crediting:		
- Interest income	779	779
- Dividend income	-	-
- Gain on disposal of property, plant and equipment	-	-
- Gain on disposal of investment property	60	60
- Gain on derecognition of available-for-sale financial assets	170	170
- Gain on foreign exchange - realised	694	694
- Gain on foreign exchange - unrealised	-	-
- Reversal of impairment loss on loans and receivables	5	5
- Reversal of inventories written down	13	13
- Gain on derivatives	-	-

**18. Taxation**

Taxation comprises:

	Current Year Quarter 31/03/2017 RM'000	Current Year To Date 31/03/2017 RM'000
Income tax	(1,044)	(1,044)
Deferred tax	582	582
	<u>(462)</u>	<u>(462)</u>

The Group's effective tax rates differ from the statutory tax rate mainly because:

- (i) certain income and expenses which are not taxable and allowable; and
- (ii) utilisation of unabsorbed reinvestment allowances and unabsorbed capital allowances by certain subsidiaries.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2017**

19. **Status of Corporate Proposals**

There were no corporate proposals as at the date of this announcement.

20. **Group Borrowings and Debt Securities**

Group borrowings and debt securities as at 31 March 2017

	RM '000
Secured	20,205
Unsecured	5,439
(a) Total	25,644
Short term	6,553
Long term	19,091
(b) Total	25,644
Ringgit Malaysia	25,644
Foreign currency	-
(c) Total	25,644

21. **Financial Instruments**

**a) Derivatives**

There were no outstanding derivatives as at 31 March 2017.

**b) Gains/(Losses) arising from Fair Value Changes of Financial Liabilities**

There were no gains/(losses) arising from fair value changes of financial liabilities for the current year quarter and period ended 31 March 2017.

**c) Fair Value**

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The inputs to valuation techniques used to measure fair value are categorised into the following levels of fair value hierarchy:

- i) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- ii) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- iii) Level 3 - unobservable inputs for the asset or liability.

The fair value measurement of financial instruments at the end of the reporting period are as follows:

**i) Available-for-sale financial assets**

	31/03/2017 RM '000
Shares quoted in Malaysia - at fair value	1,639
Unquoted shares - at cost less impairment losses	50
	<u>1,689</u>

The fair values of quoted investments are directly measured using their unadjusted closing prices in active markets (i.e. Level 1).

The fair values of unquoted investments cannot be reliably measured due to the lack of quoted prices in active markets for identical instruments. In addition, the variability in the range of reasonable fair value measurements is expected to be significant and the probabilities of the various estimates within the range cannot be reasonably assessed.

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2017**

**21. Financial Instruments (cont'd)**

c) Fair Value (cont'd)

ii) Other financial assets and financial liabilities

The carrying amounts of receivables, cash and cash equivalents, payables and loans and borrowings which are short-term in nature or repayable on demand are reasonable approximations of fair values. The fair values of long-term loans and borrowings are measured using present value technique by discounting the expected future cash flows using observable current market interest rates for similar liabilities (i.e. Level 2).

There were no transfers between Level 1 and Level 2 during the period ended 31 March 2017.

**22. Breakdown of Realised and Unrealised Profits or Losses of the Group**

The breakdown of the retained profits of the Group as at 31 March 2017, into realised and unrealised profits, pursuant to the directive of Bursa Malaysia Securities Berhad, is as follows:

	As at 31/03/2017 RM'000	As at 31/12/2016 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	264,510	259,720
- Unrealised	1,797	3,614
	<u>266,307</u>	<u>263,334</u>
Total share of retained profits of associates:		
- Realised	4,956	4,957
- Unrealised	-	-
	<u>271,263</u>	<u>268,291</u>
Consolidation adjustments and eliminations	(99,037)	(98,488)
Total retained profits as per statement of financial position	<u>172,226</u>	<u>169,803</u>

The segregation of realised and unrealised profits or losses is based on Guidance on Special Matter No.1 "Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements", issued by the Malaysian Institute of Accountants on 20 December 2010.

**23. Material Litigation**

There was no material litigation against the Group as at 31 March 2017.

**24. Proposed Dividend**

No dividend has been proposed or declared for the current year quarter ended 31 March 2017.

**25. Earnings Per Share**

	Current Year Quarter 31/03/2017	Current Year To Date 31/03/2017
Profit attributable to owners of the Company (RM '000)	<u>2,423</u>	<u>2,423</u>
Number of ordinary shares in issue at the beginning of the period ('000)	263,810	263,810
Effect of shares purchased ('000)		
Weighted average number of ordinary shares in issue ('000)	<u>263,810</u>	<u>263,810</u>
Basic earnings per share (sen)	<u>0.92</u>	<u>0.92</u>

Diluted earnings per share are not presented as there are no dilutive potential ordinary shares in the current year quarter and period ended 31 March 2017.

**26. Authorisation for Issue**

The Board of Directors authorised the issue of this unaudited interim financial report on 23 May 2017.