

**LIEN HOE CORPORATION BERHAD**  
(Company No. 8507-X)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER ENDED 31 MARCH 2017**  
**THE FIGURES HAVE NOT BEEN AUDITED**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Period	
	Current Year Quarter 31.3.2017 RM'000	Preceding Year Corresponding Quarter 31.3.2016 RM'000	Current Year To date 31.3.2017 RM'000	Preceding Year Corresponding Period 31.3.2016 RM'000
Revenue	25,128	28,768	25,128	28,768
Cost of sales	(20,250)	(22,493)	(20,250)	(22,493)
Gross profit	4,878	6,275	4,878	6,275
Other (expenses)/income	(8,172)	131	(8,172)	131
Operating and administration expenses	(8,708)	(9,500)	(8,708)	(9,500)
Loss from operations	(12,002)	(3,094)	(12,002)	(3,094)
Finance cost	(1,293)	(1,265)	(1,293)	(1,265)
Loss before tax	(13,295)	(4,359)	(13,295)	(4,359)
Income tax expense	1,397	168	1,397	168
Loss net of tax, representing total comprehensive income for the period	(11,898)	(4,191)	(11,898)	(4,191)
Total comprehensive income attributable to owners of the parent	(11,898)	(4,191)	(11,898)	(4,191)
Loss per share attributable to owners of the parent (sen) - basic and fully diluted	(3.47)	(1.22)	(3.47)	(1.22)

(The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2016)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As At End Of Current Quarter 31.3.2017 RM'000	(Audited) As At Preceding Financial Year End 31.12.2016 RM'000
<b>ASSETS</b>		
Non-Current Assets		
Property, plant and equipment	557,330	560,302
Investment in an associate	-	-
Other investment	1,000	1,000
Goodwill on consolidation	8,979	8,979
Development expenditure	37,219	32,626
Trade and other receivables	49,299	51,396
	<u>653,827</u>	<u>654,303</u>
Current Assets		
Inventories	10,251	10,335
Trade and other receivables	51,646	64,496
Amount due from customers for contract work	15,644	19,206
Income tax recoverable	4,733	3,281
Cash and bank balances	6,246	6,805
	<u>88,520</u>	<u>104,123</u>
Assets held for sale	16,780	16,780
	<u>105,300</u>	<u>120,903</u>
<b>TOTAL ASSETS</b>	<u>759,127</u>	<u>775,206</u>
<b>EQUITY AND LIABILITIES</b>		
Equity Attributable to Owners of the Parent		
Share capital	90,435	90,435
Share premium	51,056	51,056
Treasury shares	(5,568)	(5,568)
Reserves	350,347	351,012
Retained earnings	23,779	35,012
Total equity	<u>510,049</u>	<u>521,947</u>
Non-Current Liabilities		
Deferred tax liabilities	81,234	81,281
Borrowings	40,473	41,310
Trade and other payables	3,864	3,220
Income tax payable	15,297	15,597
	<u>140,868</u>	<u>141,408</u>
Current Liabilities		
Borrowings	18,573	19,022
Bank overdrafts	5,125	6,243
Trade and other payables	71,494	72,772
Amount due to customers for contract work	6,360	7,306
Income tax payable	6,658	6,508
	<u>108,210</u>	<u>111,851</u>
Total liabilities	<u>249,078</u>	<u>253,259</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>759,127</u>	<u>775,206</u>
Net assets per share (RM)	1.49	1.52

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2016)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To date 31.3.2017 RM'000	Preceding Year Corresponding Period 31.3.2016 RM'000
Operating activities		
Loss before tax	(13,295)	(4,359)
Adjustments for :-		
Non-cash items	11,312	2,377
Non-operating items	1,263	1,232
Operating cash before changes in working capital	<u>(720)</u>	<u>(750)</u>
Development expenditure	(4,593)	(200)
Inventories	84	78
Receivables	10,300	7,814
Payables	(1,581)	(779)
Net income taxes paid	(252)	(193)
Cash from operating activities	<u>3,238</u>	<u>5,970</u>
Investing activities		
Purchase of property plant and equipment	(135)	(151)
Proceeds from disposal of property, plant and equipment	4	-
Interest received	30	33
Cash used in investing activities	<u>(101)</u>	<u>(118)</u>
Financing activities		
Fixed deposits pledged for banking facilities	(9)	-
Net repayment of term loan	(1,088)	(1,426)
Net drawdown/(repayment) of bankers' acceptance	44	(4)
Net repayment of finance lease payables	(243)	(212)
Interest paid	(1,291)	(1,254)
Cash used in financing activities	<u>(2,587)</u>	<u>(2,896)</u>
Net increase in cash and cash equivalents	<u>550</u>	<u>2,956</u>
Cash and cash equivalents at beginning of period	(2,017)	(3,188)
Cash and cash equivalents at end of period	<u>(1,467)</u>	<u>(232)</u>
Cash and cash equivalents comprise :-		
Cash and bank balances	6,246	6,492
Less : Bank overdrafts	(5,125)	(4,226)
: Fixed deposits pledged	(2,588)	(2,498)
	<u>(1,467)</u>	<u>(232)</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2016)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<----- Attributable to owners of the parent ----->						
	<----- Non-distributable ----->			Distributable			
	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Asset revaluation reserve RM'000	Capital reserve RM'000	(Accumulated losses)/ Retained earnings RM'000	Total RM'000
At 1 January 2016	361,742	51,056	(5,568)	-	21,455	(188,620)	240,065
Loss net of tax for the period, representing total comprehensive income for the period	-	-	-	-	-	(4,191)	(4,191)
At 31 March 2016	<u>361,742</u>	<u>51,056</u>	<u>(5,568)</u>	<u>-</u>	<u>21,455</u>	<u>(192,811)</u>	<u>235,874</u>
At 1 January 2017	90,435	51,056	(5,568)	329,557	21,455	35,012	521,947
Loss net of tax for the period, representing total comprehensive income for the period	-	-	-	-	-	(11,898)	(11,898)
Realisation of asset revaluation reserve	-	-	-	(665)	-	665	-
At 31 March 2017	<u>90,435</u>	<u>51,056</u>	<u>(5,568)</u>	<u>328,892</u>	<u>21,455</u>	<u>23,779</u>	<u>510,049</u>

(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)