



**MAGNUM BERHAD (24217-M)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2018**  
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	<b>3 months ended</b>	
	<b>31.03.2018</b>	<b>31.03.2017</b>
	<b>RM'000</b>	<b>RM'000</b>
Revenue	712,352	697,084
Cost of sales	(593,940)	(621,896)
Gross profit	118,412	75,188
Other income	3,578	5,367
Administrative expenses	(9,589)	(8,494)
Other expenses	(20,970)	(13,236)
<b>Operating profit</b>	<b>91,431</b>	<b>58,825</b>
Finance costs	(11,496)	(12,808)
<b>Profit before tax</b>	<b>79,935</b>	<b>46,017</b>
Income tax expense	(24,200)	(14,644)
<b>Profit for the financial period</b>	<b>55,735</b>	<b>31,373</b>
<b>Other comprehensive income</b>		
Foreign currency translation	10	4
Change in fair value of financial assets at fair-value-through-other comprehensive income	17	-
	27	4
<b>Total comprehensive income for the financial period</b>	<b>55,762</b>	<b>31,377</b>
<b>Profit for the financial period attributable to:</b>		
Owners of the Company	54,937	30,570
Non-controlling interests	798	803
	<b>55,735</b>	<b>31,373</b>
<b>Total comprehensive income for the financial period attributable to:</b>		
Owners of the Company	54,964	30,574
Non-controlling interests	798	803
	<b>55,762</b>	<b>31,377</b>
<b>Earnings per share attributable to owners of the Company (sen per share) :</b>		
Basic	3.86	2.15

These condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2018**

	(UNAUDITED) AS AT 31.03.2018 RM'000	(AUDITED) AS AT 31.12.2017 RM'000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	62,784	63,993
Investment properties	551	553
Investment securities	256,079	256,062
Intangible assets	2,738,356	2,738,362
Deferred tax assets	7,637	7,637
	<u>3,065,407</u>	<u>3,066,607</u>
<b>Current assets</b>		
Inventories	986	1,104
Investment securities	37,980	45,877
Receivables	30,863	32,006
Tax recoverable	52,030	52,196
Deposits, cash and bank balances	465,745	334,610
	<u>587,604</u>	<u>465,793</u>
<b>Total Assets</b>	<b><u>3,653,011</u></b>	<b><u>3,532,400</u></b>
<b>Equity and liabilities</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	2,154,357	2,154,357
Treasury Shares	(30,205)	(30,205)
Reserves	353,842	355,796
<b>Shareholders' equity</b>	<u>2,477,994</u>	<u>2,479,948</u>
<b>Non-controlling interests</b>	41,187	40,416
<b>Total equity</b>	<u>2,519,181</u>	<u>2,520,364</u>
<b>Non-current liabilities</b>		
Borrowings	722,019	597,363
Deferred tax liabilities	1,510	1,510
	<u>723,529</u>	<u>598,873</u>
<b>Current liabilities</b>		
Borrowings	224,770	224,628
Payables	180,350	182,841
Tax payable	5,181	5,694
	<u>410,301</u>	<u>413,163</u>
<b>Total liabilities</b>	<u>1,133,830</u>	<u>1,012,036</u>
<b>Total equity and liabilities</b>	<b><u>3,653,011</u></b>	<b><u>3,532,400</u></b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b><u>1.74</u></b>	<b><u>1.74</u></b>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2018**

	----- Attributable to Owners of the Company -----						NON- CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000
	----- Non-distributable -----							
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	OTHER RESERVES RM'000	TREASURY SHARES RM'000	RETAINED PROFITS RM'000			
<b>At 1 January 2017</b>	1,437,749	716,608	(673,465)	(30,188)	965,367	40,093	2,456,164	
Total comprehensive income for the financial period	-	-	4	-	30,570	803	31,377	
Dividends paid	-	-	-	-	(42,689)	-	(42,689)	
<b>At 31 March 2017</b>	<b>1,437,749</b>	<b>716,608</b>	<b>(673,461)</b>	<b>(30,188)</b>	<b>953,248</b>	<b>40,896</b>	<b>2,444,852</b>	
<b>At 1 January 2018</b>	2,154,357	-	(673,745)	(30,205)	1,029,541	40,416	2,520,364	
Total comprehensive income for the financial period	-	-	27	-	54,937	798	55,762	
Dividends paid	-	-	-	-	(56,918)	-	(56,918)	
Acquisition of additional shares in a subsidiary from non-controlling interests	-	-	-	-	-	(27)	(27)	
<b>At 31 March 2018</b>	<b>2,154,357</b>	<b>-</b>	<b>(673,718)</b>	<b>(30,205)</b>	<b>1,027,560</b>	<b>41,187</b>	<b>2,519,181</b>	

These condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2018

	3 months ended	
	31.03.2018	31.03.2017
	RM'000	RM'000
<b>OPERATING ACTIVITIES</b>		
Profit before tax	79,935	46,017
Adjustments for:		
Non-cash items	3,287	1,529
Non-operating items	10,959	7,453
Operating cash flows before working capital changes	<u>94,181</u>	<u>54,999</u>
Changes in working capital:		
Inventories	118	52
Receivables	1,164	10,877
Payables	<u>6,825</u>	<u>(1,602)</u>
Cash flows generated from operations	102,288	64,326
Income tax refund	614	279
Real Property Gains Tax refund	16	-
Income tax paid	<u>(25,177)</u>	<u>(17,071)</u>
<b>Net cash flows generated from operating activities</b>	<b>77,741</b>	<b>47,534</b>
<b>INVESTING ACTIVITIES</b>		
Proceeds from disposal of :		
- property, plant and equipment	13	168
- investment securities	4,705	-
Purchase of :		
- property, plant and equipment	(1,957)	(337)
- additional shares in a subsidiary	(27)	-
Movement in cash deposits pledged	(15)	(119)
Interest paid	(20,702)	(24,642)
Interest received	3,592	3,534
<b>Net cash flows used in investing activities</b>	<b>(14,391)</b>	<b>(21,396)</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid to shareholders	(56,918)	(42,689)
Net movement in fixed deposits with licensed bank	-	(4)
Issuance of medium term notes	125,000	-
Transaction cost paid	(312)	-
<b>Net cash flows generated from/(used in) financing activities</b>	<b>67,770</b>	<b>(42,693)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>131,120</b>	<b>(16,555)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>307,419</b>	<b>377,362</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b><u>438,539</u></b>	<b><u>360,807</u></b>
Cash and cash equivalents consist of :		
Deposits, cash and bank balances	465,745	387,633
Cash deposits pledged	(26,953)	(26,577)
Cash deposits with licensed banks with maturity period of more than 3 months	(253)	(249)
	<u>438,539</u>	<u>360,807</u>

These condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

**A EXPLANATORY NOTES PURSUANT TO MFRS 134****A1 Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017. The explanatory notes attached to the unaudited 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 December 2017.

**A2 Significant Accounting Policies**

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statement for the year ended 31 December 2017, except for the adoption of the following MFRSs, amendments to MFRSs and IC Interpretation during the current financial period :

**Effective for financial periods beginning on or after 1 January 2018**

Amendments to MFRS 1 (Annual Improvements to MFRSs 2014-2016 Cycle)	First-time Adoption of MFRS
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions
MFRS 9	Financial Instruments
MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 140	Transfers of Investment Property
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration

The adoption of the above does not have a material impact on the financial statements of the Group in the period of initial application. The adoption of MFRS 9 is described below :

**MFRS 9 : Financial Instruments**

The Group and the Company adopted MFRS 9 Financial Instruments on 1 January 2018. MFRS 9 introduces new requirements for classification and measurement, impairment and hedge accounting. Retrospective application is required, but comparative information is not compulsory.

**(a) Classification and measurement**

MFRS 9 contains three classification categories of 'measured at amortised cost', 'fair-value-through-other comprehensive income' ("FVOCI") and 'fair-value-through-profit or loss' ("FVTPL"). MFRS 9 eliminates the existing MFRS 139 categories of 'loans and receivables', 'held -to-maturity' and 'available-for-sale' ("AFS").

The Group and the Company do not expect a significant impact on its balance sheet or equity on applying the classification and measurement requirements of MFRS 9. All financial assets previously held at fair value will continue to be measured by FVTPL while quoted equity shares previously held as AFS is measured at FVOCI.

The equity shares in non-listed companies are intended to be held for the foreseeable future and is classified as FVOCI. Included in these FVOCI investments is an unquoted investment which is carried at cost at RM243 million (2017 : RM243 million). The Group has assessed and concluded that due to the lack of quoted market price and as there is a wide range of possible fair value measurements, cost will represent the best estimate of fair value within that range.

Loans and receivables are held to collect contractual cash flows and are expected to give rise to cash flows representing solely payments of principal and interest. The Group analysed the contractual cash flow characteristics of those instruments and concluded that they meet the criteria for amortised cost measurement under MFRS 9.

**(b) Impairment**

MFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under MFRS 139. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. With regard to the impact of the expected loss model on trade receivables, the Directors do not anticipate that the application of expected credit loss model of MFRS 9 will have a material financial impact to the Group's financial statements.

**A EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A2 Significant Accounting Policies (Cont'd.)**

At the date of authorisation of this unaudited interim financial statements, the following MFRSs, amendments to MFRSs and IC Interpretation have been issued by the MASB but are not yet effective and have not been adopted by the Group :

**Effective for financial periods beginning on or after 1 January 2019**

MFRS 16	Leases
Amendments to MFRS 3 (Annual Improvements to MFRSs 2015-2017 Cycle)	Business Combinations
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 11 (Annual Improvements to MFRSs 2015-2017 Cycle)	Joint Arrangements
Amendments to MFRS 112 (Annual Improvements to MFRSs 2015-2017 Cycle)	Income Taxes
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement
Amendments to MFRS 123 (Annual Improvements to MFRSs 2015-2017 Cycle)	Borrowing Costs
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
IC Interpretation 23	Uncertainty over Income Tax Treatments

**Effective for financial periods beginning on or after 1 January 2020**

Amendments to MFRS 2	Share-based Payment
Amendments to MFRS 3	Business Combinations
Amendments to MFRS 6	Exploration for and Evaluation of Mineral Resources
Amendments to MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 101	Presentation of Financial Statements
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to MFRS 134	Interim Financial Reporting
Amendments to MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
Amendments to MFRS 138	Intangible Assets
Amendments to IC Interpretation 12	Service Concession Arrangements
Amendments to IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
Amendments to IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Amendments to IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
Amendments to IC Interpretation 132	Intangible Assets - Web Site Costs

**Effective for financial periods beginning on or after 1 January 2021**

MFRS 17	Insurance Contracts
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**MFRSs, Interpretations and amendments effective for a date yet to be confirmed**

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
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The directors expect that the adoption of the above standards and IC Interpretations will have no material impact on the financial statements of the Group upon their initial application.

**A3 Seasonal or Cyclical Factors**

The business operations of the Group are generally dependent on the state of the overall economic environment.

**A4 Unusual Items Affecting Interim Financial Report**

There were no unusual items as a result of their nature, size or incidence that had affected assets, liabilities, equity, net income or cash flows for the period ended 31 March 2018.

**A5 Accounting Estimates**

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current financial period.

**A6 Changes in Debt and Equity Securities**

There were no changes in debt and equity securities in the current financial period.

**A EXPLANATORY NOTES PURSUANT TO MFRS 134****A7 Dividends Paid**

During the financial period ended 31 March 2018, the Company has paid a third interim single tier dividend of 4.0 sen per share in respect of financial year ended 31 December 2017, amounting to RM56.918 million on 30 March 2018.

**A8 Segmental Information**

	3 months ended	
	31.03.2018 RM'000	31.03.2017 RM'000
<b>Segmental Revenue</b>		
Gaming	712,319	697,053
Investment holdings & others	61,534	44,117
	773,853	741,170
Eliminations	(61,501)	(44,086)
Total	712,352	697,084
<b>Segmental Results</b>		
Gaming	83,738	44,898
Investment holdings & others	56,228	43,821
	139,966	88,719
Eliminations	(60,031)	(42,702)
Profit Before Tax	79,935	46,017

**A9 Material Subsequent Events**

There were no material subsequent events since the end of the current financial period.

**A10 Changes in Composition of the Group**

There were no changes in the composition of the Group during the financial period ended 31 March 2018.

**A11 Fair Value Hierarchy**

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; or

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

As at the reporting date, the Group held the following financial assets that are measured at fair value:

		Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>31 March 2018</b>					
Current	FVTPL	37,980	-	-	37,980
Non-current	FVOCI	13,074	-	-	13,074
		51,054	-	-	51,054
<b>31 December 2017</b>					
Current	FVTPL	41,003	-	-	41,003
Current	AFS investments	-	-	4,874	4,874
Non-current	AFS investments	13,057	-	-	13,057
		54,060	-	4,874	58,934

**A12 Contingent Liabilities**

Other than as disclosed in Note B9, there were no changes in contingent liabilities or contingent assets since the last audited reporting date as at 31 December 2017.

**B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES****B1 Review of Performance of the Group****Quarter ended 31 March 2018 versus the same quarter in 2017**

	3 months ended		Changes	
	31.03.2018 RM'000	31.03.2017 RM'000	RM'000	%
Revenue				
- Gaming	712,319	697,053	15,266	2.2%
- Investment holdings and others	33	31	2	6.5%
	712,352	697,084	15,268	2.2%
Profit/(Loss) before tax				
- Gaming	83,738	44,898	38,840	86.5%
- Investment holdings and others	(3,803)	1,119	(4,922)	-439.9%
	79,935	46,017	33,918	73.7%

The Group registered total revenue of RM712.4 million for the current quarter, which is RM15.3 million higher than previous year corresponding quarter of RM697.1 million. With higher revenue together with a favourable payout ratio, the profit before tax has increased by RM33.9 million to RM79.9 million when compared to RM46.0 million achieved in the previous year corresponding quarter. The higher Group revenue and pre-tax profit is mainly attributable to the Gaming division.

**Gaming**

The Group's gaming revenue is stated net of Goods & Services Tax ("GST"). Gaming sales for the current quarter at RM712.3 million is higher than the previous year corresponding quarter by 2.2% or RM15.3 million. The increase is mainly due to higher sales from its 4D Jackpot game arising from higher 4D jackpot prize.

In line with the higher sales and lower prizes payout ratio, the Gaming pre-tax profit increased substantially by RM38.8 million to RM83.7 million achieved in the current quarter from RM44.9 million recorded in the previous year corresponding quarter.

**Investment Holdings and Others**

Investment Holdings and Others division recorded an unfavourable variance in the current quarter mainly due to fair value loss on investments in the current quarter as compared to fair value gain on investments in the previous year corresponding quarter.

**B2 Material change in Profit Before Tax for the current quarter compared with the immediate preceding quarter****Quarter ended 31 March 2018 versus 31 December 2017**

	3 months ended		Changes	
	31.03.2018 RM'000	31.12.2017 RM'000	RM'000	%
Revenue				
- Gaming	712,319	674,703	37,616	5.6%
- Investment holdings and others	33	383	(350)	-91.4%
	712,352	675,086	37,266	5.5%
Profit before tax				
- Gaming	83,738	88,853	(5,115)	-5.8%
- Investment holdings and others	(3,803)	(2,536)	(1,267)	50.0%
	79,935	86,317	(6,382)	-7.4%

The pre-tax profit for the current quarter at RM79.9 million was lower as compared to RM86.3 million recorded in the immediate preceding quarter. The decrease of RM6.4 million was mainly due to lower gaming pre-tax profit. Despite a higher gaming sales by RM37.6 million in the current quarter as a result of the seasonal Chinese New Year festive sales, gaming pre-tax profit was lower by RM5.1 million as a result of higher prizes payout ratio.



**B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES****B3 Prospects**

Sales continued to recover for the last 3 quarters from 3rd quarter of 2017 to the 1st quarter of 2018. With the reduction of GST rate to 0% effective 1 June 2018 and the proposed reintroduction of petrol subsidy to address the high cost of living, these measures will further enhance the disposable income of the players. In order to capture new market segments, the Company had successfully launched a new game called Magnum Life on 23 April 2018 to replace the less successful 4D Powerball game.

In view of the above and together with the rebranding and reimagining exercise which was launched on 8 January 2018, the Board is optimistic that the financial performance of the Company for financial year 2018 will be at least as good as that for financial year 2017.

**B4 Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced**

Not applicable.

**B5 Profit Forecast and Profit Guarantee**

There was no profit forecast or profit guarantee issued by the Company.

**B6 Income Tax Expense**

	3 months ended	
	31.03.2018 RM'000	31.03.2017 RM'000
Current income tax	24,216	14,643
Under-provision in prior years	-	1
Over-provision of Real Property Gains Tax in prior year	(16)	-
<b>Total income tax expense</b>	<b>24,200</b>	<b>14,644</b>

The effective tax rate of the Group for the current and the previous corresponding quarter was higher than the statutory tax rate mainly due to non-deductibility of certain expenses.

**B7 Corporate Proposals**

There is no corporate proposal announced but not completed as at the date of this announcement.

**B8 Borrowings**

The Group's borrowings as at 31 March 2018 are as follows:

	Secured RM'000
<b>Long term</b>	
Medium term notes	722,019
<b>Short term</b>	
Medium term notes	224,770
<b>Total</b>	<b>946,789</b>

The borrowings are denominated in Ringgit Malaysia.

**B9 Material Litigation**

On 15 May 2017 and 22 May 2017, the Company and Magnum Holdings Sdn Bhd ("MHSB"), a wholly-owned subsidiary, were served with notices of assessment with penalty for certain prior years of assessment. The additional assessments amounted to RM22.714 million and RM454.382 million respectively, or a combined total of RM477.096 million.

The said notices of assessment were raised principally pursuant to the disallowance of deduction of certain interest expenses incurred for investments. Both Magnum and MHSB had appointed solicitors and had filed for leave application for judicial review and stay of proceedings.

The Kuala Lumpur High Court had on 9 August 2017 granted leave to both Magnum and MHSB to commence judicial review proceedings with the view of quashing the notices of assessments and a stay of proceedings against payment until the disposal of the judicial review.

The hearing dates for the above have been postponed to 9 July 2018.

**B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES****B10 Dividends**

The Board of Directors is pleased to declare a first interim single tier dividend of 4 sen per share (2017 : NIL) for the financial year ending 31 December 2018 to be paid on 29 June 2018 to shareholders registered on the Register of Depositors at the close of business on 18 June 2018.

**B11 Basic Earnings Per Share**

Basic earnings per share ("EPS") is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company

	<b>3 months ended</b>	
	<b>31.03.2018</b>	<b>31.03.2017</b>
Profit for the financial period attributable to owners of the Company (RM'000)	54,937	30,570
Weighted average number of ordinary shares in issue ('000)	1,422,955	1,422,965
<b>Basic EPS (sen)</b>	<b>3.86</b>	<b>2.15</b>

**B12 Auditor's Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 31 December 2017 was not qualified.

**B13 Profit before tax**

	<b>3 months ended</b>	
	<b>31.03.2018</b>	<b>31.03.2017</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>The profit before taxation for the financial period is arrived at after charging/(crediting):</b>		
Amortisation of intangible assets	6	6
Changes in fair value of investment securities	3,023	(1,699)
Depreciation of property, plant and equipment	1,693	1,518
Depreciation of investment properties	2	23
Gain on disposal of property, plant and equipment	(2)	(168)
Interest expense	11,496	12,808
Interest income	(3,558)	(3,488)
Property, plant and equipment written off	1,462	10
Realised loss on foreign exchange	169	-
Unrealised loss on foreign exchange	10	-
Write-back of provision for doubtful debts	(55)	(28)

**B14 Derivatives**

Not applicable.

**B15 Fair value changes of financial liabilities**

The carrying amounts of the Group's financial liabilities at amortised cost are reasonable approximations of fair values.

**By Order Of The Board**

**Company Secretary**  
21 May 2018