



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2017

	<u>31.3.2017</u>	<u>31.3.2016</u>
	Unaudited	Audited
	RM'000	RM'000
Assets		
<u>Non-Current Assets</u>		
Property, plant & equipment	94,238	71,649
Investment properties	57,122	62,705
Investment in associates	306,052	237,043
Other investments	191,563	211,235
Other non-current assets	39,934	45,179
	<u>688,909</u>	<u>627,811</u>
<u>Current Assets</u>		
Property development costs	7,292	8,079
Inventories	41,192	46,427
Trade and other receivables	58,840	43,280
Prepayments	3,450	2,371
Tax recoverable	3,263	2,217
Cash and bank balances	125,007	100,985
	<u>239,044</u>	<u>203,359</u>
Total assets	<u>927,953</u>	<u>831,170</u>



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2017 (Cont'd)

	<u>31.3.2017</u> Unaudited RM'000	<u>31.3.2016</u> Audited RM'000
Equity and liabilities		
<u>Current Liabilities</u>		
Trade and other payables	49,592	35,904
Loans and borrowings	128,586	157,356
Current tax payable	1,003	1,337
Derivatives liabilities	-	187
	<u>179,181</u>	<u>194,784</u>
<u>Non-Current Liabilities</u>		
Loans and borrowings	42,338	46,443
Deferred tax liabilities	4,054	5,201
Deferred income	11,572	11,851
	<u>57,964</u>	<u>63,495</u>
Total liabilities	237,145	258,279
<u>Equity</u>		
Share capital	231,559	231,559
Reserves	446,764	330,472
Treasury shares	(1,931)	(1,931)
	<u>676,392</u>	<u>560,100</u>
Non-controlling interests	14,416	12,791
Total equity	<u>690,808</u>	<u>572,891</u>
Total equity and liabilities	<u>927,953</u>	<u>831,170</u>
Net assets per share (RM)	2.94	2.43

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Audited Accounts for the year ended 31 March 2016)



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEAR ENDED ENDED 31 MARCH 2017

	Current quarter <u>31.3.2017</u> RM'000	Comparative quarter <u>31.3.2016</u> RM'000	Cumulative 12 months <u>31.3.2017</u> RM'000	Comparative 12 months <u>31.3.2016</u> RM'000
Revenue	86,476	58,477	341,760	319,444
Cost of sales	<u>(70,755)</u>	<u>(51,906)</u>	<u>(274,147)</u>	<u>(254,471)</u>
Gross profit	15,721	6,571	67,613	64,973
Interest income	1,029	(286)	3,326	1,449
Other income	102,906	3,817	110,351	7,179
Other operating expenses	<u>437</u>	<u>(37,019)</u>	<u>(43,229)</u>	<u>(95,233)</u>
Operating profit/loss	120,093	(26,917)	138,061	(21,632)
Finance costs	(3,040)	(2,370)	(12,361)	(12,344)
Share of results of associates	<u>3,217</u>	<u>472</u>	<u>9,257</u>	<u>6,658</u>
Profit/(Loss) before tax	120,270	(28,815)	134,957	(27,318)
Income tax expense	<u>(49)</u>	<u>(3,450)</u>	<u>(3,757)</u>	<u>(9,362)</u>
Profit/(Loss) for the period	<u>120,221</u>	<u>(32,265)</u>	<u>131,200</u>	<u>(36,680)</u>
Other comprehensive income:				
Fair value gain on available- for-sale financial assets	7,237	(6,037)	(19,671)	(29,344)
Foreign currency translation	<u>(1,392)</u>	<u>(7,709)</u>	<u>10,531</u>	<u>3,924</u>
	<u>5,845</u>	<u>(13,746)</u>	<u>(9,140)</u>	<u>(25,420)</u>
Total comprehensive income	<u>126,066</u>	<u>(46,011)</u>	<u>122,060</u>	<u>(62,100)</u>
Profit/(Loss) attributable to:				
Owners of the parent	120,114	(30,983)	130,765	(35,156)
Non-controlling interest	<u>107</u>	<u>(1,282)</u>	<u>435</u>	<u>(1,524)</u>
	<u>120,221</u>	<u>(32,265)</u>	<u>131,200</u>	<u>(36,680)</u>
Total comprehensive income attributable to:				
Owners of the parent	126,117	(43,776)	120,435	(61,168)
Non-controlling interest	<u>(51)</u>	<u>(2,235)</u>	<u>1,625</u>	<u>(932)</u>
	<u>126,066</u>	<u>(46,011)</u>	<u>122,060</u>	<u>(62,100)</u>
Basic earnings per share (sen)	52.17	(13.46)	56.80	(15.27)

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Audited Accounts for the year ended 31 March 2016)



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2017

	< ----- Attributable to owners of the parent ----- >						Total Equity RM'000
	Share Capital RM'000	Non-distributable Treasury Shares RM'000	Other Reserves RM'000	Distributable Retained Earnings RM'000	Total RM'000	Non- controlling Interests RM'000	
At 1.4.2015	231,559	(1,931)	156,348	240,787	626,763	14,040	640,803
Total comprehensive income	-	-	(26,012)	(35,156)	(61,168)	(932)	(62,100)
Dissolution of subsidiary	-	-	(890)	-	(890)	(317)	(1,207)
Dividend paid	-	-	-	(4,605)	(4,605)	-	(4,605)
At 31.3.2016	<u>231,559</u>	<u>(1,931)</u>	<u>129,446</u>	<u>201,026</u>	<u>560,100</u>	<u>12,791</u>	<u>572,891</u>
At 1.4.2016	231,559	(1,931)	129,446	201,026	560,100	12,791	572,891
Total comprehensive income	-	-	(10,330)	130,765	120,435	1,625	122,060
Revaluation surplus on investment property	-	-	462	-	462	-	462
Realisation of revaluation reserve	-	-	(3,685)	3,685	-	-	-
Dividend paid	-	-	-	(4,605)	(4,605)	-	(4,605)
At 31.3.2017	<u>231,559</u>	<u>(1,931)</u>	<u>115,893</u>	<u>330,871</u>	<u>676,392</u>	<u>14,416</u>	<u>690,808</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with
with the Annual Audited Accounts for the year ended 31 March 2016)



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2017

	12 months ended	
	<u>31.3.2017</u>	<u>31.3.2016</u>
	Unaudited	Audited
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	134,957	(27,318)
Adjustment for :		
Amortisation of biological assets	614	614
Amortisation of intangible assets	54	20
Amortisation of land use rights	426	437
Depreciation of property, plant and equipment	4,012	3,806
Fair value loss/(gain) on derivatives assets	(187)	187
Fair value loss/(gain) on investment properties	1,283	(902)
Gain on disposal of investment property	(4,800)	-
Gain on disposal of other investments	(45,217)	(360)
Gain on disposal of property, plant and equipment	(154)	(2,287)
Gain on dissolution of subsidiary	-	(888)
Impairment loss on advances to associates	-	27
Impairment loss on unquoted equity investment	-	12,294
Impairment loss on receivables	319	587
(Impairment loss write back)/Impairment loss on investment in associate	(54,608)	47,091
Investment in associate written off	273	-
Land use rights written off	517	-
Net unrealised foreign exchange (gain)/loss	(116)	(1,246)
Property, plant and equipment written off	1	5
Reversal of impairment loss on receivables	(9)	(19)
Share of results of associates	(9,257)	(6,658)
Write-down of inventories	-	24
Write-off of inventories	-	2,081
Dividend income	(9,045)	(11,038)
Interest income	(3,326)	(1,449)
Interest expenses	12,361	12,344
Operating profit before working capital changes	28,098	27,352
Changes in inventories	6,263	(1,912)
Changes in property development activities	782	(20)
Changes in receivables	(13,155)	15,321
Changes in payables	11,839	(12,406)
Changes in trade line borrowings	-	(1,234)
Cash (used in)/generated from operations c/f	33,827	27,101



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2017 (Cont'd)

	12 months ended	
	<u>31.3.2017</u>	<u>31.3.2016</u>
	Unaudited	Audited
	RM'000	RM'000
Cash (used in)/generated from operations b/f	33,827	27,101
Interest received	3,326	1,449
Interest paid	(12,361)	(12,344)
Net income tax paid	(6,453)	(7,734)
Net cash generated from operating activities	<u>18,339</u>	<u>8,472</u>
Cash flows from investing activities		
Addition investment in an associate	(5,417)	-
Dividends received	9,045	11,038
Proceeds from disposal of investment properties	12,800	-
Proceeds from disposal of other investments	43,508	3,135
Proceeds from disposal of property, plant and equipment	154	2,693
Proceeds from dissolution of a subsidiary	-	328
Purchase of intangible assets	-	(193)
Purchase of land use rights	-	(3,675)
Purchase of property, plant and equipment	(24,156)	(7,116)
Net cash generated from investing activities	<u>35,934</u>	<u>6,210</u>
Cash flows from financing activities		
Dividends paid to shareholders	(4,605)	(4,605)
Drawdown of bank borrowings	4,372	350
Placement in short term deposits	(2,412)	(88)
Repayment of bank borrowings	(37,031)	(2,881)
Repayment of hire purchase and finance lease instalments	(320)	(480)
Net cash generated from financing activities	<u>(39,996)</u>	<u>(7,704)</u>
Net increase in cash & cash equivalents	<u>14,277</u>	<u>6,978</u>
Effects of foreign exchange rate changes	<u>236</u>	<u>(142)</u>
	14,513	6,836
Cash & cash equivalents at beginning of year	<u>99,378</u>	<u>89,597</u>
Effects of foreign exchange rate changes	<u>6,941</u>	<u>2,945</u>
	106,319	92,542
Cash & cash equivalents at end of period	<u><u>120,832</u></u>	<u><u>99,378</u></u>



MWE HOLDINGS BERHAD (5713-D)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2017 (Cont'd)

	12 months ended	
	<u>31.3.2017</u>	<u>31.3.2016</u>
	Unaudited	Audited
	RM'000	RM'000
<i>Represented by :</i>		
Cash & bank balances	125,007	100,985
Less: Deposits with licensed banks with maturity of more than 3 months	(4,071)	(1,607)
Less: Bank overdraft	(104)	-
	<u>120,832</u>	<u>99,378</u>

(The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Annual Audited Accounts for the year ended 31 March 2016)



MWE HOLDINGS BERHAD (5713-D)

EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

1. CORPORATE INFORMATION

The Company is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

2. ACCOUNTING POLICIES

The unaudited interim financial report has 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 significant accounting policies and methods of computation applied to the financial statements are consistent with those applied to the annual audited accounts for the year ended 31 March 2016.

Standards and interpretations issued but not yet effective

The Group intends to adopt the following standards, if applicable, when they become effective. The adoption of the following standards and interpretations will have no material impact on the financial statements of the Group.

Amendments to FRS 116 & 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to FRS 116 & 141	Agriculture: Bearer Plants
Amendments to FRS 10 & 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
Amendments to FRS 11	Accounting for Acquisitions of Interests in Joint Operations
Amendments to FRS 127	Equity Method in Separate Financial Statements
Amendments to FRS 101	Disclosure Initiatives
Amendments to FRS 10, 12 & 128	Investment Entities: Applying the Consolidation Exception
FRS 14	Regulatory Deferral Accounts
FRS 9	Financial Instrument
Annual Improvements to FRSs 2012-2014 Cycle	

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the 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 venturer (herein called 'Transitioning Entities').



2. ACCOUNTING POLICIES (cont'd)

Malaysian Financial Reporting Standards (MFRS Framework) (cont'd)

The Company falls within the definition of Transitioning Entities and is currently exempted from adopting the MFRS. The Transitioning Entities are given an option to defer the adoption of MFRS Framework and shall apply the MFRS framework for annual periods beginning on or after 1 January 2018. Accordingly, the Company has chosen to defer the adoption of the MFRS framework and as such, the Company will prepare its first MFRS financial statements using the MFRS framework for financial year ended 31 March 2019.

In presenting its first MFRS financial statements, the Company will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

3. AUDIT OPINION ON THE PRECEDING FINANCIAL STATEMENTS

The preceding annual audited financial statements were not qualified by the Auditors.

4. EFFECT OF CHANGES IN COMPOSITION OF GROUP

In the first quarter,

- i) The Company and its indirect wholly-owned subsidiary, Melati Mewah Sdn Bhd ("MMSB") had on 5 May 2016 entered into separate conditional Sale and Purchase Agreements respectively with Newfields Land Sdn Bhd's ("NLSB") wholly-owned subsidiaries in relation to the disposals by:
 - a) MMSB of its nine pieces of leasehold lands, all located in the Mukim of Raja, District of Petaling, Selangor Darul Ehsan measuring approximately 481,925 sq. meters to Pristine Primavera Sdn Bhd ("PPSB"), a wholly-owned subsidiary of NLSB for a cash consideration of RM54,930,000; and
 - b) the Company of its entire shareholding of 25,000,000 ordinary shares of RM1 each representing 100% equity interest in MWE Golf & Country Club Berhad to Saujana Setara Sdn Bhd ("SSSB"), a wholly-owned subsidiary of NLSB for a cash consideration of RM1.
- ii) First Cosmopolitan Sdn Bhd, a wholly-owned subsidiary of the Company, transfer its wholly-owned subsidiary, namely Devanna Limited, a company incorporated in British Virgin Islands, to the Company, for a consideration of RM4,000,005.
- iii) The Company purchased additional 6,000,000 shares in WCE Holdings Berhad (formerly known as Kumpulan Europlus Berhad) ("WCE"), an associate of the Company, for a total cash consideration of RM5,409,980. The Company increased its shareholding in WCE from 25% to 25.6%.



4. EFFECT OF CHANGES IN COMPOSITION OF GROUP (cont'd)

- iv) The Company had on 14 June 2016, announced that a Final Meeting of MWE Weaving Mills Sdn Bhd ("MWMSB"), a wholly-owned subsidiary of the Company, in relation to the Members' Voluntary Winding-up was concluded and a Return by Liquidators were lodged on the same date with the Companies Commission of Malaysia and the Receiver respectively. On the expiration of 3 months after the said lodgement, MWMSB will be dissolved.

In the third quarter, MMSB, an indirect wholly-owned subsidiary, entered into Joint Development Agreement ("JDA") with PPSB, being the developer to jointly develop the nine pieces of leasehold lands upon the terms and conditions as set out in the JDA. Consequently, the Company and MMSB have on the same date entered into conditional Termination Agreements with SSSB and PPSB respectively to terminate the Share Sale and Purchase Agreement together with Land Sale and Purchase Agreement entered into (i) above, both conditional upon the JDA becoming unconditional in accordance with the terms and conditions of the JDA. The Proposed Joint Development is subject to the approval of shareholders of the Company.

On 23 May 2017, the shareholders of the Company approved the Proposed Joint Development via the Extraordinary General Meeting held.

5. SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS

Textiles division is involved in manufacturing and sale of garments for export markets and thus mainly depends on US purchasing power and economy as a whole. As for Telecommunications segment which design and manufacture telecommunication products, faces a more volatile market that depends on global market conditions.

6. UNUSUAL ITEMS

There were no unusual items which affect assets, liabilities, equity, income or cash flows during the reporting period.

7. MATERIAL CHANGES IN ESTIMATES OF AMOUNTS PREVIOUSLY REPORTED

There was no material changes in estimates of amounts previously reported.

8. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, resale or repayments of debt and equity securities undertaken by the Company during the reporting period.

9. DIVIDENDS PAID

On 29 June 2016, the Company paid an interim single-tier dividend of 2% which amounted to RM4.6 million in respect of the financial year ended 31 March 2016.



10. VARIANCE IN PROFIT FORECAST

There was no profit forecast issued for the financial year.

11. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced or pending as at the date of this report.

12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The values of property, plant and equipment of the Group have been brought forward without amendment from the previous annual audited accounts.

13. GROUP BORROWINGS

Particulars of Group borrowings at the end of the reporting period are as follows:

	<u>Secured</u>	<u>Unsecured</u>	<u>Total</u>
	RM '000	RM '000	RM '000
<u>31.3.2017</u>			
Short term			
Obligations under finance lease	95	-	95
Bankers' acceptances and trust receipts	-	-	-
Bank overdrafts	104	-	104
Revolving credit	118,900	1,100	120,000
Term loans	8,387	-	8,387
	<u>127,486</u>	<u>1,100</u>	<u>128,586</u>
Long term			
Obligations under finance lease	62	-	62
Term loans	42,276	-	42,276
	<u>42,338</u>	<u>-</u>	<u>42,338</u>
	<u>169,824</u>	<u>1,100</u>	<u>170,924</u>

There were no foreign borrowings as at 31 March 2017.

14. DERIVATIVE FINANCIAL INSTRUMENTS

There were no outstanding forward contracts at the end of the reporting period.

**15. SEGMENT INFORMATION**

The Group is organised into business units based on their products and services, and has four reportable operating segments as follows:

	Textile RM'000	Tele- communication RM'000	Properties RM'000	Other Operations RM'000	Total RM'000
31 March 2017					
<u>Revenue</u>					
External sales	248,838	47,310	5,493	40,119	341,760
Inter-segment sales	-	-	360	14,499	14,859
Total revenue	<u>248,838</u>	<u>47,310</u>	<u>5,853</u>	<u>54,618</u>	<u>356,619</u>
<u>Results</u>					
Segment profit/(loss)	<u>29,845</u>	<u>2,972</u>	<u>(1,108)</u>	<u>106,352</u>	<u>138,061</u>
Finance costs					(12,361)
Share of results of associates	-	-	85	9,172	9,257
Profit before tax					<u>134,957</u>
31 March 2016					
<u>Revenue</u>					
External sales	218,258	55,381	4,484	41,321	319,444
Inter-segment sales	-	-	368	16,971	17,339
Total revenue	<u>218,258</u>	<u>55,381</u>	<u>4,852</u>	<u>58,292</u>	<u>336,783</u>
<u>Results</u>					
Segment profit/(loss)	<u>28,467</u>	<u>2,581</u>	<u>2,387</u>	<u>(55,067)</u>	<u>(21,632)</u>
Finance costs					(12,344)
Share of results of associates	-	-	(44)	6,702	6,658
Loss before tax					<u>(27,318)</u>



16. PERFORMANCE REVIEW

Group performance

For the current financial year, the Group's revenue increased to RM341.8 million, RM22.4 million higher than FY2016. The Group managed to turn around from pre-tax loss of RM27.3 million in FY2016 to RM134.96 million pre-tax profit for current financial year, mainly attributed to RM54.3 million impairment write back for investment in associate as well as RM45.2 million gain on disposal of US investment.

During the reporting quarter, the Group posted total revenue of RM86.5 million, RM28.0 million higher as compared to RM58.5 million in preceding year corresponding quarter, mainly attributed to higher sales from Textile division. Pre-tax profit reported higher at RM117.0 million mainly attributed to impairment write back for investment in associate as well as gain on disposal of investment.

Textile division

Textile division registered RM248.8 million in revenue during the financial year, contributing 73% of the revenue of the Group. Revenue increased to RM248.8 million as compared to RM218.3 million in FY2016, mainly derived from strengthening of USD against Ringgit which translated into higher sale. Despite the increase in revenue, pre-tax profit reduced to RM22.9 million as compared to RM27.0 million in FY2016, mainly attributed to higher operation costs incurred by our Vietnam's subsidiary.

Telecommunications division

For current financial year, Telecommunications division reported lower revenue at RM47.3 million as compared to RM55.4 million in FY2016, mainly due to lower sales recorded from ODM business. Pre-tax profit reported slightly higher at RM2.8 million as the division managed to obtain better margin products during the year.

Properties division

Properties division reported RM5.9 million in revenue, RM1.0 million higher as compared to RM4.9 million recorded in FY2016. Pre-tax profit reported at RM0.4 million.

Other operations

Plantation division reported higher revenue for current financial year mainly due to higher crop yields. As a result, the division managed to reduce its losses from RM2.0 million to RM0.1 million.

Industrial division reported RM17.4 million in revenue, RM1.8 million lower as compared to RM19.2 million in FY2016, mainly attributed to lower sales from the Dongfeng heavy commercial vehicle.

**17. COMMENT ON MATERIAL CHANGE IN PROFIT BEFORE TAX**

The Group registered RM86.5 million in revenue for current reporting quarter, increased by 4% as compared to RM82.8 million reported in the preceding third quarter. Higher revenue recorded by Textile division during the quarter mainly attributed to seasonal orders. The Group reported RM120.3 million pre-tax profit for current quarter as compared to RM10.1 for preceding third quarter, was mainly due to impairment write back for investment in associate as well as gain from disposal of investment during the current quarter.

18. PROSPECTS FOR FINANCIAL YEAR 2018

The construction of both factories in Vietnam (Textile division) and Penang (Telecommunication division) have been completed. With the additional new facilities and marketing efforts to expand customer base, the management is expecting both division's performance will further improve in next financial year.

The West Coast Expressway project undertaken by our associate, WCE Holdings Bhd (WCE), is progressing well and expected to contribute positively to its revenue and earnings. Besides, WCE also has sharing in profit from its Bandar Rimbayu project vide its associate company.

19. PROFIT/(LOSS) BEFORE TAX

Included in the profit/(loss) before tax are the following items:

	Current quarter <u>31.3.2017</u> RM'000	Comparative quarter <u>31.3.2016</u> RM'000	Current 12 months <u>31.3.2017</u> RM'000	Comparative 12 months <u>31.3.2016</u> RM'000
Amortisation of biological assets	153	153	614	614
Amortisation of intangible assets	7	20	54	20
Amortisation of land use rights	106	109	426	437
Depreciation of property, plant and equipment	1,366	1,294	4,012	3,806
Fair value (gain)/loss on derivatives	(49)	187	(187)	187
Fair value (gain)/loss on investment properties	1,283	(902)	1,283	(902)
(Gain)/Loss on disposal of				
- investment properties	-	-	(4,800)	-
- unquoted investment	(45,217)	-	(45,217)	(360)
- property, plant and equipment	(154)	(2,275)	(154)	(2,287)
Gain on dissolution of subsidiary	-	-	-	(888)
Impairment loss				
- other investment	-	-	-	12,294
- receivables	319	587	319	587
Interest expenses	3,040	2,370	12,361	12,344
Interest income	(1,029)	286	(3,326)	(1,449)

**19. PROFIT/(LOSS) BEFORE TAX (cont'd)**

	Current quarter <u>31.3.2017</u> RM'000	Comparative quarter <u>31.3.2016</u> RM'000	Current 12 months <u>31.3.2017</u> RM'000	Comparative 12 months <u>31.3.2016</u> RM'000
Land use rights written off	-	-	517	-
Net unrealised foreign exchange loss/(gain)	108	(1,246)	(116)	(1,246)
Property, plant and equipment written off	(2)	5	1	5
Reversal of impairment loss on receivables	(9)	(19)	(9)	(19)
Write-down of inventories	-	24	-	24
Write-off of inventories	-	2,081	-	2,081

20. INCOME TAX EXPENSE

The tax expense consists of:

	Current quarter <u>31.3.2017</u> RM'000	Comparative quarter <u>31.3.2016</u> RM'000	Cumulative 12 months <u>31.3.2017</u> RM'000	Comparative 12 months <u>31.3.2016</u> RM'000
Current income tax				
- current period	950	149	5,584	6,088
- (over)/under provision in prior years	(497)	240	(647)	183
Deferred tax				
- current period	90	2,969	(31)	2,969
- (over)/under provision in prior years	(494)	92	(1,149)	122
Income tax expense	<u>49</u>	<u>3,450</u>	<u>3,757</u>	<u>9,362</u>

**20. INCOME TAX EXPENSE (cont'd)**

A reconciliation of income tax expense applicable to profit before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Group is as follows:

	Current quarter <u>31.3.2017</u> RM'000	Comparative quarter <u>31.3.2016</u> RM'000	Cumulative 12 months <u>31.3.2017</u> RM'000	Comparative 12 months <u>31.3.2016</u> RM'000
Profit/(Loss) before tax	120,270	(28,815)	134,957	(27,318)
Taxation at 24%	28,865	(6,915)	32,390	(6,556)
Expenses not deductible	(1,355)	12,371	3,812	22,031
Deferred tax assets not recognised	-	302	-	610
Income not subject to tax	(25,325)	(2,539)	(26,123)	(3,861)
Utilisation of previously unrecognised deductible temporary differences	(31)	(28)	(87)	(46)
Tax effect of differences in tax rate	(343)	40	(2,218)	(1,523)
(Over)/Under provision of tax in prior years	(991)	332	(1,796)	305
Share of results of associates	(771)	(113)	(2,221)	(1,598)
	<u>49</u>	<u>3,450</u>	<u>3,757</u>	<u>9,362</u>

21. SUBSEQUENT EVENT

There are no material subsequent events at the date of this report.

22. MATERIAL LITIGATION

There was no material litigation against the Group in the reporting period.



23. EARNINGS PER SHARE (“EPS”)

Computation of the EPS is as follows:

	Current quarter <u>31.3.2017</u> RM'000	Comparative quarter <u>31.3.2016</u> RM'000	Cumulative 12 months <u>31.3.2017</u> RM'000	Comparative 12 months <u>31.3.2016</u> RM'000
Profit/(Loss) for the period	<u>120,114</u>	<u>(30,983)</u>	<u>130,765</u>	<u>(35,156)</u>
No. of ordinary shares after deducting treasury shares	230,235	230,235	230,235	230,235
Basic EPS (sen)	<u>52.17</u>	<u>(13.46)</u>	<u>56.80</u>	<u>(15.27)</u>

24. BREAKDOWN OF RETAINED PROFITS INTO REALISED AND UNREALISED

	<u>31.3.2017</u> RM'000	<u>31.3.2016</u> RM'000
Total retained profits of the Group:		
- Realised profit	248,374	123,883
- Unrealised profit	<u>3,405</u>	<u>4,588</u>
	251,779	128,471
Total share of retained profits from associates:		
- Realised loss	(9,832)	(19,089)
Add: Consol adjustments	<u>88,924</u>	<u>91,644</u>
Retained profits as per financial statements	<u>330,871</u>	<u>201,026</u>



25. DIVIDEND

- (a) i) The Board of Directors declares an interim dividend of 2% single-tier which amounted to RM4.60 million for the financial year ended 31 March 2017.
 - ii) The interim dividend for the financial year ended 31 March 2017 is 2 sen per ordinary share of RM1 each.
 - iii) The interim dividend declared and paid for the previous year's corresponding period was 2 sen single-tier per ordinary share of RM1 each.
 - iv) The interim dividend shall be payable on 29 June 2017.
 - v) A depositor shall qualify for entitlement to the interim dividend only in respect of:
 - Shares transferred into the Depositor's Securities Account before 4.00 pm on 14 June 2017 in respect of ordinary transfer; and
 - Shares bought on Bursa Securities on a cum entitlement basis according to the Rules of the Bursa Malaysia Securities Berhad.
- (b) The total dividend for the financial year ended 31 March 2017 is 2 sen per ordinary share of RM1 each.

**By Order of the Board
LIM KONG YOW
Company Secretary
23 May 2017**