

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 MARCH 2018**

	Note	(Unaudited)	(Unaudited)
		Individual/Cumulative Quarter	Individual/Cumulative Quarter
		Current Year	Preceding Year
		To Date	To Date
		31 Mar 2018	31 Mar 2017
			(Restated)
		RM'000	RM'000
Revenue	12	159,349	108,447
Cost of sales		(120,027)	(70,300)
Gross profit		39,322	38,147
Other income		2,663	2,017
Other expenses		(16,949)	(14,708)
Share of results of associates		(20)	(16)
Profit before taxation	23	25,016	25,440
Taxation	17	(540)	(4,451)
Profit/Total comprehensive income for the financial period		24,476	20,989
Profit/Total comprehensive income attributable to:			
Owners of the parent		24,485	20,999
Non-controlling interests		(9)	(10)
		24,476	20,989
<b>Earnings per share ("EPS")</b>			
<b>attributable to owners of the parent</b>			
		sen	sen
Basic	22	2.31	1.98
Fully diluted	22	1.93	1.61

The 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 notes.

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

	(Unaudited) As at Note	(Unaudited) As at 31 Dec 2017 (Restated) RM'000	(Unaudited) As at 01 Jan 2017 (Restated) RM'000
	31 Mar 2018 RM'000		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	89,896	84,106	77,332
Investment properties	396,577	386,588	312,347
Investments in associates	123,837	102,698	43,849
Deferred tax assets	1,681	695	2,369
	<u>611,991</u>	<u>574,087</u>	<u>435,897</u>
<b>Current assets</b>			
Inventories	651,419	662,481	627,936
Trade and other receivables	150,776	115,687	132,694
Current tax assets	2,281	2,206	1,640
Short-term deposits with licensed financial institution	75,010	143,601	166,505
Cash and bank balances	11,038	30,767	13,148
	<u>890,524</u>	<u>954,742</u>	<u>941,923</u>
<b>TOTAL ASSETS</b>	12 <u>1,502,515</u>	<u>1,528,829</u>	<u>1,377,820</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital	599,003	598,972	501,638
Reserves	322,276	297,791	348,615
Equity component - ICULS	32,780	32,808	35,927
Equity component - RCULS	14,547	14,547	14,547
	<u>968,606</u>	<u>944,118</u>	<u>900,727</u>
Non-controlling interests	107	116	137
<b>TOTAL EQUITY</b>	<u>968,713</u>	<u>944,234</u>	<u>900,864</u>
<b>Non-current liabilities</b>			
Deferred tax liabilities	1,789	5,704	6,290
Liability component - ICULS	996	967	1,952
Liability component - RCULS	190,455	192,901	192,106
	<u>193,240</u>	<u>199,572</u>	<u>200,348</u>
<b>Current liabilities</b>			
Trade and other payables	336,842	379,247	268,738
Current tax liabilities	3,720	5,776	7,870
	<u>340,562</u>	<u>385,023</u>	<u>276,608</u>
<b>TOTAL LIABILITIES</b>	12 <u>533,802</u>	<u>584,595</u>	<u>476,956</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,502,515</u>	<u>1,528,829</u>	<u>1,377,820</u>
Net assets per share attributable to owners of the parent (RM)	<u>0.96</u>	<u>0.94</u>	<u>0.90</u>

The 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 notes.

I-Berhad (7029-H)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 MARCH 2018

	----- Attributable to owners of the parent -----									
	Share capital	Share premium	Revaluation reserve	Warrant reserve	Equity component ICULS	Equity component RCULS	Retained earnings	Total	Non-controlling interests	Total equity
(Unaudited)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1 January 2017 (As previously stated)</b>	501,638	93,996	1,331	39,126	35,927	14,547	169,496	856,061	137	856,198
Effect of change in accounting policy	-	-	-	-	-	-	44,666	44,666	-	44,666
<b>Balance as at 1 January 2017 (Restated)</b>	501,638	93,996	1,331	39,126	35,927	14,547	214,162	900,727	137	900,864
Total comprehensive income for the financial period	-	-	-	-	-	-	20,999	20,999	(10)	20,989
Transactions with owners:										
Conversion of ICULS during the financial period	496	146	-	-	316	-	-	958	-	958
	496	146	-	-	316	-	-	958	-	958
Reclassification pursuant to S618(2) of CA 2016*	94,142	(94,142)	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2017</b>	596,276	-	1,331	39,126	36,243	14,547	235,161	922,684	127	922,811
<b>(Unaudited)</b>										
<b>Balance as at 1 January 2018</b>	598,972	-	1,331	39,126	32,808	14,547	257,334	944,118	116	944,234
Total comprehensive income for the financial period	-	-	-	-	-	-	24,485	24,485	(9)	24,476
Transactions with owners:										
Conversion of ICULS during the financial period	31	-	-	-	(28)	-	-	3	-	3
	31	-	-	-	(28)	-	-	3	-	3
<b>Balance as at 31 March 2018</b>	599,003	-	1,331	39,126	32,780	14,547	281,819	968,606	107	968,713

Note:

\* Effective from 31 January 2017, the new Companies Act 2016 ("CA 2016") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balance of the share premium becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. There is no impact on the number of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

The 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 notes.

**I-Berhad (7029-H)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 31 MARCH 2018**

	(Unaudited) Period ended 31 Mar 2018  RM'000	(Unaudited) Period ended 31 Mar 2017 (Restated) RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	25,016	25,440
Adjustments for:		
Non-cash/operating items	1,730	(4,094)
Operating profit before working capital changes	26,746	21,346
Net changes in current assets	4,566	61,144
Net changes in current liabilities	(68,611)	(28,329)
Cash generated from operations	(37,299)	54,161
Tax paid	(7,502)	(5,801)
Tax refunded	92	36
Net cash (used in)/ generated from operating activities	(44,709)	48,396
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(9,143)	(2,775)
Investment in an associate company	(21,160)	(14,596)
Development costs incurred for investment properties	(9,989)	(8,775)
Withdrawal from/(Placement in) short-term deposits with licensed financial institutions	68,591	(24,570)
Interest received	1,826	1,332
Net cash generated from/(used in) investing activities	30,125	(49,384)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
RCULS coupons paid	(5,121)	(4,075)
Finance lease interest paid	(24)	-
Net cash used in financing activities	(5,145)	(4,075)
Net decrease in cash and cash equivalents	(19,729)	(5,063)
Cash and cash equivalents at beginning of financial period	30,767	13,148
Cash and cash equivalents at end of financial period	11,038	8,085
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	26,084	6,377
Deposits with licensed banks/financial institutions	(15,007)	1,747
Deposits pledged as bank guarantee	(39)	(39)
Total	11,038	8,085

The 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 notes.

## Part A – Explanatory Notes Pursuant to MFRS 134

### 1 Basis of preparation

The unaudited interim financial report has been prepared in accordance with MFRS 134: Interim Financial Reporting and Chapter 9, Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad. The significant accounting policies and method of computation adopted by the Group in this quarterly report are consistent with those in the annual financial statements for the year ended 31 December 2017 except as follows:

On 1 January 2018, the Group adopted the following new and amended MFRS and IC Interpretations mandatory for annual financial periods beginning on or after 1 January 2018.

#### 1 January 2018

Amendments to MFRS 1	Annual Improvements to MFRSs 2014-2016 Cycle
MFRS 9	Financial Instruments
MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 128	Annual Improvements to MFRSs 2014-2016 Cycle
Amendments to MFRS 140	Transfer of Investment Property

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

#### 1 January 2019

Amendments to MFRS 3	Annual Improvements to MFRSs 2015-2017 Cycle
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 11	Annual Improvements to MFRSs 2015-2017 Cycle
MFRS 16	Leases
Amendments to MFRS 112	Annual Improvements to MFRSs 2015-2017 Cycle
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement
Amendments to MFRS 123	Annual Improvements to MFRSs 2015-2017 Cycle
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures

#### 1 January 2020

Amendment to MFRS 3	Business Combinations
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
Amendment to MFRS 138	Intangible Assets

### Malaysian Financial Reporting Standards (MFRS Framework)

The Group is required to prepare financial statements using MFRS Framework in its first MFRS financial statements for the year ending 31 December 2018. Accordingly, the Group has applied MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards in their transition to the MFRS framework on 1 January 2018. In presenting its first MFRS financial statements, the Group has restated the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition has been made retrospectively against opening retained earnings and the details of changes are set out in Note 23 to the interim financial statements.

### 2 Seasonal or cyclical factors

The Group's results were not materially impacted by any seasonal or cyclical factors apart from the Leisure segment as both the Leisure Park@i-City and Best Western i-City receive more visitors during weekends, school holidays and festive seasons.

**3 Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 31 March 2018.

**4 Material changes in estimates**

There were no material changes in estimates that have material effect as at quarter ended 31 March 2018.

**5 Debt and equity securities**

There were no issues, cancellations, repurchases, resale and repayments of debt and equity securities, in the current quarter.

**6 Dividend paid**

There was no dividend payment in current quarter.

**7 Carrying amount of revalued assets**

The carrying values of investment properties have been brought forward without significant changes from the audited financial statements for the financial year ended 31 December 2017.

**8 Material events subsequent to the end of interim period**

There is no material event subsequent to the end of the interim period.

**9 Changes in composition of the Group**

There was no change in the composition of the Group as at 31 March 2018.

**10 Capital commitments**

	<b>As at 31.03.2018</b>
Approved and contracted for, analysed as follows:	<b>RM'000</b>
Leisure	154,436
Investment properties	76,107
	<hr/>
	230,543
	<hr/> <hr/>

**11 Significant related party transactions**

There was no significant related party transaction during the current quarter.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR QUARTER ENDED  
31 MARCH 2018 - UNAUDITED**12 Segmental information- By business segments**

Financial period ended	Property Development	Property Investment	Leisure	Others	Consolidated
31 March 2018	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>					
Total revenue	147,976	1,789	10,519	445	160,729
Inter-segment revenue	(60)	(327)	(832)	(161)	(1,380)
External revenue	147,916	1,462	9,687	284	159,349
<b>Results</b>					
Segment results	23,471	(373)	720	(426)	23,392
Interest income	579	0	12	1,053	1,644
Share of results of associates	-	-	(20)	-	(20)
Profit/(Loss) before taxation	24,050	(373)	712	627	25,016
Taxation	-	-	-	-	(540)
Profit for the financial period					24,476
As at 31 March 2018					
<b>Assets</b>					
Segment assets	763,976	456,723	76,805	77,212	1,374,716
Tax recoverable	-	-	-	-	2,281
Deferred tax assets	-	-	-	-	1,681
Investment in associates	-	-	-	-	123,837
Total assets					1,502,515
<b>Liabilities</b>					
Segment liabilities	515,743	5,396	1,461	5,693	528,293
Current tax liabilities	-	-	-	-	3,720
Deferred tax liabilities	-	-	-	-	1,789
Total liabilities					533,802
As at 31 March 2017(Restated)					
Financial period ended	Property Development	Property Investment	Leisure	Others	Consolidated
31 March 2017(Restated)	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>					
Total revenue	97,891	1,433	9,790	325	109,439
Inter-segment revenue	(60)	(250)	(599)	(83)	(992)
External revenue	97,831	1,183	9,191	242	108,447
<b>Results</b>					
Segment results	24,595	(454)	137	(452)	23,826
Interest income	28	0	-	1,602	1,630
Share of results of associates	-	-	(16)	-	(16)
Profit/(Loss) before taxation	24,624	(454)	121	1,150	25,440
Taxation	-	-	-	-	(4,451)
Profit for the financial period					20,989
As at 31 March 2017(Restated)					
<b>Assets</b>					
Segment assets	661,870	380,922	71,306	190,905	1,305,003
Tax recoverable	-	-	-	-	1,836
Deferred tax assets	-	-	-	-	968
Investment in associates	-	-	-	-	58,429
Total assets					1,366,236
<b>Liabilities</b>					
Segment liabilities	412,276	5,976	1,922	6,358	426,532
Current tax liabilities	-	-	-	-	7,551
Deferred tax liabilities	-	-	-	-	9,343
Total liabilities					443,426

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia and other directives****13 Auditors' Report on preceding Annual Financial Statements**

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

**14 Review of performance – Current financial quarter ended 31 March 2018 by segment**

	31.03.2018	31.03.2017	Year to date/ Three months ended Change	31.03.2017 (Previously stated) RM'000
	RM'000	(Restated) RM'000		
<b>Revenue</b>			%	
Property Development	147,916	97,831	51	92,219
Property Investment	1,462	1,183	24	1,183
Leisure	9,687	9,191	5	9,191
Others	284	242	17	242
Total	159,349	108,447		102,835
<b>Profit /(Loss) before taxation</b>				
Property Development	24,050	24,624	(2)	22,240
Property Investment	(373)	(454)	18	(454)
Leisure	712	121	>100	99
Others	627	1,150	(45)	1,150
Total	25,016	25,441		23,035

For the current financial quarter ended 31 March 2018 ("Q1 2018"), the Group posted higher revenue with almost comparable profit before tax of RM159.3 million and RM25.0 million respectively as compared to the restated revenue and profit before tax of RM108.4 million and RM25.4 million respectively for the corresponding financial quarter ended 31 March 2017 ("Q1 2017") thereby increasing revenue by 47.0% whereas a decrease in profit before tax by 1.6%.

**a) Property development**

Revenue was higher with almost comparable profit before tax for Q1 2018 as compared to Q1 2017 due to the impact of adoption of MFRS 15. The sustainable result is contributed by further sales from the existing projects in i-City as well as the advancement of the construction progress.

**b) Property investment**

The slight improvement in revenue and profit before tax for Q1 2018 was due to higher occupancy rate as compared to Q1 2017.

**c) Leisure**

Both revenue and profit before tax for Q1 2018 was higher as compared to Q1 2017 due to improvement in the number of visitor arrivals.



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR QUARTER ENDED  
31 MARCH 2018 - UNAUDITED**15 Comment on material changes in profit before taxation of the current quarter compared with the preceding quarter**

	Current Quarter 31.03.2018	Preceding Quarter 31.12.2017 (Restated)	Change
	RM'000	RM'000	%
Revenue	159,349	154,673	3
Share of result of associates	(20)	(1,052)	98
Profit before tax	25,016	23,060	7

The Group registered both higher revenue and profit before tax of RM159.3 million and RM25.0 million respectively for the current quarter as compared to RM154.7 million and RM23.1 million respectively for the preceding quarter. The better results for the current quarter is contributed by the property development segment due to improved sales especially from 8Kia Peng project as well as from the impact of the adoption of MFRS 15.

**16 Commentary on prospects**

The Board expects the Property Development segment to continue to contribute positively to the Group's performance in the current financial year as there has been a pick-up in the sales of 8Kia Peng during the financial period.

Barring any unforeseen circumstances, Phase 4 of SOHO development i.e. Liberty, Parisien and Hyde towers will be completed and handed over to purchasers by Q3 2018.

With the completion of Phase 4 of SOHO as well as the continuous sales of 8Kia Peng, the Property Development segment results for the financial year ending 31 December 2018 is expected to be higher as compared to financial year ended 31 December 2017.

The Group's unbilled sales as at 31 March 2018 stood at RM272.8 million as compared to RM274.0 million as at 31 December 2017 and is expected to grow in tandem with the sales of 8Kia Peng development. The completion of the Phase 4 of SOHO development will realise a portion of the unbilled sales which will lead to a positive surge in the Group's cash and cash equivalents position.

Barring any unforeseen circumstances and based on the aforementioned factors, the Board is confident that the Group would achieve commendable operating results for the financial year ending 31 December 2018.

**17 Taxation**

	Year to date/ Three months ended	
	31.03.2018	31.03.2017
	RM'000	RM'000
Taxation		
- Income tax	5,629	5,250
Over provision in prior year		
- Income tax	(350)	-
- Deferred tax	(4,739)	(799)
Total	540	4,451

Overall, the effective tax rate is slightly lower than the statutory tax rate mainly due to the over provision of deferred tax in prior year.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR QUARTER ENDED  
31 MARCH 2018 - UNAUDITED**18 Group borrowings and debt securities**

The Group has no borrowing as at 31 March 2018 other than the liability components of remaining unconverted 72.2 million five year 2% to 3% Irredeemable Convertible Unsecured Loan Stocks ("ICULS") of RM36.1 million; 264.0 million five year 3% to 5% Redeemable Convertible Unsecured Loan Stocks ("RCULS-A") of RM132.0 million; and 138.0 million five year 3% to 5% Redeemable Convertible Unsecured Loan Stocks ("RCULS-B") of RM69.0 million.

<b>As at 31 March 2018</b>	<b>Non-current RM'000</b>	<b>Repayable within one year RM'000</b>
<b>Unsecured</b>		
Irredeemable Convertible Unsecured Loan Securities ("ICULS")	996	1,081
Redeemable Convertible Unsecured Loan Securities ("RCULS")	190,455	10,078
	<u>191,451</u>	<u>11,159</u>
<b>As at 31 March 2017</b>	<b>Non-current RM'000</b>	<b>Repayable within one year RM'000</b>
<b>Unsecured</b>		
Irredeemable Convertible Unsecured Loan Securities ("ICULS")	2,220	938
Redeemable Convertible Unsecured Loan Securities ("RCULS")	189,673	9,064
	<u>191,893</u>	<u>10,002</u>

**19 Material litigation**

The Group is not engaged in any material litigation as at 23 May 2018 the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report.

**20 Dividend**

In respect of the financial year ended 31 December 2017, a final single tier dividend amounting to 2.13 sen per ordinary share has been declared by the Directors for shareholders' approval at the forthcoming Annual General Meeting on 26 June 2018.

The Dividend per Ordinary Share ("DPS") shall take into account the potential additional number of ICULS that may be converted up to the entitlement date. The payment and entitlement dates will be announced at a later date.

**21 Earnings per share**

(i) Basic Earnings per Share

	<b>Year to date/ Three months ended</b>	
	<b>31.03.2018</b>	<b>31.03.2017 (Restated)</b>
Profit attributable to owners of the parent (RM'000)	24,485	20,999
Weighted average number of ordinary shares in issue ('000)	1,061,314	1,061,314
Basic earnings per share (sen)	2.31	1.98

**21 Earnings per share (continued)**

(ii) Diluted Earnings per Share

	<b>Year to date/ Three months ended</b>	
	<b>31.03.2018</b>	<b>31.03.2017 (Restated)</b>
Profit attributable to owners of the parent (RM'000)	24,485	20,999
After tax effects of interest	902	118
Weighted average number of ordinary shares in issue ('000)	1,061,314	1,061,314
Effect of dilution ('000)	254,326	254,326
Diluted earnings per share (sen)	1.93	1.61

**22 Note to consolidated statements of comprehensive income**

	<b>Year to date/ Three months ended</b>	
	<b>31.03.2018 RM'000</b>	<b>31.03.2017 RM'000</b>
Profit before taxation for the financial period is arrived at after crediting:		
Interest income	1,643	1,630
Other income	1,020	387
and charging:		
Depreciation of property, plant and equipment	3,353	3,880

**23. Details of changes in interim financial statements**

The Group has initially applied MFRS 15 'Revenue from contracts with customers' on 1 January 2018.

The core principle in MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to the customer in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Revenue is recognised when a customer obtains control of goods or services, i.e. when the customer has the ability to direct the use of and obtain the benefits from the goods or services.

The adoption of MFRS 15 during the financial year affected its property development activities whereby:

- a) separate performance obligation were identified and revenue recognition was deferred for performance which has not been satisfied; and
- b) capitalised expenses attributable to the contracts with customers were expensed off by reference to the completed performance to date

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR QUARTER ENDED  
31 MARCH 2018 - UNAUDITED**23. Details of changes in interim financial statements (continued)**

The adoption had resulted in the change in the accounting policy which had been applied retrospectively and resulted in the restatements of the financial statements for prior financial periods which can be summarised below:

	<u>Note</u>	<u>31 March 2017</u> <u>RM'000</u>	<u>1 January 2017</u> <u>RM'000</u>
Total adjustment to revenue as a result of distinct goods and services	(a)	(5,612)	(32,875)
Total adjustment to cost of sales as a result of distinct goods and services	(a)	879	6,457
Net adjustment to operating expenses due to costs incurred in fulfilling a contract	(b)	2,328	(18,248)
Impact of MFRS 15 on the result of the Group		<u>(2,405)</u>	<u>(44,666)</u>

- a) An entity shall assess the goods or services promised in a contract with a customer and shall identify as a performance obligation each promise to transfer to the customer. The Group's property development projects which are fitted and furnished have been identified as an area to determine the distinct performance obligation upon the adoption of MFRS 15.
- b) An entity shall recognise an asset from the costs incurred to fulfill a contract if those costs meet the criteria as per specified in the standard. The Group's sales and marketing cost in relation to the property development segment has been recognised as asset upon the adoption of MFRS 15.

MFRS 1 requires an entity to reconcile equity, total comprehensive income and statement of financial position for prior periods. The following tables represent the reconciliations from FRSs to MFRSs for respective periods:

Reconciliation of Equity

	<u>31 March 2017</u> <u>RM'000</u>	<u>1 January 2017</u> <u>RM'000</u>
Equity as per reported under FRS	875,740	856,198
Effects from adoption MFRS 15	47,071	44,666
Equity on transition to MFRS	<u>922,811</u>	<u>900,864</u>

**23. Details of changes in interim financial statements (continued)**

MFRS 1 requires an entity to reconcile equity, total comprehensive income and statement of financial position for prior periods. The following tables represent the reconciliations from FRSs to MFRSs for respective periods: (continued)

Reconciliation of Statement of Comprehensive Income31 March 2017

	<b>Previously stated under FRSs RM '000</b>	<b>Effects of MFRS 15 RM'000</b>	<b>Restated under MFRS RM'000</b>
Revenue	102,835	5,612	108,447
Cost of sales	(69,421)	(879)	(70,300)
Gross profit	33,414	4,733	38,147
Other income	2,017	-	2,017
Other expenses	(12,380)	(2,328)	(14,708)
Share of results of associates	(16)	-	(16)
Profit before taxation	23,035	2,405	25,440
Taxation	(4,451)	-	(4,451)
Profit for the financial period	18,584	2,405	20,989

Reconciliation of Statement of Financial Positioni) Inventories

	<b>31 December 2017 RM'000</b>	<b>1 January 2017 RM'000</b>
As per reported under FRS	222,022	65,769
Effects from adoption MFRS 15	440,459	562,167
As restated transition to MFRS	662,481	627,936

ii) Trade and other payables

	<b>31 December 2017 RM'000</b>	<b>1 January 2017 RM'000</b>
As per reported under FRS	392,175	301,613
Effects from adoption MFRS 15	(12,928)	(32,875)
As restated transition to MFRS	379,247	268,738

**23. Details of changes in interim financial statements (continued)**

MFRS 1 requires an entity to reconcile equity, total comprehensive income and statement of financial position for prior periods. The following tables represent the reconciliations from FRSs to MFRSs for respective periods: (continued)

Reconciliation of Statement of Financial Position (continued)iii) Retained earnings

	<b>31 December 2017</b>	<b>1 January 2017</b>
	<b>RM'000</b>	<b>RM'000</b>
As per reported under FRS	226,041	169,496
Effects from adoption MFRS 15	31,293	44,666
As restated transition to MFRS	<u>257,334</u>	<u>214,162</u>

**24 Authorisation for issue**

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 May 2018.