

NAIM INDAH CORPORATION BERHAD (19727-P)
(Incorporated in Malaysia)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2017

The figures have not been audited.

	Note	3 months ended		3 months ended	
		31.03.2017 RM'000	31.03.2016 RM'000	31.03.2017 RM'000	31.03.2016 RM'000
Continuing Operations					
Revenue	A5	3,057	2,332	3,057	2,332
Cost of sales		(915)	(303)	(915)	(303)
Gross profit / (loss)		2,142	2,029	2,142	2,029
Other income		3	109	3	109
Administrative and other expenses		(1,623)	(1,672)	(1,623)	(1,672)
Finance cost		(416)	(347)	(416)	(347)
Share of results in associate		-	(12)	-	(12)
Profit / (Loss) before taxation	A5	106	107	106	107
Taxation	B5	-	-	-	-
Profit / (Loss) for the financial period		106	107	106	107
Other comprehensive income		-	-	-	-
Total comprehensive income/ (expenses) for the financial period		106	107	106	107
Profit / (Loss) attributable to:					
Equity holders of the parent		107	108	107	108
Minority interests		(1)	(1)	(1)	(1)
		106	107	106	107
Total comprehensive income/ (expenses) attributable to:					
Equity holders of the parent		107	108	107	108
Minority interests		(1)	(1)	(1)	(1)
		106	107	106	107
Earnings per share attributable to equity holders of the parent:					
Basic, for profit / (loss) for the period (sen)	B10	0.01	0.01	0.01	0.01
Diluted, for profit / (loss) for the period (sen)	B10	0.01	0.01	0.01	0.01

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

NAIM INDAH CORPORATION BERHAD (19727-P)
(Incorporated in Malaysia)

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017

The figures have not been audited.

	Note	As at 31.03.2017 RM'000	As at 31.12.2016 RM'000 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment	A10	1,494	1,630
Investment property	A10	120,000	120,000
Deferred Tax Assets		250	250
		121,744	121,880
Current Assets			
Trade receivables		6	10
Other receivables		459	530
Amount owing from related parties		3,289	3,859
Fixed deposits with licensed institution		252	251
Cash and bank balances		23	77
		4,029	4,727
TOTAL ASSETS		125,773	126,607
EQUITY AND LIABILITIES			
Equity			
Share capital		86,346	86,346
Reserves		3,364	3,280
Accumulated losses		(14,506)	(14,613)
Equity attributable to owners of the Company		75,204	75,013
Minority interest		(7)	(6)
Total equity		75,197	75,007
Non-Current Liabilities			
Long-term borrowings	B7	17,570	17,419
Amount due to a director		12,485	13,018
Deferred tax liabilities		2,251	2,251
		32,306	32,688
Current Liabilities			
Bank Overdraft	B7	2,822	2,880
Short-term borrowings	B7	888	1,176
Trade payables		137	137
Other payables		14,379	14,675
Income tax payable		44	44
		18,270	18,912
Total Liabilities		50,576	51,600
TOTAL EQUITY AND LIABILITIES		125,773	126,607
Net assets per share (RM)		0.0871	0.0869

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

NAIM INDAH CORPORATION BERHAD (19727-P)
(Incorporated in Malaysia)

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2017

The figures have not been audited.

	←----- Attributable to Equity Holders of the Parent ----->					Minority Interest	Total Equity
Note	Share Capital RM'000	Share Premium RM'000	SIS Options Reserve RM'000	Distributable Accumulated Losses RM'000	Total RM'000	RM'000	RM'000
Balance as at 01.01.2016	86,346	1,891	550	(23,276)	65,511	(2)	65,509
Total comprehensive income for the financial period	-	-	-	108	108	(1)	107
<u>Transaction with owners:</u>							
Vested	-	-	350	-	350	-	350
Total transaction with owners	-	-	350	-	350	-	350
Balance as at 31.03.2016	86,346	1,891	900	(23,168)	65,969	(3)	65,966
Balance as at 01.01.2017	86,346	1,891	1,389	(14,613)	75,013	(6)	75,007
Total comprehensive income for the financial period	-	-	-	107	107	(1)	106
<u>Transaction with owners:</u>							
Vested	-	-	84	-	84	-	84
Total transaction with owners	-	-	84	-	84	-	84
Balance as at 31.03.2017	86,346	1,891	1,473	(14,506)	75,204	(7)	75,197

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 and the accompanying explanatory notes attached to the interim financial statements.

NAIM INDAH CORPORATION BERHAD (19727-P)
(Incorporated in Malaysia)

CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2017

The figures have not been audited.

	3 months ended	
	31.03.2017	31.03.2016
	RM'000	RM'000
Net cash generated from / (used in) operating activities	781	(6,727)
Net cash generated from / (used in) investing activities	(2)	395
Net cash generated from / (used in) financing activities	(775)	1,410
Net increase / (decrease) in cash and cash equivalents	4	(4,922)
Cash and cash equivalents at beginning of financial period	(2,803)	2,892
Cash and cash equivalents at end of financial period	(2,799)	(2,030)

Cash and cash equivalents at the end of the financial period comprise the followings:

Cash and bank balances	23	944
Bank overdraft	(2,822)	(2,974)
	(2,799)	(2,030)

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

NAIM INDAH CORPORATION BERHAD (19727-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2017

The figures have not been audited.

	3 months ended	
	31.03.2017	31.03.2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	106	107
Adjustments for:		
Depreciation	140	134
Gain on disposal of Associate	-	(96)
Interest expense	416	347
Interest income	(2)	(9)
Impairment loss on trade receivables	-	5
Share Options to employees	84	350
Share of results in associate	-	12
Operating profit/ (loss) before working capital changes	744	850
(Increase) / Decrease in building-in-progress of investment property	-	(2,073)
(Increase) / Decrease in receivables	645	(992)
Increase / (Decrease) in payables	(298)	(4,165)
Cash generated from / (used in) operations	1,091	(6,380)
Interest paid	(310)	(347)
Net cash generated from / (used in) operating activities	781	(6,727)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant, property and equipment	(3)	(14)
Proceed from disposal of an associate company	-	400
Increased in pledged deposits placed with licensed banks	(1)	-
Interest received	2	9
Net cash generated from / (used in) investing activities	(2)	395
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(242)	(372)
Advance from/ (repayment to) director	(533)	1,782
Net cash generated from / (used in) financing activities	(775)	1,410
Net increase / (decrease) in cash and cash equivalents	4	(4,922)
Cash and cash equivalents as at 1 January	(2,803)	2,892
Cash and cash equivalents as at end of period	(2,799)	(2,030)
CASH AND CASH EQUIVALENTS COMPRISE: -		
Cash and bank balances	23	944
Bank overdraft	(2,822)	(2,974)
	(2,799)	(2,030)

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

Part A – Explanatory Notes Pursuant to FRS 134

A1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention except for the financial assets and investment properties which were stated at fair values.

The interim financial statements were unaudited and have been prepared in accordance with requirements of the Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2016. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that were significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2016.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2016 except for the adoption of the following Amendments and Annual improvements to Standards:

Effective for financial periods beginning on or after 1 January 2017:

Annual Improvements to FRSs 2014 - 2016 Cycle
Amendments to FRS 107: Statement of Cash Flows - Disclosure Initiative
Amendments to FRS 112: Income Taxes - Recognition of Deferred Tax Assets for Unrealised Losses

The adoption of the above standards, amendments and annual improvement do not have any significant financial impact to the Group's financial statements.

A3. COMPARATIVES

There were no changes to the comparatives during the current financial period.

A4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report on the preceding financial statements for the year ended 31 December 2016 was not qualified by the Auditors of the Company.

NAIM INDAH CORPORATION BERHAD (19727-P)
(Incorporated in Malaysia)

Part A – Explanatory Notes Pursuant to FRS 134

A5. SEGMENTAL INFORMATION

Year ended	Project Management	Investment	Investment Holding		
31 March 2017	Consultancy	Property	And Others	Eliminations	Group
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>					
External Revenue	3,010	47	-	-	3,057
Inter Segment Revenue	10	-	-	(10)	-
Total Segment Revenue	3,020	47	-	(10)	3,057

Results

Segment Results	2,521	(677)	(1,329)	7	522
Finance Costs					(416)
Share of associate's result					-
Profit/ (loss) before taxation					106
Taxation					-
Net profit/ (loss) after taxation					106

Year ended	Project Management	Investment	Investment Holding		
31 March 2016	Consultancy	Property	And Others	Eliminations	Group
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>					
External Revenue	2,310	22	-	-	2,332
Inter Segment Revenue	-	-	-	-	-
Total Segment Revenue	2,310	22	-	-	2,332

Results

Segment Results	2,007	(148)	(1,490)	97	466
Finance Costs					(347)
Share of associate's result					(12)
Profit/ (loss) before taxation					107
Taxation					-
Net profit/ (loss) after taxation					107

Part A – Explanatory Notes Pursuant to FRS 134

A6. 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 financial period ended 31 March 2017.

A7. CHANGES IN ESTIMATES

There was no change in estimates that had a material effect on the current quarter results.

A8. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's performance is not affected by any seasonal or cyclical factors during the quarter under review.

A9. DIVIDENDS PAID

No interim dividend has been paid in the current financial period ended 31 March 2017 (31 March 2016: Nil).

A10. CARRYING AMOUNT OF REVALUED ASSETS

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 December 2016.

A11. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale or repayments of debts and equity securities for the current quarter ended 31 March 2017.

A12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current financial quarter.

A13. DISCONTINUED OPERATION

There were no existing business segments that can be categorised as discontinued in the current financial period.

Part A - Explanatory Notes Pursuant to FRS 134

A14. CAPITAL COMMITMENTS

There were no material changes in capital commitments since the previous quarter.

A15. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material changes in contingent liabilities or contingent assets since the previous quarter.

A16. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the reporting quarter that have not been reflected in the quarter under review.

A17. RELATED PARTY TRANSACTIONS

Except as disclosed below, there was no other related party transaction during the financial quarter ended 31 March 2017.

	3 months ended 31.03.2017 RM'000
Project Management Consultancy services rendered to related parties	2,910
Marketing Project Management Consultancy services rendered to related parties	100

PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. PERFORMANCE REVIEW

For the current quarter financial period ended 31 March 2017, the Group's revenue was RM3.06 million as compared to RM2.33 million in the preceding financial period ended 31 March 2016. The revenue increase was mainly due to revenue recognized from project management consultancy activities based on the consultancy service rendered was higher and the additional contribution from marketing project management consultancy activities as compared to the preceding financial period ended 31 March 2016.

The profit before taxation for the current quarter and preceding financial period 31 March 2016 were RM0.11 million respectively. For the current quarter, the revenue recognized from project management consultancy activities was higher than preceding quarter but the higher operating cost incurred in investment property segment has reduce the gross profit and the profit before taxation as compared to preceding financial period 31 March 2016.

B2. COMMENT ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION

The Group's recorded a turnover of approximately RM3.06 million for the current quarter as compared to RM3.92 million for the preceding quarter ended 31 December 2016. The decrease in turnover was mainly due to the lower revenue from marketing project management consultant services in current quarter as compared to preceding quarter ended 31 December 2016.

The profit before taxation is approximately RM0.11 million for the current quarter as compared to loss before taxation approximately RM19.85 million for the preceding quarter ended 31 December 2016. The loss before taxation in previous quarter was mainly due to the unfavorable revised revaluation gain on fair value in investment property.

B3. COMMENTARY ON PROSPECTS

The refurbishment and upgrading of the Seremban mall had been completed and commenced operation at the end of September 2016, presently the Leasing team has been aggressively sourcing for new tenants to increase the occupancy rate of the mall. The upgraded mall are expected to improve the rental income and contribution towards the revenue as the occupancy rate is gradually increasing.

Meanwhile, the Group is persistently identifying suitable business opportunities to venture into property investment, construction and other feasible development project, where these businesses are expected to contribute positively to the Group performance.

PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B3. COMMENTARY ON PROSPECTS (Continued)

Barring any unforeseen circumstances, the Directors expect to achieve better operating financial results of the Group in the coming year as compared to previous year.

B4. PROFIT FORECAST OR PROFIT GUARANTEE

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interests and forecast profit after tax and minority interests and for the shortfall in profit guarantee are not applicable.

B5. INCOME TAX EXPENSE

	3 months ended	
	31.03.2017	31.03.2016
	RM'000	RM'000
Current tax:		
Malaysian income tax	-	-
Deferred taxation	-	-
	<u>-</u>	<u>-</u>

B6. CORPORATE PROPOSALS

There were no corporate proposals in the current quarter under review.

B7. BORROWINGS

	As at 31.03.2017 RM'000
Short-term borrowings:-	
-Secured	3,710
-Unsecured	-
	<u>3,710</u>
Long-term borrowings:-	
-Secured	12,534
-Unsecured	5,036
	<u>17,570</u>
Total Borrowings	<u>21,280</u>

NAIM INDAH CORPORATION BERHAD (19727-P)
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PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B7. BORROWINGS (Continued)

	As at 31.03.2017 RM'000
Bank overdraft	2,822
Hire purchase	489
Term loans	12,934
Loan	5,035
Total	<u>21,280</u>

B8. CHANGES IN MATERIAL LITIGATION

There was no material litigation for the current financial period under review.

B9. DIVIDENDS PAYABLE

No interim dividend has been declared for the financial period ended 31 March 2017 (31 March 2016: Nil).

B10. EARNINGS PER SHARE

Basic EPS	3 months ended	
	31.03.2017	31.03.2016
Profit / (Loss) attributable to ordinary equity holders of the parent (RM'000)	<u>107</u>	<u>108</u>
Weighted average number of Ordinary Shares in issue ('000)	<u>863,460</u>	<u>863,460</u>
Basic earnings per share (sen)	0.01	0.01

The effect of potential ordinary shares arising from the conversion of SIS is anti-dilutive and accordingly, they have been ignored in the calculation of dilutive earnings per share. As a result, the diluted earnings per ordinary shares is the same as basic earnings per share.

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PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B11. DISCLOSURE OF REALISED AND UNREALISED PROFITS / LOSSES

	3 months ended 31.03.2017	3 months ended 31.03.2016
Total retained profits / (accumulated losses) of the Company and its subsidiaries:		
-Realised	3,285	(8,045)
-Unrealised	(2,001)	1,527
Total share of loss from associate		
-Realised	-	(12)
-Unrealised	-	-
	<hr/> 1,284	<hr/> (6,530)
Less: Consolidation adjustments	(15,790)	(16,638)
	<hr/>	<hr/>
Total group retained profits / (accumulated losses) as per consolidated accounts	<hr/> (14,506)	<hr/> (23,168)

B12. DISCLOSURE OF ADDITIONAL INFORMATION

	3 months ended 31.03.2017 RM'000	3 months ended 31.03.2016 RM'000
Interest income	2	9
Interest expenses	(416)	(347)
Impairment loss on trade receivables	-	(5)
Depreciation and amortization	(140)	(134)
Gain on disposal of associate	-	96

By order of the Board
Dated this 29 May 2017