

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)
(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017

(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter Ended 31/12/2017 RM'000	Comparative Quarter Ended 31/12/2016 RM'000	12 Months Cumulative To Date 31/12/2017 RM'000	Comparative 12 Months Cumulative To Date 31/12/2016 RM'000
<u>Continuing Operations</u>				
Revenue	2,954,658	2,937,886	11,046,480	10,436,797
Operating Expenses	(2,997,661)	(3,581,564)	(11,045,264)	(10,964,132)
Other Operating Income	59,103	27,570	119,202	70,661
Profit/(Loss) From Operations	16,100	(616,108)	120,418	(456,674)
Finance Costs	(77,104)	(15,760)	(119,041)	(32,526)
Share Of Results Of Associates And Joint Ventures	58,302	71,862	171,724	183,616
Investment Income	20,286	17,244	79,793	63,094
Profit/(Loss) Before Taxation And Zakat	17,584	(542,762)	252,894	(242,490)
Taxation And Zakat	(33,026)	(23,967)	(122,312)	(133,531)
(Loss)/Profit For The Period From Continuing Operations	(15,442)	(566,729)	130,582	(376,021)
<u>Discontinued Operations</u>				
Loss For The Period From Discontinued Operations	(413,231)	(1,531,513)	(804,532)	(1,893,756)
Loss For The Period	(428,673)	(2,098,242)	(673,950)	(2,269,777)
<u>Other Comprehensive (Loss)/Income:</u>				
<u>Continuing Operations</u>				
Translation Of Foreign Operations	(31,300)	(79,798)	38,193	(113,064)
Reclassification Adjustment Of Exchange Reserve	-	-	(371,681)	-
Reclassification Adjustment Of Hedging Reserve	-	-	(2,442)	-
Cash Flow Hedge	-	(3,439)	-	2,868
Other Comprehensive Loss Net Of Tax From Continuing Operations	(31,300)	(83,237)	(335,930)	(110,196)
<u>Discontinued Operations</u>				
Other Comprehensive Income/(Loss) Net Of Tax From Discontinued Operations	-	224,927	(83,944)	101,211
Other Comprehensive (Loss)/Income Net Of Tax	(31,300)	141,690	(419,874)	(8,985)
Total Comprehensive Loss For The Period	(459,973)	(1,956,552)	(1,093,824)	(2,278,762)

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(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter Ended 31/12/2017 RM'000	Comparative Quarter Ended 31/12/2016 RM'000	12 Months Cumulative To Date 31/12/2017 RM'000	Comparative 12 Months Cumulative To Date 31/12/2016 RM'000
<u>(Loss)/Profit For The Period Attributable To:</u>				
Equity Holders Of The Company From:				
- Continuing Operations	(50,182)	(596,169)	24,488	(496,888)
- Discontinued Operations	(382,488)	(937,495)	(675,683)	(1,161,151)
	<u>(432,670)</u>	<u>(1,533,664)</u>	<u>(651,195)</u>	<u>(1,658,039)</u>
Non-Controlling Interests From:				
- Continuing Operations	34,740	29,440	106,094	120,867
- Discontinued Operations	(30,743)	(594,018)	(128,849)	(732,605)
	<u>3,997</u>	<u>(564,578)</u>	<u>(22,755)</u>	<u>(611,738)</u>
	<u>(428,673)</u>	<u>(2,098,242)</u>	<u>(673,950)</u>	<u>(2,269,777)</u>
<u>Total Comprehensive Income/(Loss) Attributable To :</u>				
Equity Holders Of The Company From:				
- Continuing Operations	26,629	(711,879)	(317,664)	(624,307)
- Discontinued Operations	(462,289)	(731,990)	(722,461)	(1,027,962)
	<u>(435,660)</u>	<u>(1,443,869)</u>	<u>(1,040,125)</u>	<u>(1,652,269)</u>
Non-Controlling Interests From:				
- Continuing Operations	(73,371)	61,913	112,316	138,090
- Discontinued Operations	49,058	(574,596)	(166,015)	(764,583)
	<u>(24,313)</u>	<u>(512,683)</u>	<u>(53,699)</u>	<u>(626,493)</u>
	<u>(459,973)</u>	<u>(1,956,552)</u>	<u>(1,093,824)</u>	<u>(2,278,762)</u>
<u>EPS Attributable To Equity Holders Of The Company:</u>				
Basic EPS For The Period (Sen)				
- Continuing Operations	(4.30)	(51.03)	2.10	(42.53)
- Discontinued Operations	(32.74)	(80.24)	(57.83)	(99.39)
	<u>(37.04)</u>	<u>(131.27)</u>	<u>(55.73)</u>	<u>(141.92)</u>
Diluted EPS For The Period (Sen)				
- Continuing Operations	(4.30)	(51.03)	2.10	(42.53)
- Discontinued Operations	(32.74)	(80.24)	(57.83)	(99.39)
	<u>(37.04)</u>	<u>(131.27)</u>	<u>(55.73)</u>	<u>(141.92)</u>

(These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)

(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(UNAUDITED) AS AT 31/12/2017 RM'000	(AUDITED) AS AT 31/12/2016 RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	2,660,583	7,678,533
Investment Properties	897	2,457
Land Use Rights	2,503	6,482
Leased Assets	290,244	270,509
Other Receivables	41,760	47,756
Investments In Associates	1,650,864	1,953,223
Investments In Joint Ventures	57,467	54,875
Deferred Tax Assets	98,712	93,079
Other Investments	14,769	22,660
Derivative Assets	2,470	11,948
Deposits, Cash And Bank Balances	-	336,450
	<u>4,820,269</u>	<u>10,477,972</u>
Current Assets		
Inventories	1,342,703	1,931,189
Trade Receivables	880,170	867,691
Other Receivables	113,458	128,380
Other Investments	1,295,416	996,898
Derivative Assets	2,783	3,470
Deposits, Cash And Bank Balances	1,163,439	1,857,424
	<u>4,797,969</u>	<u>5,785,052</u>
Assets Held For Sale	323,713	-
	<u>5,121,682</u>	<u>5,785,052</u>
	<u>9,941,951</u>	<u>16,263,024</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity Attributable To The Equity Holders Of The Company		
Share Capital	584,147	584,147
Share Premium	-	794,482
Capital Reserve	396	396
Foreign Currency Translation Reserve	51,961	437,793
Other Reserve	78,276	-
Hedging Reserve	1	3,099
Retained Profits	2,367,601	2,898,645
	<u>3,082,382</u>	<u>4,718,562</u>
Non-Controlling Interests	1,093,447	2,145,713
Total Equity	<u>4,175,829</u>	<u>6,864,275</u>
Non-Current Liabilities		
Provision For Warranties	103,167	104,203
Deferred Tax Liabilities	34,029	22,952
Long Term Borrowings	2,069,717	3,715,777
Other Payables	6,037	803,805
	<u>2,212,950</u>	<u>4,646,737</u>
Current Liabilities		
Provision For Warranties	113,942	97,270
Taxation	26,588	40,956
Short Term Borrowings	685,312	2,616,648
Bank Overdrafts	6,537	22,681
Trade Payables	767,240	1,038,902
Other Payables	1,894,893	839,740
Derivative Liabilities	6,286	95,815
Liabilities Associated With Assets Held For Sale	52,374	-
	<u>3,553,172</u>	<u>4,752,012</u>
Total Liabilities	<u>5,766,122</u>	<u>9,398,749</u>
TOTAL EQUITY AND LIABILITIES	<u>9,941,951</u>	<u>16,263,024</u>
Net Assets Per Share (RM)	2.6384	4.0388

(These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)

(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2017

	Non - Distributable					Distributable				
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Foreign Currency Translation Reserve RM'000	Other Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000	Total RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
12 MONTHS ENDED 31 DECEMBER 2017										
At 1 January 2017	584,147	794,482	396	437,793	-	3,099	2,898,645	4,718,562	2,145,713	6,864,275
Transactions with owners										
Acquisition of non-controlling interests	-	-	-	-	-	-	30,429	30,429	(30,429)	-
Dividends distributed to equity holders	-	-	-	-	-	-	-	-	(75,922)	(75,922)
Transfer to share capital *	794,482	(794,482)	-	-	-	-	-	-	-	-
Capital reduction	(794,482)	-	-	-	78,276	-	89,722	(626,484)	-	(626,484)
Effects of loss of control in a subsidiary	-	-	-	-	-	-	-	-	(892,216)	(892,216)
Total comprehensive income	-	-	-	(385,832)	-	(3,098)	(651,195)	(1,040,125)	(53,699)	(1,093,824)
At 31 December 2017	584,147	-	396	51,961	78,276	1	2,367,601	3,082,382	1,093,447	4,175,829

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2016

	Non - Distributable					Distributable				
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Foreign Currency Translation Reserve RM'000	Other Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000	Total RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
12 MONTHS ENDED 31 DECEMBER 2016										
At 1 January 2016	584,147	794,482	396	445,306	-	-	4,760,127	6,584,458	2,799,413	9,383,871
Transactions with owners										
Acquisition of non-controlling interests	-	-	-	(10,184)	-	-	(86,614)	(96,798)	68,638	(28,160)
Dividends distributed to equity holders	-	-	-	-	-	-	(116,829)	(116,829)	(95,845)	(212,674)
Total comprehensive income	-	-	-	2,671	-	3,099	(1,658,039)	(1,652,269)	(626,493)	(2,278,762)
At 31 December 2016	584,147	794,482	396	437,793	-	3,099	2,898,645	4,718,562	2,145,713	6,864,275

* The new Companies Act 2016 ("CA 2016"), which became effective on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, the amounts standing to the credit of the share premium account became part of the Company's share capital pursuant to the transitional provisions set out in Section 618(2) of the CA 2016.

(These Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)
(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2017

	12 Months Ended 31/12/2017 RM'000	12 Months Ended 31/12/2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Taxation And Zakat From:		
Continuing operations	252,894	(242,490)
Discontinued operations	(802,829)	(1,887,735)
	<u>(549,935)</u>	<u>(2,130,225)</u>
Adjustments For:		
Depreciation and amortisation	336,288	569,516
Provision for impairment on property, plant and equipment, investment in joint ventures, investment in associates and goodwill	281,826	1,243,215
Net inventories written down	60,011	33,134
Interest expense from:		
- Continuing operations	119,041	32,526
- Discontinued operations	98,486	152,962
Share of results of associates and joint ventures from:		
- Continuing operations	(171,724)	(183,616)
- Discontinued operations	33,080	27,234
Gain on disposal of property, plant and equipment	(22,543)	(21,292)
(Reversal of)/Provision for impairment on receivables	(4,848)	252,213
Net unrealised foreign exchange/fair value gain	(210,407)	(188,032)
Loss on demerger of a subsidiary	126,914	-
Interest and dividend income from other investments	(89,233)	(80,395)
Property, plant and equipment written off	324	-
Remeasurement of financial guarantee contract	253,972	704,991
Net provision for warranties	21,645	73,119
Others	(10,294)	400
Operating Profit Before Working Capital Changes	<u>272,603</u>	<u>485,750</u>
(Increase)/Decrease in receivables	(174,556)	564,645
Decrease/(Increase) in inventories	272,560	(74,251)
Increase/(Decrease) in payables	430,820	(289,659)
Cash Generated From Operating Activities	<u>801,427</u>	<u>686,485</u>
Interest paid	(222,715)	(186,081)
Taxation paid	(133,118)	(209,672)
Net Cash Generated From Operating Activities	<u>445,594</u>	<u>290,732</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash outflow arising from equity investments	-	(21,984)
Net cash outflow arising from demerger of a subsidiary	(929,926)	-
Dividends received	97,962	83,764
Purchase of property, plant and equipment	(1,003,797)	(1,181,566)
Proceeds from disposal of property, plant and equipment	68,339	47,338
Interest income	85,509	75,548
Withdrawal of deposits	-	34,299
Other Investments (net)	(298,578)	195,743
Net Cash Used In Investing Activities	<u>(1,980,491)</u>	<u>(766,858)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to equity holders of the Company	-	(116,829)
Dividend paid to non-controlling interests	(75,922)	(95,845)
Net drawdown of loans and borrowings	175,998	380,106
Net Cash Generated From Financing Activities	<u>100,076</u>	<u>167,432</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,434,821)	(308,694)
CASH AND CASH EQUIVALENTS AS AT 1 JANUARY	2,171,193	2,621,058
EFFECTS OF EXCHANGE RATE CHANGES	420,530	(141,171)
CASH AND CASH EQUIVALENTS AS AT 31 DECEMBER	<u>1,156,902</u>	<u>2,171,193</u>

(These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”)

Basis of preparation

The interim financial statements have been prepared in accordance with the requirements of International Accounting Standards (“IAS”) 34, *Interim Financial Reporting* and MFRS 134, *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements have been prepared using historical cost basis except for certain financial assets and financial liabilities that are stated at fair value.

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 are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2016.

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group’s audited financial statements for the financial year ended 31 December 2016, except for the newly-issued MFRS and amendments to standards to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2017.

Adoption of Amendments and Annual Improvements to Standards

The Group has adopted the following Amendments and Annual Improvements to Standards, with a date of initial application of 1 January 2017 -

- Amendments to MFRS 107 Statement of Cash Flows - *Disclosure Initiative*
- Amendments to MFRS 112 Income Taxes - *Recognition of Deferred Tax Assets for Unrealised Losses*
- Amendments to MFRS 12 Disclosure of Interests in Other Entities (*Annual Improvements to MFRSs 2014-2016 Cycle*)

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”) (Cont’d)

Standards issued but not yet effective

At the date of authorisation of the Condensed Report, the following Standards, Amendments and Annual Improvements to Standards were issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been adopted by the Group –

Effective for financial periods beginning on or after 1 January 2018

- Amendments to MFRS 2 Share-based Payment - *Classification and Measurement of Share-based Payment Transactions*
- MFRS 9 Financial Instruments (IFRS 9 as issued by the International Accounting Standards Board in July 2014)
- MFRS 15 Revenue from Contracts with Customers
- MFRS 15 Revenue from Contracts with Customers - *Clarifications to MFRS 15 Revenue from Contracts with Customers*
- Amendments to MFRS 140 Investment Property - *Transfers of Investment Property*
- Annual Improvements to MFRSs 2014-2016 Cycle - *Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards and Amendments to MFRS 128 Investments in Associates and Joint Ventures*

Effective for financial periods beginning on or after 1 January 2019

- MFRS 16 Leases

MFRSs, Interpretations and Amendments effective for a date yet to be confirmed

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture**

* *The effective date of these Standards has been deferred, and has yet to be announced by MASB.*

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”) (Cont’d)

The Group will adopt the above pronouncements when they become effective in the respective financial periods. The Group does not expect any material impact to the financial statements on the above pronouncements other than for the three standards described below, for which the effects are still being assessed -

a. MFRS 9: Financial Instruments

In November 2014, MASB issued the final version of MFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces MFRS 139 Financial Instruments: Recognition and Measurement and all previous versions of MFRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. MFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory.

The adoption of MFRS 9 will have an effect on the classification and measurement of the Group's and the Company's financial assets, but will have no impact on the classification and measurement of the Group's and the Company's financial liabilities.

b. MFRS 15: Revenue from Contracts with Customers

MFRS 15 establishes a new five-step model that will apply to revenue arising from contracts with customers. MFRS 15 will supersede the current revenue recognition guidance including MFRS 118 Revenue, MFRS 111 Construction Contracts and the related interpretations when it becomes effective.

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

Under MFRS 15, an entity recognises revenue when (or as) a performance obligation is satisfied, i.e., when "control" of the goods or services underlying the particular performance obligation is transferred to the customer.

The adoption of MFRS 15 will have no material impact to the last annual financial statements.

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”) (Cont’d)

c. MFRS 16: Leases

MFRS 16 replaces the guidance in MFRS 117 Leases. The new standard requires lessees to present right-of-use assets and lease liabilities on the statement of financial position and to recognise the following for leases at the commencement date:

- A lease liability, which is a lessee’s obligation to make lease payments arising from a lease, measured on a discounted basis; and
- A right-of-use asset, which is an asset that represents the lessee’s right to use, or control the use of, a specified asset for the lease term.

MFRS 16 is effective for annual periods on or after 1 January 2019, with early application permitted. The Group will assess the impact of MFRS 16 and plans to adopt the new standard on the required effective date.

Companies Act 2016

The Companies Act 2016 (“CA 2016”) was enacted to replace the Companies Act 1965 with the objective of modernising the legal framework in line with advanced jurisdictions, reduce costs for doing and maintaining business and enhance internal controls, governance and corporate responsibility. The CA 2016 became effective on 31 January 2017.

Amongst the key changes introduced in the CA 2016 which will affect the financial statements of the Group and of the Company upon the commencement of the CA 2016 on 31 January 2017 are-

- a. removal of the authorised share capital;
- b. shares of the Company will cease to have par or nominal value; and
- c. the Company’s share premium account will become part of the Company’s share capital.

The adoption of the above did not have any significant effect on the interim financial report upon their initial application.

NOTE 2 - Seasonal or Cyclical Factors

The Group is principally engaged in the -

- a. import, assembly and marketing of passenger and commercial vehicles and related spares and manufacturing of original/replacement automotive parts;
- b. trading and manufacturing of a wide range of light and heavy equipment including related spares for use in the industrial, construction, agricultural and mining sectors; and
- c. manufacturing and trading of oil pipes and providing various oil and gas services including drilling and pipe-coating.

The Group’s products and services are generally dependent on the Malaysian and global economies, consumer demand and market sentiment.

NOTE 3 - Exceptional Items

There were no material unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group.

NOTE 4 - Accounting Estimates

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

NOTE 5 - Issuance or Repayment of Debt and Equity Securities

On 22 June 2017, the Company completed the issuance of Islamic Medium Term Notes (“IMTN”) with a nominal value of RM700 million under the IMTN programme for a period of maturities of three (3) years and five (5) years.

On 28 June 2017, the Company completed the redemption of the issuance of IMTN with a nominal value of RM190 million.

Other than the above, there were no issuances and repayment of debt securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period ended 31 December 2017.

NOTE 6 - Dividends Paid

There was no dividend paid during the period ended 31 December 2017.

NOTE 7 - Segmental Reporting

Business Segment	Financial Period Ended 31 December 2017		
	Revenue RM'000	Profit/(Loss) Before Taxation RM'000	Profit/(Loss) Attributable to Owners of the Company RM'000
Automotive	8,953,800	433,713	261,563
Equipment	1,456,579	140,640	112,478
Manufacturing & Engineering	645,621	(16,261)	(37,702)
Others	89,993	(305,198)	(311,851)
Sub-total	11,145,993	252,894	24,488
Elimination of Inter-Segment Sales	(99,513)	-	-
Total From Continuing Operations	11,046,480	252,894	24,488
Oil & Gas (Listed)	214,186	(156,290)	(86,404)
Oil & Gas (Unlisted)	120,371	(519,625)	(462,365)
Loss On Demerger	-	(126,914)	(126,914)
Total From Discontinued Operations	334,557	(802,829)	(675,683)
CONSOLIDATED TOTAL	11,381,037	(549,935)	(651,195)

In line with management's strategic decision to exit from the oil and gas industry within the next one year, corresponding assets and liabilities of investments in the Oil & Gas (Unlisted) segment had been classified as Held for Sale, in compliance with MFRS 5: Non-current Assets Held for Sale and Discontinued Operations. Accordingly, these assets had been measured at the lower of carrying amount and fair value less costs to sell.

Following the reclassification of the assets and liabilities to Held for Sale, results of the Oil & Gas (Unlisted) segment had been represented as Discontinued Operations since it is one of the major business operations within the Group.

With the completion of the demerger in UMW Oil and Gas Corporation Berhad ("UMW-OG") at the end of June 2017, results of the Oil & Gas (Listed) segment had been reclassified to Discontinued Operations.

The comparative condensed consolidated statement of comprehensive income for Oil & Gas (Unlisted) and Oil & Gas (Listed) segments had been re-presented to show the Discontinued Operations separately from the Continuing Operations.

NOTE 7 - Segmental Reporting (Cont'd)

The results of the Discontinued Operations are as follows:

(Note 1)

	Twelve Months Ended 31/12/2017 RM'000	Twelve Months Ended 31/12/2016 RM'000
Revenue	334,557	521,718
Operating Expenses ^(Note 2)	(889,833)	(2,247,517)
Other Operating Income	3,035	959
Loss From Operations	(552,241)	(1,724,840)
Finance Costs	(98,486)	(152,962)
Share Of Results Of Associates And Joint Ventures	(33,080)	(27,234)
Investment Income	7,892	17,301
Loss On Demerger ^(Note 3)	(126,914)	-
Loss Before Taxation And Zakat	(802,829)	(1,887,735)
Taxation And Zakat	(1,703)	(6,021)
Loss For The Period From Discontinued Operations	(804,532)	(1,893,756)
Net Cash Flows:		
Operating activities	(101,819)	3,528
Investing activities	29,286	(84,349)
Financing activities	(232,342)	(629,362)
	(304,875)	(710,183)

Note:

1. Included results of UMW-OG that had been accounted for up to June 2017.
2. Included write down of assets to fair value of RM286.3 million. (2016: impairment of assets = RM1,161.0 million)
3. The loss on Demerger of RM126.9 million was calculated as the difference between the fair value/market value of UMW-OG dated 13 June 2017 and share of net assets of UMW-OG, which was in conjunction with granting of the court order that the Company ceased to exercise control over UMW-OG.

Other than the above, there has been no other material increase in total assets compared to the last annual financial statements

NOTE 8 - Subsequent Material Events

In the opinion of the directors, there has been no material event or transaction during the period ended 31 December 2017 to the date of this announcement, which affects substantially the results of the Group for the period ended 31 December 2017.

NOTE 9 - Changes in Composition of the Group

- a. On 28 March 2017, UMW Corporation Sdn Bhd (“UMWC”), a wholly-owned subsidiary of the Company, together with its 90%-owned subsidiary, UMW Development Sdn Bhd (“UMWD”), entered into a Share Sale and Purchase Agreement (“SSPA”) with Permodalan Negeri Selangor Berhad (“PNSB”), for the acquisition by UMWC of PNSB’s 200,000 ordinary shares and 800,000 7.4% Cumulative Redeemable Preference Shares (“CRPS”) (“collectively referred to as “Sale Shares”) in UMWD for cash considerations of RM2,961,351 and RM1,588,550 respectively.

In consideration of PNSB agreeing to sell the Sale Shares to UMWC, UMWC warrants to repay the shareholder advances granted to UMWD by PNSB amounting to RM869,587, together with any interest accrued, which remained owing as at the date of the SSPA (“PNSB Advances”), for and on behalf of UMWD. In return, UMWD warrants to repay UMWC the amount at such time and in such manner to be agreed upon between the parties.

With the repayment of the PNSB Advances, all amount owing by UMWD to PNSB will be deemed fully settled.

On 10 April 2017, the Sale Shares held by PNSB in UMWD were transferred to UMWC, resulting in UMWD becoming a wholly-owned subsidiary of UMWC. Subsequently, both parties decided to settle the liabilities due from UMWD to UMWC of RM241,156,779 as at 30 April 2017 via the issuance of redeemable convertible preference shares (“RCPS”) by UMWD to UMWC.

On 25 May 2017, UMWC and UMWD entered into a new Settlement Agreement (“New Settlement Agreement”) to effect the revised mode of settlement of all liabilities due from UMWD to UMWC, i.e., via RCPS. The New Settlement Agreement supersedes the First Settlement Agreement entered into between the parties on 27 November 2015 wherein the mode of settlement of the liabilities was to be via a transfer of several parcels of land belonging to UMWD to UMWC. With the issuance of the RCPS, all liabilities due from UMWD to UMWC will be deemed fully settled.

- b. On 5 May 2017, Vina Offshore Holdings Pte Ltd, a dormant subsidiary within the Group commenced a members’ voluntary winding up pursuant to Section 290(1) of the Singapore Companies Act (Chapter 50).
- c. On 29 May 2017, UMW Petropipe (L) Ltd (“UPP”), a wholly-owned subsidiary of the Company, had entered into an Equity Transfer Agreement (“ETA”) with Sichuan Jinyang Antisepsis Engineering Co., Ltd (“Jinyang”), Elite International Investment (HK) Ltd (“Elite”) and Sichuan Gangrong Energy Co., Ltd (“SGEC”), for the proposed disposal by UPP of its entire 75.59% equity interest in Sichuan Haihua Petroleum Steelpipe Co., Ltd (“SCHH”), to SGEC, Jinyang and Elite (“Proposed Disposal”), for a total consideration of RMB9.00, in the following tranches:

Transferor	Transferee/(s)	Equity interest to be transferred (%)
1st Tranche UPP	SGEC	35.59
2nd Tranche UPP	SGEC Jinyang Elite	32.40 5.06 2.54
Total		75.59

NOTE 9 - Changes in Composition of the Group (Cont'd)

The Proposed Disposal is undertaken in line with the Company's strategic plan to exit from its investments in the oil and gas sector.

Subject to the fulfilment of the conditions precedent in the ETA, registration of transfers of equity interests will be made with relevant authorities in the People's Republic of China accordingly. Upon completion of the registration for the first tranche transfer of UPP's 35.59% equity interest, SCHH will cease to be a subsidiary in the UMW Group, and upon completion of the registration for the second tranche transfer of UPP's 40% equity interest, SCHH will cease to be a company in the UMW Group.

On 24 November 2017, the first tranche of the transfer has been completed.

- d. The winding up of the following subsidiaries within the Group have been completed on the dates stated below -

Date	Company
17 January 2017	Lada Motors Sendirian Berhad
1 February 2017	UMW Equipment Rental Services Sdn Bhd
1 March 2017	UMW Aero Industries Sdn Bhd
28 April 2017	UMW Vehicle Components Sdn Bhd
7 July 2017	Tracpart Centre Sdn Bhd
15 December 2017	Inobel Sdn Bhd
15 December 2017	U E-Technologies Sdn Bhd

NOTE 10 - Commitments for the Purchase of Property, Plant and Equipment

These are in respect of capital commitments -

	RM'000	RM'000
Approved and contracted for:		
Land and buildings	208,367	
Equipment, plant and machinery	340,663	
Others	<u>13,535</u>	562,565
Approved but not contracted for:		
Land and buildings	234,929	
Equipment, plant and machinery	678,762	
Others	<u>19,737</u>	933,428
Total		<u>1,495,993</u>

NOTE 11 - Significant Related Party Transactions

In the opinion of the directors, there were no significant related party transactions (“RPTs”) except for those in the recurrent RPT mandate duly approved by shareholders at the 35th Annual General Meeting held on 25 May 2017.

NOTE 12 - Classification of Financial Assets

There were no changes in the classification of financial assets as a result of a change in the purpose or use of the asset, except for those assets or investments classified as Held for Sale as stated in Note 7-Segmental Reporting.

NOTE 13 - Changes in Contingent Liabilities and Contingent Assets

Contingent liabilities of the Group had decreased to RM169.6 million as at 31 December 2017 from RM410.3 million as at 31 December 2016. Included in the amount is credit risk of RM156.4 million being corporate guarantees and financial indemnity granted by the Group as at 31 December 2017.

NOTE 14 - Review of Performance

Current Quarter Ended 31 December 2017

	Revenue		(Loss)/Profit Before Taxation	
	Quarter ended 31/12/2017 RM'000	Quarter ended 31/12/2016 RM'000	Quarter ended 31/12/2017 RM'000	Quarter ended 31/12/2016 RM'000
CONSOLIDATED TOTAL	2,980,854	3,055,758	(394,760)	(2,074,481)
Total From Continuing Operations	2,954,658	2,937,886	17,584	(542,762)
Business Segment:				
Automotive	2,386,676	2,454,464	141,602	147,434
Equipment	393,460	330,848	29,645	29,896
Manufacturing & Engineering	170,049	154,473	(3,030)	4,663
Total From Discontinued Operations	26,196	117,872	(412,344)	(1,531,719)
Oil & Gas (Listed)	-	53,711	-	(915,806)
Oil & Gas (Unlisted)	26,196	64,161	(412,344)	(615,913)
Loss On Demerger	-	-	-	-

Group

The Group registered a revenue from Continuing Operations of RM2,954.7 million for the current quarter ended 31 December 2017, marginally improved over the RM2,937.9 million reported for the same quarter last year.

The Group posted a profit before taxation from Continuing Operations of RM17.6 million for the current quarter compared with a loss of RM542.8 million in the same quarter of previous year. In the previous corresponding quarter, the Group had remeasured the financial guarantee contract in accordance with MFRS 137 with a charge of RM705.0 million in respect of borrowings of a joint venture company under the Oil & Gas (Unlisted) segment. Subsequently in the current quarter this year, an additional provision of RM254.0 million was recorded due to the anticipated early settlement of the guaranteed loans as part of the exit strategy.

The Group posted a loss before taxation from Discontinued Operations of RM412.3 million with a write down of RM286.3 million to reflect the assets to fair value as compared with a loss of RM1,531.7 million in the same quarter last year with impairment of assets of RM1,161.0 million.

Automotive Segment

The Automotive segment reported a revenue of RM2,386.7 million in the last quarter of the year, marginally lower than the RM2,454.5 million registered in the previous corresponding quarter. The decline was due to lower sales volume.

Profit before tax declined by RM5.8 million to RM141.6 million mainly due to lower contribution from the Perodua group. Sales performance of Perodua was lower in 2017 amidst challenging market conditions, intense competition and strict lending guidelines by Financial Institutions.

NOTE 14 - Review of Performance (Cont'd)

Current Quarter Ended 31 December 2017 (Cont'd)

Equipment Segment

The Equipment segment registered a revenue of RM393.5 million in the last quarter of 2017, higher than the RM330.8 million reported in the previous corresponding quarter. The better performance was mainly contributed by the heavy equipment business, which benefited from the strong demand in spare parts and after sales services.

Profit before taxation of RM29.6 million for the last quarter of 2017 was consistent with the results of the previous corresponding quarter. The higher revenue contribution had cushioned the impact of provision for slow-moving stock for the heavy equipment segment.

Manufacturing & Engineering Segment

The Manufacturing & Engineering segment reported an improved revenue of RM170.0 million as compared to revenue of RM154.5 million in the previous corresponding quarter. The higher revenue was contributed mainly by the auto component business.

However, the segment registered a loss before taxation of RM3.0 million as compared to profit before taxation of RM4.7 million in the corresponding quarter. This was mainly due to start-up operating expenses incurred by the aerospace business.

Oil & Gas (Unlisted) Segment

The segment registered a revenue of RM26.2 million in the quarter under review as compared with the RM64.2 million recorded in the corresponding quarter. The decrease was primarily due to the weak demand of OCTG pipes and cessation of operations in Oman.

The segment reported a loss before taxation of RM412.3 million with a write down of RM286.3 million as compared to a loss of RM615.9 million with an impairment of assets of RM381.0 million in the corresponding quarter.

Oil & Gas (Listed) Segment

Following completion of the demerger exercise, results from UMW-OG are no longer included as part of the Group's performance effective 1 July 2017. Hence, the contribution from UMW-OG was not reflected in the quarter ended 31 December 2017.

NOTE 14 - Review of Performance (Cont'd)

Twelve Months Ended 31 December 2017

	Revenue		(Loss)/Profit Before Taxation	
	Twelve Months Ended 31/12/2017 RM'000	Twelve Months Ended 31/12/2016 RM'000	Twelve Months Ended 31/12/2017 RM'000	Twelve Months Ended 31/12/2016 RM'000
CONSOLIDATED TOTAL	11,381,037	10,958,515	(549,935)	(2,130,225)
Total From Continuing Operations	11,046,480	10,436,797	252,894	(242,490)
Business Segment:				
Automotive	8,953,800	8,450,956	433,713	496,931
Equipment	1,456,579	1,382,815	140,640	145,620
Manufacturing & Engineering	645,621	601,460	(16,261)	24,619
Total From Discontinued Operations	334,557	521,718	(802,829)	(1,887,735)
Oil & Gas (Listed)	214,186	321,053	(156,290)	(1,181,264)
Oil & Gas (Unlisted)	120,371	200,665	(519,625)	(706,471)
Loss On Demerger	-	-	(126,914)	-

Note: The results attributable to the Discontinued Operations of Oil & Gas (Listed) for twelve months ended 31 December 2017 were from 1 Jan 2017 up to 30 June 2017.

Group

The Group posted a revenue from Continuing Operations of RM11,046.5 million for the year ended 31 December 2017. This was 5.8% or RM609.7 million higher than the RM10,436.8 million recorded in 2016, mainly contributed by the Automotive segment with higher sales volume.

The Group registered a profit before taxation from Continuing Operations of RM252.9 million, compared with a loss of RM242.5 million registered in the previous year. The loss in the previous year was mainly contributed by the remeasurement of the financial guarantee contract in accordance with MFRS 137 with a charge of RM705.0 million. Subsequently in the current year, an additional provision of RM254.0 million was recognized due to the anticipated early settlement of the guaranteed loans as part of the exit strategy.

Excluding these provisions, the Group would have reported a profit before taxation of RM506.9 million as compared to RM462.5 million in 2016.

The Group posted a loss before taxation from Discontinued Operations of RM802.8 million for the year ended 31 December 2017 as compared to a loss of RM1,887.7 million in 2016.

NOTE 14 - Review of Performance (Cont'd)

Twelve Months Ended 31 December 2017 (Cont'd)

Automotive Segment

The segment's revenue for the year ended 31 December 2017 was RM8,953.8 million, RM502.8 million or 5.9% higher than the RM8,451.0 million reported in previous year. The improved performance was boosted by encouraging sales volume.

Profit before taxation for the year was RM433.7 million, lower by 12.7% or RM63.2 million compared with the RM496.9 million reported in 2016. Results of the segment was affected by compressed margin as US Dollar remains relatively strong against Malaysia Ringgit. In addition, contribution from the Perodua Group was also lower in 2017 in line with lower Total Industry Volume ("TIV").

Equipment Segment

The Equipment segment generated a revenue of RM1,456.6 million for the year ended 31 December 2017, improved by 5.3% from the RM1,382.8 million recorded in 2016. Heavy equipment business registered an improved contribution principally due to the strong demand for product support sales in the heavy equipment operations.

Profit before taxation for the Equipment segment reduced from RM145.6 million recorded in 2016 to RM140.6 million in the current year mainly due to the provision for slow moving inventory in the heavy equipment operations.

Manufacturing & Engineering Segment

The Manufacturing & Engineering segment recorded a revenue of RM645.6 million in 2017, RM44.1 million or 7.3% higher than the RM601.5 million reported in 2016 mainly contributed by the auto component business.

The segment posted a loss before taxation of RM16.3 million as opposed to a profit before taxation of RM24.6 million recorded in 2016. This was mainly due to start-up operating expenses incurred by the aerospace business.

Oil & Gas (Unlisted) Segment

The Oil & Gas (Unlisted) segment registered a revenue of RM120.4 million, lower than the RM200.7 million in 2016 due to the weak demand of OCTG pipes and cessation of operations in Oman.

The segment posted a loss before taxation of RM519.6 million, with a write down of RM286.3 million.

Oil & Gas (Listed)

The segment posted a lower revenue of RM214.2 million, up to June 2017 following the completion of the demerger exercise. In comparison, twelve months revenue of RM321.1 million was reported in 2016. Similarly, the lower loss before taxation of RM156.3 million was for the first half of 2017 as opposed to a twelve months loss before taxation of RM1,181.3 million was reported in 2016.

NOTE 15 - Comparison with Preceding Quarter's Results

	Revenue		(Loss)/Profit Before Taxation	
	4th Quarter Ended 31/12/2017 RM'000	3rd Quarter Ended 30/09/2017 RM'000	4th Quarter Ended 31/12/2017 RM'000	3rd Quarter Ended 30/09/2017 RM'000
CONSOLIDATED TOTAL	2,980,854	2,671,008	(394,760)	19,932
Total From Continuing Operations	2,954,658	2,639,163	17,584	48,878
Business Segment:				
Automotive	2,386,676	2,115,924	141,602	106,073
Equipment	393,460	369,334	29,645	39,251
Manufacturing & Engineering	170,049	155,818	(3,030)	(6,730)
Total From Discontinued Operations	26,196	31,845	(412,344)	(28,946)
Oil & Gas (Listed)	-	-	-	-
Oil & Gas (Unlisted)	26,196	31,845	(412,344)	(28,946)
Loss On Demerger	-	-	-	-

The Group registered a revenue from Continuing Operations of RM2,954.7 million, an increase of RM315.5 million from the RM2,639.2 million recorded in the preceding quarter. Higher contribution from the Automotive segment as sales of motor vehicles were lifted by year-end promotions and the launch of Toyota Innovative international Multipurpose Vehicle ("IMV") improvement models for Innova, Fortuner and Hilux in September 2017.

The Group posted a profit before taxation from Continuing Operations of RM17.6 million in the current quarter, lower than the RM48.9 million in preceding quarter. This is mainly due to the additional provision for financial guarantee contract of RM254.0 million in relation to the anticipated early settlement as part of the exit strategy in the Oil & Gas (Unlisted) segment.

Excluding these provisions, profit for the quarter would have reported at RM271.6 million, which was higher than preceding quarter due to higher profit achieved in Automotive segment and realisation of foreign currency exchange gains as a result of the strengthening of the Ringgit Malaysia against the US Dollar.

NOTE 16 - Current Prospects

Automotive Segment

The Malaysian Automotive Association forecasted TIV for 2018 to be 590,000 units, a growth of 2.3% over the 576,635 units in 2017. However, continuation of strict lending guidelines will remain as one of the challenges for industry players.

Following UMW Toyota Motor Sdn Bhd (UMWT)'s initiative to increase dealers involvement, UMWT is able to increase intensity on high value-added upstream activities while dealers continue to dedicate themselves towards ensuring customer satisfaction. Nonetheless, the first half of the year is expected to remain competitive with other automotive players seeking to clear 2017 stocks and capitalizing on the festive promotions.

The Group expects the segment to perform satisfactorily in 2018.

Equipment Segment

Malaysia's macro-economy will remain positive in 2018 with a forecasted gross domestic product of above 5.3%, driven by domestic demand. In Malaysia's 2018 Budget, the government allocated higher spending to roll out major infrastructure projects. As such, there would be a positive effect to construction players which is expected to increase the demand for heavy equipment. For industrial equipment, growth is expected to sustain with the healthy level of secured orders in hand, albeit stiff competition.

The Group expects the segment to perform better in 2018.

Manufacturing & Engineering Segment

The automotive component operations is forecast to improve with new contracts awarded to the Group as a result of new model introduced by our customers. Sales of Replacement Equipment Manufacturers for both domestic and export markets are expected to contribute higher revenue.

The lubricant business in Malaysia is growing and manufacturing capacity expansion projects are already in place to cater for the increased demand. In addition, lubricant businesses in China and Indonesia are also expected to improve.

Aerospace business with Rolls-Royce is progressing as per schedule and is currently in the ramp-up stage to deliver the fan cases as per contractual requirement.

The Group expects the segment to perform positively in 2018.

NOTE 16 - Current Prospects (Cont'd)

Oil & Gas (Unlisted) Segment

Following the impending exit of the Oil and Gas segment, the Group does not expect any adverse material impact in 2018.

Group

Following the completion of the demerger of UMW-OG and impending exit of the Oil and Gas (Unlisted) segment, the Group is in the better position to focus on the growth of its remaining three core businesses, namely automotive, equipment, and manufacturing and engineering.

NOTE 17 - Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

NOTE 18 - Taxation

	4th Quarter Ended 31/12/2017 RM'000	Twelve Months Ended 31/12/2017 RM'000
Current period's provision	28,351	112,537
Under/(over) provision in prior periods	1,043	(764)
	29,394	111,773
Deferred taxation	3,632	3,620
Taxation	33,026	115,393
Zakat	-	6,919
Total taxation and zakat	33,026	122,312

The effective tax rates for the period ended 31 December 2017 were higher than the statutory tax rate of 24.0% primarily due to -

- certain expenses were not allowable for tax purposes; and
- some subsidiaries were in a loss position.

NOTE 19 - Corporate Proposals

On 19 January 2017, the Company announced the proposed distribution of its entire shareholding in UMW-OG of 1,204,777,400 ordinary shares of RM0.50 each, representing 55.73% of the issued and paid-up share capital of UMW-OG to the entitled shareholders of the Company ("Proposed Distribution").

To facilitate the Proposed Distribution, the Company will undertake a bonus issue of 1,204,777,400 Redeemable Preference Shares ("RPS") of RM0.01 each to the Company's shareholders after receipt of all relevant approvals for the Proposed Distribution on the basis of approximately 1.03 RPS for each existing ordinary share of RM0.50 each in the Company ("Proposed Bonus Issue"), and proposed subsequent redemption of all the RPS at a premium which will be satisfied in the form of UMW-OG Shares ("Proposed Redemption") via the distribution of 1,204,777,400 UMW-OG Shares held by the Company ("Distribution Shares") to its entitled shareholders.

On 27 February 2017, the Company announced that in view of the enforcement of the new Companies Act 2016 on 31 January 2017, all amounts standing to the credit of the Company's share premium account will become part of the Company's share capital. The immediate impact is that the Company will no longer be able to carry out the mechanism under the Proposed Distribution as set out in the proposal. Hence, the Company will not be undertaking the Proposed Bonus Issue and Proposed Redemption to facilitate the Proposed Distribution as envisaged earlier. Instead, the Company will undertake the Proposed Distribution exercise via a reduction of its share capital by approximately RM704.8 million, being the cost of investment of the Company in the UMW-OG Shares.

On 3 March 2017, the Company proposed to further reduce its issued share capital by approximately RM89.7 million ("Proposed Capital Reduction").

The above Proposed Distribution and Proposed Capital Reduction (collectively referred to as "Proposals") were subject to the following being obtained –

- Approval of the shareholders of the Company at an extraordinary general meeting ("EGM") to be convened;
- Confirmation from the High Court for the Proposals via an order; and
- Approvals/consents of any other relevant authorities and/or parties, if required.

The Proposed Capital Reduction is conditional upon the Proposed Distribution.

On 4 May 2017, the Company announced that its shareholders have approved all the resolutions in relation to the Proposals at the EGM held earlier.

On 14 June 2017, the Company announced that the High Court of Malaya had on 13 June 2017 granted an order confirming the special resolutions for the Proposed Distribution and the Proposed Capital Reduction. With the granting of the order, the Company ceased to exercise control over UMW-OG.

On 11 July 2017, the Company announced that the Proposals have been completed, following the lodgement of a sealed copy of the order from the High Court of Malaya confirming the special resolutions for the Proposals on 5 July 2017 and the crediting of the Distribution Shares into the accounts of the entitled shareholders of the Company on 11 July 2017.

Accordingly, the financial results of UMW-OG have been accounted for up to June 2017 and presented as Discontinued Operations.

NOTE 19 - Corporate Proposals (Cont'd)

Other than the above, there were no corporate proposals announced but not completed at the date of this announcement.

NOTE 20 - Group Borrowings and Debt Securities

	As at 31/12/2017					
	Long Term		Short Term		Total borrowings	
	Foreign denomination	RM denomination	Foreign denomination	RM denomination	Foreign denomination	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term loans and trade facilities						
- United States Dollar @ 4.047	157,115	-	171,977	-	329,092	-
- Omani Rial @ 10.563	65,138	-	-	-	65,138	-
- Indian Rupee @ 0.063	-	-	756	-	756	-
- Australian Dollar @ 3.161	-	-	28,263	-	28,263	-
Long term loans payable within 12 months						
- United States Dollar @ 4.047	(26,433)	-	26,433	-	-	-
- Omani Rial @ 10.563	(28,950)	-	28,950	-	-	-
	166,870	-	256,379	-	423,249	-
Unsecured						
Short term loans and trade facilities						
- United States Dollar @ 4.047	-	1,574,676	-	103,553	-	1,678,229
Long term loans payable within 12 months						
- United States Dollar @ 4.047	328,171	-	325,380	-	653,551	-
	-	-	-	-	-	-
	328,171	1,574,676	325,380	103,553	653,551	1,678,229
	495,041	1,574,676	581,759	103,553	1,076,800	1,678,229

NOTE 20 - Group Borrowings and Debt Securities (Cont'd)

	As at 31/12/2016					
	Long Term		Short Term		Total borrowings	
	Foreign denomination	RM denomination	Foreign denomination	RM denomination	Foreign denomination	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term loans and trade facilities						
- United States Dollar @ 4.486	721,359	-	113,950	-	835,309	-
- Australian Dollar @ 3.239	-	-	27,468	-	27,468	-
- Omani Rial @ 11.655	245,225	-	150,847	-	396,072	-
- Renminbi @ 0.646	24,463	-	-	-	24,463	-
Long term loans payable within 12 months						
- United States Dollar @ 4.486	-	-	-	-	-	-
- Omani Rial @ 11.655	-	-	-	-	-	-
	991,047	-	292,265	-	1,283,312	-
Unsecured						
Short term loans and trade facilities						
- United States Dollar @ 4.486	2,221,027	-	1,715,598	-	3,936,625	-
Long term loans payable within 12 months	(291,873)	-	291,873	-	-	-
	1,929,154	795,576	2,007,471	316,912	3,936,625	1,112,488
	2,920,201	795,576	2,299,736	316,912	5,219,937	1,112,488

NOTE 21 - Material Litigation

There was no material litigation pending as at the date of this announcement.

NOTE 22 - Dividend

No interim dividend has been recommended for the quarter ended 31 December 2017 (2016 – Nil).

NOTE 23 - Earnings Per Share

Basic earnings per share for the current quarter and financial period ended 31 December 2017 is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue as at 31 December 2017.

	Quarter Ended 31/12/2017	Twelve Months Ended 31/12/2017
Net (loss)/profit attributable to shareholders (RM'000)		
- Continuing operations	(50,182)	24,488
- Discontinued operations	(382,488)	(675,683)
	(432,670)	(651,195)
Weighted average number of ordinary shares	1,168,293,932	1,168,293,932
Basic/Diluted earnings per share (sen)		
- Continuing operations	(4.30)	2.10
- Discontinued operations	(32.74)	(57.83)
	(37.04)	(55.73)

NOTE 24 - Realised and Unrealised Profits/(Losses)

The breakdown of retained profits of the Group as at 31 December 2017, pursuant to the format prescribed by Bursa Securities, is as follows -

	As at 31/12/2017 RM'000	As at 31/12/2016 RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	47,402	2,362,206
- Unrealised	(160,144)	(165,850)
	(112,742)	2,196,356
Total share of retained profits/(accumulated losses) from associated companies:		
- Realised	1,332,806	1,402,112
- Unrealised	41,111	(16,217)
Total share of retained profits/(accumulated losses) from jointly-controlled entities:		
- Realised	(281,848)	(279,516)
- Unrealised	(183)	(3,289)
	979,144	3,299,446
Less: Consolidation adjustments	1,388,457	(400,801)
Total Group retained profits as per consolidated accounts	2,367,601	2,898,645

NOTE 25 - Audit Qualification

The audit report in respect of the annual financial statements for the financial year ended 31 December 2016 was not qualified.

NOTE 26 - Items to Disclose in the Statement of Comprehensive Income

	4th Quarter Ended 31/12/2017 RM'000	Twelve Months Ended 31/12/2017 RM'000
a. Interest income	8,498	55,181
b. Other investment income	12,271	34,052
c. Depreciation and amortisation	(64,625)	(336,288)
d. Reversal for provision for impairment losses of receivables	64,858	4,848
e. Provision for write down of inventories	(53,281)	(60,011)
f. Loss on disposal of quoted or unquoted investment	-	(1)
g. Gain on disposal of property, plant and equipment	5,349	22,543
h. Provision for impairment on property, plant and equipment, investment in joint ventures, investment in associates and goodwill	(283,948)	(281,826)
i. Foreign exchange gains (net)	120,028	42,946
j. (Loss)/Gain on derivatives (net)	(5,630)	91,191
k. Property, plant and equipment written off	(157)	(324)
l. Loss on demerger of a subsidiary	-	(126,914)
m. Remeasurement of financial guarantee contract	(253,972)	(253,972)

By Order Of The Board

MOHD NOR AZAM BIN MOHD SALLEH
Secretary
(MAICSA 7028137)

Shah Alam
27 February 2018