

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017**

	AS AT 31-MAR-2017 (Unaudited) RM'000	AS AT 31-DEC-2016 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,558,081	2,193,909
Investment properties	534,424	537,272
Land held for property development	929,757	899,819
Intangible assets	333,348	323,014
Investment in associates	14,425	14,446
Investment in joint ventures	63,171	229,783
Deferred tax assets	84,044	81,722
Receivables	1,702	1,702
Investment in securities	272,489	322,673
	<u>4,791,441</u>	<u>4,604,340</u>
<b>Current assets</b>		
Property development costs	198,232	208,030
Inventories	55,289	51,485
Tax recoverable	28,616	33,035
Receivables	918,217	591,099
Investment in securities	1,005,836	945,859
Derivatives	250	-
Cash and bank balances	1,033,566	1,101,493
	<u>3,240,006</u>	<u>2,931,001</u>
<b>TOTAL ASSETS</b>	<b><u>8,031,447</u></b>	<b><u>7,535,341</u></b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	1,711,910	1,711,910
Reserves	774,606	672,712
<b>Equity attributable to equity holders of the Company</b>	<u>2,486,516</u>	<u>2,384,622</u>
<b>Non-controlling interests</b>	<u>1,244,359</u>	<u>1,200,424</u>
<b>TOTAL EQUITY</b>	<u>3,730,875</u>	<u>3,585,046</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	240,467	238,944
Borrowings	1,234,624	1,302,286
Payables	5,575	9,070
	<u>1,480,666</u>	<u>1,550,300</u>
<b>Current liabilities</b>		
Borrowings	2,054,506	1,873,013
Payables	750,099	499,085
Derivatives	10,988	6,406
Current tax liabilities	4,313	21,491
	<u>2,819,906</u>	<u>2,399,995</u>
<b>TOTAL LIABILITIES</b>	<u>4,300,572</u>	<u>3,950,295</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>8,031,447</u></b>	<b><u>7,535,341</u></b>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>1.45</u>	<u>1.39</u>

**Notes:**

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying notes to the quarterly report attached hereto.

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-MAR-2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-MAR-2016 RM'000	CURRENT YEAR TO DATE 31-MAR-2017 RM'000	PRECEDING YEAR TO DATE 31-MAR-2016 RM'000
<b>Revenue</b>	307,355	198,285	307,355	198,285
Other income	47,219	4,151	47,219	4,151
Other expenses	(222,300)	(265,182)	(222,300)	(265,182)
<b>Operating profit/(loss)</b>	132,274	(62,746)	132,274	(62,746)
Finance income	2,949	2,533	2,949	2,533
Finance costs	(20,929)	(18,522)	(20,929)	(18,522)
Share of results in associates, net of tax	(22)	-	(22)	-
Share of results in joint ventures, net of tax	-	8,002	-	8,002
<b>Profit/(loss) before tax</b>	114,272	(70,733)	114,272	(70,733)
Income tax	(5,267)	(9,339)	(5,267)	(9,339)
<b>Profit/(loss) for the financial period</b>	109,005	(80,072)	109,005	(80,072)
Profit/(loss) attributable to:				
Equity holders of the Company	83,217	(80,368)	83,217	(80,368)
Non-controlling interests	25,788	296	25,788	296
	109,005	(80,072)	109,005	(80,072)
Earnings/(loss) per share attributable to equity holders of the Company				
Basic (sen)	4.86	(4.69)	4.86	(4.69)
Fully diluted (sen)	4.86	(4.69)	4.86	(4.69)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-MAR-2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-MAR-2016 RM'000	CURRENT YEAR TO DATE 31-MAR-2017 RM'000	PRECEDING YEAR TO DATE 31-MAR-2016 RM'000
<b>Profit/(loss) for the financial period</b>	109,005	(80,072)	109,005	(80,072)
<b>Other comprehensive income/(loss), net of tax:</b>				
<b>Items that will be reclassified subsequently to profit or loss:</b>				
Net gain/(loss) on foreign currency translation differences	36,525	(120,359)	36,525	(120,359)
Available-for-sale financial assets				
- Net fair value gain/(loss)	77	(1,978)	77	(1,978)
- Reclassification to profit or loss	461	350	461	350
- Income tax effect	(241)	(62)	(241)	(62)
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>36,822</b>	<b>(122,049)</b>	<b>36,822</b>	<b>(122,049)</b>
<b>Total comprehensive income/(loss) for the financial period</b>	<b>145,827</b>	<b>(202,121)</b>	<b>145,827</b>	<b>(202,121)</b>
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	101,407	(156,174)	101,407	(156,174)
Non-controlling interests	44,420	(45,947)	44,420	(45,947)
	<b>145,827</b>	<b>(202,121)</b>	<b>145,827</b>	<b>(202,121)</b>

**Notes:**

The unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying notes to the quarterly report attached hereto.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

	----- Attributable to equity holders of the Company -----									
	----- Non-distributable -----					Distributable				
	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Available -for-sale reserve RM'000	Exchange translation reserve RM'000	Exchange difference recognised in equity RM'000	Retained earnings/ (Accumulated losses) RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
<b>At 1 January 2016</b>	1,711,910	63,208	10,300	4,690	296,792	92,492	36,880	2,216,272	1,107,389	3,323,661
<b>Total comprehensive income for the financial period</b>										
- (Loss)/profit for the financial period	-	-	-	-	-	-	(80,368)	(80,368)	296	(80,072)
- Other comprehensive loss	-	-	-	(1,082)	(41,442)	(33,282)	-	(75,806)	(46,243)	(122,049)
	-	-	-	(1,082)	(41,442)	(33,282)	(80,368)	(156,174)	(45,947)	(202,121)
<b>Contributions by and distributions to owners of the Company</b>										
Dividend to non-controlling interests	-	-	-	-	-	-	-	-	3	3
<b>Total transaction with owners of the Company</b>	-	-	-	-	-	-	-	-	3	3
<b>At 31 March 2016 (unaudited)</b>	<b>1,711,910</b>	<b>63,208</b>	<b>10,300</b>	<b>3,608</b>	<b>255,350</b>	<b>59,210</b>	<b>(43,488)</b>	<b>2,060,098</b>	<b>1,061,445</b>	<b>3,121,543</b>
<b>At 1 January 2017</b>	1,711,910	63,208	10,300	9,314	323,519	123,449	142,922	2,384,622	1,200,424	3,585,046
<b>Total comprehensive income for the financial period</b>										
- Profit for the financial period	-	-	-	-	-	-	83,217	83,217	25,788	109,005
- Other comprehensive income	-	-	-	844	16,240	1,567	-	18,651	18,632	37,283
	-	-	-	844	16,240	1,567	83,217	101,868	44,420	146,288
<b>Contributions by and distributions to owners of the Company</b>										
Distribution equalisation in unit trust fund	-	-	-	-	-	-	26	26	-	26
Business combination with non-controlling interests	-	-	-	-	-	-	-	-	(485)	(485)
<b>Total transactions with owners of the Company</b>	-	-	-	-	-	-	26	26	(485)	(459)
<b>At 31 March 2017 (unaudited)</b>	<b>1,711,910</b>	<b>63,208</b>	<b>10,300</b>	<b>10,158</b>	<b>339,759</b>	<b>125,016</b>	<b>226,165</b>	<b>2,486,516</b>	<b>1,244,359</b>	<b>3,730,875</b>

**Notes:**

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying notes to the quarterly report attached hereto.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017  
(The figures have not been audited)**

	<b>3 MONTHS ENDED</b>	
	<b>31-MAR-2017</b>	<b>31-MAR-2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Operating Activities</b>		
Profit/(loss) before tax	114,272	(70,733)
Adjustments for:		
Non-cash items	25,964	19,656
Non-operating items	(9,944)	61,778
Interest income	(29,953)	(10,512)
Operating profit before changes in working capital	<u>100,339</u>	<u>189</u>
Net increase in assets	(368,058)	(34,714)
Net increase in liabilities	348,204	141,631
Cash generated from operations	<u>80,485</u>	<u>107,106</u>
Interest received	1,727	4,308
Taxes paid	(8,243)	(2,320)
Net cash generated from operating activities	<u>73,969</u>	<u>109,094</u>
<b>Investing Activities</b>		
Interest received, net	31,175	8,737
Dividend received	180	210
Proceeds from interest in joint ventures	167,720	-
Development cost on land held for development	(14,681)	(10,406)
Purchase of property, plant and equipment	(347,113)	(11,178)
Proceeds from disposal of property, plant and equipment	16	16
Purchase of investment properties	(612)	(3,332)
Purchase of investment securities	(532,839)	-
Proceeds from settlement of derivatives	13,725	-
Proceeds from disposal/redemption of investment securities	467,592	228,973
Other payments	(2)	(1)
Net cash (used in)/generated from investing activities	<u>(214,839)</u>	<u>213,019</u>
<b>Financing Activities</b>		
Interest paid	(20,417)	(17,810)
Net repayment/(drawdown) of borrowings	96,218	(109,314)
Increase in pledged deposits for financing facilities	(12,938)	(39,466)
Net cash generated from/(used in) financing activities	<u>62,863</u>	<u>(166,590)</u>
Net (decrease)/increase in cash and cash equivalents during the period	(78,007)	155,523
Cash and cash equivalents at beginning of year		
As previously reported	655,098	323,430
Effects of exchange rate changes	(2,262)	(10,191)
As restated	652,836	313,239
Cash and cash equivalents at end of current period	<u>574,829</u>	<u>468,762</u>
Cash and cash equivalents comprise of:		
Cash and bank balances	1,033,566	738,204
Less:		
Remisiers' monies	(25,159)	(26,824)
Cash pledged for bank facilities	(433,578)	(242,618)
	<u>574,829</u>	<u>468,762</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS****A1 Basis of Preparation**

The quarterly financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard (FRS) 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The quarterly financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2016.

**A2 Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this quarterly financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2016, except for the adoption of the following new and revised Financial Reporting Standards (FRSs), Amendments to FRSs and IC interpretations.

	<b>Effective for financial periods beginning on or after</b>
Amendments to FRS 12 <i>Disclosure of Interests in Other Entities (Annual Improvements to FRS Standards 2014-2016 Cycle)</i>	1 January 2017
Amendments to FRS 107 <i>Statement of Cash Flows: Disclosure Initiative</i>	1 January 2017
Amendments to FRS 112 <i>Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017

The adoption of the amendments/improvements to existing standards did not have any significant impact on the financial statements of the Group in the period of initial application.

**Malaysian Financial Reporting Standards Framework (“MFRS Framework”)**

The Group falls within the scope of IC Interpretation 15, Agreements for the Construction of Real Estate. Therefore, the Group is currently exempted from adopting the Malaysian Financial Reporting Standards (“MFRSs”) and is referred to as a “Transitioning Entity”.

The Group's financial statements for annual period beginning on 1 January 2018 will be prepared in accordance with the MFRSs issued by the MASB and International Financial Reporting Standards (“IFRSs”).

The initial application of MFRSs will result in a change in accounting policy. The Group is currently assessing the financial impact that may arise from the adoption of MFRS.

**A3 Auditors' Report of Preceding Annual Financial Statements**

The auditors' report of the preceding annual financial statements was not qualified.

**A4 Seasonal or Cyclical Factors**

The Group's operations are affected by seasonal and cyclical factors especially the volatility in the trading volume and share prices on the Bursa Malaysia, the general Malaysian economy and seasonal factors that affect the occupancy and room rates of the Group's hotel operations.

## A5 Unusual Items Affecting the Financial Statements

There were no items affecting assets, liabilities, equity, net income or cash flows during the financial period under review that were unusual because of their nature, size or incidence.

## A6 Changes in Accounting Estimates

There were no changes in estimates that have had a material effect in the current financial period's results.

## A7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities since the last annual reporting date.

## A8 Dividends Paid

No dividend was paid during the current financial quarter.

## A9 Segmental Information

Segmental revenue and results for the current financial period to date:

	Broking and financial services	Investment holding and Others	Credit and lending	Property investment	Property development	Hotel operations	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>								
External revenue	41,669	28,816	1,932	11,996	51,243	171,699	-	307,355
Inter-segment revenue	132	5,204	7,603	2,153	-	40	(15,132)	-
<b>Total revenue</b>	<b>41,801</b>	<b>34,020</b>	<b>9,535</b>	<b>14,149</b>	<b>51,243</b>	<b>171,739</b>	<b>(15,132)</b>	<b>307,355</b>
<b>Results</b>								
Net segment results	9,262	56,062	1,565	3,974	5,769	32,888	-	109,520
Foreign exchange gain/(loss)	234	7,737	(492)	16	-	17,660	-	25,155
<b>Operating profit</b>	<b>9,496</b>	<b>63,799</b>	<b>1,073</b>	<b>3,990</b>	<b>5,769</b>	<b>50,548</b>	<b>-</b>	<b>134,675</b>
Finance income								2,949
Finance costs								(20,929)
Share of results of associated companies								(22)
Unallocated corporate expenses								(2,401)
<b>Profit before tax</b>								<b>114,272</b>
Income tax								(5,267)
<b>Profit for the financial period</b>								<b>109,005</b>
<b>Profit attributable to:</b>								
Equity holders of the Company								83,217
Non-controlling interests								25,788
								<b>109,005</b>

#### **A10 Subsequent Events**

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

#### **A11 Changes in the Composition of the Group**

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

#### **A12 Changes in Contingent Liabilities or Contingent Assets**

There were no changes in contingent liabilities or contingent assets since the last annual reporting date as at 31 December 2016.

#### **A13 Commitments**

The amount of capital commitments not provided for as at 31 March 2017 were as follow:

	<u>RM'000</u>
Approved and contracted for:-	
- Property, plant and equipment	4,735
- Development expenditure	62,848
	<u>67,583</u>



**B1 Performance Analysis of the Group's Operating Segments**

	<b>CURRENT YEAR QUARTER 31 MAR 2017 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER 31 MAR 2016 RM'000</b>
Revenue	307,355	198,285
Other income		
- Gain on disposal of investment securities	4,501	2,240
- Gain on redemption of preference shares in a subsidiary	6,883	-
- Realised fair value gain on investment securities	8,932	-
- Unrealised fair value gain on investment securities	10,414	-
- Realised fair value gain on derivatives	13,725	-
- Others	2,764	1,911
	<b>47,219</b>	<b>4,151</b>
Other expenses		
- Amortisation and depreciation	(24,582)	(17,262)
- Cost of properties and construction materials sold	(46,697)	(14,860)
- Remisiers', agents' and futures brokers' commissions	(17,081)	(9,031)
- Hotel operational and personnel cost	(117,572)	(82,440)
- Personnel cost and others	(36,923)	(43,320)
- Realised fair value loss on derivatives	-	(650)
- Unrealised fair value loss on derivatives	(5,623)	(3,152)
- Realised fair value loss on investment securities	-	(56,435)
- Unrealised fair value loss on investment securities	-	(37,203)
- Reversal of impairment loss on receivables	1,022	447
- Impairment loss on investment securities	-	(1,571)
- Foreign exchange gain	25,156	295
	<b>(222,300)</b>	<b>(265,182)</b>
Finance income	2,949	2,533
Finance costs	(20,929)	(18,522)
Share of results in associates	(22)	-
Share of results in joint venture	-	8,002
Profit/(loss) before tax	<b>114,272</b>	<b>(70,733)</b>

## **B1 Performance Analysis of the Group's Operating Segments (cont'd)**

The Group reported revenue of RM307.3 million and profit before tax of RM114.3 million for the current year's first quarter, compared to revenue of RM198.3 million and loss before tax of RM70.7 million respectively achieved in the previous year's corresponding quarter.

The increase in profit before tax was mainly attributable to contribution from broking, investment holding, and hotel operation divisions.

The performance of the Group, analysed by its key operating segments was as follows:-

### ***Broking and financial services***

Profit before tax of the broking and financial services division increased from RM5.0 mil in the previous year's first quarter to RM10.5 mil in the current year's first quarter. This was mainly due to the increase in brokerage income.

### ***Investment holding***

Investment holding division reported profit before tax of RM53.9 million in the current year's first quarter, as compared to loss before tax of RM106.5 million in the previous year's corresponding quarter.

On top of net foreign exchange gain resulted primarily from A\$ and C\$ denominated balances, this division enjoyed higher investment interest income, fair value gain on investment securities and fair value gain on derivatives.

### ***Credit and lending***

For the current year's first quarter, credit and lending division contributed RM0.5 million profit before tax to the Group, as compared to profit before tax of RM0.9 million in the previous year's corresponding quarter.

Despite lower foreign exchange loss on translation of C\$ denominated receivables, this division reported lower interest income.

### ***Property investment***

Property investment division reported profit before tax of RM0.2 million in the current year's first quarter, as compared to profit before tax of RM1.2 million in the previous year's corresponding quarter. This was mainly due to higher finance cost.

### ***Property development***

Property development division reported profit before tax of RM2.8 million in the current year's first quarter, as compared to loss before tax of RM1.0 million in previous year's corresponding quarter.

This was mainly due to higher profit recognition on property development project in Australia.

## **B1 Performance Analysis of the Group's Operating Segments (cont'd)**

### ***Hotel operations***

Hotel operations division registered net operating profit of RM31.1 million in the current year's first quarter, as compared to RM21.7 million in the previous year's corresponding quarter.

The increase in net operating profit was mainly due to higher occupancy rate of all hotels, in particular the Movenpick Resort, Phuket, Swissotel Merchant Court, Singapore and Radisson BLU Plaza, Sydney of which their refurbishment were completed in year 2016.

Foreign exchange gain resulted from the appreciation of USD against THB had further improved the hotel operations division current quarter's results by approximately RM7.4 mil.

## **B2 Material Changes in Profit before Tax for the Current Quarter Compared with the Preceding Quarter**

The Group reported profit before tax of RM114.3 million in the current year's first quarter as compared to profit before tax of RM164.1 million in the preceding quarter.

Despite higher revenue earned from the broking, property development and hotel business segments, the Group reported lower profit mainly due to lower fair value gain on investment securities.

## **B3 Prospects for the current financial year**

The Malaysia economy is expecting a growth GDP of 4.2%-4.8% for 2017 despite the challenging economic environment globally and domestically. However, the downside risk to growth will remain, given the continued uncertainty in the external environment and the weakening of the domestic economy.

The prospect for each business division is summarized below: -

### ***Broking and financial services***

For the year 2017, volatilities and uncertainties are abound as the shifting sands of market sentiments will get an additional boost from the political economy of the US and Europe. While resilient economic growth, inflow of FDIs from China, recovery in corporate earnings, higher crude oil price and speculations about the 14th Malaysian General Election will have the tendency to spew positive vibes into the market, unpleasant external surprises from the US and Europe that go against the spirit of globalization will make trading nations like Malaysia increasingly vulnerable. Together with a recovery in private consumption, private investment and the multibillion infrastructure projects in the pipeline, they could act as catalysts to sustain interest in the local equity market.

Thus, we remain hopeful that trading volume, value and activities in Bursa Malaysia will improve slightly to sustain performance of our financial services business in 2017. We will consistently engage, monitor and evaluate our business strategies to maximize return to shareholders. While optimising our existing resources to generate higher brokerage income, we will continue to scout for business opportunities to increase our fee based and proprietary activities, and also to look for strategic locations to grow our branch network.

### **B3 Prospects for the current financial year (cont'd)**

#### ***Credit and lending***

The financial year 2017 is expected to be challenging for the credit and lending division. However, the division will strive to increase financing activities by providing term loans to business enterprises for their working capital and to individuals for their investments.

#### ***Property investment***

For the financial year 2017, the Group is projected to experience a steady recurring income contribution from overseas and local property investments.

#### ***Property development***

Due to the current tough property outlook in Malaysia, stringent mortgage approvals from the financial institutions and the weak local currency, we anticipate our property sales to be challenging. However, the Group may initiate launching of certain strategically located property development projects in the current year to ride on the next phase of the property cycle.

#### ***Hotel operations***

For the financial year 2017, the Group's hospitality businesses located in Singapore, Australia, Canada, China and Thailand will generate stronger recurring income stream for the Group. Improved results are expected from our hotels in Australia, Singapore and China whereby the refurbishment and upgrading works have been completed in 2016.

The Group will continue to explore and evaluate opportunities to acquire new hotels or properties to expand our existing portfolio and to enhance revenue contribution from our hospitality business.

Barring any unforeseen circumstances, the Group's financial performance is expected to be satisfactory for the financial year ending 31 December 2017.

### **B4 Variance between Actual Profit and Forecast Profit**

Not applicable.

## B5 Taxation

a) Taxation for the current financial period is as follows:

	<b>CURRENT QUARTER / YEAR-TO-DATE RM'000</b>
<b>Current tax expense</b>	
Malaysian - current year	3,840
- prior year	(577)
Foreign - current year	2,414
- prior year	(517)
<b>Deferred tax expense</b>	
Origination and reversal of temporary differences	107
	<hr/> <b>5,267</b> <hr/>

b) A reconciliation between the statutory and effective tax:

	<b>CURRENT QUARTER / YEAR-TO-DATE RM'000</b>
Profit before tax	<hr/> 114,272
Taxation at Malaysian statutory tax rate of 24%	27,425
Adjustments due to the utilisation of unabsorbed tax losses and capital allowances, income expenses not subject to tax and others	(22,158)
Income tax for the financial period	<hr/> <b>5,267</b> <hr/>

## B6 Corporate Proposals

### Status of Corporate Proposals

There are no outstanding corporate proposals as at the end of the current financial period.

## B7 Group Borrowings and Debt Securities

Total Group borrowings as at 31 March 2017 were as follows:-

	<b>SECURED</b>	<b>UNSECURED</b>	<b>TOTAL</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Long term borrowings</u></b>			
Term loans	1,170,624	-	1,170,624
Revolving credits	64,000	-	64,000
	<u>1,234,624</u>	<u>-</u>	<u>1,234,624</u>
<b><u>Short term borrowings</u></b>			
Revolving credits	365,793	252,000	617,793
Other short-term loans	1,436,713	-	1,436,713
	<u>1,802,506</u>	<u>252,000</u>	<u>2,054,506</u>
Total borrowings	<u>3,037,130</u>	<u>252,000</u>	<u>3,289,130</u>

The Group borrowings in Ringgit Malaysia ("RM") equivalent analysed by currencies in which the borrowings are denominated were as follows:-

	<b>Long term</b>	<b>Short term</b>	<b>Total</b>
	<b>borrowings</b>	<b>borrowings</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Ringgit Malaysia ("RM")	148,000	541,100	689,100
Canadian Dollar ("CAD")	321,085	283,799	604,884
Singapore Dollar ("SGD")	480,373	142,769	623,142
Australian Dollar ("AUD")	285,166	146,802	431,968
United States Dollar ("USD")	-	839,453	839,453
Euro ("EUR")	-	71,063	71,063
Great Britain Pound ("GBP")	-	29,520	29,520
Total borrowings	<u>1,234,624</u>	<u>2,054,506</u>	<u>3,289,130</u>

## B8 Material Litigation

As at 22 May 2017, there were no changes in material litigation since the last financial year ended 31 December 2016.

## B9 Dividend

On 19 April 2017, based on the recommendation of the Board of Directors, a final single-tier dividend of 1.7% (1.7 sen per ordinary share) in respect of the financial year ended 31 December 2016 was proposed. The proposed dividend is subject to shareholders' approval at the forthcoming Annual General Meeting.

No further dividend is proposed as at the date of this announcement other than as stated above.

**B10 Disclosure of derivatives**

The Group has entered into geared equity accumulators, decumulators and forwards which formed part of the Group's investment portfolio with an objective to maximise the Group's performance.

These contracts were stated at fair values, using valuation technique with market observable inputs. Derivatives with positive market values are included under current assets and derivatives with negative market values are included under current liabilities. Any changes in fair values during the period are taken directly into the income statement.

<b>Types of derivatives/Maturity</b>	<b>Contract/Notional value RM'000</b>	<b>Fair value asset/(liability) RM'000</b>
Geared Equity Accumulators -Less than 1 year	291,182	(2,906)
Geared Equity Decumulators -Less than 1 year	60,940	(3,590)
Forwards - Less than 1 year	258,617	(4,242)

**B11 Disclosure of gains/losses arising from fair value changes of financial liabilities**

There were no gains/losses arising from fair value changes of financial liabilities for the current financial period, other than as disclosed in Note B1 on derivatives.

## B12 Disclosure of realised and unrealised profits or losses

The breakdown of retained earnings of the Group as at the reporting date, into realised and unrealised profits pursued to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements were as follows:

	<b>AS AT 31 MARCH 2017 RM'000</b>	<b>AS AT 31 DECEMBER 2016 RM'000</b>
Total retained earnings of the Company and its subsidiaries:		
- Realised	1,275,320	1,135,247
- Unrealised	(138,992)	(140,088)
	<u>1,136,328</u>	<u>995,159</u>
Total share of retained earnings of associates:		
- Realised	2,825	2,847
Total share of retained earnings of joint venture:		
- Realised	91,471	91,471
	<u>1,230,624</u>	<u>1,089,477</u>
Less: Consolidation adjustments	<u>(1,004,459)</u>	<u>(946,555)</u>
Total retained earnings	<u>226,165</u>	<u>142,922</u>



**B13 Earnings/(loss) per share attributable to owners of the Company**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	<u>31-MAR-2017</u>	<u>31-MAR-2016</u>	<u>31-MAR-2017</u>	<u>31-MAR-2016</u>
<b>Basic earnings/(loss) per share</b>				
Profit for the period - attributable to owners of the Company (RM'000)	83,217	(80,368)	83,217	(80,368)
Weighted average number of ordinary shares in issue ('000)	1,711,910	1,711,910	1,711,910	1,711,910
Basic earnings/(loss) per share (sen)	<u>4.86</u>	<u>(4.69)</u>	<u>4.86</u>	<u>(4.69)</u>

Basic earnings per share was calculated based on the Group's profit attributable to owners of the Company divided by the weighted average number of ordinary shares outstanding during the reporting period.

Diluted earnings per share were not computed for the current and preceding period as the Company does not have any dilutive potential ordinary shares in issue as at the end of the reporting period.

BY ORDER OF THE BOARD  
Chuah Wen Pin

Kuala Lumpur  
29 May 2017