



**WARISAN TC HOLDINGS BERHAD**

*(Company No: 424834-W)*

*(Incorporated in Malaysia)*

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2016**

*(The figures have not been audited)*



**WARISAN TC HOLDINGS BERHAD**

(Company No: 424834-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2016**

	Quarter ended 31 March		Period ended 31 March	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Revenue	104,990	118,845	104,990	118,845
Cost of sales	(75,608)	(88,125)	(75,608)	(88,125)
Gross profit	29,382	30,720	29,382	30,720
Other income	1,026	443	1,026	443
Selling and distribution expenses	(11,242)	(13,137)	(11,242)	(13,137)
Administrative and general expenses	(18,207)	(16,531)	(18,207)	(16,531)
Interest expense	(3,410)	(3,471)	(3,410)	(3,471)
Interest income	315	858	315	858
Share of profit of jointly controlled entities	1,327	2,223	1,327	2,223
(Loss) / Profit before tax	(809)	1,105	(809)	1,105
Tax expense	(417)	(330)	(417)	(330)
<b>(Loss) / Profit for the period</b>	<b>(1,226)</b>	<b>775</b>	<b>(1,226)</b>	<b>775</b>
Other comprehensive income, net of tax <i>Items that are or may be reclassified subsequently to profit or loss:</i>				
Net change in fair value of cash flow hedge	(2,420)	210	(2,420)	210
Foreign exchange differences from translation	(1,576)	369	(1,576)	369
<b>Total other comprehensive (loss) / income for the period</b>	<b>(3,996)</b>	<b>579</b>	<b>(3,996)</b>	<b>579</b>
<b>Total comprehensive (loss) / income for the period</b>	<b>(5,222)</b>	<b>1,354</b>	<b>(5,222)</b>	<b>1,354</b>
Profit attributable to:				
Owners of the Company	(1,151)	841	(1,151)	841
Non-controlling interests	(75)	(66)	(75)	(66)
	<b>(1,226)</b>	<b>775</b>	<b>(1,226)</b>	<b>775</b>
Total comprehensive income attributable to:				
Owners of the Company	(5,147)	1,420	(5,147)	1,420
Non-controlling interests	(75)	(66)	(75)	(66)
	<b>(5,222)</b>	<b>1,354</b>	<b>(5,222)</b>	<b>1,354</b>
Basic (loss) / earnings per share (sen)	<b>(1.77)</b>	1.29	<b>(1.77)</b>	1.29
Diluted earnings per share (sen)	<b>N/A</b>	N/A	<b>N/A</b>	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to these interim financial statements.

**WARISAN TC HOLDINGS BERHAD***(Company No: 424834-W)**(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 31 MARCH 2016**

	As at 31.03.16 RM'000	As at 31.12.15 RM'000
<b>ASSETS</b>		
Property, plant and equipment	265,701	274,482
Investment property	45,800	45,800
Investment in jointly controlled entities	34,227	33,473
Other investments	10	10
Lease receivables	2,644	2,364
Deferred tax assets	1,841	1,749
Intangible assets	9,361	9,131
<b>Total non-current assets</b>	<b>359,584</b>	<b>367,009</b>
Inventories	136,717	144,089
Receivables, deposits and prepayments	189,683	155,333
Derivative financial assets	-	118
Current tax assets	10,741	9,681
Cash and cash equivalents	86,950	94,562
<b>Total current assets</b>	<b>424,091</b>	<b>403,783</b>
<b>TOTAL ASSETS</b>	<b>783,675</b>	<b>770,792</b>
<b>EQUITY</b>		
Share capital	67,200	67,200
Share premium	615	615
Reserves	4,511	8,585
Retained earnings	256,453	257,526
Treasury shares	(4,209)	(4,209)
<b>Total equity attributable to owners of the Company</b>	<b>324,570</b>	<b>329,717</b>
<b>Non-controlling interests</b>	<b>(479)</b>	<b>(585)</b>
<b>TOTAL EQUITY</b>	<b>324,091</b>	<b>329,132</b>
<b>LIABILITIES</b>		
Deferred tax liabilities	17,349	17,810
Employee benefits	3,994	3,824
Hire purchase liabilities	16,677	19,907
Borrowings	37,204	39,565
<b>Total non-current liabilities</b>	<b>75,224</b>	<b>81,106</b>
Payables and accruals	138,106	116,578
Hire purchase liabilities	24,944	26,121
Borrowings	218,942	217,795
Derivative financial liability	2,311	8
Current tax liabilities	57	52
<b>Total current liabilities</b>	<b>384,360</b>	<b>360,554</b>
<b>TOTAL LIABILITIES</b>	<b>459,584</b>	<b>441,660</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>783,675</b>	<b>770,792</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>4.99</b>	<b>5.06</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to these interim financial statements.



**WARISAN TC HOLDINGS BERHAD**

(Company No: 424834-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2016**

	Attributable to owners of the Company							Total	Non-controlling interests	Total Equity	
	Share capital	Share premium	Treasury shares	Merger reserve	Translation reserve	Hedging reserve	Revaluation reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 1 January 2015</b>	67,200	615	(4,206)	(41,614)	1,327	(184)	46,092	260,706	329,936	(195)	329,741
Foreign currency translation differences for foreign operations	-	-	-	-	369	-	-	-	369	-	369
Change in fair value of cash flow hedge	-	-	-	-	-	210	-	-	210	-	210
Total other comprehensive income for the period	-	-	-	-	369	210	-	-	579	-	579
Transfer of revaluation surplus on properties	-	-	-	-	-	-	(78)	78	-	-	-
Profit for the period	-	-	-	-	-	-	-	841	841	(66)	775
Total comprehensive income for the period	-	-	-	-	369	210	(78)	919	1,420	(66)	1,354
<b>At 31 March 2015</b>	67,200	615	(4,206)	(41,614)	1,696	26	46,014	261,625	331,356	(261)	331,095
<b>At 1 January 2016</b>	67,200	615	(4,209)	(41,614)	4,338	83	45,778	257,526	329,717	(585)	329,132
Investment by minority shareholders	-	-	-	-	-	-	-	-	-	181	181
Foreign currency translation differences for foreign operations	-	-	-	-	(1,576)	-	-	-	(1,576)	-	(1,576)
Change in fair value of cash flow hedge	-	-	-	-	-	(2,420)	-	-	(2,420)	-	(2,420)
Total other comprehensive loss for the period	-	-	-	-	(1,576)	(2,420)	-	-	(3,996)	-	(3,996)
Transfer of revaluation surplus on properties	-	-	-	-	-	-	(78)	78	-	-	-
Loss for the period	-	-	-	-	-	-	-	(1,151)	(1,151)	(75)	(1,226)
Total comprehensive loss for the period	-	-	-	-	(1,576)	(2,420)	(78)	(1,073)	(5,147)	(75)	(5,222)
<b>At 31 March 2016</b>	67,200	615	(4,209)	(41,614)	2,762	(2,337)	45,700	256,453	324,570	(479)	324,091

The Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to these interim financial statements.



**WARISAN TC HOLDINGS BERHAD**

(Company No: 424834-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2016**

	Three months ended 31 March 2016 RM'000	Three months ended 31 March 2015 RM'000
<b>Cash flow from operating activities</b>		
(Loss)/Profit before tax	(809)	1,105
Adjustments for:		
Depreciation	12,747	12,030
Property, plant and equipment written off	196	221
Loss/(Gain) on disposal of property, plant and equipment	343	(351)
Gain on disposal of assets held for rental	(821)	(657)
Other non-cash items	(1,522)	(2,136)
Non-operating items	3,095	2,613
<b>Operating profit before working capital changes</b>	<b>13,229</b>	<b>12,825</b>
Changes in working capital	(5,730)	(5,835)
Tax paid	(1,997)	(1,486)
Retirement benefit paid	(35)	(1)
Proceeds from disposal of assets held for rental	3,623	2,465
<b>Net cash generated from operating activities</b>	<b>9,090</b>	<b>7,968</b>
<b>Cash flows from investing activities</b>		
Acquisition of subsidiary, net of cash acquired	(27)	-
Dividend received from jointly controlled entities	560	560
Dividend received from other investment	14	-
Purchase of property, plant and equipment	(4,385)	(11,019)
Proceeds from disposal of property, plant and equipment	(1,125)	177
Interest received	315	858
<b>Net cash used in investing activities</b>	<b>(4,648)</b>	<b>(9,424)</b>
<b>Cash flows from financing activities</b>		
Repayment of hire purchase financing	(6,624)	(4,380)
Drawdown of bankers' acceptances	31,532	39,976
Repayment of bankers' acceptances	(40,554)	(78,970)
Repayment of term loans	(3,163)	(8,453)
Drawdown of revolving credits	537,000	213,000
Repayment of revolving credits	(527,000)	(173,000)
Interest paid	(3,410)	(3,471)
<b>Net cash used in financing activities</b>	<b>(12,219)</b>	<b>(15,298)</b>
<b>Net changes in cash and cash equivalents</b>	<b>(7,777)</b>	<b>(16,754)</b>
Cash and cash equivalents at beginning of period	94,269	89,545
Effects of exchange rate fluctuation on cash and cash equivalents	(806)	230
Cash and cash equivalents at end of period	<b>85,686</b>	<b>73,021</b>
Cash and cash equivalents comprise:		
Short term deposits	17,828	10,749
Cash at bank and in hand	29,258	30,274
Fixed deposits with licensed banks	39,864	32,471
Bank overdrafts	(1,264)	(473)
	<b>85,686</b>	<b>73,021</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to these interim financial statements.



## Part A: Explanatory notes as per MFRS 134: *Interim Financial Reporting*

### 1. Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* in Malaysia and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2015. These explanatory notes attached to the condensed consolidated 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 2015.

#### **Adoption of Standards, Amendments and Issues Committee (“IC”) Interpretations**

During the financial period, the Group has adopted the following standards, amendments and IC interpretations issued by the Malaysian Accounting Standards Board, that become effective for annual periods beginning on or after 1 January 2016:

#### **MFRSs / Amendments / Interpretations**

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 127	Equity Method in Separate Financial Statements
Amendments to MFRS 5, MFRS 7, MFRS 119 and MFRS 134	Annual Improvements to MFRSs 2012-2014 Cycle
Amendments to MFRS 101	Disclosure Initiative
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception

The adoptions of the above did not have any significant impact on the financial statements of the Group.

The Group have not applied the following standards and amendments that have been issued by the MASB but are not yet effective:

MFRS 15	Revenue from Contracts with Customers
MFRS 9	Financial Instruments
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
MFRS 16	Leases
Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses



**2. Audit qualification of financial statements**

The auditors' report of the preceding annual financial statements was not subject to any qualification.

**3. Seasonal or cyclical factors**

Apart from the general economic environment in which the Group operates, the businesses of the Group are not affected by any significant seasonal or cyclical factors.

**4. Nature and amount of unusual items**

There were no unusual items that have a material effect on the assets, liabilities, equity, net income, or cash flows during the current quarter ended 31 March 2016.

**5. Significant estimates and changes in estimates**

There were no changes in estimates that have had any material effect in the current quarter ended 31 March 2016.

**6. Debt and equity securities**

There were no issuances, repurchases and repayments of debt and equity securities, share cancellation and resale of treasury shares during the current quarter ended 31 March 2016.

**7. Dividends paid**

No dividend was paid during the current quarter ended 31 March 2016.



## 8. Operating segments

The Group's report on operating segments for the financial year-to-date is as follows:

	3 Months Ended 31 Mar									
	<u>Machinery</u>		<u>Travel and car rental</u>		<u>Automotive</u>		<u>Other operations</u>		<u>Total</u>	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
External revenue	<b>50,168</b>	63,413	<b>43,075</b>	43,356	<b>8,353</b>	9,316	<b>3,394</b>	2,760	<b>104,990</b>	118,845
Inter-segment revenue	-	-	<b>22</b>	512	-	-	-	-	<b>22</b>	512
Segment profit / (loss)	<b>3,739</b>	4,804	<b>11,826</b>	9,962	<b>(691)</b>	(666)	<b>(737)</b>	196	<b>14,137</b>	14,296
Segment assets	<b>265,087</b>	253,690	<b>307,310</b>	292,489	<b>65,610</b>	73,955	<b>105,627</b>	89,749	<b>743,634</b>	709,883
Segment liabilities	<b>167,980</b>	147,519	<b>213,598</b>	207,573	<b>46,955</b>	48,223	<b>17,225</b>	4,304	<b>445,758</b>	407,619



## Operating segments (continued)

	3 Months Ended 31 Mar	
	2016 RM'000	2015 RM'000
Reconciliation of reportable segment profit or loss		
Total profit or loss for reportable segments	14,137	14,296
Depreciation and amortisation	(12,747)	(12,030)
Interest expense	(3,410)	(3,471)
Interest income	315	858
Non-reportable segment expenses	(431)	(771)
Share of profit from equity accounted investments	1,327	2,223
Consolidated (loss) / profit before tax	<u>(809)</u>	<u>1,105</u>
Reconciliation of reportable segment assets		
Total assets for reportable segments	743,634	709,883
Assets for other non-reportable segment	5,814	8,282
Share of assets from equity accounted investments	34,227	33,853
Consolidated assets	<u>783,675</u>	<u>752,018</u>
Reconciliation of reportable segment liabilities		
Total liabilities for reportable segments	445,758	407,619
Liabilities for other non-reportable segment	13,826	13,304
Consolidated liabilities	<u>459,584</u>	<u>420,923</u>

## 9. Valuations of property, plant and equipment

The valuations of property, plant and equipment were brought forward without amendment from the annual financial statements for the year ended 31 December 2015.

## 10. Valuation of investment property

Subsequent to initial recognition, investment property of the Group is stated at fair value which reflects market conditions at reporting date. The Group last recognised the fair value of the investment property based on a valuation carried out by external valuer on 19 October 2015.

## 11. Material subsequent event

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

## 12. Changes in composition of the Group

On 12 February 2016, Mayflower Acme Tours Sdn Bhd ("MAT"), a wholly-owned subsidiary of the Company entered into a conditional Sale and Purchase Agreement and conditional Subscription Agreement to respectively acquire 10,000 ordinary shares of RM1.00 each in Gocar Mobility Sdn Bhd ("GoCar") from Ideal Force Sdn Bhd and subscribe for 100,000 new ordinary shares of RM1.00 each in GoCar representing in aggregate 55% equity interest for a total consideration of RM450,000. The transaction was completed on 11 March 2016. GoCar is now a subsidiary of MAT and an indirect subsidiary of Warisan TC Holdings Berhad.



**13. Changes in contingent liabilities**

There was no material change in contingent liabilities since the last financial year end.

**14. Capital commitments**

Capital commitments of the Group in respect of property, plant and equipment not provided for as at the end of the quarter are as follows:

	<b>As at 31.03.16 RM'000</b>
Approved and contracted for	<u><b>5,751</b></u>
Approved but not contracted for	<u><b>46,679</b></u>

**15. Operating lease commitments**

(a) As lessor – for the leases of commercial vehicles and machinery:

The future minimum lease rental receivables under non-cancellable leases are as follows:

	<b>As at 31.03.16 RM'000</b>
Not later than 1 year	<b>39,879</b>
Later than 1 year and not later than 5 years	<b>40,654</b>
	<u><b>80,533</b></u>

(b) As lessee – for office premises

The future minimum lease payments under non-cancellable operating leases are as follows:

	<b>As at 31.03.16 RM'000</b>
Not later than 1 year	<b>2,658</b>
Later than 1 year and not later than 5 years	<b>1,293</b>
	<u><b>3,951</b></u>

## 16. Related party disclosures

Related party transactions between the Group and Tan Chong Motor Holdings Berhad group, APM Automotive Holdings Berhad group and companies in which a Director and substantial shareholder of the Company is deemed to have substantial interests are as follows:

	<b>Quarter ended</b>	
	<b>31.03.16</b>	31.03.15
	<b>RM'000</b>	RM'000
Sales of goods and services	<b>8,596</b>	2,544
Rental income	<b>632</b>	584
	<b><u>9,228</u></b>	<u>3,128</u>
Purchases of goods and services	<b>5,935</b>	42,223
Rental expenses	<b>264</b>	88
Financing and leasing	<b>7,072</b>	1,762
	<b><u>13,271</u></b>	<u>44,073</u>

Related party transactions between the Group and its jointly controlled entities are as follows:

	<b>Quarter ended</b>	
	<b>31.03.16</b>	31.03.15
	<b>RM'000</b>	RM'000
Sales of goods and services	<b><u>44</u></b>	<u>681</u>
Purchases of goods	<b><u>36</u></b>	<u>24</u>

The above transactions were entered into in the ordinary course of business based on normal commercial terms and on arms-length basis. These transactions were established on terms that are not materially different from those with unrelated parties.



## Part B: Additional Information required in accordance with the Main Market Listing Requirements of Bursa Securities

### 1. Review of performance

#### Quarter ended 31 March 2016

Group revenue decreased to RM105.0 million from RM118.8 million registered for the corresponding period prior year, representing a decrease of 11.7%. The lower revenue was mainly due to the decrease in revenue from the Machinery Division. As a result of the decline in revenue and a lower share of profit from our joint ventures, the Group registered a Loss before tax ("LBT") of RM0.8 million for the current period compared to a Profit before tax ("PBT") of RM1.1 million for the corresponding period prior year.

#### **Machinery Division**

Revenue from the Machinery Division decreased to RM50.2 million from RM63.4 million registered in the first quarter of prior year. Revenue was higher in the corresponding period prior year primarily due to customers front-loading their purchases ahead of the implementation of the Goods and Services Tax ("GST") in April 2015. Consequently, the segment profit declined to RM3.7 million from RM4.8 million registered in the corresponding period prior year.

#### **Travel and Car Rental Division**

The Travel and Car Rental Division recorded a marginal decrease in revenue to 43.1 million from RM43.4 million in the corresponding period prior year. The decrease in revenue was due to lower contributions from the MICE and Destination Management segments of the Travel Division. Notwithstanding the lower revenue, the Division registered a higher segment profit compared to the corresponding period prior year due to an improvement in gross profit margin and lower operating expenses.

#### **Automotive Division**

The Automotive Division recorded a decrease in revenue to RM8.4 million from RM9.3 million registered for the corresponding period prior year due to a lower average net selling price to support fleet deals. Segment loss was flat at RM0.7 million compared to the corresponding period prior year.

#### **Jointly controlled entities**

Our share of profit in our joint ventures, namely Shiseido Malaysia Sdn Bhd and Wacoal Malaysia Sdn Bhd, decreased compared with the corresponding period prior year. This was primarily due to a higher turnover registered in the corresponding period prior year as consumers front-loaded their purchases prior to the introduction of the GST.

### 2. Comparison with preceding quarter's results

The Group recorded slightly lower revenue of RM105.0 million compared to RM106.2 million registered in the preceding quarter. This was due to lower revenues achieved by the Travel and Car Rental Division and the Automotive Division, partially offset by higher revenue registered by the Machinery Division. The Group recorded a LBT of RM0.8 million compared to a PBT of RM3.1 million in the preceding quarter primarily due to lower profit contributions by the Travel and Car Rental Division and the joint venture companies.

### 3. Prospects

The business environment for 2016 is expected to remain challenging as the economic outlook is still clouded by uncertainties. Whilst the Ringgit has strengthened 10% against the US dollar in January-March 2016, it remains volatile. Consumers are expected to be cautious in their spending with the rising cost of living.

On the back of such uncertain economic environment, the Group remains cautious on the financial performance for 2016. In navigating through the uncertain economic environment, the Group will continue to place emphasis on improving customer experience while at the same time improving productivity and cost effectiveness.

### 4. Profit forecast

This is not applicable to the Group as there was no profit forecast issued.

### 5. Tax expenses

	Quarter ended	
	31.03.16 RM'000	31.03.15 RM'000
<b>Tax expenses</b>		
Current year	1,213	830
<b>Deferred tax expense</b>		
Current year	(789)	(500)
Prior year	(7)	-
	<u>417</u>	<u>330</u>

The Group's effective tax rate for the current quarter was higher than the prima facie tax rate due mainly to deferred tax assets have not been recognized for certain loss making subsidiaries and certain expenses which were not deductible for tax purpose.

### 6. Status of corporate proposals

During the current quarter under review, on 12 February 2016, Mayflower Acme Tours Sdn Bhd, a wholly-owned subsidiary of the Company entered into a conditional Sale and Purchase Agreement and conditional Subscription Agreement to respectively acquire 10,000 ordinary shares of RM1.00 each in Gocar Mobility Sdn Bhd ("GoCar") from Ideal Force Sdn Bhd and subscribe for 100,000 new ordinary shares of RM1.00 each in GoCar representing in aggregate 55% equity interest for a total consideration of RM450,000. The transaction was completed on 11 March 2016.

## 7. Group borrowings

Particulars of the Group borrowings as at the reporting date are as follows:

	As at 31.03.16 RM'000
<b>Current</b>	
<u>Unsecured</u>	
Bankers' acceptances	43,234
Revolving credits	158,000
Term loans	16,444
Bank overdrafts	1,264
	<u>218,942</u>
<u>Secured</u>	
Hire purchase creditors	24,944
	<u>243,886</u>
<b>Non-current</b>	
Term loans-unsecured	37,204
Hire purchase creditors-secured	16,677
	<u>53,881</u>

The above borrowings were denominated in Ringgit Malaysia.

## 8. Material litigation

On 3 July 2002, the Company and a subsidiary claimed for damages against two former directors of the subsidiary for breaches of their fiduciary and/or contractual duties. On or about 25 June 2004, two (2) former employees of subsidiaries of the Company were added as defendants to the action.

On 7 February 2006, the plaintiffs filed an application for leave to include another party as co-defendant. The application was allowed by the Court.

The parties are awaiting further direction from the Court to set a date for a further mention date.

## 9. Dividend

No dividend has been recommended for the first quarter ended 31 March 2016.

The Board of Directors has recommended a final single tier dividend of 4.5 sen (2014: 4.5 sen single tier) per share for the financial year ended 31 December 2015, subject to shareholders' approval at the forthcoming annual general meeting. Together with the interim single tier dividend of 2.5 sen (2014: 4.5 sen single tier) per share already declared and paid, this represents a total single tier dividend of 7.0 sen (2014: 9.0 sen single tier) per share for the financial year ended 31 December 2015. The entitlement date and payment date for the final dividend shall be 3 June 2016 and 24 June 2016 respectively.

## 10. Earnings per share

Basic earnings per share is calculated based on profit for the period attributable to owners of the Company and weighted average number of ordinary shares in issue during the period/year.

	Quarter ended	
	31.03.16	31.03.15
(Loss)/Profit attributable to owners of the Company (RM'000)	<u>(1,151)</u>	<u>841</u>
Weighted average number of ordinary shares in issue ('000)		
At beginning of period and at end of period	<u>65,103</u>	<u>65,103</u>
Basic (loss)/earnings per share (sen)	<u>(1.77)</u>	<u>1.29</u>

## 11. Notes to the Condensed Consolidated Statement of Comprehensive Income

Profit before tax is arrived at after charging/(crediting) the following items:

	Quarter ended	
	31.03.16 RM'000	31.03.15 RM'000
Depreciation and amortisation	12,747	12,030
Provision for doubtful debts	-	-
Bad debts written off	-	-
Provision for inventories	-	-
Inventories written off	-	-
(Gain)/Loss on disposal of quoted or unquoted investments	-	-
(Gain)/Loss on disposal of properties	-	-
Impairment of assets	-	-
Foreign exchange (gain)/loss	(386)	(89)
(Gain)/Loss on derivatives	-	-
Exceptional items	-	-

## 12. Derivative financial instruments

Forward foreign currency contracts are entered into by the Group in currencies other than the functional currency to manage exposure to the fluctuation in foreign currency exchange rates.

As at 31 March 2016, the notional amount, fair value and maturity period of the forward foreign currency contracts are as follows:

	Notional amount RM'000	Fair value assets/ (liabilities) RM'000
Less than 1 year	<u>32,018</u>	<u>(2,311)</u>

### 13. Disclosure of realised and unrealised profits

The breakdown of the retained profits of the Group as at 31 March 2016, into realised and unrealised profits/(losses), is as follows:

	<b>As at 31.03.16 RM'000</b>	As at 31.12.15 RM'000
Total retained profits of the Group:		
- Realised	<b>239,535</b>	241,285
- Unrealised	<b>(12,033)</b>	(11,298)
	<b>227,502</b>	229,987
Total retained profits from jointly controlled entities:		
- Realised	<b>16,038</b>	15,271
- Unrealised	<b>905</b>	905
	<b>16,943</b>	16,176
Less: Consolidation adjustments	<b>12,008</b>	11,363
Total retained profits as per Statement of Financial Position	<b>256,453</b>	257,526

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1: *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

BY ORDER OF THE BOARD  
 ANG LAY BEE  
 CHANG PIE HOON  
 Company Secretaries  
 Kuala Lumpur  
 12 May 2016