



WARISAN TC HOLDINGS BERHAD

(Company No: 424834-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 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 AND SIX MONTHS ENDED 30 JUNE 2016

	Quarter ended 30 June		Period ended 30 June	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Revenue	121,635	99,364	226,625	218,209
Cost of sales	<u>(87,139)</u>	<u>(72,567)</u>	<u>(162,747)</u>	<u>(160,692)</u>
Gross profit	34,496	26,797	63,878	57,517
Other income	130	535	1,156	978
Selling and distribution expenses	(10,651)	(7,931)	(21,893)	(21,068)
Administrative and general expenses	(20,246)	(19,165)	(38,453)	(35,696)
Interest expense	(3,489)	(3,701)	(6,899)	(7,172)
Interest income	419	927	734	1,785
Share of profit of jointly controlled entities	(443)	(1,626)	884	597
Profit / (Loss) before tax	216	(4,164)	(593)	(3,059)
Tax expense	<u>(2,438)</u>	<u>(465)</u>	<u>(2,855)</u>	<u>(795)</u>
Loss for the period	<u>(2,222)</u>	<u>(4,629)</u>	<u>(3,448)</u>	<u>(3,854)</u>
Other comprehensive income / (loss), 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	2,608	136	188	346
Foreign exchange differences from translation	534	16	(1,042)	385
Total other comprehensive income / (loss) for the period	3,142	152	(854)	731
Total comprehensive income / (loss) for the period	<u>920</u>	<u>(4,477)</u>	<u>(4,302)</u>	<u>(3,123)</u>
Loss attributable to:				
Owners of the Company	(2,179)	(4,572)	(3,330)	(3,731)
Non-controlling interests	<u>(43)</u>	<u>(57)</u>	<u>(118)</u>	<u>(123)</u>
	<u>(2,222)</u>	<u>(4,629)</u>	<u>(3,448)</u>	<u>(3,854)</u>
Total comprehensive income / (loss) attributable to:				
Owners of the Company	963	(4,420)	(4,184)	(3,000)
Non-controlling interests	<u>(43)</u>	<u>(57)</u>	<u>(118)</u>	<u>(123)</u>
	<u>920</u>	<u>(4,477)</u>	<u>(4,302)</u>	<u>(3,123)</u>
Basic loss per share (sen)	<u>(3.35)</u>	<u>(7.02)</u>	<u>(5.11)</u>	<u>(5.73)</u>
Diluted earnings per share (sen)	N/A	N/A	N/A	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 30 JUNE 2016

	As at 30.06.16 RM'000	As at 31.12.15 RM'000
ASSETS		
Property, plant and equipment	261,327	274,482
Investment property	45,800	45,800
Investment in jointly controlled entities	33,111	33,473
Other investments	10	10
Lease receivables	2,319	2,364
Deferred tax assets	2,794	1,749
Intangible assets	9,375	9,131
Total non-current assets	354,736	367,009
Inventories	145,417	144,089
Receivables, deposits and prepayments	197,790	155,333
Derivative financial assets	408	118
Current tax assets	8,674	9,681
Cash and cash equivalents	78,001	94,562
Total current assets	430,290	403,783
TOTAL ASSETS	785,026	770,792
EQUITY		
Share capital	67,200	67,200
Share premium	615	615
Reserves	7,576	8,585
Retained earnings	251,421	257,526
Treasury shares	(4,209)	(4,209)
Total equity attributable to owners of the Company	322,603	329,717
Non-controlling interests	(534)	(585)
TOTAL EQUITY	322,069	329,132
LIABILITIES		
Deferred tax liabilities	16,951	17,810
Employee benefits	4,202	3,824
Hire purchase liabilities	25,414	19,907
Borrowings	46,565	39,565
Total non-current liabilities	93,132	81,106
Payables and accruals	143,589	116,578
Hire purchase liabilities	14,029	26,121
Borrowings	212,051	217,795
Derivative financial liability	110	8
Current tax liabilities	46	52
Total current liabilities	369,825	360,554
TOTAL LIABILITIES	462,957	441,660
TOTAL EQUITY AND LIABILITIES	785,026	770,792
Net assets per share attributable to owners of the Company (RM)	4.96	5.06

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 SIX MONTHS ENDED 30 JUNE 2016**

	Attributable to owners of the Company								Total	Non-controlling interests	Total Equity
	Non-distributable				Distributable						
	Share capital	Share premium	Treasury shares	Merger reserve	Translation reserve	Hedging reserve	Revaluation reserve	Retained earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2015	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	-	-	-	-	385	-	-	-	385	-	385
Change in fair value of cash flow hedge	-	-	-	-	-	346	-	-	346	-	346
Total other comprehensive income for the period	-	-	-	-	385	346	-	-	731	-	731
Transfer of revaluation surplus on properties	-	-	-	-	-	-	(155)	155	-	-	-
Loss for the period	-	-	-	-	-	-	-	(3,731)	(3,731)	(123)	(3,854)
Total comprehensive income / (loss) for the period	-	-	-	-	385	346	(155)	(3,576)	(3,000)	(123)	(3,123)
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Dividend - 2014 final	-	-	-	-	-	-	-	(2,930)	(2,930)	-	(2,930)
At 30 June 2015	67,200	615	(4,206)	(41,614)	1,712	162	45,937	254,200	324,006	(318)	323,688
At 1 January 2016	67,200	615	(4,209)	(41,614)	4,338	83	45,778	257,526	329,717	(585)	329,132
Investment by minority shareholders	-	-	-	-	-	-	-	-	-	169	169
Foreign currency translation differences for foreign operations	-	-	-	-	(1,042)	-	-	-	(1,042)	-	(1,042)
Change in fair value of cash flow hedge	-	-	-	-	-	188	-	-	188	-	188
Total other comprehensive income / (loss) for the period	-	-	-	-	(1,042)	188	-	-	(854)	-	(854)
Transfer of revaluation surplus on properties	-	-	-	-	-	-	(155)	155	-	-	-
Loss for the period	-	-	-	-	-	-	-	(3,330)	(3,330)	(118)	(3,448)
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,042)	188	(155)	(3,175)	(4,184)	(118)	(4,302)
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Dividend - 2015 final	-	-	-	-	-	-	-	(2,930)	(2,930)	-	(2,930)
At 30 June 2016	67,200	615	(4,209)	(41,614)	3,296	271	45,623	251,421	322,603	(534)	322,069

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

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(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS ENDED 30 JUNE 2016**

	Six months ended 30 June 2016 RM'000	Six months ended 30 June 2015 RM'000
Cash flow from operating activities		
Loss before tax	(593)	(3,059)
Adjustments for:		
Depreciation	25,030	24,246
Property, plant and equipment written off	199	346
Gain on disposal of property, plant and equipment	(327)	(438)
Gain on disposal of assets held for rental	(4,022)	(1,778)
Other non-cash items	(626)	(86)
Non-operating items	6,165	5,387
Operating profit before working capital changes	25,826	24,618
Changes in working capital	(16,724)	12,615
Tax paid	(3,743)	(4,419)
Retirement benefit paid	(34)	(9)
Proceeds from disposal of assets held for rental	16,208	9,071
Net cash generated from operating activities	21,533	41,876
Cash flows from investing activities		
Acquisition of subsidiary, net of cash acquired	(27)	-
Dividend received from jointly controlled entities	1,233	1,054
Dividend received from other investment	14	-
Purchase of property, plant and equipment	(15,841)	(26,959)
Proceeds from disposal of property, plant and equipment	96	1,411
Interest received	734	1,785
Net cash used in investing activities	(13,791)	(22,709)
Cash flows from financing activities		
Dividends paid to shareholders of the Company	(2,930)	(2,930)
Repayment of hire purchase financing	(15,058)	(9,403)
Drawdown of bankers' acceptances	62,775	62,760
Repayment of bankers' acceptances	(64,792)	(110,467)
Drawdown of term loans	-	20,000
Repayment of term loans	(5,524)	(15,583)
Drawdown of revolving credits	874,000	583,000
Repayment of revolving credits	(866,000)	(547,000)
Interest paid	(6,899)	(7,172)
Net cash used in financing activities	(24,428)	(26,795)
Net changes in cash and cash equivalents	(16,686)	(7,628)
Cash and cash equivalents at beginning of period	94,269	89,545
Effects of exchange rate fluctuation on cash and cash equivalents	(672)	190
Cash and cash equivalents at end of period	76,911	82,107
Cash and cash equivalents comprise:		
Short term deposits	11,678	8,866
Cash at bank and in hand	29,428	38,187
Fixed deposits with licensed banks	36,895	35,268
Bank overdrafts	(1,090)	(214)
	76,911	82,107

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 and six months ended 30 June 2016.

5. Significant estimates and changes in estimates

There were no changes in estimates that have had any material effect in the current quarter and six months ended 30 June 2016.

6. Debt and equity securities

During the current quarter, a total of 100 ordinary shares were repurchased from the open market at RM2.43 per share for a total consideration of RM286. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

There were no other issuances, repurchases and repayments of debt and equity securities, share cancellation and resale of treasury shares during the current quarter and six months ended 30 June 2016.

7. Dividends paid

Final single tier dividend of 4.5 sen (2014: 4.5 sen) for the financial year ended 31 December 2015 totaling to RM2,929,580 approved by the shareholders on 26 May 2016 was paid on 24 June 2016.



8. Operating segments

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

	← 6 Months Ended 30 June →									
	<u>Machinery</u>		<u>Travel and car rental</u>		<u>Automotive</u>		<u>Other operations</u>		<u>Total</u>	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	102,522	100,004	99,848	95,989	15,138	17,008	9,117	5,208	226,625	218,209
Inter-segment revenue	-	-	709	512	-	-	-	-	709	512
Segment profit / (loss)	8,742	6,730	24,851	22,802	(1,209)	(1,295)	(1,869)	(589)	30,515	27,648
Segment assets	277,286	248,812	289,967	303,416	58,938	64,749	120,019	91,643	746,210	708,620
Segment liabilities	175,873	145,321	197,839	218,232	42,604	37,763	32,087	7,911	448,403	409,227

8. Operating segments (continued)

	6 Months Ended 30 June	
	2016 RM'000	2015 RM'000
Reconciliation of reportable segment profit or loss		
Total profit or loss for reportable segments	30,515	27,648
Depreciation and amortisation	(25,030)	(24,246)
Interest expense	(6,899)	(7,172)
Interest income	734	1,785
Non-reportable segment expenses	(797)	(1,671)
Share of profit from equity accounted investments	884	597
Consolidated loss before tax	(593)	(3,059)
Reconciliation of reportable segment assets		
Total assets for reportable segments	746,210	708,620
Assets for other non-reportable segment	5,705	5,192
Share of assets from equity accounted investments	33,111	31,733
Consolidated assets	785,026	745,545
Reconciliation of reportable segment liabilities		
Total liabilities for reportable segments	448,403	409,227
Liabilities for other non-reportable segment	14,554	12,630
Consolidated liabilities	462,957	421,857

9. Valuation 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

There was no material change in the composition of the Group during the current quarter and six months ended 30 June 2016.



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:

	As at 30.06.16 RM'000
Approved and contracted for	<u>18,761</u>
Approved but not contracted for	<u>20,688</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:

	As at 30.06.16 RM'000
Not later than 1 year	41,323
Later than 1 year and not later than 5 years	<u>42,388</u>
	<u>83,711</u>

(b) As lessee – for office premises

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

	As at 30.06.16 RM'000
Not later than 1 year	2,547
Later than 1 year and not later than 5 years	<u>1,822</u>
	<u>4,369</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:

	Individual quarter		Cumulative quarters	
	30.06.16 RM'000	30.06.15 RM'000	30.06.16 RM'000	30.06.15 RM'000
Sales of goods and services	5,895	7,173	14,491	9,762
Rental income	629	618	1,261	1,202
	6,524	7,791	15,752	10,964
Purchases goods and services	14,998	5,579	20,933	47,802
Rental expenses	308	197	572	285
Financing and leasing	9,498	3,519	16,570	5,281
	24,804	9,295	38,075	53,368

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

	Individual quarter		Cumulative quarters	
	30.06.16 RM'000	30.06.15 RM'000	30.06.16 RM'000	30.06.15 RM'000
Sales of goods and services	1,526	399	1,571	1,096
Purchases of goods	17	33	53	57

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****6 months ended 30 June 2016**

Group revenue increased to RM226.6 million from RM218.2 million in the first half of prior year, representing an increase of 3.9%. The increase in revenue was mainly attributable to the improvement in the revenues of the Travel and Car Rental Division and the Car Auction business. In line with the improvement in the revenue, the Group recorded a lower loss before tax of RM0.6 million compared to a loss before tax of RM3.1 million in the corresponding period prior year.

Machinery Division

Revenue of the Machinery Division increased to RM102.5 million from RM100.0 million in the corresponding period prior year. In line with the improvement in revenue and lower operating expenses, segment profit increased to RM8.7 million from RM6.7 million recorded in the corresponding period prior year.

Travel and Car Rental Division

The Travel and Car Rental Division recorded a 4.0% increase in revenue to RM99.8 million from RM96.0 million in the corresponding period prior year. This was primarily due to higher number of rental vehicles disposed compared to the corresponding period prior year. This resulted in a higher gain on disposal of vehicles as well as a higher segment profit for the Travel and Car Rental Division compared to the first half of prior year.

Automotive Division

The Automotive Division recorded a decrease of 11.0% in revenue to RM15.1 million from RM17.0 million registered in the first half of prior year due to lower sales volume of commercial trucks. Notwithstanding the lower revenue, the Division recorded a lower segment loss of RM1.2 million compared to a loss of RM1.3 million in first half of prior year.

Jointly controlled entities

Our share of profit of our joint ventures, namely Shiseido Malaysia Sdn Bhd (“Shiseido”) and Wacoal Malaysia Sdn Bhd, increased compared to the first half of prior year because of higher sales achieved by Shiseido.

3 months ended 30 June 2016

The Group recorded higher revenue at RM121.6 million in the second quarter of 2016 compared to RM99.4 million in the corresponding quarter prior year. The lower revenue in the corresponding period prior year was primarily due lower sales as a result of the introduction of the Goods and Services Tax (“GST”) in April 2015 and also fewer disposals of rental vehicles. A profit before tax of RM0.2 million was recorded compared to a loss before tax of RM4.2 million in corresponding quarter prior year. This was primarily due to the higher sales and a higher gain on disposal of rental vehicles, partially offset by the increase in operating expenses in respect of the Auction business in the current quarter. Share of joint venture loss was RM0.4 million compared to a loss of RM1.6 million in the corresponding quarter prior year.

2. Comparison with preceding quarter's results

The Group recorded higher revenue by 15.9% at RM121.6 million compared to RM105.0 million in the preceding quarter primarily due to higher number of rental vehicles disposed in the current quarter. In line with the improvement in revenue, the Group registered a profit before tax of RM0.2 million, compared to a loss before tax of RM0.8 million in the preceding quarter.

3. Prospects

The business environment in the second half of this year is expected to remain challenging. The volatility of the Ringgit is expected to persist in the near term and accordingly continue to raise business uncertainty.

On the positive side, the recent reduction of the overnight policy rate by Bank Negara Malaysia by 25 basis points is expected to result in higher disposable income to consumers and spur private consumption. This augurs well for our businesses.

In any case, the Group will continue to focus on cost rationalisation initiatives and productivity improvements to lower its operating costs.

4. Profit forecast

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

5. Tax expenses

	Individual quarter		Cumulative quarters	
	30.06.16 RM'000	30.06.15 RM'000	30.06.16 RM'000	30.06.15 RM'000
Tax expenses				
Current year	3,365	502	4,578	1,332
Deferred tax expense				
Current year	(939)	(37)	(1,728)	(537)
Prior year	12	-	5	-
	<u>2,438</u>	<u>465</u>	<u>2,855</u>	<u>795</u>

The Group's effective tax rates for the quarter and six months ended 30 June 2016 were 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 not deductible for tax purpose.

6. Status of corporate proposals

On 1 July 2016, the Company announced that on even date, MAT (Labuan) Pte Ltd, a wholly-owned subsidiary of the Company entered into a Joint Venture Agreement with nine (9) individuals namely, Teerada Ambhanwong, Piranart Chokwatana, Thamarat Chokwatana, Panitarn Pavarolavidya, Pravara Ekaraphanich, Pipope Chokvathana, Chailada Tantivejakul, Wiboon Lamkoon and Amornrat Teerawattananun for the establishment of a travel & tourism business in Thailand. The joint venture company is in the process of incorporation.

7. Group borrowings

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

	As at
Current	30.06.16
<u>Unsecured</u>	<u>RM'000</u>
Bankers' acceptances	50,239
Revolving credits	156,000
Term loans	4,722
Bank overdrafts	1,090
	<u>212,051</u>
<u>Secured</u>	
Hire purchase creditors	14,029
	<u>226,080</u>
Non-current	
Term loans-unsecured	46,565
Hire purchase creditors-secured	25,414
	<u>71,979</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

The Board of Directors is pleased to declare an interim single tier dividend of 2.0 sen (2015: 2.5 sen single tier) per share for the financial year ending 31 December 2016. The interim dividend is lower than that in the corresponding period prior year in view of the challenging business environment and the need to conserve cash to finance the Group's future growth.

The interim dividend will be paid on 30 September 2016. The entitlement to dividend will be determined on the basis of the record of depositors as at 8 September 2016.

A depositor shall qualify for the entitlement to the dividend only in respect of:

- (a) shares transferred into the depositor's securities account before 4.00 p.m. on 8 September 2016 in respect of ordinary transfer; and
- (b) shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis in accordance with the rules of Bursa Malaysia Securities Berhad.

10. Earnings per share

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

	Individual quarter		Cumulative quarters	
	30.06.16	30.06.15	30.06.16	30.06.15
Loss attributable to owners of the Company (RM'000)	(2,179)	(4,572)	(3,330)	(3,731)
Weighted average number of ordinary shares in issue ('000)				
At beginning of period	65,103	65,103	65,103	65,103
Effect of share buyback	-	-	-	-
At end of period	65,103	65,103	65,103	65,103
Basic loss per share (sen)	(3.35)	(7.02)	(5.11)	(5.73)

11. Notes to the Condensed Consolidated Statement of Comprehensive Income

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

	Individual quarter		Cumulative quarters	
	30.06.16 RM'000	30.06.15 RM'000	30.06.16 RM'000	30.06.15 RM'000
Depreciation and amortisation	12,283	12,216	25,030	24,246
Provision for doubtful debts	-	185	-	185
Bad debts written off	-	2	-	2
Provision for inventories	54	-	54	-
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	251	78	(135)	(11)
(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 30 June 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>28,101</u>	<u>298</u>

13. Disclosure of realised and unrealised profits

The breakdown of the retained profits of the Group as at 30 June 2016, into realised and unrealised profits / (losses), is as follows:

	As at 30.06.16 RM'000	As at 31.12.15 RM'000
Total retained profits of the Group:		
- Realised	237,003	241,285
- Unrealised	(12,927)	(11,298)
	<u>224,076</u>	<u>229,987</u>
Total retained profits from jointly controlled entities:		
- Realised	15,689	15,271
- Unrealised	905	905
	<u>16,594</u>	<u>16,176</u>
Add: Consolidation adjustments	10,751	11,363
Total retained profits as per Statement of Financial Position	<u>251,421</u>	<u>257,526</u>

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
 18 August 2016