

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2017**

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 28/02/2017 RM	Preceding Year Corresponding Quarter 29/02/2016 RM	Current Period To-Date 28/02/2017 RM	Preceding Year Corresponding Period To-Date 29/02/2016 RM
Revenue	34,446,411	17,195,858	56,254,621	36,901,362
Cost of sales	(29,780,610)	(16,676,369)	(48,127,613)	(33,378,263)
Gross profit	<u>4,665,801</u>	<u>519,489</u>	<u>8,127,008</u>	<u>3,523,099</u>
Other income	798,619	10,950,711	935,482	11,818,349
Administrative expenses	(4,178,029)	(3,324,322)	(6,798,733)	(5,665,096)
Finance costs	(4,865)	(7,751)	(6,870)	(18,717)
Share of results of a joint venture, net of tax	(17,049)	(17,414)	(34,680)	(35,137)
Profit before tax	<u>1,264,477</u>	<u>8,120,713</u>	<u>2,222,207</u>	<u>9,622,498</u>
Taxation	(755,000)	196,200	(1,209,000)	(239,000)
Profit for the financial period	<u>509,477</u>	<u>8,316,913</u>	<u>1,013,207</u>	<u>9,383,498</u>
Other comprehensive income, net of tax	-	-	-	-
Item that may be reclassified subsequently to profit or loss	-	-	-	-
Item that will not be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive income	<u>509,477</u>	<u>8,316,913</u>	<u>1,013,207</u>	<u>9,383,498</u>
Profit attributable to: Owners of the parent	<u>509,477</u>	<u>8,316,913</u>	<u>1,013,207</u>	<u>9,383,498</u>
Total comprehensive income attributable to: Owners of the parent	<u>509,477</u>	<u>8,316,913</u>	<u>1,013,207</u>	<u>9,383,498</u>
Earnings per ordinary share attributable to equity holders of the Company (sen):				
Basic	<u>0.43</u>	<u>6.96</u>	<u>0.85</u>	<u>7.85</u>
Diluted	<u>0.43</u>	<u>6.96</u>	<u>0.85</u>	<u>7.85</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2016.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2017**

(The figures have not been audited)

	As At 28/02/2017 RM	As At 31/08/2016 RM (Audited)
ASSETS		
Non-current assets		
Property, plant & equipment	5,608,190	4,214,246
Land held for property development	64,052,787	63,877,054
Investment in a joint venture	2,253,749	2,288,429
Goodwill on consolidation	506,455	506,455
Deferred tax assets	1,588,437	1,640,456
Total non-current assets	<u>74,009,618</u>	<u>72,526,640</u>
Current assets		
Property development costs	35,221,405	34,886,004
Inventories	44,971,046	46,153,483
Trade and other receivables	107,444,852	98,715,221
Current tax assets	2,902,534	3,218,034
Cash and bank balances	11,341,068	31,102,449
Total current assets	<u>201,880,905</u>	<u>214,075,191</u>
TOTAL ASSETS	<u><u>275,890,523</u></u>	<u><u>286,601,831</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	60,000,217	60,000,217
Treasury shares	(551,119)	(550,014)
Reserves	151,237,589	150,224,382
TOTAL EQUITY	<u>210,686,687</u>	<u>209,674,585</u>
LIABILITIES		
Non-current liabilities		
Borrowings	2,368,540	1,290,000
Deferred tax liabilities	1,400,000	1,421,019
Total non-current liabilities	<u>3,768,540</u>	<u>2,711,019</u>
Current liabilities		
Trade and other payables	61,226,598	74,181,221
Borrowings	208,698	35,006
Total current liabilities	<u>61,435,296</u>	<u>74,216,227</u>
TOTAL LIABILITIES	<u>65,203,836</u>	<u>76,927,246</u>
TOTAL EQUITY AND LIABILITIES	<u><u>275,890,523</u></u>	<u><u>286,601,831</u></u>
Net assets per share attributable to the equity holders of the Company (RM)	<u><u>1.76</u></u>	<u><u>1.76</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2016.

MELATI EHSAN HOLDINGS BERHAD (673293-X)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2017**

(The figures have not been audited)

	----- Non-distributable -----			Distributable		Total equity RM
	Share capital RM	Share premium RM	Reverse acquisition reserves RM	Treasury shares RM	Retained earnings RM	
Balance as at 1 September 2015	60,000,217	19,830,264	(34,450,921)	(466,539)	136,765,978	181,678,999
Profit for the financial year	-	-	-	-	30,170,228	30,170,228
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	30,170,228	30,170,228
Transaction with owners						
Repurchase of own shares	-	-	-	(83,475)	-	(83,475)
Dividend paid	-	-	-	-	(2,091,167)	(2,091,167)
Total transaction with owners	-	-	-	(83,475)	(2,091,167)	(2,174,642)
Balance as at 31 August 2016/ 1 September 2016	<u>60,000,217</u>	<u>19,830,264</u>	<u>(34,450,921)</u>	<u>(550,014)</u>	<u>164,845,039</u>	<u>209,674,585</u>
Profit for the financial period	-	-	-	-	1,013,207	1,013,207
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	1,013,207	1,013,207
Transaction with owners						
Repurchase of own shares	-	-	-	(1,105)	-	(1,105)
Total transaction with owners	-	-	-	(1,105)	-	(1,105)
Balance as at 28 February 2017	<u><u>60,000,217</u></u>	<u><u>19,830,264</u></u>	<u><u>(34,450,921)</u></u>	<u><u>(551,119)</u></u>	<u><u>165,858,246</u></u>	<u><u>210,686,687</u></u>

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2016.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2017**

(The figures have not been audited)

	Current Period To-Date 28/02/2017 RM	Preceding Year Corresponding Period To-Date 29/02/2016 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,222,207	9,622,498
Adjustments for:		
Depreciation of property, plant and equipment	411,281	376,208
Loss on disposal of property, plant & equipment	16,427	-
Reversal of impairment loss on other investment	-	(500,000)
Gain on disposal of a subsidiary	-	(30,000,000)
Interest expense	35,211	25,168
Interest income	(124,925)	(463,897)
Share of results of a joint venture, net of tax	34,680	35,137
Operating profit / (loss) before working capital changes	<u>2,594,881</u>	<u>(20,904,886)</u>
Changes in working capital:		
Land held for property development	(175,733)	(30,460)
Property development costs	(335,401)	(438,715)
Inventories	1,182,437	-
Amount due from contract customers	630,778	9,414,584
Trade and other receivables	(9,360,409)	29,880,062
Amount due to contract customers	(4,205,605)	(6,607,163)
Trade and other payables	(8,743,719)	(41,242,066)
Net cash used in operations	<u>(18,412,771)</u>	<u>(29,928,644)</u>
Tax paid	(862,500)	(1,883,350)
Net cash used in operating activities	<u>(19,275,271)</u>	<u>(31,811,994)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed deposits pledged	(13,693)	(35,099)
Interest received	124,925	463,897
Proceeds from disposal of property, plant and equipment	71,698	-
Proceed from disposal of a subsidiary	-	30,500,000
Purchase of property, plant and equipment	(583,350)	(222,973)
Net cash (used in) / from investing activities	<u>(400,420)</u>	<u>30,705,825</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(40,510)	(122,366)
Repayment of hire purchase payables	(57,768)	(486,753)
Repayment of term loans	-	(8,622,500)
Repurchase of own shares	(1,105)	(4,649)
Net cash used in financing activities	<u>(99,383)</u>	<u>(9,236,268)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(19,775,074)</u>	<u>(10,342,437)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	<u>29,145,599</u>	<u>40,095,990</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>A14 9,370,525</u>	<u>29,753,553</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2016.