

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2018**

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 28/02/2018 RM	Preceding Year Corresponding Quarter 28/02/2017 RM	Current Period To-Date 28/02/2018 RM	Preceding Year Corresponding Period To-Date 28/02/2017 RM
Revenue	46,821,015	34,446,411	91,018,129	56,254,621
Cost of sales	(42,940,698)	(29,780,610)	(84,036,502)	(48,127,613)
Gross profit	<u>3,880,317</u>	<u>4,665,801</u>	<u>6,981,627</u>	<u>8,127,008</u>
Other income	194,996	798,619	464,799	935,482
Administrative expenses	(3,012,792)	(4,178,029)	(5,561,952)	(6,798,733)
Finance costs	(26,683)	(4,865)	(54,990)	(6,870)
Share of results of a joint venture, net of tax	(18,402)	(17,049)	(35,480)	(34,680)
Profit before tax	<u>1,017,436</u>	<u>1,264,477</u>	<u>1,794,004</u>	<u>2,222,207</u>
Taxation	(601,000)	(755,000)	(774,000)	(1,209,000)
Profit for the financial period	<u>416,436</u>	<u>509,477</u>	<u>1,020,004</u>	<u>1,013,207</u>
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	<u>416,436</u>	<u>509,477</u>	<u>1,020,004</u>	<u>1,013,207</u>
Profit attributable to:				
Owners of the parent	<u>416,436</u>	<u>509,477</u>	<u>1,020,004</u>	<u>1,013,207</u>
Total comprehensive income attributable to:				
Owners of the parent	<u>416,436</u>	<u>509,477</u>	<u>1,020,004</u>	<u>1,013,207</u>
Earnings per ordinary share attributable to equity holders of the Company (sen):				
Basic	<u>0.35</u>	<u>0.43</u>	<u>0.85</u>	<u>0.85</u>
Diluted	<u>0.35</u>	<u>0.43</u>	<u>0.85</u>	<u>0.85</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 2017.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2018**

(The figures have not been audited)

	As At 28/02/2018 RM	As At 31/08/2017 RM (Audited)
ASSETS		
Non-current assets		
Property, plant & equipment	5,445,521	5,289,618
Land held for property development	69,500,082	64,608,025
Investment in a joint venture	2,177,806	2,213,286
Goodwill on consolidation	506,455	506,455
Deferred tax assets	2,477,248	2,477,248
	<u>80,107,112</u>	<u>75,094,632</u>
Current assets		
Property development costs	28,140,880	31,115,959
Inventories	45,004,858	46,546,240
Trade and other receivables	145,174,389	128,184,561
Current tax assets	2,040,871	2,252,871
Cash and bank balances	24,122,873	37,767,831
	<u>244,483,871</u>	<u>245,867,462</u>
TOTAL ASSETS	<u><u>324,590,983</u></u>	<u><u>320,962,094</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	60,000,217	60,000,217
Treasury shares	(594,062)	(569,716)
Reserves	151,580,508	150,560,504
TOTAL EQUITY	<u><u>210,986,663</u></u>	<u><u>209,991,005</u></u>
LIABILITIES		
Non-current liabilities		
Borrowings	1,498,596	1,850,613
Deferred tax liabilities	1,400,000	1,400,000
	<u>2,898,596</u>	<u>3,250,613</u>
Current liabilities		
Trade and other payables	109,063,624	106,554,648
Borrowings	873,100	565,828
Current tax liabilities	769,000	600,000
	<u>110,705,724</u>	<u>107,720,476</u>
TOTAL LIABILITIES	<u><u>113,604,320</u></u>	<u><u>110,971,089</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>324,590,983</u></u>	<u><u>320,962,094</u></u>
Net assets per share attributable to the equity holders of the Company (RM)	<u><u>1.77</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 2017.

MELATI EHSAN HOLDINGS BERHAD (673293-X)
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2018**

(The figures have not been audited)

	----- Non-distributable -----			Distributable		Total equity RM
	Share capital RM	Share premium RM	Reverse acquisition debit RM	Treasury shares RM	Retained earnings RM	
Balance as at 1 September 2016	60,000,217	19,830,264	(34,450,921)	(550,014)	164,845,039	209,674,585
Profit for the financial year	-	-	-	-	2,425,577	2,425,577
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	2,425,577	2,425,577
Transaction with owners						
Repurchase of own shares	-	-	-	(19,702)	-	(19,702)
Dividend paid	-	-	-	-	(2,089,455)	(2,089,455)
Total transaction with owners	-	-	-	(19,702)	(2,089,455)	(2,109,157)
Balance as at 31 August 2017/ 1 September 2017	60,000,217	19,830,264	(34,450,921)	(569,716)	165,181,161	209,991,005
Profit for the financial period	-	-	-	-	1,020,004	1,020,004
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	1,020,004	1,020,004
Transaction with owners						
Repurchase of own shares	-	-	-	(24,346)	-	(24,346)
Dividend paid	-	-	-	-	-	-
Total transaction with owners	-	-	-	(24,346)	-	(24,346)
Balance as at 28 February 2018	<u>60,000,217</u>	<u>19,830,264</u>	<u>(34,450,921)</u>	<u>(594,062)</u>	<u>166,201,165</u>	<u>210,986,663</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 2017.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2018**

(The figures have not been audited)

	Current Period To-Date 28/02//2018 RM	Preceding Year Corresponding Period To-Date 28/02/2017 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,794,004	2,222,207
Adjustments for:		
Depreciation of property, plant and equipment	192,565	411,281
Loss on disposal of property, plant & equipment	-	16,427
Finance costs	54,990	35,211
Interest income	(257,827)	(124,925)
Share of results of a joint venture, net of tax	35,480	34,680
Operating profit before working capital changes	<u>1,819,212</u>	<u>2,594,881</u>
Changes in working capital:		
Land held for property development	(4,892,057)	(175,733)
Property development costs	2,975,079	(335,401)
Inventories	1,541,382	1,182,437
Amount due from contract customers	9,441,436	630,778
Trade and other receivables	(26,431,264)	(9,360,409)
Amount due to contract customers	13,314,403	(4,205,605)
Trade and other payables	(10,804,766)	(8,743,719)
Net cash used in operations	<u>(13,036,575)</u>	<u>(18,412,771)</u>
Tax paid	(618,000)	(862,500)
Tax refund	225,000	-
Net cash used in operating activities	<u>(13,429,575)</u>	<u>(19,275,271)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed deposits pledged	-	(13,693)
Interest received	257,827	124,925
Proceeds from disposal of property, plant and equipment	-	71,698
Purchase of property, plant and equipment	(119,468)	(583,350)
Net cash from / (used in) investing activities	<u>138,359</u>	<u>(400,420)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(55,651)	(40,510)
Repayment of hire purchase payables	(82,552)	(57,768)
Repayment of term loans	(191,193)	-
Repurchase of own shares	(24,346)	(1,105)
Net cash used in financing activities	<u>(353,742)</u>	<u>(99,383)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(13,644,958)</u>	<u>(19,775,074)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	<u>37,767,831</u>	<u>29,145,599</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>24,122,873</u>	<u>9,370,525</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 2017.