



**MUAR BAN LEE GROUP BERHAD**

(Company No. 753588-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS**

**FOR 2ND QUARTER ENDED 30 JUNE 2016**



# MUAR BAN LEE GROUP BERHAD

(Company No. 753588-P)  
(Incorporated in Malaysia)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2016

	Individual Quarter		Cumulative Quarter	
	30.06.2016 RM'000	30.06.2015 RM'000	30.06.2016 RM'000	30.06.2015 RM'000
<b>Revenue</b>	49,264	14,363	72,922	28,479
Less: Revenue from discontinued operation	(205)	(368)	(344)	(489)
Revenue from continuing operation	49,059	13,995	72,578	27,990
Cost of sales	(40,068)	(7,464)	(55,556)	(15,186)
<b>Gross profit</b>	8,991	6,531	17,022	12,804
Other income	761	194	846	285
Depreciation and amortisation	(360)	(408)	(1,413)	(817)
Distribution and administrative expenses	(5,147)	(4,069)	(9,125)	(8,175)
<b>Operating profit</b>	4,245	2,248	7,330	4,097
Interest Income	(18)	37	29	51
Interest expense	(267)	(183)	(480)	(276)
<b>Profit before taxation</b>	<b>3,960</b>	<b>2,102</b>	<b>6,879</b>	<b>3,872</b>
Taxation	(554)	(355)	(628)	(385)
<b>Profit for the continuing operations</b>	<b>3,406</b>	<b>1,747</b>	<b>6,251</b>	<b>3,487</b>
<b>Discontinued operations</b>				
Profit/Loss from discontinued operations, net of tax	(68)	117	(118)	(143)
<b>Profit for the period</b>	<b>3,338</b>	<b>1,864</b>	<b>6,133</b>	<b>3,344</b>
Other Comprehensive Income, net of tax	426	-	(317)	-
<b>Total Comprehensive Income for the period</b>	<b>3,764</b>	<b>1,864</b>	<b>5,816</b>	<b>3,344</b>
<b>Profit attributable to:</b>				
Owners of the Company - continuing operations	2,904	1,255	5,587	2,987
- discontinued operation	(68)	117	(118)	(143)
	2,836	1,372	5,469	2,844
Non-controlling interest	502	492	664	500
<b>Profit for the period</b>	<b>3,338</b>	<b>1,864</b>	<b>6,133</b>	<b>3,344</b>
<b>Total Comprehensive Income attributable to:</b>				
Owners of the Company - continuing operations	3,330	1,255	5,270	2,987
- discontinued operation	(68)	117	(118)	(143)
	3,262	1,372	5,152	2,844
Non-controlling interest	502	492	664	500
<b>Total Comprehensive Income for the period</b>	<b>3,764</b>	<b>1,864</b>	<b>5,816</b>	<b>3,344</b>
Earnings per share (sen)				
- Basic - continuing operations	3.16	1.36	6.07	3.25
- discontinued operation	(0.07)	0.13	(0.13)	(0.16)
	3.09	1.49	5.94	3.09
- Diluted - continuing operations	3.07	N/A	6.01	N/A
- discontinued operation	(0.07)	N/A	(0.13)	N/A
	N/A	N/A	N/A	N/A

The Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Report of the Group for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements.



# MUAR BAN LEE GROUP BERHAD

(Company No. 753588-P)  
(Incorporated in Malaysia)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2016

	(Unaudited) As at 30.06.2016 RM'000	(Audited) As at 31.12.2015 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	29,045	27,961
Investment properties	312	320
Intangible assets	3,261	3,261
	32,618	31,542
<b>Current assets</b>		
Inventories	31,534	32,273
Trade and other receivables	41,920	26,771
Fixed deposits with licensed banks	368	367
Cash and bank balances	17,074	12,797
	90,896	72,208
Assets included in disposal group classified as held for sale	26,755	26,964
	117,651	99,172
<b>TOTAL ASSETS</b>	150,269	130,714
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	46,000	46,000
Share premium	1,158	1,158
Treasury shares	(536)	(290)
Revaluation reserves	2,556	2,556
Discount on shares	(13,340)	(13,340)
Warrant reserve	17,940	17,940
Foreign currency translation reserve	(203)	(81)
Retained profits	36,019	30,946
Shareholder's equity	89,594	84,889
Non-controlling interest	7,191	6,682
<b>Total equity</b>	96,785	91,571
<b>Non-current liabilities</b>		
Hire purchase payables	179	104
Other payables	147	-
Bank borrowing	12,010	12,442
Deferred taxation	1,310	1,311
	13,646	13,857
<b>Current liabilities</b>		
Trade and other payables	28,814	18,664
Hire purchase payables	191	190
Bank borrowing	10,060	6,246
Tax payable	510	10
	39,575	25,110
Liabilities included in disposal group classified as held for sale	263	176
	39,838	25,286
<b>Total liabilities</b>	53,484	39,143
<b>TOTAL EQUITY AND LIABILITIES</b>	150,269	130,714
Net assets per share (RM)	0.97	0.92

*The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Report of the Group for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements.*



# MUAR BAN LEE GROUP BERHAD

(Company No. 753588-P)  
(Incorporated in Malaysia)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2016

	Attributable to Equity Holders of the Company										
	Non-Distributable						Distributable				
	Share Capital	Share Premium	Treasury Shares	Revaluation Reserve	Discount On Warrants	Warrant Reserves	Foreign Currency Translation Reserves	Retained Profits	Subtotal	Non-controlling interest	Total Equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2016</b>	46,000	1,158	(290)	2,556	(13,340)	17,940	(81)	30,946	84,889	6,682	91,571
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Prior year adjustments	-	-	-	-	-	-	40	(396)	(356)	-	(356)
Profit for the financial year	-	-	-	-	-	-	-	5,469	5,469	664	6,133
Foreign exchange translation reserve	-	-	-	-	-	-	(162)	-	(162)	(155)	(317)
<b>Total comprehensive income for the financial year</b>	-	-	-	-	-	-	(122)	5,073	4,951	509	5,460
<i>Contributions by and distributions to owners of the Company</i>											
Dividends to owners of the Company	-	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	(246)	-	-	-	-	-	(246)	-	(246)
<b>Total transactions with owners of the Company</b>	-	-	(246)	-	-	-	-	-	(246)	-	(246)
<b>At 30 June 2016</b>	<b>46,000</b>	<b>1,158</b>	<b>(536)</b>	<b>2,556</b>	<b>(13,340)</b>	<b>17,940</b>	<b>(203)</b>	<b>36,019</b>	<b>89,594</b>	<b>7,191</b>	<b>96,785</b>
<b>At 1 January 2015</b>	46,000	1,158	-	2,581	(13,340)	17,940	-	27,499	81,838	6	81,844
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Profit for the financial year	-	-	-	-	-	-	-	2,844	2,844	500	3,344
Purchase of treasury shares	-	-	(146)	-	-	-	-	-	(146)	-	(146)
<b>Total comprehensive income for the financial year</b>	-	-	(146)	-	-	-	-	2,844	2,698	500	3,198
<i>Contributions by and distributions to owners of the Company</i>											
Dividends to owners of the Company	-	-	-	-	-	-	-	(1,840)	(1,840)	-	(1,840)
<b>Total transactions with owners of the Company</b>	-	-	-	-	-	-	-	(1,840)	(1,840)	-	(1,840)
<b>At 31 June 2015</b>	<b>46,000</b>	<b>1,158</b>	<b>(146)</b>	<b>2,581</b>	<b>(13,340)</b>	<b>17,940</b>	<b>-</b>	<b>28,503</b>	<b>82,696</b>	<b>506</b>	<b>83,202</b>

The Unaudited Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Annual Report of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements.



# MUAR BAN LEE GROUP BERHAD

(Company No. 753588-P)  
(Incorporated in Malaysia)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2016

	Current Year To-date	Preceding Year Corresponding Period
	30.06.2016 RM'000	30.06.2015 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit/(loss) before taxation</b>		
- Continuing operations	6,879	3,872
- Discontinued operations	(118)	(143)
	6,761	3,729
Adjustments for non-cash items:		
Depreciation and amortisation	1,413	909
Interest expense	480	276
Interest income	(29)	(51)
	8,625	4,863
<b>Operating profit before working capital changes</b>		
<b>Changes in working capital</b>		
(Increase)/decrease in inventories	739	(971)
Increase in trade and other receivables	(14,392)	(7,804)
Decrease in trade and other payables	10,390	(641)
	5,362	(4,553)
<b>Cash used in operations</b>		
Income tax paid	(612)	(423)
	4,750	(4,976)
<b>Net cash generated from/(used) in operating activities</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceed from disposal of other investment	-	450
Acquisition of biological assets	-	(640)
Acquisition of property, plant and equipment	(2,432)	(701)
Interest income	29	51
	(2,403)	(840)
<b>Net cash used in investing activities</b>		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(480)	(276)
Purchase of treasury shares	(246)	(146)
Dividend paid	-	(1,840)
Net increase in banker acceptance	3,013	2,181
Net change of revolving credit	(50)	-
Proceed from borrowings	-	10,300
Proceed from hire purchase payables	187	-
Repayment of hire purchase payables	(112)	(111)
Repayment of bank borrowing	(431)	(315)
	1,881	9,793
<b>Net cash generated from/(used) in financing activities</b>		
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	4,228	3,977
Effect of foreign exchange differences	-	-
Translation reserve	(750)	-
Cash and cash equivalents at beginning of period	12,988	3,188
	16,466	7,165
<b>Cash and cash equivalents at end of period</b>		
Note: <b><u>Cash and Cash Equivalents at end of period</u></b>		
<b>Continuing operations</b>		
Cash and bank balances	17,074	7,036
Short term deposits with licensed banks	368	411
Bank overdraft	(895)	(6)
Fixed deposits pledged	(367)	(411)
	16,180	7,030
<b>Discontinued operations</b>		
Cash and bank balances	286	135
	16,466	7,165

The Unaudited Condensed Statements of Cash Flows should be read in conjunction with the Annual Report of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements.



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**A. EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS  
("FRS") 134: INTERIM FINANCIAL STATEMENTS**

**A1. BASIS OF PREPARATION**

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirement of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The Group has re-adopted FRS in the year ended 31 December 2014 as it met the criteria as Transitioning Entities. The re-adoption of FRSs did not have any significant impacts on the financial statements of the Group and the Company. The Group will present its first Malaysia Financial Reporting Standard ("MFRS") financial statements for the financial year ending 31 December 2018.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2015. The explanatory notes attached to the 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.

**A2. CHANGES IN ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2015 except for those standard, amendments and IC interpretation which are effective from the annual period beginning 1 July 2014 and onwards. The adoption of these standards, amendments and IC interpretations does not have significant impact on the financial statements of the Group and the Company.

**A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the preceding audited financial statements was not subject to any qualification.

**A4. SEASONALITY OR CYCLICALITY FACTORS**

The performance of the Group is generally not affected by any seasonal or cyclical factors.

**A5. UNUSUAL ITEMS**

There were no unusual items for the current financial period under review.

**A6. CHANGES IN ESTIMATES**

There were no changes in estimates amount that had a material effect for the current financial period under review.



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**A7. DEBT AND EQUITY SECURITIES**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter other than the following:-

For the six month period, the Company repurchased 309,400 of its issued ordinary shares from the open market at an average price of RM0.7949 per shares. The total consideration paid for the repurchase including transactions costs was RM245,966.32 and this was financed by internally generated funds.

Total treasury shares held as at 30 June 2016 is 695,200 shares. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965.

**A8. DIVIDEND PAID**

There was no dividend paid during the quarter under review.

**A9. SEGMENTAL INFORMATION**

Segmental reporting for the 6 months ended 30 June 2016

	Investment Holding	Manu- facturing	Trading & Service	Edible Oil Milling	Elimination	Consolidated (Continuing)	Plantation (Discontinued)	Consolidated (Total)
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
<b>Revenue</b>								
External sales	-	50,584	-	21,994	-	72,578	344	72,922
Inter-company	-	407	-	-	-	407	-	407
Dividend income	-	-	-	-	-	-	-	-
	-	50,991	-	21,994	0	72,985	344	73,329
<b>Segmental result</b>	(195)	5,541	(2)	1,955	31	7,330	(115)	7,215
Finance cost						(480)	(3)	(483)
Interest income						29	-	29
<b>Profit before tax</b>						6,879	(118)	6,761
Taxation						(628)	-	(628)
<b>Profit for the period</b>						6,251	(118)	6,133



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**A9. SEGMENTAL INFORMATION (continued)**

Segmental reporting for the 6 months ended 30 June 2015

	Investment Holding	Manu- facturing	Trading & Service	Edible Oil Milling	Elimination	Consolidated (Continuing)	Plantation (Discontinued)	Consolidated (Total)
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
<b>Revenue</b>								
External sales	-	25,012	2,978	-		27,990	489	28,479
Inter-company	-	220	603	-	(823)	-	-	-
Dividend income	1,840	-	-	-	(1,840)	-	-	-
	<u>1,840</u>	<u>25,232</u>	<u>3,581</u>	<u>-</u>	<u>(2,663)</u>	<u>27,990</u>	<u>489</u>	<u>28,479</u>
<b>Segmental result</b>	1,629	3,032	1,282	-	(1,846)	4,097	(143)	3,954
Finance cost								(276)
Interest income								51
<b>Profit before tax</b>								<u>3,729</u>
Taxation								(385)
<b>Profit for the period</b>								<u>3,344</u>

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation of property, plant and equipment for the financial period under review.

**A11. MATERIAL SUBSEQUENT EVENTS**

On 28 April 2015, the Company announced that MBL Plantation Sdn. Bhd. ("MBLP"), a wholly owned subsidiary of the Company had entered into a Memorandum of Understanding ("MOU") with Kenali Berkas Sdn. Bhd. ("KBSB") and proposed to dispose of its entire 2,000,000 shares of RM1.00 each in Sokor Gemilang Ladang Sdn. Bhd. ("SGLSB"), a wholly owned subsidiary of MBLP and novation of the sum owing from the creditors of SGLSB to KBSB, for a total consideration of RM35,100,000. As at the date of the report, there is no further development since the date of previous announcement to Bursa Malaysia.

Other than the above, there was no material subsequent even occurred after the financial period under review.

**A12. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group in the financial period under review.

**A13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent liabilities and contingent assets in the financial period under review.

**A14. CAPITAL COMMITMENTS**

There were no capital commitments in the financial period under review.





**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**A15. RELATED PARTY TRANSACTIONS**

The related party transaction incurred for current quarter was rental fee of RM6,000. The rental fees were paid to certain directors of which the directors owned the said property and have interest over the property and the transactions was entered into in the normal course of business.

**A16. DISCLOSURE OF DERIVATIVES**

There was no outstanding forward contract at the end of the quarter under review.

**A17 GAIN/LOSS ARISING FROM FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

There is no gain / loss arising from fair value changes of financial liabilities for the period under review.



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. REVIEW OF PERFORMANCE**

	Individual Quarter (3 months ended)		Cumulative Quarter (6 months ended)	
	30/06/2016 RM '000	30/06/2015 RM '000	30/06/2016 RM '000	30/06/2015 RM '000
Revenue	49,264	14,363	72,922	28,479
Profit/(Loss before tax (PBT))				
- Continuing operations	3,960	2,102	6,879	3,872
- Discontinued operations	(68)	117	(118)	(143)
	3,892	2,219	6,761	3,729

For the current quarter under review, The Group's revenue increased 243% to RM49.26 million and PBT increased 88% to RM3.96 million compared to preceding year's corresponding quarter. The improved performances mainly due to both higher project sales in manufacturing division and additional revenue contribution from edible oil milling activities which partially offset by declining trading and service results.

For the six months period under review, the revenue and PBT of the Group improved substantially by 156% and 78% respectively to RM72.92 million and RM6.88 million. The improved performances mainly due to both higher project sales in manufacturing division and additional revenue contribution from edible oil milling activities which partially offset by declining trading and service results.

**B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULT**

For the current quarter under reviewed, the Group's revenue increased 108% to RM49.26 million from RM23.66 million driven by both higher project sales in manufacturing division and additional revenue contribution from edible oil milling activities. On the other hand, PBT increased 36% to RM3.96 million from RM2.92 million recorded in immediate preceding quarter and mainly contributed by edible oil milling segment bottom line.

**B3. COMMENTARY ON PROSPECTS**

The Group is committed to provide unparalleled services and quality products to our clients in order to maintain MBL's position as the market leader in the oil seed crushing industry.

The Group has established workshop and warehouse at strategic locations to reduce delivery time and provide maintenance services in order to enhance our customer satisfactions.



**B3. COMMENTARY ON PROSPECTS (continued)**

The Group will actively seeks accretive for investment opportunities in the related downstream industry especially oil milling industry. The Indonesia subsidiary company has contributed positively to the growth in our Group's revenue and profits. Ultimately, it will complement with our Group's vision to be the leader in oil seed crushing industry.

Barring any unforeseen circumstances, the Board of Directors is of the view that the Group will register satisfactory results for the coming financial period.

**B4. VARIANCE FROM PROFIT FORECAST**

There is no profit forecast issued for the current financial period under review.

**B5. TAXATION**

Taxation for the quarter and year to date comprises:

	Current Quarter RM '000	Current YTD RM '000
Taxation		
- Current year	(554)	(628)
	<u>(554)</u>	<u>(628)</u>

The effective tax rate of the Group is lower than the statutory tax rate mainly due to higher contribution of profit from non-pioneer status subsidiary companies and under provision of tax in earlier quarter.

**B6. SALE OF UNQUOTED INVESTMENT OR PROPERTIES**

There was no sale of unquoted investments and properties for the financial period under review.

**B7. PURCHASE OR DISPOSAL OF QUOTED SECURITIES**

There was no purchase or disposal of quoted securities for the financial period under review.

**B8. STATUS OF CORPORATE PROPOSALS**

There was no pending corporate proposals for the financial period under review.



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**B9. GROUP BORROWINGS AND DEBT SECURITIES**

The Group's borrowings as at 31 June 2016 are as follows:

	Short-term (Secured) RM '000	Long-term (Secured) RM '000	Total RM '000
Term loan	1,132	12,010	13,142
Bank overdraft	895	-	895
Banker acceptance	3,013	-	3,013
Revolving loan	5,020	-	5,020
Hire purchase	191	179	370
	<u>10,251</u>	<u>12,189</u>	<u>22,440</u>

**B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

As at the date of this report, the Group did not have any financial instruments with off balance sheet risks.

**B11. MATERIAL LITIGATION**

There was no material litigation for the current financial period to date.

**B12. DIVIDEND DECLARED**

On 30 August 2016 (Today), the Board of Directors declared a single-tier first interim dividend of RM 0.02 per ordinary share for the year ended 31 December 2016 to be paid on 05 October 2016.

**B13. EARNINGS PER SHARE**

The basic earnings per share ("EPS") is calculated by dividing the profit for the financial year attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares in issue during the financial year held by the Company calculated as follows:



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

	Current Quarter RM '000	Current YTD RM '000
Profit attributable to ordinary shareholders of the Company		
- Continuing operations	2,904	5,587
- Discontinued operations	(68)	(118)
	<u>2,836</u>	<u>5,469</u>
Number of ordinary shares (000)	92,000	92,000
Basic EPS (Sen)		
- Continuing operations	3.16	6.07
- Discontinued operations	(0.07)	(0.13)
	<u>3.09</u>	<u>5.94</u>

\* The diluted EPS is not presented as the market value of the ordinary shares of the Company is lower than the exercise price for the outstanding warrants and any exercise of warrants would result in anti-dilution.

**B14. RELATED PARTY TRANSACTIONS**

The related party transaction for current quarter was a rental fee of RM6,000 paid to certain directors of which the directors owned the said property and have interest over the property and the transactions was entered into in the normal course of business.

**B15. DISCLOSURE OF REALISED AND UNREALISED PROFITS/LOSSES**

The breakdown of retained profit of the Group as at the reporting date, into realised and unrealised profits or losses, pursuant to the directive given by Bursa Malaysia Securities Berhad ("Bursa Malaysia"), is as follows:

	RM '000
Total retained profits of the Company and its subsidiaries	
- Realised	70,411
- Unrealised	<u>(1,310)</u>
	69,101
Less: Consolidation adjustments	<u>(33,082)</u>
Retained profits as per financial statement	<u>36,019</u>



**MUAR BAN LEE GROUP BERHAD** (Company No. 753588-P)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE 2nd QUARTER ENDED 30 JUNE 2016**

**B16. AUTHORISATION FOR ISSUE**

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Board of Directors dated 30 August 2016.

**By Order of the Board**

Lee Hong Lim (MIA 12949)  
Company Secretary  
Muar  
30 August 2016