

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

| | AS AT 31-MAR-2017 (Unaudited) RM'000 | AS AT 31-DEC-2016 (Audited) RM'000 |
|--|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 2,496,180 | 2,131,954 |
| Investment properties | 604,013 | 606,630 |
| Land held for property development | 930,845 | 900,565 |
| Intangible assets | 328,630 | 318,370 |
| Associated companies | 14,425 | 14,446 |
| Joint venture | 63,171 | 229,783 |
| Investment in securities | 239,127 | 290,323 |
| Deferred tax assets | 83,505 | 81,184 |
| | <u>4,759,896</u> | <u>4,573,255</u> |
| Current assets | | |
| Property development costs | 198,260 | 208,058 |
| Investment in securities | 396,701 | 413,555 |
| Inventories | 55,281 | 51,476 |
| Receivables | 211,789 | 183,009 |
| Tax recoverable | 20,175 | 25,248 |
| Cash and short term deposits | 834,403 | 912,036 |
| | <u>1,716,609</u> | <u>1,793,382</u> |
| TOTAL ASSETS | <u>6,476,505</u> | <u>6,366,637</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the Company | | |
| Share capital | 2,660,862 | 2,660,862 |
| Reserves | 465,980 | 354,781 |
| | <u>3,126,842</u> | <u>3,015,643</u> |
| Preference shares issued by subsidiaries | 57,988 | 57,988 |
| Total Equity | <u>3,184,830</u> | <u>3,073,631</u> |
| Non-current liabilities | | |
| Deferred tax liabilities | 238,844 | 237,382 |
| Long term borrowings | 1,234,624 | 1,302,286 |
| Payables | 5,575 | 9,070 |
| | <u>1,479,043</u> | <u>1,548,738</u> |
| Current liabilities | | |
| Short term borrowings | 1,360,301 | 1,275,462 |
| Payables | 442,403 | 445,444 |
| Income tax payable | 2,202 | 19,454 |
| Derivatives | 7,726 | 3,908 |
| | <u>1,812,632</u> | <u>1,744,268</u> |
| Total liabilities | 3,291,675 | 3,293,006 |
| TOTAL EQUITY AND LIABILITIES | <u>6,476,505</u> | <u>6,366,637</u> |
| Net assets per share attributable to ordinary equity holders of the Company (RM) | <u>0.59</u> | <u>0.57</u> |

Note:

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying notes to the quarterly report attached hereto.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017

(The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|--|-----------------------|--------------------------------------|-----------------------|-------------------------------------|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | 31-MAR-2017 RM'000 | 31-MAR-2016 RM'000 | 31-MAR-2017 RM'000 | 31-MAR-2016 RM'000 |
| Revenue | 237,237 | 157,780 | 237,237 | 157,780 |
| Other income | 12,411 | 2,666 | 12,411 | 2,666 |
| Other expenses | (181,634) | (151,161) | (181,634) | (151,161) |
| Operating profit | <u>68,014</u> | <u>9,285</u> | <u>68,014</u> | <u>9,285</u> |
| Finance income | 17,114 | 6,550 | 17,114 | 6,550 |
| Finance costs | (17,826) | (15,692) | (17,826) | (15,692) |
| Share of results of associated net of tax | (22) | - | (22) | - |
| Share of results in joint venture | - | 8,002 | - | 8,002 |
| Profit before tax | <u>67,280</u> | <u>8,145</u> | <u>67,280</u> | <u>8,145</u> |
| Income tax | (2,858) | (7,612) | (2,858) | (7,612) |
| Profit for the financial period | <u><u>64,422</u></u> | <u><u>533</u></u> | <u><u>64,422</u></u> | <u><u>533</u></u> |
| Profit attributable to: Equity holders of the Company | <u><u>64,422</u></u> | <u><u>533</u></u> | <u><u>64,422</u></u> | <u><u>533</u></u> |
| Earnings per share attributable to equity holders of the Company | | | | |
| Basic (sen) | 1.21 | 0.01 | 1.21 | 0.01 |
| Fully diluted (sen) | 1.21 | 0.01 | 1.21 | 0.01 |

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017

(The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|--|-----------------------|--------------------------------------|-----------------------|-------------------------------------|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | 31-MAR-2017 RM'000 | 31-MAR-2016 RM'000 | 31-MAR-2017 RM'000 | 31-MAR-2016 RM'000 |
| Profit for the financial period | 64,422 | 533 | 64,422 | 533 |
| Other comprehensive income/(loss): | | | | |
| Items that will be reclassified subsequently to profit or loss: | | | | |
| Net gain/(loss) on foreign currency translation differences | 46,993 | (114,755) | 46,993 | (114,755) |
| Available-for-sale financial assets | | | | |
| - Net fair value loss | (376) | (1,174) | (376) | (1,174) |
| - Reclassification to profit or loss | 461 | | 461 | |
| - Income tax effect | (301) | (53) | (301) | (53) |
| Other comprehensive income/(loss) for the financial period | <u>46,777</u> | <u>(115,982)</u> | <u>46,777</u> | <u>(115,982)</u> |
| Total comprehensive income/(loss) for the financial period | <u>111,199</u> | <u>(115,449)</u> | <u>111,199</u> | <u>(115,449)</u> |
| Total comprehensive income/(loss) attributable to: | | | | |
| Equity holders of the Company | <u>111,199</u> | <u>(115,449)</u> | <u>111,199</u> | <u>(115,449)</u> |

Notes: The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the period ended 31 December 2016 and the accompanying notes to the quarterly report attached hereto.



TA GLOBAL BERHAD (828855-P)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

| | Attributable to owners of the Company | | | | | | | Distributable | | |
|---|---------------------------------------|------------------------------|-----------------------------|---|--|--|----------------------------|-----------------|--|---------------------------|
| | Non-distributable | | | | | | | | | |
| | Share capital RM'000 | Capital reserve RM'000 | Merger reserve RM'000 | Available-for-sale reserve RM'000 | Exchange translation reserve RM'000 | Exchange differences recognised in equity RM'000 | Retained profits RM'000 | Total RM'000 | Preference shares issued by subsidiaries RM'000 | Total equity RM'000 |
| At 1 January 2016 | 2,660,862 | 214 | (926,077) | 3,449 | 309,268 | 89,205 | 651,850 | 2,788,771 | 57,988 | 2,846,759 |
| Total comprehensive income for the financial period | - | - | - | - | - | - | 533 | 533 | - | 533 |
| - Profit for the financial period | - | - | - | (1,227) | (81,473) | (33,282) | (115,982) | (115,982) | - | (115,982) |
| - Other comprehensive loss | - | - | - | (1,227) | (81,473) | (33,282) | 533 | (115,449) | - | (115,449) |
| At 31 March 2016 (unaudited) | 2,660,862 | 214 | (926,077) | 2,222 | 227,795 | 55,923 | 652,383 | 2,673,322 | 57,988 | 2,731,310 |
| At 1 January 2017 | 2,660,862 | 214 | (926,077) | 12,423 | 351,858 | 120,162 | 796,201 | 3,015,643 | 57,988 | 3,073,631 |
| Total comprehensive income for the financial period | - | - | - | - | - | - | 64,422 | 64,422 | - | 64,422 |
| - Profit for the financial period | - | - | - | (216) | 45,426 | 1,567 | 46,777 | 46,777 | - | 46,777 |
| - Other comprehensive (loss)/income | - | - | - | (216) | 45,426 | 1,567 | 64,422 | 111,199 | - | 111,199 |
| At 31 March 2017 (unaudited) | 2,660,862 | 214 | (926,077) | 12,207 | 397,284 | 121,729 | 860,623 | 3,126,842 | 57,988 | 3,184,830 |

Notes:

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 and the accompanying notes to the quarterly report attached hereto.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**
(The figures have not been audited)

| | 3 MONTHS ENDED | |
|--|----------------|-------------|
| | 31-MAR-2017 | 31-MAR-2016 |
| | RM'000 | RM'000 |
| Operating Activities | | |
| Profit before tax | 67,280 | 8,145 |
| Adjustments for: | | |
| Non-cash items | 39,502 | (1,887) |
| Non-operating items | (14,687) | 4,416 |
| Interest income | - | (2,100) |
| Operating profit before changes in working capital | 92,095 | 8,574 |
| Net increase in assets | (78,034) | 185,707 |
| Net increase in liabilities | 102,917 | (203,126) |
| Cash generated from operations | 116,978 | (8,845) |
| Interest received | 952 | 7,039 |
| Taxes paid | (5,374) | (4,652) |
| Net cash generated from operating activities | 112,556 | (6,458) |
| Investing Activities | | |
| Interest received, net | 16,162 | 1,611 |
| Dividend received | - | 34 |
| Proceeds from interest in joint ventures | 167,720 | - |
| Development cost on land held for development | (15,023) | (10,406) |
| Purchase of property, plant and equipment | (346,674) | (11,135) |
| Proceeds from disposal of property, plant and equipment | 14 | 15 |
| Purchase of investment properties | (612) | (3,332) |
| Purchase of investment securities | (295,674) | - |
| Proceeds from settlement of derivatives | 13,725 | - |
| Proceeds from disposal/redemption of investment securities | 292,828 | (2,482) |
| Other payments | (2) | (1) |
| Net cash (used in)/generated from investing activities | (167,537) | (25,696) |
| Financing Activities | | |
| Interest paid | (17,826) | (15,693) |
| Net repayment/(drawdown) of borrowings | (2,776) | 109,143 |
| Increase in pledged deposits for financing facilities | (13,938) | (49,149) |
| Net cash generated from/(used in) financing activities | (34,540) | 44,301 |
| Net (decrease)/increase in cash and cash equivalents during the period | (89,520) | 12,147 |
| Cash and cash equivalents at beginning of year | | |
| As previously reported | 492,395 | 227,671 |
| Effects of exchange rate changes | (2,050) | (9,230) |
| As restated | 490,345 | 218,441 |
| Cash and cash equivalents at end of current period | 400,825 | 230,588 |
| Cash and cash equivalents comprise of: | | |
| Cash and bank balances | 834,403 | 472,206 |
| Less: | | |
| Remisiers' monies | - | |
| Cash pledged for bank facilities | (433,578) | (241,618) |
| | 400,825 | 230,588 |

NOTES TO THE INTERIM FINANCIAL STATEMENTS
A1 Basis of Preparation

The quarterly financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard (FRS) 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The quarterly financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2016.

A2 Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2016, except for the adoption of the following new and revised Financial Reporting Standards (FRSs), Amendments to FRSs and IC interpretations.

| | Effective for financial periods beginning on or after |
|--|--|
| Amendments to FRS 12, <i>Disclosure of interest in other Entities (Annual Improvements to FRS Standards 2014-2016 Cycle)</i> | 1 January 2017 |
| Amendments to FRS 107, <i>Statement of Cash Flows - Disclosure Initiative</i> | 1 January 2017 |
| Amendments to FRS 112 <i>Income Taxes – Recognised of Deferred Tax Assets for Unrealised Losses</i> | 1 January 2017 |

The adoption of the above amendments/improvements to existing standards did not have any significant impact on the financial statements of the Group in the period of initial application.

Malaysian Financial Reporting Standards Framework (“MFRS Framework”)

The Group falls within the scope of IC Interpretation 15, Agreements for the Construction of Real Estate. Therefore, the Group is currently exempted from adopting the Malaysian Financial Reporting Standards (“MFRSs”) and is referred to as a “Transitioning Entity”.

The Group's financial statements for annual period beginning on 1 January 2018 will be prepared in accordance with the MFRSs issued by the MASB and International Financial Reporting Standards (“IFRSs”).

The initial application of MFRSs will result in a change in accounting policy. The Group is currently assessing the financial impact that may arise from the adoption of MFRS.

A3 Auditors' Report of Preceding Annual Financial Statements

The auditors' report of the preceding annual financial statements was not qualified.

A4 Seasonal or Cyclical Factors

The Group's operations are affected by seasonal and cyclical factors especially on the hotel operations which may be affected by seasonal factors impacting the occupancy and room rates and the cyclical factors affecting the general Malaysian economy.

A5 Unusual Items Affecting the Financial Statements

There were no items affecting assets, liabilities, equity, net income or cash flows during the financial year under review that were unusual because of their nature, size or incidence.

A6 Changes in Accounting Estimates

There were no changes in estimates that have had a material effect in the current year's financial year's results.

A7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities since the last annual reporting date.

A8 Dividends Paid

No dividend was paid during the current financial quarter.

A9 Segmental Information

Segmental revenue and results for the current financial period to date:

| | Investment holding and Others | Finance and related services | Property investment | Property development | Hotel operations | Elimination | Consolidated |
|--|--------------------------------------|-------------------------------------|----------------------------|-----------------------------|-------------------------|--------------------|---------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | | |
| External revenue | 995 | - | 13,300 | 51,243 | 171,699 | - | 237,237 |
| Inter-segment revenue | 3,049 | 7,262 | 103 | - | 40 | (10,454) | - |
| Total revenue | <u>4,044</u> | <u>7,262</u> | <u>13,403</u> | <u>51,243</u> | <u>171,739</u> | <u>(10,454)</u> | <u>237,237</u> |
| Results | | | | | | | |
| Net segment results | (3,215) | 5,059 | 5,650 | 5,781 | 32,721 | - | 45,996 |
| Foreign exchange (loss)/gain | (6,537) | 13,696 | 19 | - | 17,660 | - | 24,838 |
| Operating (loss)/profit | <u>(9,752)</u> | <u>18,755</u> | <u>5,669</u> | <u>5,781</u> | <u>50,381</u> | <u>-</u> | <u>70,834</u> |
| Finance income | | | | | | | 17,114 |
| Finance costs | | | | | | | (17,826) |
| Share of results in associates | | | | | | | (22) |
| Unallocated corporate expenses | | | | | | | <u>(2,820)</u> |
| Profit before tax | | | | | | | <u>67,280</u> |
| Income tax | | | | | | | <u>(2,858)</u> |
| Profit for the financial period | | | | | | | <u>64,422</u> |
| Profit attributable to: | | | | | | | |
| Equity holders of the Company | | | | | | | <u>64,422</u> |

A10 Subsequent Events

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

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial period.

A12 Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last annual reporting date as at 31 December 2016.

A13 Commitments

The amount of capital commitments not provided for as at 31 March 2017 were as follow:

| | RM'000 |
|---------------------------------|---------------|
| Approved and contracted for:- | |
| - Property, plant and equipment | 4,735 |
| - Development expenditure | 62,848 |
| | <u>67,583</u> |

B1 Performance Analysis of the Group's Operating Segments

| | CURRENT QUARTER 31 MARCH 2017 RM'000 | PRECEDING CORESPONDING QUARTER 31 MARCH 2016 RM'000 |
|--|---|--|
| Revenue | 237,237 | 157,780 |
| Other income | | |
| - Realised fair value gain on derivatives | 6,690 | - |
| - Realised fair value gain on investment securities | 1,213 | - |
| - Unrealised fair value gain on investment securities | 1,971 | - |
| - Rental income | 631 | 490 |
| - Dividend income from shares quoted outside Malaysia | - | 46 |
| - Gain on redemption of investment securities | 461 | 1,037 |
| - Management fee | 411 | 136 |
| - Others | 1,034 | 957 |
| | 12,411 | 2,666 |
| Other expenses | | |
| - Amortisation and depreciation | (24,013) | (17,154) |
| - Cost of properties and construction materials sold | (46,697) | (14,860) |
| - Hotel operational and personnel cost | (117,572) | (82,440) |
| - Personnel cost and others | (14,517) | (24,632) |
| - Loss on disposal/redemption of investment securities | - | (1,398) |
| - Realised fair value loss on derivatives | - | (650) |
| - Impairment loss on investment securities | - | (1,328) |
| - Unrealised fair value loss on investment securities | - | (22,339) |
| - Unrealised fair value loss on derivatives | (3,629) | (1,316) |
| - Property, plant and equipment written off | (44) | (16) |
| - Foreign exchange gain | 24,838 | 14,972 |
| | (181,634) | (151,161) |
| Finance income | 17,114 | 6,550 |
| Finance costs | (17,826) | (15,692) |
| Share of results in associates | (22) | - |
| Share of results in joint venture | - | 8,002 |
| Profit before tax | 67,280 | 8,145 |

B1 Performance Analysis of the Group's Operating Segments (cont'd)

The Group reported revenue of RM237.2 million and profit before tax of RM67.3 million for the current year's first quarter compared to revenue of RM157.8 million and profit before tax of RM8.1 million respectively achieved in the previous year's corresponding quarter.

The increase in profit before tax was mainly attributable to contribution from finance and related services and hotel operation division.

The performance of the Group, analysed by its key operating segments were as follows:-

Investment holding

Investment holding division reported loss before tax of RM16.4 million in the current year's first quarter, as compared to profit before tax of RM9.3 million in the previous year's corresponding quarter. The loss before tax was mainly due to foreign exchange loss resulted primarily from S\$ denominated borrowings.

Finance and related services

For the current year's first quarter, finance and related services division contributed RM33.4 million profit before tax to the Group, as compared to loss before tax of RM30.5 million in the previous year's corresponding quarter.

This division enjoyed higher investment interest income, fair value gain on investment securities, fair value gain on derivatives and foreign exchange gain on translation of C\$ and A\$ denominated balances.

Property investment

Property investment division reported profit before tax of RM1.9 million in the current year's first quarter, as compared to profit before tax of RM2.7 million in the previous year's corresponding quarter. This was mainly due to higher finance cost.

Property development

Property development division reported profit before tax of RM2.8 million in the current year's first quarter, as compared to loss before tax of RM1.2 million in previous year's corresponding quarter. This was mainly due to higher profit recognition on property development projects in Australia.

Hotel operations

Hotel operations division registered net operating profit of RM30.9 million in the current year's first quarter, as compared to RM21.1 million in the previous year's corresponding quarter.

The increase in net operating profit was mainly due to higher occupancy rate of all hotels, in particular the Movenpick Resort, Phuket, Swissotel Merchant Court, Singapore and Radisson BLU Plaza, Sydney, where their refurbishments were completed in year 2016.

Foreign exchange gain resulted from the appreciation of USD against THB had further improved the hotel division current quarter's results by approximately RM7.4mil.

B2 Material Changes in Profit Before Tax for the Current Quarter Compared with the Preceding Quarter

The Group reported profit before tax of RM67.3 million in the current year's first quarter as compared to profit before tax of RM110.6 million in the preceding quarter.

This was mainly due to the share of results in the joint venture in the preceding quarter which has since been completed and the lower gain on investment securities in the current quarter as compared to the preceding quarter.

B3 Prospects for the current financial year

The Malaysia economy is expecting a growth path of 4.2%-4.8% in 2017 despite the challenging economic environment globally and domestically. However, the downside risk to growth will remain, given the continued uncertainty in the global environment and the weakening of the domestic economy and the local currency.

The prospects for each business division is summarized below: -

Finance and related services

The finance and related services shall remain as part of the business strategy for the Group to support the property development and property investment divisions for financial year 2017. The Group will continue to seek investment opportunities to maximise income.

Property investment

For the financial year 2017, the Group is projecting a steady recurring income contribution from its overseas and local property investments.

Property development

Due to the current tough property outlook in Malaysia, stringent mortgage approvals from the financial institutions and the weak local currency, we anticipate our property sales to be challenging. However, Group may launch certain strategically located property development projects in the current year to ride on the next phase of the property cycle.

Hotel operations

For the financial year 2017, the Group's hospitality businesses located in Singapore, Australia, Canada, China and Thailand will generate stronger recurring income stream for the Group. Improved results are expected from our hotels in Australia, Singapore and China whereby the refurbishment and upgrading works have been completed in 2016.

The Group will continue to explore and evaluate opportunities to acquire new hotels or properties to expand our existing portfolio and to enhance revenue contribution from our hospitality business.

Barring any unforeseen circumstances, the Group's financial performance is expected to be satisfactory for the financial year ending 31 December 2017.

B4 Variance between Actual Profit and Forecast Profit

Not applicable.

B5 Taxation

a) Taxation for the current financial period is as follows:

| | CURRENT QUARTER/ YEAR-TO-DATE RM'000 |
|---|---|
| Current tax expense | |
| Malaysian - current year | 1,550 |
| - prior year | (577) |
| Foreign - current year | 2,412 |
| - prior year | (517) |
| Deferred tax expense | |
| Origination and reversal of temporary differences | (10) |
| | <hr/> <hr/> 2,858 |

b) A reconciliation between the statutory and effective tax:

| | CURRENT QUARTER/ YEAR-TO-DATE RM'000 |
|--|---|
| Profit before tax | <hr/> 64,422 |
| Taxation at Malaysian statutory tax rate of 24% | 15,461 |
| Adjustments due to the utilisation of unabsorbed tax losses and capital allowances, income/expenses not subject to tax and others | (12,603) |
| Income tax for the financial period | <hr/> <hr/> 2,858 |

B6 Corporate Proposals

Status of Corporate Proposals

There are no outstanding corporate proposals as at the end of this quarterly report.

B7 Group Borrowings and Debt Securities

Total Group borrowings as at 31 March 2017 were as follows:-

| <u>Long term borrowings</u> | SECURED RM'000 | UNSECURED RM'000 | TOTAL RM'000 |
|----------------------------------|---------------------------|-----------------------------|-------------------------|
| Term loans | 1,170,624 | - | 1,170,624 |
| Revolving credit | 64,000 | - | 64,000 |
| | <u>1,234,624</u> | <u>-</u> | <u>1,234,624</u> |
| <u>Short term borrowings</u> | | | |
| Revolving credit | 134,293 | 106,000 | 240,293 |
| Other short-term loans | 1,120,008 | - | 1,120,008 |
| | <u>1,254,301</u> | <u>106,000</u> | <u>1,360,301</u> |
| Total borrowings | <u>2,488,925</u> | <u>106,000</u> | <u>2,594,925</u> |

The Group borrowings in Ringgit Malaysia ("RM") equivalent analysed by currencies in which the borrowings are denominated were as follows:-

| | Long term borrowings RM'000 | Short term borrowings RM'000 | Total RM'000 |
|------------------------------|--|---|-------------------------|
| Ringgit Malaysia ("RM") | 148,000 | 163,600 | 311,600 |
| Canadian Dollar ("CAD") | 321,086 | 283,797 | 604,883 |
| Singapore Dollar ("SGD") | 480,373 | 142,769 | 623,142 |
| Australian Dollar ("AUD") | 285,165 | 144,803 | 429,968 |
| United States Dollar ("USD") | - | 573,174 | 573,174 |
| Euro ("EUR") | - | 38,369 | 38,369 |
| British Pound ("GBP") | - | 13,789 | 13,789 |
| Total borrowings | <u>1,234,624</u> | <u>1,360,301</u> | <u>2,594,925</u> |

B8 Material Litigation

As at 22 May 2017, there were no changes in material litigation since the last financial year ended 31 December 2016.

B9 Dividend

On 19 April 2017, based on the recommendation of the Board of Directors, a final single tier dividend of 0.8% (0.40 sen per ordinary share) in respect of the financial year ended 31 December 2016 was declared. The final dividend is subject to shareholders' approval at the forthcoming Annual General Meeting.

No further dividend is declared as at the date of this announcement other than as stated above.

B10 Disclosure of derivatives

The Group has entered into geared equity accumulators, decumulators and forwards which formed part of the Group's investment portfolio with an objective to maximise the Group's performance.

These contracts were stated at fair values, using valuation technique with market observable inputs. Derivatives with positive market values are included under current assets and derivatives with negative market values are included under current liabilities. Any changes in fair values during the period are taken directly into the income statement.

| Types of derivatives/Maturity | Contract/Notional value RM'000 | Fair value asset/(liability) RM'000 |
|---|---|--|
| Geared Equity Accumulators -Less than 1 year | 91,351 | (1,078) |
| Geared Equity Decumulators -Less than 1 year | 26,893 | (2,156) |
| Geared Equity Forward -Less than 1 year | 258,617 | (4,242) |

B11 Disclosure of gains/losses arising from fair value changes of financial liabilities

There were no gains/losses arising from fair value changes of financial liabilities for the current financial year, other than as disclosed in Note B1 on derivatives.

B12 Disclosure of realised and unrealised profits/ (losses)

The breakdown of retained earnings of the Group as at the reporting date, into realised and unrealised profits pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements were as follows:

| | AS AT 31 MARCH 2017 RM'000 | AS AT 31 DECEMBER 2016 RM'000 |
|---|---|--|
| Total retained earnings of the Company and its subsidiaries: | | |
| - Realised | 1,436,799 | 1,350,567 |
| - Unrealised | 105,775 | 111,263 |
| | <u>1,542,574</u> | <u>1,461,830</u> |
| Total share of retained earnings of associated companies | | |
| - Realised | 2,825 | 2,847 |
| Total share of a gain in joint venture | | |
| - Realised | 91,471 | 91,471 |
| | <u>1,636,870</u> | <u>1,556,148</u> |
| Less: Consolidation adjustments | <u>(776,247)</u> | <u>(759,947)</u> |
| Total retained earnings | <u>860,623</u> | <u>796,201</u> |

B13 Earnings/ (loss) per share attributable to owners of the Company

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|--|----------------------------|---|------------------------------|--|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT PERIOD TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | <u>31 MARCH 2017</u> | <u>31 MARCH 2016</u> | <u>31 MARCH 2017</u> | <u>31 MARCH 2016</u> |
| Basic earnings per share | | | | |
| Profit for the period - attributable to owners of the Company (RM'000) | 64,422 | 533 | 64,422 | 533 |
| Weighted average number of ordinary shares in issue ('000) | 5,321,724 | 5,321,724 | 5,321,724 | 5,321,724 |
| Basic earnings per share (sen) | <u>1.21</u> | <u>0.01</u> | <u>1.21</u> | <u>0.01</u> |

Basic earnings per share was calculated based on the Group's profit attributable to owners of the Company divided by the weighted average number of ordinary shares outstanding during the reporting period.

Diluted earnings per share were not computed for the current and preceding period as the Company does not have any dilutive potential ordinary shares in issue as at the end of the reporting period.

BY ORDER OF THE BOARD
Chuah Wen Pin

Kuala Lumpur
29 May 2017