

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income****For the fourth quarter ended 31 March 2017 (Unaudited)**

	Unaudited Current Quarter Ended 31 Mar 2017 RM'000	Unaudited Corresponding Quarter Ended 31 Mar 2016 RM'000	Unaudited Current Year-To-Date 31 Mar 2017 RM'000	Audited Corresponding Year-To-Date 31 Mar 2016 RM'000
Revenue	526,997	400,454	1,822,086	1,498,337
Operating expenses	(410,573)	(348,597)	(1,435,175)	(1,182,407)
Operating Profit	116,424	51,857	386,911	315,930
Other operating income/(expense)	2,483	18,745	(37,173)	1,325
Finance costs	(402)	110	(1,018)	(377)
Profit before tax	118,505	70,712	348,720	316,878
Taxation	(29,066)	(9,181)	(65,306)	(59,118)
Net profit for the period	89,439	61,531	283,414	257,760
Other comprehensive income, net of tax Items that may be reclassified subsequently to profit or loss				
Foreign exchange translation difference	614	(293)	1,263	499
Total comprehensive income for the period	90,053	61,238	284,677	258,259
Profit attributable to:				
Owners of the Company	89,427	61,550	283,044	257,428
Non-controlling interest	12	(19)	370	332
	89,439	61,531	283,414	257,760
Total comprehensive income attributable to:				
Owners of the Company	89,931	61,318	284,077	257,838
Non-controlling interest	122	(80)	600	421
	90,053	61,238	284,677	258,259
EPS - Basic (sen)	5.45	3.75	17.24	15.70
- Diluted (sen)	5.42	3.73	17.14	15.58

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2016 and the accompanying notes attached to this interim financial report.)

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)
Condensed Consolidated Statement of Financial Position as at 31 March 2017

	<i>Unaudited</i> <i>At 31 Mar 2017</i> <i>RM'000</i>	<i>Audited</i> <i>At 31 Mar 2016</i> <i>RM'000</i>
ASSETS		
Non current assets		
Property, Plant & Equipment	1,393,078	1,133,688
Capital work in progress	177,216	267,852
Intangible assets	19,799	19,483
Deferred tax assets	1,318	1,016
	<u>1,591,411</u>	<u>1,422,039</u>
Current assets		
Inventories	270,994	201,537
Trade receivables	254,692	204,658
Other receivables, deposits and prepayments	45,262	34,387
Tax assets	155	100
Derivatives	-	13,998
Cash & bank balances	120,260	84,381
	<u>691,363</u>	<u>539,061</u>
TOTAL ASSETS	<u>2,282,774</u>	<u>1,961,100</u>
EQUITY AND LIABILITIES		
Share capital	827,277	820,515
Reserves	854,940	681,428
Equity attributable to owners of the Company	<u>1,682,217</u>	<u>1,501,943</u>
Non-controlling interests	<u>2,683</u>	<u>2,083</u>
Total Equity	1,684,900	1,504,026
Non current liabilities		
Long term borrowings	162,550	205,609
Deferred tax liabilities	72,620	60,811
	<u>235,170</u>	<u>266,420</u>
Current liabilities		
Trade payables	113,155	91,022
Other payables and accruals	93,638	56,366
Short term borrowings	147,491	42,441
Derivatives	1,728	-
Tax payables	6,692	825
	<u>362,704</u>	<u>190,654</u>
Total Liabilities	<u>597,874</u>	<u>457,074</u>
TOTAL EQUITY AND LIABILITIES	<u>2,282,774</u>	<u>1,961,100</u>
Net assets per share attributable to the owners of the Company (sen)	102.39	91.52

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2016 and the accompanying notes attached to this interim financial report)

HARTELEGA HOLDINGS BERHAD(Company No. 741883-X)

**Condensed Consolidated Statement of Changes in Equity
For the fourth quarter ended 31 March 2017 (Unaudited)**

	←-----Attributable to Owners of the Company----->					<i>Sub Total</i> <i>RM'000</i>	<i>Non-controlling</i> <i>Interest</i> <i>RM'000</i>	<i>Total</i> <i>Equity</i> <i>RM'000</i>
	<i>Share</i> <i>Capital</i> <i>RM'000</i>	<i>Share</i> <i>Premium</i> <i>RM'000</i>	<i>Translation</i> <i>Reserve</i> <i>RM'000</i>	<i>Share-based</i> <i>Payment Reserve</i> <i>RM'000</i>	<i>Retained</i> <i>Profits</i> <i>RM'000</i>			
12 Months Ended 31 March 2017								
Balance as at 1 April 2016	820,515	698	(215)	19,093	661,852	1,501,943	2,083	1,504,026
Total comprehensive income for the period	-	-	1,033	-	283,044	284,077	600	284,677
Transaction with owners								
Dividends	-	-	-	-	(131,321)	(131,321)	-	(131,321)
Share-based payment granted under ESOS	-	-	-	20,017	-	20,017	-	20,017
Issuance of ordinary shares pursuant to ESOS	4,788	2,713	-	-	-	7,501	-	7,501
Transfer from Share-based payment upon exercise of ESOS	1,974	459	-	(2,433)	-	-	-	-
Total transaction with owners	6,762	3,172	-	17,584	(131,321)	(103,803)	-	(103,803)
Balance as at 31 March 2017	827,277	3,870	818	36,677	813,575	1,682,217	2,683	1,684,900
12 Months Ended 31 March 2016								
Balance as at 1 April 2015	400,779	254,422	(625)	-	614,423	1,268,999	1,662	1,270,661
Total comprehensive income for the period	-	-	410	-	257,428	257,838	421	258,259
Transaction with owners								
Dividends	-	-	-	-	(122,912)	(122,912)	-	(122,912)
Share-based payment granted under ESOS	-	-	-	19,248	-	19,248	-	19,248
Issuance of bonus share	410,217	(323,130)	-	-	(87,087)	-	-	-
Issuance of ordinary shares pursuant to ESOS	81	543	-	-	-	624	-	624
Issuance of ordinary shares pursuant to Warrants	9,438	68,708	-	-	-	78,146	-	78,146
Transfer from Share-based payment upon exercise of ESOS	-	155	-	(155)	-	-	-	-
Total transaction with owners	419,736	(253,724)	-	19,093	(209,999)	(24,894)	-	(24,894)
Balance as at 31 March 2016	820,515	698	(215)	19,093	661,852	1,501,943	2,083	1,504,026

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2016 and the accompanying notes attached to this interim financial report.)

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)**Condensed Consolidated Statement of Cash Flows****For the fourth quarter ended 31 March 2017 (Unaudited)**

	Unaudited Current Year-To-Date 31 Mar 2017 RM'000	Audited Corresponding Year-To-Date 31 Mar 2016 RM'000
Cash Flows from/(used in) Operating Activities		
Profit before tax	348,720	316,878
Adjustments for:		
Depreciation and amortisation	70,639	70,632
Other adjustments	46,606	(3,276)
Operating profit before changes in working capital	465,965	384,234
Changes in working capital		
Net change in inventories	(69,457)	(81,373)
Net change in receivables	(60,909)	(48,688)
Net change in payables	48,739	50,227
Cash generated from operations	384,338	304,400
Interest received	1,015	1,256
Income from fixed income fund	929	1,336
Tax refunded	-	319
Taxation paid	(47,837)	(64,667)
Net cash from operating activities	338,445	242,644
Cash Flows from/(used in) Investing Activities		
Proceeds from disposal of property, plant and equipment	264	27
Capital work in progress incurred	(191,411)	(379,252)
Purchase of property, plant and equipment	(47,239)	(45,461)
Purchase of intangible asset	(1,331)	(1,238)
Net change in escrow account	5,330	(97)
Net cash used in investing activities	(234,387)	(426,021)
Cash Flows from/(used in) Financing Activities		
Draw down of term loan	-	244,327
Increase of term loan	26,454	-
Repayment of term loans	(1,832)	(1,679)
Repayment of finance lease	(26)	(25)
Net change in bank borrowings	37,393	-
Interest paid	(1,018)	(1,321)
Proceeds from issuance of shares-ESOS	7,501	624
Proceeds from issuance of shares-Warrants	-	78,146
Dividend paid	(131,321)	(122,912)
Net cash from financing activities	(62,849)	197,160
Net change in cash & cash equivalents	41,209	13,783
Cash & cash equivalents at beginning of period	79,051	65,268
Cash & cash equivalents at end of period	120,260	79,051
Cash & cash equivalents at end of period comprise:		
Deposits with licensed banks	350	5,440
Licensed Fund Management Companies-Fixed income fund	40,088	6,636
Cash in hand and at banks	79,822	72,305
	120,260	84,381
Less : Bank Balance Pledged-Escrow Account	-	(5,330)
	120,260	79,051

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2016 and the accompanying notes attached to this interim financial report.)



Notes to the Interim financial report for the Fourth Quarter ended 31 March 2017

A. NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with requirement of Malaysian Financial Reporting Standards 134 (MFRS 134): Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), International Accounting Standard (“IAS”) 34: Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”) and paragraph 9.22 (Appendix 9B part A) of the Main Market Listing Requirements (“Listing Requirements”) of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 March 2016 except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRS”):

MFRSs

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 101	Disclosure Initiative
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants
Amendments to MFRS 127	Equity Method in Separate Financial Statements
Annual Improvements to MFRSs 2012 – 2014 cycle	

The adoption of these new and revised MFRSs did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance or position of the Group.



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Standards in issue but not yet effective

At the date of authorisation for issue of these financial statements, the new and revised Standards which were in issue but not yet effective and not early adopted by the Group are as listed below:

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014) ¹
MFRS 15	Revenue from Contracts with Customers ¹
MFRS 16	Lease ⁴
Amendments to MFRS 2	Classification and measurement of Share-based Payment Transactions ¹
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts ¹
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture ³
Amendments to MFRS 107	Disclosure Initiative ²
Amendments to MFRS 112	Recognition of Deferred Tax Assets Under Unrealised Losses ²
Amendments to MFRS 140	Transfers of Investment Property ¹
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration ¹

¹ Effective for annual periods beginning on or after 1 January 2018, with earlier application permitted.

² Effective for annual periods beginning on or after 1 January 2017, with earlier application permitted.

³ Effective date deferred to a date to be determined and announced, with earlier application still permitted.

⁴ Effective for annual periods beginning on or after 1 January 2019. Earlier application is permitted provided MFRS 15 is also applied.

The directors anticipate that the adoption of the abovementioned standards, when they become effective, are not expected to have material impact on the financial statements of the Group in the period of initial application.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2016 and the accompanying explanatory notes attached to this interim financial report.

A2. Auditors' Report

The auditors' report for the immediate preceding annual financial statements of the Group for the financial year ended 31 March 2016 is not subject to any qualification.

A3. Seasonal and Cyclical Factors

The principal business operations of the Group were not affected by any seasonal and cyclical factors.



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A4. Items of Unusual Nature and Amount

There were no items affecting the assets, liabilities, equity, net income or cash flow of the Group that are unusual because of their nature, size or incidence for the current quarter and financial year-to-date.

A5. Changes in Estimates of amount reported previously

There were no changes in the estimates of amounts reported in the prior interim period of the current financial year or changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter or financial year-to-date.

A6. Issues, Repurchases and Repayments of Debt and Equity Securities

- (a) During the current quarter ended 31 March 2017, a total of 1,407,200 new ordinary shares were allotted and issued pursuant to the Company's Employees Share Option Scheme.
- (b) For the financial year-to-date ended 31 March 2017, a total of 1,980,400 new ordinary shares were allotted and issued pursuant to the Company's Employees Share Option Scheme.

Other than the above, there were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations and shares held as treasury shares for the current quarter and financial year-to-date.

A7. Dividends Paid

Dividends paid by the Company during the financial year were as follows:

- (a) Third interim single tier exempt dividend of 2 sen per share amounting to RM32,820,752.28 in respect of the financial year ended 31 March 2016, declared on 3 May 2016 and paid on 23 June 2016.
- (b) Final single tier exempt dividend of 2 sen per share amounting to RM32,822,190.28 in respect of the financial year ended 31 March 2016, declared on 23 August 2016 and paid on 28 September 2016.
- (c) First interim single tier exempt dividend of 2 sen per share amounting to RM32,828,590.28 in respect of the financial year ending 31 March 2017, declared on 8 November 2016 and paid on 29 December 2016.
- (d) Second interim single tier exempt dividend of 2 sen per share amounting to RM32,849,400.28 in respect of the financial year ending 31 March 2017, declared on 14 February 2017 and paid on 29 March 2017.

A8. Segment Information

The Group's business mainly comprises the manufacturing and sale of latex gloves and its manufacturing activities are operated solely in Malaysia. On this basis, the Group Managing Director reviews the operating results of the Group as a whole. Accordingly, no reportable operating segment is presented.



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A9. Valuation of property, plant and equipment

The valuations of property plant and equipment have been brought forward without amendment from the previous annual financial statements.

A10. Capital Commitments

Capital commitment in respect of Property, Plant and Equipment as at end of the current quarter and financial year-to-date are as follows:-

	31 March 2017
	RM'000
Approved and contracted for	127,014
Approved but not contracted for	1,041,031
Total	<u>1,168,045</u>

A11. Material Events Subsequent to the End of Period Reported

There were no material events subsequent to 31 March 2017 up to latest practicable date 2 May 2017 that have not been reflected in the financial statements for the current quarter and financial year-to-date.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group in the current quarter and financial year-to-date.

A13. Contingent liabilities and Contingent Assets

There were no contingent liabilities or contingent assets that had arisen since the last annual statement of financial position date except as disclosed in the material litigation under Section B11.

B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS
B1. Review of Performance of the Company and its Subsidiaries

	4th Quarter Ended 31 Mar 2017	4th Quarter Ended 31 Mar 2016	Variance		Year-To- Date 31 Mar 2017	Year-To- Date 31 Mar 2016	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	526,997	400,454	126,543	31.6	1,822,086	1,498,337	323,749	21.6
Profit before tax	118,505	70,712	47,793	67.6	348,720	316,878	31,842	10.0

The Group's performance for the quarter under review and year-to-date versus the corresponding quarter and year-to-date of the previous financial year are as follows:

- (a) For the 4th quarter, the Group's revenue increased by 31.6% and the profit before tax increased by 67.6%. The significant achievement in revenue is in line with the Group's continuous expansion in production capacity and increase in demand. The increase in sales volume and the strengthening of USD contributed to the increase in revenue.
- (b) The operating profit margin increased from 12.9% to 22.1% basically due to improvement in operation efficiency and reduction in operation overhead cost. The increase in profit before tax is basically due to increase in sales revenue, improvement in operation efficiency and reduction in operation overheads.

The Group's performance for the year-to-date versus the corresponding year-to-date of the previous financial year are as follows:

The Group's revenue increased by 21.6% and the profit before tax increased by 10.0%. The significant increase in revenue is in line with the Group's continuous expansion in production capacity and increase in demand. The increase in sales volume and strengthening of USD contributed to the increase in revenue.

The operating profit margin increase from 21.1% to 21.2%. The increase in profit before tax is basically due to increase in revenue and improvement in operation efficiency.

B2. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

	Current Quarter ended 31 Mar 2017	Preceding Quarter ended 31 Dec 2016	Variance	
	RM'000	RM'000	RM'000	%
Revenue	526,997	456,287	70,710	15.5
Profit before tax	118,505	78,327	40,178	51.3

For the current quarter, the Group's revenue was 15.5% higher and profit before tax increased by 51.3% when compared with the preceding quarter. The increase in revenue is basically due to increase in sales volume and increase in average selling price. The operating profit margin reduced from 23.6% to 22.1% basically due to increase in latex price. The increase in profit before tax is basically due to the increase in sales revenue and also net foreign exchange gain in current quarter compared with net foreign exchange loss in preceding quarter.

B3. Commentary on Prospects and Targets

The demand for rubber gloves started the year on a high note due to the continued switching momentum and increasing healthcare requirements.

Hartalega has positioned itself strategically to leverage on this growing demand with the investment in the Next Generation Integrated Glove Manufacturing Complex (NGC). Phase 1 of NGC, completed in early 2016 is now contributing positively to group earnings. The progressive commissioning of Phase 2 since October 2016 is expected to contribute further to group earnings.

Amidst the volatility of the raw material prices in the early part of the year and growing competitive environment, Hartalega continues to forge forwards by commitment on quality to meet customer requirements, maintaining high utilization rates and organization wide efforts to improve efficiency via cost optimization, economies of scale and incremental productivity gains to ensure stable margins.

Hartalega is doubling its efforts to maintain its growth momentum.

B4. Variance of Profit Forecast/Profit Guarantee

Not applicable as no profit forecast/profit guarantee was issued.

B5. Profit For The Period

Profit for the period is arrived at after crediting/(charging):

	4th Quarter Ended 31 Mar 2017	4th Quarter Ended 31 Mar 2016	Year-To- Date 31 Mar 2017	Year-To- Date 31 Mar 2016
	RM'000	RM'000	RM'000	RM'000
Interest income	251	265	1,015	1,255
Other income including investment income	1,127	1,009	3,558	4,518
Interest expense	(402)	110	(1,018)	(377)
Depreciation and amortisation	(19,230)	(21,068)	(70,639)	(70,632)
Foreign exchange gain/(loss)-realised	(10,503)	3,034	(14,625)	(22,727)
Foreign exchange gain/(loss)-unrealised	(3,842)	3,047	(10,666)	4,941
Fair value gain/(loss) on derivatives	15,668	13,397	(15,726)	15,945



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B6. Taxation

	Current quarter	Current year-to-date
	RM'000	RM'000
Current tax expense	20,373	54,845
Deferred tax expense	8,693	11,657
Over-provision in prior years	-	(1,196)
	<u>29,066</u>	<u>65,306</u>

The effective tax rate of the Group is lower than the statutory tax rate mainly due to the utilisation of tax incentives in some of the local subsidiaries.

B7. Status of Corporate Proposal

On 01 April 2017, Hartalega Sdn. Bhd., a wholly-owned subsidiary of the Company, incorporated a 70% owned subsidiary company, namely Foshan Dynamic Limited in China. The registered share capital of Foshan Dynamic Limited is USD250,000. Consequently, Foshan Dynamic Limited became an indirect subsidiary of the Company.

B8. Group Borrowings and Debt Securities

Total Group borrowings as at 31 March 2017 are as follows:

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
<u>Short term borrowings</u>			
Term Loans (USD denominated)	69,192	-	69,192
Term Loans (RM denominated)	103	-	103
Bank Borrowings (USD denominated)	-	78,162	78,162
Finance Lease (USD denominated)	34	-	34
	<u>69,329</u>	<u>78,162</u>	<u>147,491</u>
	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
<u>Long term borrowings</u>			
Term Loans (USD denominated)	162,544	-	162,544
Finance Lease (USD denominated)	6	-	6
	<u>162,550</u>	<u>-</u>	<u>162,550</u>



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B9. Financial Derivative Instruments

As at 31 March 2017, the outstanding foreign currency forward contracts are as follows:

Type of Derivatives	Contract/Notional Value (RM'000)	Fair Value (RM'000)
Foreign Exchange Contracts		
Less than 1 year		
-USD denominated	320,899	319,171

The Group enters into foreign currency forward contracts to hedge its estimated net exposure to movements in exchange rates arising mainly from sales and purchases.

As foreign currencies contracts are hedged with creditworthy financial institutions in line with the Group's policy, the Group does not foresee any significant credit risks.

There are also no cash requirement risks as the Group only uses forward foreign currencies contracts as its hedging instruments.

The fair value derivative liabilities amounting to RM1,728,000 has been recognised in the financial statements.

B10. Realised and Unrealised Profits/Losses Disclosure

	As at 31/03/2017 RM'000	As at 31/03/2016 RM'000
Total retained profits of Hartalega Holdings Berhad and its subsidiaries:		
- Realised	1,003,880	809,218
- Unrealised	(83,695)	(40,856)
	<u>920,185</u>	<u>768,362</u>
Less: Consolidation adjustments	(106,610)	(106,510)
Total group retained profits as per consolidated accounts	<u>813,575</u>	<u>661,852</u>



B11. Material Litigation

As at the latest practicable date, 2 May 2017, there are no material litigations against the Group or taken by the Group saved as disclosed below:

Mr. Seow Hoon Hin (the “Plaintiff”), a shareholder of the Company and a former shareholder of Hartalega Sdn. Bhd. (“HSB”) vs Hartalega Holdings Berhad (“the Company” or “1st Defendant”), HSB (“2nd Defendant”) and three (3) individuals (3rd, 4th and 5th defendant”) (collectively “the Defendants”) (Kuala Lumpur High Court Writ and Statement of Claim).

The Plaintiff has instituted legal proceedings against the Defendants by filing a Writ of Summons and a Statement of Claim in the High Court of Malaya at Kuala Lumpur (the “Action”). The Writ of Summons and Statement of Claim were served on the Company on 24 March 2011.

The Plaintiff claims against the Defendants for the following:

- (i) he had delivered to the 3rd Defendant, acting on behalf of the 2nd Defendant substantial part of another two (2) assembly lines for the manufacture of gloves for storage at the 2nd Defendant’s factory to which he purportedly intended to be reimbursed for. The Plaintiff contends that the 3rd Defendant (whom the Plaintiff contends is the controlling mind and person behind the 2nd Defendant) has represented to him that the said parts would be kept in the possession of the 2nd Defendant as a trustee for the Plaintiff;
- (ii) the Plaintiff contends that the 2nd Defendant had in flagrant breach of trust utilised the said parts to assemble another 2 assembly lines for the manufacture of latex gloves and that the 2nd Defendant had in breach of trust converted the same for its use and acquired proceeds and/or profits from the assembly of the said parts and as a consequence thereof has purportedly been unjustly enriched
- (iii) the Plaintiff further claims that there was a conspiracy to injure the Plaintiff by the 3rd, 4th and 5th Defendant culminating in the share allotment on 4 April 2005. The Plaintiff states that 3rd, 4th and 5th Defendant had agreed to use the said allotment of shares for the predominant purpose of injuring the Plaintiff and that the said allotment was done pursuant to a purported agreement between the 3rd, 4th and 5th Defendants to injure the Plaintiff resulting in damage and loss to him;
- (iv) that the 2nd Defendant is a trustee for the unpaid dividends amounting to RM488,765.25 due and owing to the Plaintiff; and
- (v) that the Company is guilty of negligent misstatement or alternatively in breach of statutory duty pursuant to Section 357 of the Capital Markets and Services Act, 2007 (“CMSA”) read together with, inter alia, Section 214 of the CMSA and/or tort of breach of statutory duty pursuant to Section 177 and/or Section 179 of the CMSA.

The Plaintiff claims against the Company for the following:

- (i) damages for negligent misstatement or alternatively of breach of statutory duty pursuant to Section 357 of the CMSA read together with, inter alia, Section 214 of the CMSA and/or tort of breach of statutory duty pursuant to Section 177 and/or Section 179 of the CMSA;
- (ii) interest on the said damages at the rate of 8% per annum or any other rate deemed appropriate from 7 April 2008 or such other date deemed appropriate until full satisfaction thereof;
- (iii) such further or other relief the Court deems fit; and
- (iv) costs.



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The matter has since gone for trial on 5, 6, 7 December 2012, 29 and 30 January 2013 and 1 and 2 April 2013 in which the trial has been concluded. The Judge heard parties' oral submissions on 19 March 2014, 2 May 2014, 5 May 2014, and 9, 10, 11 and 13 June 2014. Decision was pronounced on 12 December 2014, wherein the learned Judge held the following:

- (i) That the Plaintiff has failed in all claims against the Defendants, as prayed for in the Statement of Claim; and
- (ii) That the Plaintiff's action be dismissed with costs of RM150,000.00 to the 1st to 3rd Defendants and RM50,000.00 each to the 4th and 5th Defendants.

The Plaintiff filed a Notice of Appeal on 8 January 2015 against the entire Judgement of the Kuala Lumpur High Court dated 12 December 2014 which dismissed the plaintiff's claims. The hearing before the Court of Appeal which was initially fixed on 15 September 2016 had been adjourned to 5 December 2016 and 6 December 2016. However, the hearing did not proceed on 5 December 2016 and 6 December 2016 but was subsequently adjourned to 29 March 2017. Further, the hearing did not proceed on 29 March 2017 and was adjourned to 20 July 2017.

The directors of the Company, in consultation with the solicitors, are of the opinion that there is no real merit in the Appellant's appeal. Accordingly, the Group has not made any provision on the financial statements.

B12. Dividend

On 9 May 2017, the board has declared a third interim dividend of 2.0 sen per share single tier in respect of the financial year ending 31 March 2017 and payable on 23 June 2017. The entitlement date has been fixed on 9 June 2017.

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

- (a) Shares transferred to the Depositor's Securities Account before 4.00 p.m. on 9 June 2017 in respect of ordinary transfers.
- (b) Shares bought on Bursa Malaysia Securities Berhad ("BMSB") on a cum entitlement basis according to the rules of BMSB.



Hartalega

Hartalega Holdings Berhad (741883-X)

B13. Earnings per Share

Basic Earnings Per Share	Current Quarter Ended 31/03/2017	Corresponding Quarter Ended 31/03/2016	Current Year-To- Date 31/03/2017	Corresponding Year-To-Date 31/03/2016
Profit attributable to owners of the parent (RM'000)	89,427	61,550	283,044	257,428
Number of shares in issue as at beginning of the year ('000)	1,641,029	801,558	1,641,029	801,558
Effect of exercise of ESOS ('000)	473	36	473	36
Effect of exercise of Warrants ('000)	-	17,841	-	17,841
Effect of Bonus Issue ('000)	-	820,434	-	820,434
Weighted average number of ordinary shares in issue ('000)	1,641,502	1,639,869	1,641,502	1,639,869
Basic earnings per share (sen)	5.45	3.75	17.24	15.70

Diluted Earnings Per Share	Current Quarter Ended 31/03/2017	Corresponding Quarter Ended 31/03/2016	Current Year-To- Date 31/03/2017	Corresponding Year-To-Date 31/03/2016
Profit attributable to owners of the parent (RM'000)	89,427	61,550	283,044	257,428
Weighted average number of ordinary shares in issue ('000)	1,641,502	1,639,869	1,641,502	1,639,869
Effect of dilution : share options ('000)	9,421	12,237	9,421	12,237
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,650,923	1,652,106	1,650,923	1,652,106
Diluted earnings per share (sen)	5.42	3.73	17.14	15.58