



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME

	Note	Current 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		346,232	303,437	710,687	647,047
Cost of sales		(318,495)	(269,092)	(661,468)	(582,106)
Gross profit		27,737	34,345	49,219	64,941
Other operating income		3,347	2,108	6,360	7,071
Administrative expenses		(7,946)	(6,918)	(15,265)	(13,518)
Other operating expenses		(8,351)	(7,217)	(14,553)	(13,899)
Operating profit		14,787	22,318	25,761	44,595
Finance costs		(6,686)	(6,464)	(11,890)	(12,215)
Profit before tax	7	8,101	15,854	13,871	32,380
Income tax expense	8	(2,722)	(3,950)	(4,587)	(8,539)
Profit for the period		5,379	11,904	9,284	23,841
Other comprehensive income					
Exchange differences on translation of foreign operation		2,764	(21)	2,997	(2)
Net movement of cash flow hedge		555	(238)	1,656	515
Other comprehensive income/(loss) for the period, net of tax		3,319	(259)	4,653	513
Total comprehensive income for the period, net of tax		8,698	11,645	13,937	24,354
Profit for the period attributable to:					
Owners of the parent		4,941	11,831	8,511	23,698
Non-controlling interests		438	73	773	143
		5,379	11,904	9,284	23,841
Total comprehensive income for the period, net of tax attributable to:					
Owners of the parent		8,178	11,576	13,201	24,211
Non-controlling interests		520	69	736	143
		8,698	11,645	13,937	24,354
Earnings per share attributable to owners of the parent (sen per share):					
Basic	9	1.56	3.73	2.68	7.47
Diluted	9	1.56	3.73	2.68	7.47

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.



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

	Note	30.06.2016 RM'000	31.12.2015 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	10	470,393	343,769
Intangible assets		2,597	2,714
Deferred tax assets		46,283	46,684
Concession financial assets	11	72,937	63,586
Other assets	12	4,911	107,646
Long term retention sum		57,382	52,062
		<u>654,503</u>	<u>616,461</u>
Current assets			
Inventories		141,325	153,811
Trade and other receivables		462,090	402,702
Other current assets		111,157	58,140
Tax recoverable		2,930	3,214
Derivatives assets		324	27
Cash and bank balances	13	104,093	65,445
		<u>821,919</u>	<u>683,339</u>
TOTAL ASSETS		<u>1,476,422</u>	<u>1,299,800</u>
EQUITY AND LIABILITIES			
Current liabilities			
Derivatives liabilities		-	1,362
Loans and borrowings	14	483,630	449,898
Trade and other payables		410,313	331,843
Other current liabilities		4,616	5,982
Income tax payable		3,439	3,532
		<u>901,998</u>	<u>792,617</u>
Net current liabilities		<u>(80,079)</u>	<u>(109,278)</u>
Non-current liabilities			
Loans and borrowings	14	195,643	142,595
Trade payables		27,868	27,868
Deferred tax liabilities		11,991	11,735
		<u>235,502</u>	<u>182,198</u>
Total liabilities		<u>1,137,500</u>	<u>974,815</u>
Net assets		<u>338,922</u>	<u>324,985</u>
Equity attributable to equity holders of the Company			
Share capital		158,525	158,525
Reverse acquisition reserve		(37,300)	(37,300)
Share premium		79,796	79,796
Foreign currency translation reserves		2,632	(402)
Hedge reserve		1,119	(537)
Revenue reserves		132,760	124,249
		<u>337,532</u>	<u>324,331</u>
Non-controlling interests		1,390	654
Total equity		<u>338,922</u>	<u>324,985</u>
TOTAL EQUITY AND LIABILITIES		<u>1,476,422</u>	<u>1,299,800</u>
		107	103

Net assets per share attributable to owners of the Company (sen)
The condensed consolidated statements of financial position should be read in conjunction with the accompanying notes attached to the interim financial statement.



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UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent								
	Equity, total RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Reverse acquisition reserve RM'000	Share premium RM'000	Non-distributable		Distributable	
Foreign currency translation reserve RM'000						Hedge reserve RM'000	Revenue reserves RM'000	Non- controlling interests RM'000	
At 1 January 2015	297,669	297,489	158,525	(37,300)	79,796	(1,005)	-	97,473	180
Profit for the period	23,841	23,698	-	-	-	-	-	23,698	143
Other comprehensive income	513	513	-	-	-	(2)	515	-	-
Total comprehensive income	24,354	24,211	-	-	-	(2)	515	23,698	143
At 30 June 2015	322,023	321,700	158,525	(37,300)	79,796	(1,007)	515	121,171	323

The condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.



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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent								Non-controlling interests RM'000
	Equity, total RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Reverse acquisition reserve RM'000	Share premium RM'000	Foreign currency translation reserve RM'000	Hedge reserve RM'000	Revenue reserves RM'000	
At 1 January 2016	324,985	324,331	158,525	(37,300)	79,796	(402)	(537)	124,249	654
Profit for the period	9,284	8,511	-	-	-	-	-	8,511	773
Other comprehensive income	4,653	4,690	-	-	-	3,034	1,656	-	(37)
Total comprehensive income	13,937	13,201	-	-	-	3,034	1,656	8,511	736
At 30 June 2016	338,922	337,532	158,525	(37,300)	79,796	2,632	1,119	132,760	1,390

The condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statement.



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UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2016
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current period to date	Preceding year corresponding period
	30.06.2016	30.06.2015
	RM'000	RM'000
Note		
Operating activities		
Profit before tax	13,871	32,380
Adjustments for:		
Amortisation of intangible assets	117	764
Amortisation of trade payables	-	38
Bad debts recovered	(3)	(2,772)
Depreciation of property, plant and equipment	10,318	10,235
Finance income from concessions financial assets	(1,698)	(515)
Interest expense	11,890	11,901
Interest income	(656)	(1,436)
Inventories written-off	16	12
Loss/(gain) on disposal of property, plant and equipment, net	54	(35)
Property, plant and equipment written off	143	55
Reversal of allowance for impairment loss of trade receivables	(3)	(150)
Unrealised gain on foreign exchange	(560)	(2,589)
Unwinding of discount on finance lease	(11)	(11)
Operating cash flows before working capital changes	33,478	47,877
Changes in working capital:		
Decrease/(increase) in inventories	12,470	(12,631)
(Increase)/decrease in trade and other receivables	(64,703)	97,235
Increase in other current assets	(54,706)	(55,073)
Increase/(decrease) in trade and other payables	80,713	(50,878)
Decrease in derivative liabilities	(1,362)	(135)
Increase in concession financial assets	(4,677)	(13,271)
Total changes in working capital	(32,265)	(34,753)
Cash from operations	1,213	13,124
Interest paid	(11,890)	(11,901)
Tax paid, net of refund	(3,737)	(2,081)
Net cash flows used in operating activities	(14,414)	(858)



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UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTD.)

	Current period to date	Preceding year corresponding period
Note	30.06.2016 RM'000	30.06.2015 RM'000
Investing activities		
Purchase of property, plant and equipment	(34,350)	(36,528)
Interest received	656	1,436
Loss from disposal of property, plant and equipment	(54)	(143)
Net cash used in investing activities	<u>(33,748)</u>	<u>(35,235)</u>
Financing activities		
Net drawdown from borrowings	86,789	28,763
(Increase)/decrease in cash and bank balances pledged for bank borrowings	(493)	8,885
Net cash from financing activities	<u>86,296</u>	<u>37,648</u>
Net increase in cash and cash equivalents	38,134	1,555
Effect on exchange rate changes	21	(1)
Cash and cash equivalents at 1 January	43,579	39,735
Cash and cash equivalents at 30 June	<u>81,734</u>	<u>41,289</u>
13		

The condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.



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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2016

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

1. Corporate information

Sarawak Cable Berhad (“the company”) is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 23 August 2016.

2. Significant accounting policies

The audited financial statements of the Group for the year ended 31 December 2015 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2015.

3. Changes in estimates

There were no changes in estimates that have a material effect in the current interim results.

4. Item of unusual nature, size or incidence

There was no item of unusual nature, size or incidence.



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PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

5. Segment information

	Sales of power and telecommunication cables		Sales of galvanised products and steel structures		Transmission lines construction		Power generation, helicopter services and corporate		Total		Adjustments/ elimination		Per condensed consolidated financial statements	
	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000
Revenue														
External customers	372,556	360,106	24,769	31,430	303,450	222,280	9,912	33,231	710,687	647,047	-	-	710,687	647,047
Inter-segment	63,346	75,186	26	6	-	-	2,700	(10,224)	66,072	64,968	(66,072)	(64,968)	-	-
Total revenue	<u>435,902</u>	<u>435,292</u>	<u>24,795</u>	<u>31,436</u>	<u>303,450</u>	<u>222,280</u>	<u>12,612</u>	<u>23,007</u>	<u>776,759</u>	<u>712,015</u>	<u>(66,072)</u>	<u>(64,968)</u>	<u>710,687</u>	<u>647,047</u>
Segment profit/(loss)														
(Note A)	3,589	12,237	1,881	616	13,239	6,003	(4,838)	13,524	13,871	32,380	-	-	13,871	32,380

Note A
Segment profit is reconciled to profit before tax presented in the condensed consolidated statement of profit or loss and other comprehensive income as follows:

	30 June 2016 RM'000	30 June 2015 RM'000
Segment profit	25,770	45,010
Finance costs	(11,890)	(12,215)
Unallocated corporate expenses	(9)	(415)
Profit before tax	<u>13,871</u>	<u>32,380</u>



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PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

5. Segment information (contd.)

The Group is organised into business units based on their products and services, and has four operating segments as follows:

- (a) The sales of power and telecommunication cables segment supplies power and telecommunication cables and cable components to consumers.
- (b) The sales of galvanised products and steel structures segment supplies galvanised products and steel structures. It also offers galvanising services.
- (c) The transmission lines construction segment involves the supply, installation and commissioning of transmission line projects.
- (d) The power generation, helicopter services and corporate segment is involved in power generation business, provision of helicopter services and Group-level corporate and management services.

Sales of power and telecommunication cables

The sales of power and telecommunication cables segment contributed 52% (30 June 2015: 56%) of the total revenue of the Group for the period ended 30 June 2016.

The segment recorded a revenue and profit before tax of RM372.6 million and RM3.6 million respectively for the period ended 30 June 2016 as compared to revenue and profit before tax of RM360.1 million and RM12.2 million respectively in the corresponding period ended 30 June 2015. The increase of sales in this segment was mainly due to recovery of cable sales from projects and mass market. The operating profit was lower mainly due to operating loss incurred in the first quarter of 2016. The Group remains positive that with its business strategies in place, there will be growth in the coming quarter.

Sales of galvanised products and steel structures

The sales of galvanised products and steel structures segment contributed 3% (30 June 2015: 5%) of the total revenue of the Group for the period ended 30 June 2016.

This segment recorded profit before tax of RM1.9 million when compared with corresponding period ended 30 June 2015 operating profit of RM0.6 million. This was due to adverse foreign exchange impact in the purchase of raw materials in 2015.

The Group is confident that the demand for galvanised products and steel structures will continue to improve.



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5. Segment information (contd.)

Transmission lines construction

The transmission line construction segment contributed 43% (30 June 2015: 34 %) of the total revenue of the Group and was one of the main contributor to the Group’s operating profit for the period ended 30 June 2016.

The Segment recorded a revenue and profit before tax of RM303.5 million and RM13.2 million respectively for the financial period ended 30 June 2016 as compared to RM222.3 million and RM6.0 million respectively for the corresponding period in 2015.

Segment results for the financial period ended 30 June 2016 had increased as compared to corresponding period in 2015 mainly due to the ongoing projects which contributed positively to the Group.

The Group remains positive that performance for this segment will continue to improve with the Group’s development plans for the power transmission industry.

Power generation, helicopter services and corporate

The power generation, helicopter services and corporate segment provides power generation business, provision of helicopter services and Group-level corporate and management services. In the financial period ended 30 June 2016, power generation, helicopter services and corporate segment contributed RM9.9 million to the total revenue of the Group.

The Group remains positive that with its business strategies in place, there will be growth in the coming year.

Consolidated profit before tax

The Group recorded a profit before tax of RM 8.1 million (30 June 2015: RM 15.9 million) in the current quarter ended 30 June 2016, which was lower than corresponding period in 2015 principally due to lower contribution from the power generation, helicopter services and corporate segment.

The main factors which had affected the current quarter’s profit before tax are explained above.

6. Seasonality of operations

The Group's operations were not significantly affected by seasonal or cyclical factors.



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7. The following items have been included in arriving at profit before tax:

	Current quarter 3 months ended		Cumulative quarter 6 months ended	
	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000
Amortisation of intangible assets	12	274	117	764
Amortisation of trade payables	-	38	-	38
Bad debts recovered	-	(140)	(3)	(2,772)
Depreciation of property, plant and equipment	5,211	5,113	10,318	10,235
Finance income from concession financial assets	(865)	(18)	(1,698)	(515)
Interest expense	6,686	6,150	11,890	11,901
Interest income	(418)	(814)	(656)	(1,436)
Inventories written off	5	9	16	12
(Gain)/loss on disposal of property, plant and equipment, net	-	(35)	54	(35)
Property, plant and equipment written off	-	47	143	55
(Reversal of)/allowance for impairment loss on trade receivables	(3)	8	(3)	(150)
Unrealised gain on foreign exchange	(991)	(1,829)	(560)	(2,589)
Unwinding of discount on finance lease	(5)	(5)	(11)	(11)



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PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

8. Income tax expense

	Current quarter 3 months ended		Cumulative quarter 6 months ended	
	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000
Current income tax:				
Based on results for the period	2,595	2,571	4,202	7,021
Under provision of income tax in respect of previous year	-	84	-	84
Deferred income tax	127	1,295	385	1,434
	<u>2,722</u>	<u>3,950</u>	<u>4,587</u>	<u>8,539</u>

The effective tax rate was higher than the statutory tax rate principally due to the certain expenses which were not deductible for tax purposes.

9. Earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period.

The Group had no potential ordinary shares in issue as at the reporting date and therefore, diluted earnings per share is presented as equal to basic earnings per share.

The following are the profit and share data used in the computation of basic and diluted earnings per share:

	Current year quarter		Current year to date	
	30 June 2016	30 June 2015	30 June 2016	30 June 2015
Profit net of tax attributable to equity holders of The Company (RM'000)	4,941	11,831	8,511	23,698
Weighted average number of ordinary shares in issue (‘000)	317,050	317,050	317,050	317,050
Basic earnings per share (sen per ordinary share)	<u>1.56</u>	<u>3.73</u>	<u>2.68</u>	<u>7.47</u>
Diluted earnings per share (sen per ordinary share)	<u>1.56</u>	<u>3.73</u>	<u>2.68</u>	<u>7.47</u>



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PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

10. Property, plant and equipment

During the six months ended 30 June 2016, the Group acquired assets at the cost of RM34.4 million (30 June 2015: RM36.5 million).

11. Concession financial assets

	30 June 2016 RM’000	31 December 2015 RM’000
At 1 January 2015/2014	63,586	33,185
Concession construction revenue	8,900	23,072
Accrued financial income	1,698	2,192
Foreign exchange difference	(1,247)	5,137
At 30 June 2016/31 December 2015	<u>72,937</u>	<u>63,586</u>

12. Other assets

	30 June 2016 RM’000	31 December 2015 RM’000
Downpayment for purchase of helicopters	<u>4,911</u>	<u>107,646</u>

13. Cash and bank balances

Cash and bank balances comprised the following amounts:

	30 June 2016 RM’000	31 December 2015 RM’000
Cash in hand and at banks	88,068	50,400
Deposits with licensed banks	16,025	15,045
Cash and bank balances	<u>104,093</u>	<u>65,445</u>

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following as at the reporting date:

	30 June 2016 RM’000	31 December 2015 RM’000
Cash in hand and at banks	81,734	43,379
Deposits with licensed banks	-	200
Less: Bank overdraft	-	(879)
Cash and cash equivalents	<u>81,734</u>	<u>42,700</u>



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PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

14. Loans and borrowings

	30 June 2016 RM’000	31 December 2015 RM’000
Current		
Secured	37,796	80,278
Unsecured	445,834	369,620
	<u>483,630</u>	<u>449,898</u>
Non-current		
Secured	183,077	125,335
Unsecured	12,566	17,260
	<u>195,643</u>	<u>142,595</u>
	<u><u>679,273</u></u>	<u><u>592,493</u></u>

15. Dividend Paid

No dividend had been paid for the period ended 30 June 2016.

16. Commitments

	30 June 2016 RM’000	31 December 2015 RM’000
Capital expenditure		
Approved and contracted for:		
Property, plant and equipment	64,560	63,738
Approved but not contracted for:		
Property, plant and equipment	9,536	7,699
	<u>74,096</u>	<u>71,437</u>



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PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

17. Contingencies

There were no contingencies as at the end of the current financial quarter.

18. Related party transactions

The following table provides information on the transactions which were entered into with related parties during the year ended 30 June 2016 and 30 June 2015 as well as the balances with the related parties as at 30 June 2016 and 31 December 2015.

		June	June	June/December	June/December
		Sales to related parties	Purchases from related parties	Amounts owed by related parties	Amounts owed to related parties
		RM'000	RM'000	RM'000	RM'000
Transactions with subsidiaries of Sarawak Energy Berhad:					
Sarawak Energy Berhad	2016	-	-	719	-
	2015	34	-	291	-
Syarikat SESCO Berhad	2016	2,466	-	1,347	-
	2015	19,219	-	4,310	-
Transactions with subsidiaries of Hng Capital Sdn Bhd:					
Alpha Industries Sdn. Bhd.	2016	932	113,780	-	45,259
	2015	2,139	120,270	-	50,222
Leader Universal Aluminium Sdn. Bhd.	2016	882	70,014	97	20,310
	2015	594	74,885	-	20,955



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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2016

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

19. Review of performance

Explanatory comments on the performance of each of the Group's business segments are provided in Note 5.

20. Comment on material change in profit before taxation

The profit before taxation for the quarter ended 30 June 2016 was higher than the immediate preceding quarter mainly due to better performance from the power and telecommunication cable segment.

21. Commentary on prospects

The Group anticipates a much improved performance in the coming quarters in 2016.

22. Profit forecast or profit guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

23. Corporate proposals

On 8 January 2016, 12 January 2016 and 14 January 2016, the Company made an announcement in relation to the Private Placement.

On 11 July 2016, the Company made an announcement that Bursa Securities has vide its letter dated 11 July 2016, resolved to approve the Company application for an extension of time of six (6) months from 13 July 2016 until 12 January 2017 to complete the implementation of the Private Placement.

24. Changes in material litigation

There were no material litigations during the current financial period up to the date of this quarterly report.

25. Dividends payable

The Annual General Meeting has on 26 May 2016 approved a final single-tier dividend of 5.0 sen per ordinary share in respect of the financial year ended 31 December 2015. The dividend had been paid on 29 July 2016 to depositors whose names appear in the Record of Depository on 1 July 2016.

26. Disclosure of nature of outstanding derivatives

The outstanding derivatives were for the forward hedges with the London Metal Exchange ("LME") brokers.

27. Risks and policies of derivatives

The Group will only enter into a LME or currency derivative to hedge against potential commodity or currency fluctuation.

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

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 June 2016 and 30 December 2015.



SARAWAK CABLE BERHAD
(456400-V)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2016

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

29. Breakdown of realised and unrealised profits or losses

The breakdown of the revenue reserves of the Group as at 30 June 2016 and 31 December 2015 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 24 March 2010, prepared in accordance with *Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses* in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	Current quarter ended 30 June 2016 RM'000	Previous financial year ended 31 December 2015 RM'000
Total revenue reserves of the Company and its subsidiaries:		
Realised	102,202	84,357
Unrealised	34,790	39,411
	<u>136,992</u>	<u>123,768</u>
(Less)/Add: Consolidation adjustments	(4,232)	481
Revenue reserves as per financial statements	<u>132,760</u>	<u>124,249</u>

30. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2015 was not qualified.

31. Authorised for issue

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 August 2016.

By order of the Board

Teoh Wen Jinq
 Company Secretary
 23 August 2016