

Berjaya Food Berhad

Company No: 876057-U

Date: 21 June 2018

Subject: **UNAUDITED QUARTERLY (Q4) FINANCIAL REPORT FOR
THE PERIOD ENDED 30 APRIL 2018**

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BERJAYA FOOD BERHAD
UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME

| | Current Quarter | | Financial Year To Date | |
|--|-----------------|----------------|------------------------|------------|
| | 3 months ended | 3 months ended | 12 months ended | |
| | 30/04/2018 | 30/04/2017 | 30/04/2018 | 30/04/2017 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| | | | | (Audited) |
| REVENUE | 159,997 | 151,423 | 639,603 | 605,441 |
| PROFIT FROM OPERATIONS | 10,834 | 5,294 | 50,600 | 39,051 |
| Investment related income | 54 | 71 | 194 | 226 |
| Investment related expenses | - | (539) | (15,382) | (539) |
| Finance cost | (4,918) | (3,837) | (16,008) | (14,419) |
| PROFIT BEFORE TAX | 5,970 | 989 | 19,404 | 24,319 |
| TAXATION | (5,127) | (6,929) | (19,217) | (17,987) |
| PROFIT/(LOSS) AFTER TAX | 843 | (5,940) | 187 | 6,332 |
| OTHER COMPREHENSIVE ITEMS: | | | | |
| <u>To be reclassified to profit or loss in subsequent periods:</u> | | | | |
| - Foreign currency translation | (5) | 128 | 2,177 | (2,466) |
| - Foreign currency reserve transferred to profit or loss due to disposal of a subsidiary company | - | - | 876 | - |
| <u>Not to be reclassified to profit or loss in subsequent periods:</u> | | | | |
| - Actuarial gain on defined benefit plan | - | - | - | 22 |
| - Tax effect relating to defined benefit plan | - | - | - | (6) |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | 838 | (5,812) | 3,240 | 3,882 |
| PROFIT/(LOSS) ATTRIBUTABLE TO: | | | | |
| - Equity holders of the parent | 837 | (3,366) | 1,141 | 11,435 |
| - Non-controlling interests | 6 | (2,574) | (954) | (5,103) |
| | 843 | (5,940) | 187 | 6,332 |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO: | | | | |
| - Equity holders of the Company | 834 | (3,332) | 3,212 | 10,469 |
| - Non-controlling interests | 4 | (2,480) | 28 | (6,587) |
| | 838 | (5,812) | 3,240 | 3,882 |
| EARNINGS/(LOSS) PER SHARE (SEN) | | | | |
| -Basic, for the period | 0.22 | (0.90) | 0.30 | 3.05 |
| -Diluted, for the period | 0.22 | (0.90) | 0.30 | 3.02 |

The annexed notes form an integral part of this interim financial report.

BERJAYA FOOD BERHADUNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | As at 30/04/2018 RM'000 | As at 30/04/2017 RM'000 (Audited) |
|--------------------------------------|-------------------------------|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 232,999 | 216,955 |
| Deferred tax assets | 5,606 | 6,004 |
| Intangible assets | 456,768 | 454,734 |
| Receivables | 20,211 | 20,547 |
| | <u>715,584</u> | <u>698,240</u> |
| Current Assets | | |
| Inventories | 34,514 | 37,752 |
| Trade and other receivables | 22,296 | 22,386 |
| Tax recoverable | 3,139 | 4,392 |
| Deposits with financial institutions | 874 | 2,400 |
| Cash and bank balances | 30,781 | 23,865 |
| | <u>91,604</u> | <u>90,795</u> |
| TOTAL ASSETS | <u><u>807,188</u></u> | <u><u>789,035</u></u> |
| EQUITY AND LIABILITIES | | |
| Share capital | 243,232 | 240,617 |
| Reserves | 150,239 | 159,634 |
| | <u>393,471</u> | <u>400,251</u> |
| Treasury shares | (7,687) | (8,334) |
| | <u>385,784</u> | <u>391,917</u> |
| Non-controlling interests | 1,375 | (17,587) |
| Equity funds | <u><u>387,159</u></u> | <u><u>374,330</u></u> |
| Non-current liabilities | | |
| Long term borrowings | 135,806 | 124,648 |
| Deferred taxation | 1,789 | 1,863 |
| Other long term liabilities | - | 41 |
| Provisions | 11,846 | 10,159 |
| | <u>149,441</u> | <u>136,711</u> |
| Current Liabilities | | |
| Payables and provisions | 66,476 | 92,305 |
| Bank borrowings | 141,675 | 130,630 |
| Deferred income | 62,437 | 55,059 |
| | <u>270,588</u> | <u>277,994</u> |
| Total Liabilities | <u><u>420,029</u></u> | <u><u>414,705</u></u> |
| TOTAL EQUITY AND LIABILITIES | <u><u>807,188</u></u> | <u><u>789,035</u></u> |
| Basic net assets per share (sen) | 102.37 | 104.75 |
| Dilutive net assets per share (sen) | 101.33 | 103.27 |

Note:

The net assets per share is calculated based on the following:

Basic: Equity funds less non-controlling interests divided by the number of outstanding shares in issue with voting rights.

Dilutive: Equity funds less non-controlling interests divided by the number of outstanding shares in issue with voting rights and the potential issue of new shares pursuant to the exercise of the Company's outstanding Warrants and share options under ESS.

The annexed notes form an integral part of this interim financial report.

BERJAYA FOOD BERHAD

 UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Attributable to the equity holders of the parent | | | | | | | | | | | |
|---|--|-------------------------|---|---------------------------------|---------------------------|----------------------------|--------------------------|-----------------------------|---------------------------|-----------------|-------------------------------------|------------------------|
| | Non-distributable | | | | | | | Distributable | | | | |
| | Share capital RM'000 | Share premium RM'000 | Employees' share plan reserve RM'000 | Consolidation reserve RM'000 | Warrant reserve RM'000 | Exchange reserve RM'000 | Merger deficit RM'000 | Retained earnings RM'000 | Treasury shares RM'000 | Total RM'000 | Non-controlling interests RM'000 | Total equity RM'000 |
| At 1 May 2017 | 240,617 | - | 1,476 | - | 367 | (362) | (55,087) | 213,240 | (8,334) | 391,917 | (17,587) | 374,330 |
| Total comprehensive income | - | - | - | - | - | 2,071 | - | 1,141 | - | 3,212 | 28 | 3,240 |
| <u>Transactions with owners</u> | | | | | | | | | | | | |
| ESS options exercised | 958 | - | (212) | - | - | - | - | - | - | 746 | - | 746 |
| ESS options/shares forfeited | 85 | - | (85) | - | - | - | - | - | - | - | - | - |
| Warrants exercised | 1,572 | - | - | - | (336) | - | - | - | - | 1,236 | - | 1,236 |
| Warrants expired | - | - | - | - | (31) | - | - | 31 | - | - | - | - |
| Share-based payment under ESS | - | - | 2,734 | - | - | - | - | 8 | 647 | 3,389 | - | 3,389 |
| Adjustment in relation to disposal of equity interest in subsidiary companies | - | - | - | 322 | - | - | - | - | - | 322 | 18,934 | 19,256 |
| Transfer between reserves | - | - | - | - | - | (61) | - | 61 | - | - | - | - |
| Interim dividends # | - | - | - | - | - | - | - | (15,038) | - | (15,038) | - | (15,038) |
| At 30 April 2018 | <u>243,232</u> | <u>-</u> | <u>3,913</u> | <u>322</u> | <u>-</u> | <u>1,648</u> | <u>(55,087)</u> | <u>199,443</u> | <u>(7,687)</u> | <u>385,784</u> | <u>1,375</u> | <u>387,159</u> |
| At 1 May 2016 | 189,144 | 49,466 | - | - | 441 | 612 | (55,087) | 214,927 | - | 399,503 | (11,000) | 388,503 |
| Total comprehensive income | - | - | - | - | - | (974) | - | 11,443 | - | 10,469 | (6,587) | 3,882 |
| <u>Transactions with owners</u> | | | | | | | | | | | | |
| Treasury shares acquired | - | - | - | - | - | - | - | - | (8,334) | (8,334) | - | (8,334) |
| ESS options exercised | 1,657 | - | (367) | - | - | - | - | - | - | 1,290 | - | 1,290 |
| ESS options forfeited | 3 | - | (3) | - | - | - | - | - | - | - | - | - |
| Warrants exercised | 312 | 35 | - | - | (74) | - | - | - | - | 273 | - | 273 |
| Share-based payment under ESS | - | - | 1,846 | - | - | - | - | - | - | 1,846 | - | 1,846 |
| Interim dividends | - | - | - | - | - | - | - | (13,130) | - | (13,130) | - | (13,130) |
| | <u>191,116</u> | <u>49,501</u> | <u>1,476</u> | <u>-</u> | <u>367</u> | <u>(362)</u> | <u>(55,087)</u> | <u>213,240</u> | <u>(8,334)</u> | <u>391,917</u> | <u>(17,587)</u> | <u>374,330</u> |
| Transfer pursuant to S618(2) of CA 2016 ~ | 49,501 | (49,501) | - | - | - | - | - | - | - | - | - | - |
| At 30 April 2017 | <u>240,617</u> | <u>-</u> | <u>1,476</u> | <u>-</u> | <u>367</u> | <u>(362)</u> | <u>(55,087)</u> | <u>213,240</u> | <u>(8,334)</u> | <u>391,917</u> | <u>(17,587)</u> | <u>374,330</u> |

BERJAYA FOOD BERHADUNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | 12 months ended | |
|---|-----------------|-----------------|
| | 30/04/2018 | 30/04/2017 |
| | RM'000 | RM'000 |
| | | (Audited) |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Receipts from operations | 648,151 | 617,872 |
| Payments to suppliers and operating expenses | (555,891) | (522,615) |
| Payment of taxes | (17,949) | (20,161) |
| Net cash generated from operating activities | <u>74,311</u> | <u>75,096</u> |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of property, plant and equipment | 305 | 1,056 |
| Acquisition of property, plant and equipment | (58,808) | (74,969) |
| Acquisition of intangible assets | (4,217) | (4,899) |
| Interest received | 171 | 188 |
| Net cash used in investing activities | <u>(62,549)</u> | <u>(78,624)</u> |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Issuance of share capital | 1,982 | 1,563 |
| Treasury shares acquired | - | (8,334) |
| Dividends paid | (15,038) | (13,130) |
| Interest paid | (14,823) | (13,742) |
| Drawdown of bank borrowings | 186,523 | 64,000 |
| Repayment of bank borrowings | (164,813) | (38,477) |
| Payment of hire purchase | (58) | (30) |
| Net placement in bank as security pledged for borrowing | (2,739) | (33) |
| Net cash used in financing activities | <u>(8,966)</u> | <u>(8,183)</u> |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 2,796 | (11,711) |
| OPENING CASH AND CASH EQUIVALENTS | 21,256 | 32,847 |
| Effect of exchange rate changes | (145) | 120 |
| CLOSING CASH AND CASH EQUIVALENTS | <u>23,907</u> | <u>21,256</u> |
| Cash and cash equivalents carried forward comprise: | RM'000 | RM'000 |
| Deposits with financial institutions | 874 | 2,400 |
| Cash and bank balances | <u>30,781</u> | <u>23,865</u> |
| | 31,655 | 26,265 |
| Less: Cash pledged with bank - restricted | (7,177) | (4,438) |
| Deposits pledged with bank - restricted | <u>(571)</u> | <u>(571)</u> |
| | <u>23,907</u> | <u>21,256</u> |

The annexed notes form an integral part of this interim financial report.

BERJAYA FOOD BERHAD

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018

NOTES TO THE INTERIM FINANCIAL REPORT

- A1 The condensed consolidated interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting Standards in Malaysia and IAS 34, Interim Financial Reporting, requirements of the Companies Act 2016 and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2017. These explanatory notes, attached to the condensed consolidated interim financial report, provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2017.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 April 2017.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 May 2017.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

- A2 The Group's operations are affected by major festive seasons and school holidays as well as the Muslim fasting month. In Malaysia, the major school holiday is traditionally scheduled during the third quarter, while certain festive celebrations fall during the third and fourth quarters of the Group's financial year. These holidays and festive celebrations will normally have a positive impact to the Group's operations in the second half of the financial year.

- A3 The following are the unusual items that occurred during the current quarter under review:

Recognised directly in statement of profit or loss

- (i) Included under investment related expenses:

| | Current Quarter RM'000 | Financial Year to date RM'000 |
|--|------------------------------|-------------------------------------|
| Loss arising from disposal of a subsidiary company | - | <u>(15,382)</u> |

- A4 As at 30 April 2018, the issued ordinary share capital of the Company was RM243,232,513.

The movements during the financial year were as follows:-

| | Number of ordinary shares | RM |
|------------------------------------|------------------------------|--------------------|
| <u>Issued share capital</u> | | |
| As at 1 May 2017 | 379,574,180 | 240,617,331 |
| ESS options exercised | 517,760 | 957,856 |
| ESS options forfeited | - | 84,859 |
| Warrants exercised | 1,766,817 | 1,572,467 |
| As at 30 April 2018 | <u>381,858,757</u> | <u>243,232,513</u> |

BERJAYA FOOD BERHAD

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018

NOTES TO THE INTERIM FINANCIAL REPORT

ESS

As at 30 April 2018, the total number of unexercised ESS options was 9,602,240 and the total number of ESS shares that have not been awarded was 2,305,200.

5-year Warrants 2012/2017 ("Warrants")

As at 30 April 2018, there was no more outstanding warrants, all unexercised warrants on the expiry date (8 August 2017) were withdrawn from the respective Depositor's Central Depository System Account on 9 August 2017.

| | |
|--------------------------------------|--------------|
| | Units |
| As at 1 May 2017 | 1,928,980 |
| Exercised | (1,766,817) |
| Cancellation of unexercised warrants | (162,163) |
| As at 30 April 2018 | - |

A5 There was no share buyback during the financial year ended 30 April 2018.

The number of treasury shares held in hand as at 30 April 2018 was as follows:

| | Average price per share RM | Number of shares | Amount RM'000 |
|--|-------------------------------------|---------------------|------------------|
| Balance as at 31 October 2017 | 1.53 | 5,442,300 | 8,334 |
| Nov 2017 Re-issued for ESS shares vested | 1.53 | (422,760) | (647) |
| Total treasury shares as at 30 April 2018 | 1.53 | 5,019,540 | 7,687 |

As at 30 April 2018, the number of outstanding shares in issue with voting rights (rounded to nearest thousand) was 376,839,000 (30 April 2017: 374,132,000) ordinary shares.

A6 During the financial year ended 30 April 2018, the Company paid the following dividend:

- i) Fourth interim dividend of 1.0 sen per share single-tier dividend amounting to about RM3.74 million in respect of the financial year ended 30 April 2017 on 28 July 2017.
- ii) First interim dividend of 1.0 sen per share single-tier dividend amounting to about RM3.76 million in respect of the financial year ended 30 April 2018 on 27 October 2017.
- iii) Second interim dividend of 1.0 sen per share single-tier dividend amounting to about RM3.76 million in respect of the financial year ended 30 April 2018 on 26 January 2018.
- iv) Third interim dividend of 1.0 sen per share single-tier dividend amounting to about RM3.77 million in respect of the financial year ended 30 April 2018 on 27 April 2018.

BERJAYA FOOD BERHAD

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018

NOTES TO THE INTERIM FINANCIAL REPORT

A7 Segment information for the financial year ended 30 April 2018:-

| REVENUE | Group RM'000 |
|--|-----------------|
| Malaysia | 600,152 |
| Indonesia | 4,525 |
| Singapore | 28,196 |
| Other South-East Asian countries | 6,730 |
| Total revenue | <u>639,603</u> |
| | |
| RESULTS | Group RM'000 |
| Malaysia | 56,235 |
| Indonesia | (1,984) |
| Singapore | (760) |
| Other South-East Asian countries | 143 |
| | <u>53,634</u> |
| Unallocated corporate expenses | (3,034) |
| Profit from operations | <u>50,600</u> |
| Investment related income | |
| - Interest income | 194 |
| Investment related expenses | |
| - Loss arising from disposal of a subsidiary company | (15,382) |
| Finance cost | <u>(16,008)</u> |
| Profit before tax | 19,404 |
| Taxation | <u>(19,217)</u> |
| Profit for the year | <u>187</u> |

A8 There were no significant events since the end of this current quarter up to the date of this announcement.

A9 There was no change in the composition of the Group for the current period including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations except for the following: -

- (a) On 24 November 2017, the Company announced that its wholly-owned subsidiary, Berjaya Food (International) Sdn Bhd ("BFI"), has entered into an agreement ("Agreement") to dispose of its entire stake in PT Boga Lestari Sentosa ("PT Boga") and also to accept a settlement of a portion of the inter-company debt owing by PT Boga to BFI amounting to Indonesian Rupiah ("IDR") 9.6 billion (equivalent to about RM3.1 million). The cash consideration for the disposal is only a nominal sum of IDR1,000 (equivalent to about RM0.32).

The disposal was completed upon the execution of the Agreement with the receipt of the cash consideration.

- (b) On 30 January 2018, the Company's wholly-owned subsidiary, Berjaya Food (International) Sdn Bhd, completed the disposal of 5% equity interest comprising 50,000 ordinary shares in Jollibean Foods Pte Ltd ("JLPL") to Mr Sydney Lawrance Quays, a director of JFPL as well as the Chief Executive Officer and Executive Director of the Company for a cash consideration of SGD150,000 (about RM451,500).

A10 There were no material changes in contingent liabilities or contingent assets since the last audited statement of financial position as at 30 April 2017.

A11 There were no material changes in capital commitment since the last audited statement of financial position as at 30 April 2017.

BERJAYA FOOD BERHADUNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B1 The Group is engaged in developing and operating the "Starbucks Coffee" brand in Malaysia and Brunei, developing and operating the "Kenny Rogers Roasters" ("KRR") chain in Malaysia as well as "Jollibean" and various brands in Singapore. The key factors that affect the performance of all food and beverage businesses include mainly the festive seasons, tourism, eating out culture, raw material costs (coffee bean, chicken, side dishes, soya bean and effect of foreign exchange on raw materials etc), staff costs and consumer perception.

The summary results of the Group are as follows:

| | 3-Month Ended | | | 12-Month Ended | | |
|------------------------|----------------|----------------|------------|----------------|----------------|-------------|
| | 30/04/2018 | 30/04/2017 | Variance | 30/04/2018 | 30/04/2017 | Variance |
| | RM'000 | RM'000 | % | RM'000 | RM'000 | % |
| Revenue | <u>159,997</u> | <u>151,423</u> | <u>6</u> | <u>639,603</u> | <u>605,441</u> | <u>6</u> |
| Profit from operations | <u>10,834</u> | <u>5,294</u> | <u>105</u> | <u>50,600</u> | <u>39,051</u> | <u>30</u> |
| Profit before tax | <u>5,970</u> | <u>989</u> | <u>504</u> | <u>19,404</u> | <u>24,319</u> | <u>(20)</u> |

Review of results for the current quarter

The Group registered a revenue of RM160.0 million and pre-tax profit of RM5.97 million in the current quarter ended 30 April 2018 as compared to a revenue of RM151.42 million and pre-tax profit of RM0.99 million reported in the previous year corresponding quarter.

The higher revenue was mainly due to additional Starbucks cafes operating compared to the previous year corresponding quarter as well as recording same-store-sales growth in Malaysia.

The profit from operations improved by 105% mainly due to higher profit contributions from Starbucks operations in tandem with the higher revenue. Further, there was no consolidation of the losses from PT Boga, which operates KRR operations in Indonesia following its disposal in the previous quarter. The pre-tax profit accordingly increased in tandem with the increase in profit from operations.

Review of results for the financial year

For the financial year ended 30 April 2018, the Group's revenue and pre-tax profit were RM639.6 million and RM19.4 million respectively as compared to a revenue and pre-tax profit of RM605.44 million and RM24.32 million respectively in the previous year.

The higher revenue was mainly due to additional Starbucks cafes operating since the beginning of current financial year as well as recording same-store-sales growth in Malaysia.

The profit from operations improved by 30% mainly due to higher contribution from Starbucks operations, lower losses incurred by KRR operations in Indonesia arising from further closure of non-performing outlets prior to the eventual disposal in the previous quarter, as well as the cessation of the consolidation of PT Boga for the remaining 5 months of the financial year.

Although profit from operations improved over last financial year, pre-tax profit was lower than last financial year due to the exceptional loss arising from disposal of PT Boga as disclosed in Notes A3 and A9(a). Excluding the exceptional investment related expenses as disclosed in Note A3, the pre-tax profit would have been RM34.79 million as compared to pre-tax profit of RM24.32 million in the previous year.

BERJAYA FOOD BERHAD

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B2 Review of results of current quarter vs preceding quarter

| | 3-Month Ended | | |
|--------------------------|----------------------|----------------------|---------------|
| | 30/04/2018 RM'000 | 31/01/2018 RM'000 | Variance % |
| Revenue | <u>159,997</u> | <u>164,438</u> | <u>(3)</u> |
| Profit from operations | <u>10,834</u> | <u>14,182</u> | <u>(24)</u> |
| Profit/(loss) before tax | <u>5,970</u> | <u>(4,835)</u> | <u>NA</u> |

For the current quarter under review, the Group reported a revenue of RM160.0 million and pre-tax profit of RM5.97 million in the current quarter ended 30 April 2018 as compared to a revenue of RM164.44 million and pre-tax loss of RM4.84 million reported in the previous quarter.

The higher revenue and profit from operations in the third quarter was due to the calendar year end festive sales, school holidays and Christmas and New Year seasons. The third quarter is traditionally our best quarter in terms of revenue and profit from operations in our financial year. As expected, the fourth quarter profit from operations was lower than the third quarter. Nevertheless, the Group registered a pre-tax profit of RM5.97 million in current quarter as compared to a pre-tax loss of RM4.84 million in the preceding quarter. The pre-tax loss in the preceding quarter was mainly due to the exceptional loss incurred arising from disposal of PT Boga.

B3 Future prospects

With the continuing revenue growth momentum of Starbucks and the completion of disposal of the KRR operations (PT Boga) in Indonesia, the Board expects the Group's operating performance will be encouraging going forward.

B4 There is no profit forecast or profit guarantee for the financial year ended 30 April 2018.

B5 The taxation charge for the current quarter and period ended 30 April 2018 are detailed as follows:

| | For the current quarter RM'000 | Financial year to date RM'000 |
|---------------------------------------|--------------------------------------|-------------------------------------|
| Group:- | | |
| Based on the results for the period:- | | |
| Current period provision | | |
| - Malaysian taxation | 5,123 | 18,599 |
| - Over provision in prior years | (306) | (306) |
| - Deferred tax | 310 | 438 |
| - Foreign tax - withholding tax | - | 486 |
| | <u>5,127</u> | <u>19,217</u> |

The disproportionate tax charge of the Group for the current quarter and period ended 30 April 2018 was mainly due to certain expenses or losses being disallowed for tax purposes, as well as non-availability of Group tax relief in respect of losses incurred by certain subsidiary companies.

B6 There were no corporate proposals announced but not completed.

BERJAYA FOOD BERHAD

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 APRIL 2018
 ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B7 The Group's bank borrowings and debt securities as at 30 April 2018.

| | As at 30/04/2018 RM'000 |
|---------------------------------|-------------------------------|
| Short term borrowing | |
| <u>Secured</u> | |
| Denominated in Ringgit Malaysia | 141,675 |
| Long term borrowing | |
| <u>Secured</u> | |
| Denominated in Ringgit Malaysia | 135,806 |
| Total borrowings | <u><u>277,481</u></u> |

B8 There were no material litigations for the current quarter.

B9 The Board has recommended a fourth interim dividend of 1.0 sen single-tier dividend per share (previous year corresponding quarter ended 30 April 2017: fourth interim dividend of 1.0 sen single-tier dividend per share) in respect of financial year ended 30 April 2018 to be payable on 26 July 2018. The entitlement date has been fixed on 12 July 2018. The total dividend declared for the financial year ended 30 April 2018 amounted to 4.0 sen single-tier dividend per share (previous corresponding financial year ended 30 April 2017: 3.50 sen single-tier dividend per share).

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

- Shares transferred to the Depositor's Securities Account before 4.00 p.m. on 12 July 2018 in respect of ordinary transfers.
- Shares bought on the Bursa Securities on a cum entitlement basis according to the rules of Bursa Securities.

B10 Profit before tax is stated after charging/(crediting):

| | For the current quarter RM'000 | Financial year to date RM'000 |
|---|--------------------------------------|-------------------------------------|
| Interest income | (54) | (194) |
| Dividend income | - | - |
| Other income excluding dividend and interest income | - | - |
| Gain on disposal of property, plant and equipment | (110) | (119) |
| Loss on disposal of property, plant and equipment | - | - |
| Write down of property, plant and equipment | 1,574 | 2,813 |
| Depreciation of property, plant and equipment | 8,974 | 36,992 |
| Amortisation of intangible assets | 570 | 2,163 |
| Impairment loss on receivables | - | - |
| Impairment in value of AFS quoted investments | - | - |
| Provision for and write off of inventories | - | - |
| Foreign exchange loss/(gain), net | 1,540 | (1,641) |
| Gain or loss on derivatives | <u>-</u> | <u>-</u> |

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B11 The basic and diluted earnings/(loss) per share are calculated as follows:

| | Group (3-month period) | | | |
|---|-------------------------|----------------|-------------|---------------|
| | 30/04/2018 | 30/04/2017 | 30/04/2018 | 30/04/2017 |
| | RM'000 | | Sen | |
| Net profit/(loss) for the quarter (RM'000) | <u>837</u> | <u>(3,366)</u> | | |
| Weighted average number of ordinary shares in issue ('000) | <u>376,814</u> | <u>373,531</u> | | |
| Basic earnings/(loss) per share (Sen) | | | <u>0.22</u> | <u>(0.90)</u> |
| Net profit/(loss) for the quarter (RM'000) | <u>837</u> | <u>(3,366)</u> | | |
| Number of shares used in the calculation of basic earnings per share ('000) | 376,814 | 373,531 | | |
| Number of shares assuming exercise of ESS options ('000) | 1,468 | 159 | | |
| Number of shares assuming exercise of warrants ('000) | <u>-</u> | <u>1,153</u> | | |
| | <u>378,282</u> | <u>374,843</u> | | |
| Diluted earnings/(loss) per share (Sen) | | | <u>0.22</u> | <u>(0.90)</u> |
| | | | | |
| | Group (12-month period) | | | |
| | 30/04/2018 | 30/04/2017 | 30/04/2018 | 30/04/2017 |
| | RM'000 | | Sen | |
| Net profit for the period (RM'000) | <u>1,141</u> | <u>11,435</u> | | |
| Weighted average number of ordinary shares in issue ('000) | <u>375,831</u> | <u>375,481</u> | | |
| Basic earnings per share (Sen) | | | <u>0.30</u> | <u>3.05</u> |
| Net profit for the period (RM'000) | <u>1,141</u> | <u>11,435</u> | | |
| Number of shares used in the calculation of basic earnings per share ('000) | 375,831 | 375,481 | | |
| Number of shares assuming exercise of ESS options ('000) | 1,468 | 1,933 | | |
| Number of shares assuming exercise of warrants ('000) | <u>-</u> | <u>1,153</u> | | |
| | <u>377,299</u> | <u>378,567</u> | | |
| Diluted earnings per share (Sen) | | | <u>0.30</u> | <u>3.02</u> |

c.c. Securities Commission