

PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2016

	Note	Individual Quarter		Cumulative Period	
		Current Year Quarter 31/3/2016 RM'000	Preceding Year Quarter 31/3/2015 RM'000	Current Year To Date 31/3/2016 RM'000	Preceding Year To Date 31/3/2015 RM'000
Revenue		40,692	40,030	40,692	40,030
Cost of sales		(32,162)	(32,320)	(32,162)	(32,320)
Gross profit		8,530	7,710	8,530	7,710
Other income		1,236	1,012	1,236	1,012
Administrative expenses		9,766	8,722	9,766	8,722
Other expenses		(5,240)	(4,164)	(5,240)	(4,164)
Finance costs		(418)	(445)	(418)	(445)
		(57)	(105)	(57)	(105)
Profit before taxation	B5	4,051	4,008	4,051	4,008
Income tax expense	B6	(1,015)	-	(1,015)	-
Profit after taxation		3,036	4,008	3,036	4,008
Other comprehensive income		-	-	-	-
Total comprehensive income for the financial period		3,036	4,008	3,036	4,008
Profit after taxation attributable to:-					
- Owners of the Company		3,036	4,008	3,036	4,008
- Non-controlling interest		-	-	-	-
		3,036	4,008	3,036	4,008
Total comprehensive income attributable to:					
- Owners of the Company		3,036	4,008	3,036	4,008
- Non-controlling interest		-	-	-	-
		3,036	4,008	3,036	4,008
Earnings Per Share attributable to owners of the Company (Sen)					
- Basic	B13	0.63	0.83	0.63	0.83
- Diluted		N/A	N/A	N/A	N/A

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2016

	Note	Unaudited As at 31/3/2016 RM'000	Audited As at 31/12/2015 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		12,643	12,964
Development costs		5,523	5,221
Deferred tax assets		1,154	1,154
		<u>19,320</u>	<u>19,339</u>
CURRENT ASSETS			
Inventories		565	1,755
Trade receivables		54,254	31,452
Amount owing by contract customer		17,588	15,747
Other receivables, deposits and prepayments		4,735	6,654
Short-term investments		46,237	40,977
Cash and bank balances		70,323	87,797
Current tax assets		402	636
		<u>194,104</u>	<u>185,018</u>
TOTAL ASSETS		<u>213,424</u>	<u>204,357</u>
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Trade payables		26,999	15,723
Other payables and accruals		10,709	15,925
Borrowings	B8	92	92
Dividend payables		4,833	-
Current tax liabilities		1,281	1,267
		<u>43,914</u>	<u>33,007</u>
NET CURRENT ASSETS		<u>150,190</u>	<u>152,011</u>
NON-CURRENT LIABILITIES			
Borrowings	B8	580	623
Deferred tax liabilities		1,173	1,173
		<u>1,753</u>	<u>1,796</u>
TOTAL LIABILITIES		<u>45,667</u>	<u>34,803</u>
NET ASSETS		<u>167,757</u>	<u>169,554</u>
EQUITY			
Share capital		48,400	48,400
Share premium		74,712	74,712
Treasury Shares		(1,203)	(1,203)
Merger deficit		(14,212)	(14,212)
Non-controlling interest		295	295
Retained profits	B10	54,932	61,562
TOTAL EQUITY		<u>162,924</u>	<u>169,554</u>
TOTAL LIABILITIES & EQUITY		<u>208,591</u>	<u>204,357</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)		34.66	35.03

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

**PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGE IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2016**

	Non-distributable				Distributable			Non-controlling Interest	Total Equity
	Share Capital	Share Premium	Treasury shares	Merger Deficit	Retained Profits	Attributable to owners of the Company	RM'000		
At 31 December 2014/1 January 2015	48,400	74,712	-	(14,212)	60,053	168,953	-	168,953	
Profit after taxation / Total comprehensive income	-	-	-	-	17,226	17,226	(195)	17,031	
Transaction with owners of the Company:-									
-Purchase of treasury shares	-	-	(1,203)	-	-	(1,203)	-	(1,203)	
-Dividends paid	-	-	-	-	(15,717)	(15,717)	-	(15,717)	
Changes in ownership interest in subsidiary that do not result in loss of control	-	-	(1,203)	-	(15,717)	(16,920)	-	(16,920)	
Total transaction with owners of the Company	-	-	(1,203)	-	(15,717)	(16,920)	490	490	
At 31 December 2015	48,400	74,712	(1,203)	(14,212)	61,562	169,259	295	169,554	
Profit after taxation / Total comprehensive income	-	-	-	-	3,036	3,036	-	3,036	
Transaction with owners of the Company:-									
-Dividend declared	-	-	-	-	(4,833)	(4,833)	-	(4,833)	
Total transaction with owners of the Company	-	-	-	-	(4,833)	(4,833)	-	(4,833)	
At 31 March 2016	48,400	74,712	(1,203)	(14,212)	59,765	167,462	295	167,757	

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2016

	Current Year To Date 31/3/2016 RM'000	Preceding Year To Date 31/3/2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	4,051	4,008
Adjustments for:		
Depreciation of property and equipment	418	447
Fair value on short term investment	(260)	-
Profit income received from deposits with licensed islamic banks	(6)	-
Interest expense	-	8
Interest income	(862)	(712)
Unrealised gain on foreign exchange	-	(300)
Operating profit before working capital changes	<u>3,341</u>	<u>3,451</u>
Operating profit before working capital changes:-		
Changes in inventories	1,188	268
Changes in trade and other receivables	(20,883)	(34,160)
Amount owing by contract customers	(1,841)	(2,411)
Changes in trade and other payables	6,061	23,167
CASH USED IN OPERATING ACTIVITIES	<u>(12,134)</u>	<u>(9,685)</u>
Interest paid	-	(8)
Income tax paid	(766)	(78)
NET CASH USED IN OPERATING ACTIVITIES	<u>(12,900)</u>	<u>(9,771)</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property and equipment	(96)	(213)
Profit income received from deposits with licensed islamic banks	6	-
Interest received	862	712
Development costs paid	(303)	(66)
Purchase of short term investments	(5,000)	-
NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES	<u>(4,531)</u>	<u>433</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase obligation	-	(43)
Repayment of term loan	(43)	(54)
Dividends paid	-	(2,420)
NET CASH USED IN FINANCING ACTIVITIES	<u>(43)</u>	<u>(2,517)</u>
Net decrease in cash and cash equivalents	(17,474)	(11,855)
Cash and cash equivalents at beginning of the financial period	85,099	103,816
CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD	<u>67,625</u>	<u>91,961</u>
CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD COMPRISES THE FOLLOWING:-		
Cash and bank balances	18,529	6,018
Deposits with licensed banks	51,794	88,558
	<u>70,323</u>	<u>94,576</u>
Less: Deposits pledged with licensed banks	(2,698)	(2,615)
	<u>67,625</u>	<u>91,961</u>

Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

NOTES TO THE INTERIM FINANCIAL REPORT

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

A1. BASIS OF PREPARATION

The unaudited interim financial statements (Report) have been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad for the Main Board. This Report also complies with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standards Board (IASB).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial period ended 31 December 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2015.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group’s audited financial statements for the financial year ended 31 December 2015, except for the adoption of the following Amendments to Standards during the current year period:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 5	Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements 2012-2014 Cycle)
Amendments to MFRS 7	Financial Instruments: Disclosures (Annual Improvements 2012-2014 Cycle)
Amendments to MFRS 10	Consolidated Financial Statements, MFRS 12, Disclosure of Interests in Other Entities and MFRS 128, Investments in Associates and Joint Ventures – Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 11	Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 101	Presentation of Financial Statements – Disclosure Initiative
Amendments to MFRS 116	Property, Plant and Equipment and MFRS 138, Intangible Assets – Clarification of acceptable Methods of Depreciation and Amortisation

A2. CHANGES IN ACCOUNTING POLICIES (CONT'D)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016 (Cont'd)

Amendments to MFRS 119	Employee Benefits (Annual Improvements 2012-2014 Cycle)
Amendments to MFRS 127	Separate Financial Statements – Equity Method in Separate Financial Statements
Amendments to MFRS 134	Interim Financial Reporting (Annual Improvements 2012-2014 Cycle)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

Amendments to MFRS 107	Statement of Cash Flows – Disclosure Initiative
Amendments to MFRS 112	Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

MFRS 9	Financial Instruments (2014)
MFRS 15	Revenue from Contracts with Customers

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

MFRS 16	Leases
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The adoption of the above standards and amendments are not expected to have any material financial impact to the Group upon their first.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

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

A4. SEASONAL OR CYCLICAL FACTORS

The Academy segment in particular *Program Pentauliahhan Profesional (3P)* and Roles Based Training Civil Servant on ICT (RBTCS) for participating Malaysia public higher institutions and civil servants respectively. The delivery of the programmes in particular 3P was based on the pre agreed schedules of the participating institutions and may experience high activities during the semester breaks.

A5. UNUSUAL NATURE

There were no material unusual items or events that affecting the assets, liabilities, equity, net income or cash flow during the current financial quarter.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

A6. CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in prior financial years that have a material effect in the current financial quarter.

A7. CHANGES IN DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter.

A8. VALUATION OF PROPERTY AND EQUIPMENT

There was no valuation of the property and equipment in the current financial quarter.

A9. CAPITAL COMMITMENT

Capital commitment for development costs not provided for in the condensed report as at the end of the financial period was as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Development costs	600	4,897

A10. DIVIDEND

	3 months ended	
	31/3/2016 RM'000	31/3/2015 RM'000
In respect of the financial year ended 31 December 2014:		
- declared a fourth interim tax-exempt dividend of 0.5 sen per ordinary share	-	2,420
In respect of the financial year ended 31 December 2015:		
- declared as fourth interim tax-exempt dividend of 1.0 sen per ordinary share	4,833	-
Total dividends paid	4,833	2,420

A11. SEGMENTAL INFORMATION

The Group's business segments are reflecting the Group's internal reporting structure as follow:

- a) Software & Services and Academy - distribution and managing the software licensing and providing the ICT and O&G training and certification.
- b) Education - devoted to provide specialised computer science and engineering education. It offers computer studies ranges from foundation, degree and post graduate masters and PHD.
- c) Others - Comprise the holding company which involved in activity of investment holding and its subsidiary companies.

**PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016**

A11. SEGMENTAL INFORMATION (CONT'D)

	RESULTS FOR 3 MONTHS ENDED 31 MARCH 2016						RESULTS FOR 3 MONTHS ENDED 31 MARCH 2015					
	Software & Services and Academy	Education	Others	Inter- Segment Elimination	Consolidated		Software & Services and Academy	Education	Others	Inter- Segment Elimination	Consolidated	
By operating segment	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Operating revenue	40,071	621	4,833	(4,833)	40,692		39,586	444	2,420	(2,420)	40,030	
Other Income	799	18	419	-	1,236		346	2	664	-	1,012	
Direct costs	(31,201)	(756)	(205)	-	(32,162)		(31,453)	(867)	-	-	(32,320)	
Segment profit	9,669	(117)	5,047	(4,833)	9,766		8,479	(421)	3,084	(2,420)	8,722	
Overheads	(3,087)	(1,373)	(1,255)	-	(5,715)		(2,473)	(1,156)	(1,085)	-	(4,714)	
Profit before taxation	6,582	(1,490)	3,792	(4,833)	4,051		6,006	(1,577)	1,999	(2,420)	4,008	
Income tax expense	(1,265)	250	-	-	(1,015)		-	-	-	-	-	
Profit for the period	5,317	(1,240)	3,792	(4,833)	3,036		6,006	(1,577)	1,999	(2,420)	4,008	
Attributable to:												
- Owners of the company	5,317	(1,240)	3,792	(4,833)	3,036		6,006	(1,577)	1,999	(2,420)	4,008	
- Non-controlling interest	-	-	-	-	-		-	-	-	-	-	
Profit for the period	5,317	(1,240)	3,792	(4,833)	3,036		6,006	(1,577)	1,999	(2,420)	4,008	

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

A12. MATERIAL EVENTS SUBSEQUENT TO THE END OF INTERIM PERIOD

In the opinion of the Board of Directors, there were no items, transactions or events of a material and unusual nature that have arisen since 31 March 2016 to the date of this announcement which would substantially affect the financial results of the Group for the three months ended that have not been reflected in the condensed financial statements except as disclosed below:

On 20 May 2016 and 23 May 2016, the Company purchased 200,000 and 100,000 respectively of its own issued ordinary shares of RM0.10 each from the open market at prices ranging from RM2.21 to RM2.25 per share for a total consideration (including transaction costs) of RM670,062.

A13. CHANGES IN COMPOSITION OF THE GROUP

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

A14. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Group has no significant transactions with the related parties during the periods under review.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

NOTES TO THE INTERIM FINANCIAL REPORT

PART B – ADDITIONAL INFORMATION AS REQUIRED BY MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

B1. OPERATING SEGMENTS REVIEW

1Q16 vs. 1Q15

	Current Quarter 31/3/2016 RM'000	Preceding Year Quarter 31/3/2015 RM'000	Variance RM'000	(%)
<u>Segmental Revenue:</u>				
Software & Services and Academy				
- Software & Services	36,671	35,786	885	2%
- Academy	3,400	3,800	(400)	-11%
	40,071	39,586	485	1%
Education	621	444	177	40%
Others	4,833	2,420	2,413	100%
	45,525	42,450		
Inter-segment Elimination	(4,833)	(2,420)		
Group	40,692	40,030	662	2%
<u>Profit Before Taxation</u>				
Software & Services and Academy	6,582	6,006	576	10%
Education	(1,490)	(1,577)	87	6%
Others	3,792	1,999	1,793	90%
Inter-segment Elimination	(4,833)	(2,420)		
Group	4,051	4,008	43	1%

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

B1. OPERATING SEGMENTS REVIEW (CONT'D)

1Q16 vs. 1Q15 (cont'd)

The Group's revenue for the current quarter of RM40.7 million was 2% or RM0.7 million higher than the corresponding quarter last year of RM40.0 million. Higher revenue was mainly due to higher contribution from Software & Services segment.

The Group's PBT for the current quarter of RM4.1 million higher by RM0.1 million as compared to RM4.0 million in the corresponding quarter last year.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

1Q16 vs. 4Q15

	Current Quarter 31/3/2016 RM'000	Immediate Preceding Quarter 31/12/2015 RM'000	Variance	
			RM'000	(%)
<u>Segmental Revenue:</u>				
Software & Services and Academy				
- Software & Services	36,671	23,357	13,314	57%
- Academy	3,400	-	3,400	-
	40,071	23,357	16,714	72%
Education	621	676	(55)	-8%
Others	4,833	6,414	(1,581)	-25%
	45,525	30,447	15,078	50%
Inter-segment Elimination	(4,833)	(6,134)		
Group	40,692	24,313	16,379	67%
<u>Profit Before Taxation</u>				
Software & Services and Academy	6,582	9,107	(2,525)	-28%
Education	(1,490)	(1,522)	32	2%
Others	3,792	6,048	(2,256)	-37%
Inter-segment Elimination	(4,833)	(6,134)		
Group	4,051	7,499	(3,448)	-46%

The Group's revenue for the current quarter of RM40.7 million was 67% or RM16.4 million higher than the preceding quarter of RM24.3 million. Higher revenue was mainly due to higher contribution from Software & Services segment.

The Group recorded lower PBT for the current quarter of RM4.1 million, 46% lower than the preceding quarter. The lower PBT was due to higher contribution from lower margin Software and Services in particular from MLA 2.0.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

B3. PROSPECTS

With the continuous investment made to realise the strategic projects to transform the business, the Group is expected to continue its growth performance. The Board of Directors is confident that for the year ending 2016, the Group will remain profitable.

B4. VARIANCE ON PROFIT FORECAST/PROFIT GUARANTEE

The Group did not issue any profit forecast or profit estimate previously in any public document.

B5. PROFIT BEFORE TAXATION

Profit before taxation is derived after taking into consideration of the following:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year Quarter</u>	<u>Preceding Year Quarter</u>	<u>Current Year To Date</u>	<u>Preceding Year To Date</u>
	<u>31/3/2016</u>	<u>31/3/2015</u>	<u>31/3/2016</u>	<u>31/3/2015</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Interest income	(862)	(712)	(862)	(712)
Other income including investment income	-	-	-	-
Interest expense	-	8	-	8
Depreciation and amortisation	418	447	418	447
Provision for and write off receivables	-	-	-	-
Provision for and write off inventories	-	-	-	-
(Gain) or loss on disposal of quoted or unquoted investment or properties	-	-	-	-
Impairment of assets	-	-	-	-
Foreign exchange loss/(gain)	(353)	178	(353)	178
(Gain) or loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

B6. TAXATION

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year Quarter</u> <u>31/3/2016</u> <u>RM'000</u>	<u>Preceding Year Quarter</u> <u>31/3/2015</u> <u>RM'000</u>	<u>Current Year To Date</u> <u>31/3/2016</u> <u>RM'000</u>	<u>Preceding Year To Date</u> <u>31/3/2015</u> <u>RM'000</u>
Malaysia tax:				
- current year	1,015	-	1,015	-
	<u>1,015</u>	<u>-</u>	<u>1,015</u>	<u>-</u>

Prestariang Systems Sdn. Bhd., which has enjoyed full exemption from income tax on its statutory income from 30 June 2005 to 29 June 2015. The pioneer status have expired on 29 June 2015, hence, the provision of income tax from the statutory income has been accounted with effect 30 June 2015 for the period under review.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

B7. STATUS OF CORPORATE PROPOSAL

The Group has no significant corporate proposal during the periods under review except as disclosed below:-

Transfer of 30 Percent Shares in Prestariang Education Sdn Bhd (“PESB”)

On 19 November 2014, Prestariang had accepted the terms of Letter of Intent (“LOI”) from Majlis Amanah Rakyat (“MARA”) expressing MARA’s intention to acquire thirty percent (30%) interest in Prestariang Education Sdn Bhd (PESB), a wholly owned subsidiary of Prestariang Berhad, the entity that established University Malaysia of Computer Science & Engineering (“UniMy”).

During the period under review, the Company is in the midst of finalizing the terms and conditions of the agreement.

B8. GROUP BORROWING AND DEBTS SECURITIES

The Group’s borrowing and debts securities as at 31 March 2016 are as follows:

	Long term borrowing			Short term borrowing		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Borrowing						
Term Loan	580	-	580	92	-	92

B9. MATERIAL LITIGATION

There was no material litigation as at the date of issuance of this quarterly report.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

B10. REALISED AND UNREALISED PROFITS

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits below is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities.

	As at 31/3/2016 RM'000	As at 31/3/2015 RM'000
Total retained profits		
- Realised	57,323	58,690
- Unrealised	-	-
	<hr/> 57,323	<hr/> 58,690
Add : Consolidated adjustments	2,442	2,951
Total Group retained earnings as per consolidated accounts	<hr/> <u>59,765</u>	<hr/> <u>61,641</u>

B11. FAIR VALUE HIERARCHY

There was no transfers between any levels of the fair value hierarchy took place during the current quarter and the comparative period. There was also no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

B12. PROPOSED DIVIDEND

On 25 May 2016, The Board of Directors declared a first interim single-tier exempt dividend of 0.75 sen per ordinary share amounting to RM3,630,000 in respect of the financial year ending 31 December 2016.

PRESTARIANG BERHAD (922260-K)
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B13. EARNINGS PER SHARE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter 31/3/2016	Preceding Year Quarter 31/3/2015	Current Year To Date 31/3/2016	Preceding Year To Date 31/3/2015
Total comprehensive income attributable to owners of the Company (RM'000)	3,036	4,008	3,036	4,008
Weighted average number of ordinary shares in issue ('000)	484,000	484,000	484,000	484,000
Basic earning per share (sen)	0.63	0.83	0.63	0.83

B14. AUTHORISED FOR ISSUE

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 25 May 2016.

BY ORDER OF THE BOARD

CHUA SIEW CHUAN (MAICSA 0777689)
PAN SENG WEE (MAICSA 7034299)
 Secretaries
Kuala Lumpur
25 May 2016