

SENTORIA GROUP BERHAD (Company No: 463344-K)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	UNAUDITED CURRENT YEAR QUARTER 30/09/2016 RM'000	UNAUDITED PRECEDING YEAR QUARTER 30/09/2015 RM'000	UNAUDITED CURRENT YEAR TO DATE 30/09/2016 RM'000	AUDITED PRECEDING YEAR TO DATE 30/09/2015 RM'000
Revenue	72,364	58,318	224,224	219,625
Cost of sales	(42,075)	(32,054)	(134,276)	(132,290)
Gross profit	30,289	26,264	89,948	87,335
Other income	6,124	3,496	6,600	3,923
Distribution expenses	(585)	(264)	(1,476)	(711)
Administration expenses	(9,912)	(10,166)	(34,754)	(30,873)
Amortisation and depreciation	(2,868)	(3,851)	(11,772)	(11,980)
Profit from operations	23,049	15,479	48,546	47,694
Finance income	213	320	534	662
Finance costs	(1,259)	(3,371)	(3,898)	(11,233)
Profit before tax	22,003	12,428	45,182	37,123
Tax expense	(6,085)	488	(12,071)	(5,008)
Net profit from operations	15,918	12,916	33,111	32,115
Other comprehensive income, net of tax				
Items that may be reclassified subsequently to profit or loss:				
Revaluation of land and buildings	-	2,296	-	2,296
Reversal of deferred tax attributable to revaluation of land and buildings	-	(115)	-	(115)
Total comprehensive income	15,918	15,097	33,111	34,296
Net profit from operations attributable to:				
Owners of the Company	15,924	12,917	33,129	32,129
Non-controlling interest	(6)	(1)	(18)	(14)
	15,918	12,916	33,111	32,115
Total comprehensive income attributable to:				
Owners of the Company	15,924	15,098	33,129	34,310
Non-controlling interest	(6)	(1)	(18)	(14)
	15,918	15,097	33,111	34,296
Profit per share attributable to owners of the Company:				
Basic (sen)	3.27	2.72	6.83	6.98
Diluted (sen)	3.25	2.69	6.68	6.68

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2015 and the accompanying explanatory notes attached to the interim financial report.

SENTORIA GROUP BERHAD (Company No: 463344-K)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED AS AT END OF CURRENT YEAR 30/09/2016 RM'000	AUDITED AS AT PRECEDING YEAR ENDED 30/09/2015 RM'000
Non-Current Assets		
Property, plant and equipment	363,141	348,086
Biological assets	4,362	4,874
Property development costs	23,685	19,440
Investment properties	42,963	19,575
Fixed deposits with licensed banks	3,757	4,999
Investment in short term funds	7,288	7,044
Goodwill on consolidation	3	3
Deferred tax assets	50,307	49,618
Total Non-Current Assets	495,506	453,639
Current Assets		
Land held for property development	-	-
Property development costs	127,291	61,595
Amount due from customers	18,812	159
Inventories	2,199	2,606
Trade and other receivables	189,934	159,861
Tax recoverable	368	115
Deposits with a licensed bank	-	480
Cash and bank balances	14,386	12,923
Total Current Assets	352,990	237,739
Total Assets	848,496	691,378
Equity and Liabilities		
Share capital	97,822	96,822
Share premium	48,744	46,744
Reserves	256,151	232,704
	402,717	376,270
Non-controlling interests	475	93
Total Equity	403,192	376,363
Non-Current Liabilities		
Deferred tax liabilities	3,382	3,411
Borrowings	191,627	131,578
Total Non-Current Liabilities	195,009	134,989
Current Liabilities		
Trade and other payables	162,594	157,454
Amount owing to holding company	-	12
Amount due to customers	10	-
Borrowings	84,653	20,436
Tax payable	3,038	2,124
Total Current Liabilities	250,295	180,026
Total Liabilities	445,304	315,015
Total Equity and Liabilities	848,496	691,378
Net assets per share (RM)	0.82	0.78

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2015 and the accompanying explanatory notes attached to the interim financial statements.

SENTORIA GROUP BERHAD (Company No: 463344-K)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Retained Earnings RM'000	Total Attributable to the Owners of the Company RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
Unaudited							
Financial year ended 30 September 2016							
As at 1 October 2015	96,822	46,744	66,878	165,826	376,270	93	376,363
Crystallisation of revaluation reserves	-	-	(579)	579	-	-	-
Net profit from operations	-	-	-	33,129	33,129	(18)	33,111
Total comprehensive income	-	-	(579)	33,708	33,129	(18)	33,111
Transactions with owners							
Exercise of warrants	1,000	2,000	-	-	3,000	-	3,000
Subscription of shares in a subsidiary company	-	-	-	-	-	400	400
Dividends paid	-	-	-	(9,682)	(9,682)	-	(9,682)
	1,000	2,000	-	(9,682)	(6,682)	400	(6,282)
As at 30 September 2016	<u>97,822</u>	<u>48,744</u>	<u>66,299</u>	<u>189,852</u>	<u>402,717</u>	<u>475</u>	<u>403,192</u>
Audited							
Financial year ended 30 September 2015							
As at 1 October 2014	88,000	29,099	65,277	142,299	324,675	7	324,682
Net profit from operations/Total comprehensive income	-	-	1,601	32,709	34,310	(14)	34,296
Transactions with owners							
Acquisition of a new subsidiary company	-	-	-	-	-	100	100
Exercise of warrants	8,822	17,645	-	-	26,467	-	26,467
Reversal of deferred tax recognised	-	-	-	-	-	-	-
Dividends paid	-	-	-	(9,182)	(9,182)	-	(9,182)
	8,822	17,645	-	(9,182)	17,285	100	17,385
As at 30 September 2015	<u>96,822</u>	<u>46,744</u>	<u>66,878</u>	<u>165,826</u>	<u>376,270</u>	<u>93</u>	<u>376,363</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2015 and the accompanying explanatory notes attached to the interim financial statements.

SENTORIA GROUP BERHAD (Company No: 463344-K)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	UNAUDITED CURRENT YEAR 30/09/2016 RM'000	AUDITED PRECEDING YEAR 30/09/2015 RM'000
Operating Activities		
Profit before tax	45,182	37,123
Adjustments for :		
Amortisation and depreciation	12,387	11,980
Biological assets written off	338	311
Interest and commission expense	4,842	9,427
Property, plant and equipment written off	-	7
Gain on disposal of property, plant and equipment	-	(161)
Interest income	(534)	(683)
Fair value gain on revaluation of investment properties	(5,752)	(3,301)
Operating profit before changes in working capital	56,463	54,703
Land held for property development	(63,948)	(4,730)
Property development costs	202	(6,053)
Inventories	407	1,059
Amount due from customers	(18,643)	(139)
Receivables	(35,729)	(7,125)
Payables	5,144	(15,370)
Cash (used in)/generated from operations	(56,104)	22,345
Interest and commission expense paid	(4,842)	(9,427)
Interest income received	534	683
Net tax paid	(12,127)	(13,398)
Net cash (used in)/generated from operating activities	(72,539)	203
Investing Activities		
Proceeds from subscription of shares in a subsidiary by non-controlling interest	400	100
Net movement in fixed deposits with licensed banks	1,722	8,698
Net movement in short term funds	(244)	(7,044)
Proceeds from disposal of property, plant and equipment	-	163
Purchase of biological assets	(499)	(1,041)
Purchase of investment properties	(20,889)	-
Purchase of property, plant and equipment	(24,059)	(19,282)
Net cash used in investing activities	(43,569)	(18,406)
Financing Activities		
Proceeds from issuance of ordinary shares pursuant to the exercise of warrants	3,000	26,467
Dividends paid	(9,682)	(9,182)
Repayment to holding company	(12)	(338)
Drawdown of borrowings for purchase of development land	56,800	-
Drawdown of borrowings for purchase of property, plant and equipment	13,600	-
Net drawdown/(repayment) of other borrowings	36,279	(4,810)
Net cash from financing activities	99,985	12,137
Net change in cash and cash equivalents	(16,123)	(6,066)
Cash and cash equivalents at beginning of financial year	4,450	10,515
Cash and cash equivalents at end of financial year	(11,673)	4,449
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and bank balances	14,386	12,923
Bank overdrafts	(26,059)	(8,474)
	(11,673)	4,449

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2015 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER
ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

A1 Accounting Policies and Basis of Preparation

The interim financial report is unaudited and is prepared in accordance with Financial Reporting Standard (“FRS”) 134 Interim Financial Reporting and Paragraph 9.22 of Bursa Malaysia Securities Berhad’s (“Bursa Securities”) Main Market Listing Requirements (“Listing Requirements”).

The interim financial statements should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2015 and these explanatory notes.

These explanatory notes 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 financial year ended 30 September 2015.

The accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those adopted in the Audited Financial Statements for the financial year ended 30 September 2015 except for the changes in accounting policies and presentation resulting from the adoption of new and revised FRSs and Amendments to FRSs that are effective for the financial periods beginning on or after 1 October 2015.

The Group has not adopted the following new FRSs and Amendments to FRSs issued by Malaysian Accounting Standards Board (“MASB”):

FRS effective 1 January 2016:

FRS 14 Regulatory Deferral Accounts

Amendments to FRSs effective 1 January 2016:

FRS 10 Consolidated Financial Statements: Investment Entities – Applying the Consolidation Exception

FRS 11 Joint Arrangements: Accounting for Acquisitions of Interests in Joint Operations

FRS 12 Disclosure of Interests in Other Entities: Investment Entities – Applying the Consolidation Exception

FRS 101 Presentation of Financial Statements: Disclosure Initiative

FRS 116 Property, Plant and Equipment: Clarification of Acceptable Methods of Depreciation

FRS 127 Consolidated and Separate Financial Statements: Equity Method in Separate Financial Statements

FRS 128 Investments in Associates and Joint Ventures: Investment Entities – Applying the Consolidation Exception

FRS 138 Intangible Assets: Clarification of Acceptable Methods of Depreciation and Amortisation

Annual Improvements 2012-2014 Cycle issued in November 2014

Amendments to FRSs effective 1 January 2017:

FRS 107 Statement of Cash Flows: Disclosure Initiative

FRS 112 Income taxes: Recognition of Deferred Tax Assets for Unrealised Losses

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER
ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

FRS and Amendments to FRSs effective 1 January 2018:

FRS 9	Financial Instruments (International Financial Reporting Standards (“IFRS”) 9 issued by International Accounting Standards Board (“IASB”) in July 2014)
Amendments to FRS 2	Share-based Payments: Classification and Measurement of Share-based Payment Transactions*
Amendments to FRS 7	Financial Instruments – Disclosure: Mandatory effective date of FRS 9 and transitional disclosures

Amendments to FRSs (deferred effective dates to be announced by MASB):

FRS 10 and 128	Consolidated Financial Statements and Investments in Associates and Joint Ventures: Sale or Contribution of Assets between as investor and its Associate or Joint Venture
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FRSs and Amendments to FRSs effective 1 January 2018:

FRS 15	Revenue from Contracts with Customers
Clarification to FRS 15	Revenue from Contracts with Customers

FRS effective 1 January 2019:

FRS 16	Leases
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FRS 11, 12, 14, 127, 128, 138 and Annual Improvements to FRSs 2012-2104 Cycle are not applicable to the Group’s existing operations.

The possible impact on the adoption of the above pronouncements in the period of initial application cannot be determined at present.

New MASB Approved Accounting Standards

To converge with International Financial Reporting Standards (“IFRSs”) in 2012, the Malaysian Accounting Standards Board (“MASB”) had on 19 November 2011, issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRSs”), which are mandatory for annual financial periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venture (“Transitioning Entities”).

Transitioning Entities will be allowed to defer adoption of the new MFRSs. Consequently, adoption of MFRSs by Transitioning Entities will be mandatory for annual financial periods beginning on or after 1 January 2018.

The Group falls within the scope of Transitioning Entities and has opted to defer adoption of MFRSs. Accordingly, the Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 30 September 2019.

In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

A2 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the financial year ended 30 September 2015 was not subject to any qualification.

A3 Seasonality or Cyclicity of Operations

The operations of the property development segment were not subjected to seasonal or cyclical factors. As for the leisure and hospitality segment, its operations normally peak during major festivities, and public and school holiday seasons.

A4 Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flow for the current financial year to-date.

A5 Changes in Estimates

There were no changes in estimates of amounts reported in a prior financial quarter of the current financial year or a prior financial year, which have material impact on the current financial year to-date.

A6 Changes in Debt and Equity Securities

On 1 August 2016, the Company issued 5,000,000 ordinary shares of RM1 each on the exercise of warrants pursuant to the Deed Poll of 27 March 2014.

Save for the above, there were no issuances, cancellations, repurchases, resales and repayments of debt and equity during the current financial year to-date.

A7 Dividends Paid

Dividends paid by the Company during the current financial year to-date were as follows:

- (a) An interim single-tier dividend of 1 sen per ordinary share in respect of the financial year ended 30 September 2015 amounting to RM4,841,111 was paid on 8 January 2016.
- (b) A final single-tier dividend of 1 sen per ordinary share in respect of the financial year ended 30 September 2015 amounting to RM4,841,111 was paid on 16 June 2016.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

A8 Segmental Information

The Group has identified property development, leisure and hospitality and others as operating segments. These segments are monitored and strategic decisions are made on the basis of adjusted segment results.

Segment results for the current financial year were as follows:

	Property Development RM'000	Leisure & Hospitality RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
Revenue					
External	176,276	47,948	-	-	224,224
Inter-segment	6,555	2,335	15,000	(23,890)	-
	182,831	50,283	15,000	(23,890)	224,224
Results					
Segment profit	47,636	2,489	15,780	(17,359)	48,546
Finance income	271	-	263	-	534
Finance costs	(645)	(2,578)	(675)	-	(3,898)
Profit/(loss) before taxation	47,262	(89)	15,368	(17,359)	45,182
Taxation	(12,354)	266	17	-	(12,071)
Profit/(loss) for the period	34,908	177	15,385	(17,359)	33,111

A9 Material Events Subsequent to the End of the Current Financial Quarter

There were no material events subsequent to the end of the current financial quarter which have not been reflected in the interim financial statements.

A10 Changes in the Composition of the Group

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

A11 Contingent Assets and Contingent Liabilities

There were no material changes to the contingent assets and contingent liabilities of the Group since the end of the prior financial year.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER
ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

A12 Capital Commitments

The Group's capital commitments at the end of current financial quarter were as follows:

	RM'000
Authorised and contracted for	<u>69,060</u>
Authorised but not contracted for	<u>-</u>

A13 Significant Related Party Transactions

The Group's significant related party transactions during the current financial year to-date were as follows:

	RM'000
Rental paid to companies in which certain directors have interests	370
Rental paid to persons connected to a director	60
Sales to a company in which certain directors have interests	1,078
Tax consulting fee paid to a company in which a person connected to a director has interest	151
Sales of properties to persons connected to a director	<u>3,190</u>

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

B1 Review of Performance

For current financial quarter ["CFQ"], the Group's revenue increased by 24.1% year-on-year ["YoY"] to RM72.4 million from that of RM58.3 million in the preceding year's corresponding financial quarter. This increase was mainly due to the development projects in Kuching, Sarawak and Morib, Selangor which were launched in September 2015 and early 2016 respectively.

As a consequence of the increased revenue and improved performance by the Leisure & Hospitality Division, the Group's profit before taxation ["PBT"] for the CFQ increased by 77.4% YoY to RM22.0 million as compared to that of RM12.4 million in the preceding year's corresponding quarter.

On a full year basis, the revenue for the Group for the current financial year ["CFY"] of RM224.2 million was marginally higher by 2.1% than that of the preceding financial year. Despite this marginal increase in revenue, the Group's PBT expanded by 21.7% YoY to RM45.2 million. With the Property Development Division delivering consistent profits for both financial years, this surge in profitability was due to the Leisure & Hospitality Division turning an operating loss of RM6.6 million in the preceding financial year to a near break-even position for the CFY.

B2 Comparison with Immediate Preceding Quarter's Results

The Group's revenue for the CFQ increased by 27.1% as compared to that of RM56.9 million in the preceding financial quarter. This increase in revenue was mainly due to the contribution from the Group's projects in Kuching and Morib.

As a consequence of the increased revenue as well as better margins, the CFQ's PBT of the Group increased to RM22.0 million as compared to that of RM6.4 million in the preceding financial quarter.

B3 Commentary on Prospects

The Group's forte in building affordable homes in Kuantan, Pahang is now extended to Morib and Kuching. The result of this move is evident from the Group's increased unbilled sales which stood at RM293.4 million as of 30 September 2016 as compared to that of RM101.4 million as of the end of the previous financial year. The on-going projects together with the planned launches in the coming financial year should augur well for the Property Development Division.

As for the Leisure & Hospitality Division, the CFY has seen it turning around its operations to achieve a commendable performance. It is envisaged that the Leisure & Hospitality Division will continue to operate under challenging conditions in the current economic climate. Nevertheless, the Group will continue its efforts to enhance the division's operating and cost efficiencies so that it can improve its performance in the coming financial year.

B4 Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax with profit forecast and shortfall in profit guarantee are not applicable.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

B5 Taxation

	Current Year Quarter RM'000	Current Year To- Date RM'000
Current income tax	5,832	12,382
Deferred taxation	253	(311)
	6,085	12,071
Effective income tax rate	27.7%	26.7%

The Group's effective income tax rate is higher than the applicable statutory income tax rate of 24% due to the non-deductibility of certain expenses for tax purposes and losses incurred by certain subsidiary companies which cannot be set-off against taxable profits of other subsidiary companies.

B6 Status of Corporate Proposals Announced

There were no corporate proposals announced but not completed as of 22 November 2016.

B7 Borrowings and Debt Securities

The Group's borrowings, all of which were secured and denominated in RM as at 30 September 2016 were as follows:

	Short term RM'000	Long term RM'000	Total RM'000
Bankers' acceptances	21,727	-	21,727
Bridging loan	11,589	-	11,589
Bank overdrafts	26,060	-	26,060
Finance lease liabilities	582	642	1,224
Term loans	24,695	190,985	215,680
	84,653	191,627	276,280

B8 Changes in Material Litigation

The Group has no material litigation as of 22 November 2016.

B9 Dividends

No dividend has been declared or recommended for the current financial quarter and year to-date.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

B10 Earnings Per Share

(i) Basic earnings per share

The basic earnings per ordinary share for a financial period is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period concerned.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2016	Preceding Year Quarter 30/09/2015	Current Year To-Date 30/09/2016	Preceding Year To-Date 30/09/2015
Profit attributable to owners of the Company (RM'000)	15,924	12,917	33,129	32,129
Weighted average number of ordinary shares in issue ('000)	487,426	474,111	484,944	460,499
Basic earnings per share (sen)	3.27	2.72	6.83	6.98

(ii) Diluted earnings per share

The diluted earnings per ordinary share for a financial period is calculated by dividing the profit attributable to owners of the Company divided by the weighted average number of ordinary shares outstanding and the assumed conversion of warrants outstanding during and as of the end of the financial period concerned respectively.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2016	Preceding Year Quarter 30/09/2015	Current Year To-Date 30/09/2016	Preceding Year To-Date 30/09/2015
Profit attributable to owners of the Company (RM'000)	15,924	12,917	33,129	32,129
Weighted average number of ordinary shares in issue ('000)	490,080	479,299	496,001	481,080
Diluted earnings per share (sen)	3.25	2.69	6.68	6.68

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER
ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

B11 Profit Before Tax

Profit before tax is arrived at after taking into account the following income/(expenses):

	Current Year Quarter RM'000	Current Year To- Date RM'000
Interest income	213	534
Other income	6,124	6,600
Interest and commission expense	(1,259)	(4,842)
Amortisation and depreciation	(2,992)	(12,387)

The following items which were not disclosed are not applicable.

- a) Allowance and write off of receivables;
- b) Allowance and write off of inventories;
- c) Gain or loss on disposal of quoted or unquoted investments or properties;
- d) Impairment of assets;
- e) Foreign exchange gain or loss;
- f) Gain or loss on derivatives; and
- g) Exceptional items (with details).

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE FINANCIAL STATEMENTS

B12 Supplementary Information Disclosed Pursuant to Listing Requirements

The breakdown of retained profits of the Group as at the reporting dates into realised and unrealised profits is as follows:

	As at 30/09/2016 RM'000	As at 30/09/2015 RM'000
Total retained profits of the Company and its subsidiaries		
Realised	147,492	122,054
Unrealised	58,589	58,036
Consolidation adjustments	(16,228)	(14,264)
Total retained profits of the Group	189,853	165,826

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1 *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to the Listing Requirements*, issued by the Malaysian Institute of Accountants.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

By order of the Board

Datuk Tan Leh Kiah
Company Secretary

29 November 2016