

18 August 2016

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER ENDED 30 JUNE 2016

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 June 2016 RM'000	PRECEEDING YEAR QUARTER 30 June 2015 RM'000	CURRENT YEAR TO DATE 30 June 2016 RM'000	PRECEEDING YEAR TO DATE 30 June 2015 RM'000
Revenue	95,335	85,877	174,983	191,271
Cost of sales	(67,193)	(65,898)	(130,227)	(149,312)
Gross profit	28,142	19,979	44,756	41,959
Other income	1,288	1,151	2,352	1,698
Operating costs	(8,441)	(11,046)	(17,588)	(23,053)
Finance cost	(4,235)	(2,529)	(7,552)	(5,244)
Share of loss of a joint venture	-	(4)	(2)	(5)
Share of (loss)/profit of an associate	(21)	111	(73)	169
Profit before tax	16,733	7,662	21,893	15,524
Tax expense	(2,928)	(2,820)	(4,748)	(5,595)
Profit for the financial period	13,805	4,842	17,145	9,929
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the financial period	13,805	4,842	17,145	9,929
Attributable to:				
Owners of the parent	6,273	5,435	10,024	11,542
Non-controlling interests	7,532	(593)	7,121	(1,613)
	13,805	4,842	17,145	9,929
Earnings per ordinary share attributable to equity holders of the Company (sen) :				
- Basic	1.61	1.40	2.57	2.98
- Diluted	1.61	1.40	2.57	2.98

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying notes.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2016**

	<b>(UNAUDITED)</b> <b>AS AT</b> <b>30 June 2016</b> <b>RM'000</b>	<b>(AUDITED)</b> <b>AS AT</b> <b>31 Dec 2015</b> <b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	49,475	55,061
Land held for property development	60,246	90,276
Investment properties	40,780	38,755
Investment in a joint venture	242	244
Investment in an associate	3,618	3,691
Deferred tax assets	5,000	4,528
	159,361	192,555
<b>Current assets</b>		
Property development costs	230,264	228,813
Inventories	28,117	33,609
Trade and other receivables	455,836	469,433
Current tax assets	5,330	920
Short term funds	830	818
Cash and bank balances	35,395	42,385
	755,772	775,978
<b>TOTAL ASSETS</b>	915,133	968,533
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	97,730	97,730
Share premium	85,545	85,545
Treasury shares	(466)	(419)
Retained earnings	148,358	138,334
	331,167	321,190
<b>Non-controlling interests</b>	8,363	1,242
<b>TOTAL EQUITY</b>	339,530	322,432
<b>Non-current liabilities</b>		
Borrowings	104,141	82,174
Deferred tax liabilities	1,853	2,247
	105,994	84,421
<b>Current liabilities</b>		
Trade and other payables	263,319	340,257
Borrowings	194,158	211,714
Current tax liabilities	12,132	9,709
	469,609	561,680
<b>TOTAL LIABILITIES</b>	575,603	646,101
<b>TOTAL EQUITY AND LIABILITIES</b>	915,133	968,533
Net assets per share attributable to owners of the parent (RM)	0.85	0.82

*The condensed consolidated statements 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.*

**GABUNGAN AQRS BERHAD**  
**(Company No. 912527-A)**  
**(Incorporated in Malaysia)**

18 August 2016

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2016**

	-----ATTRIBUTABLE TO OWNERS OF THE PARENT-----						Total equity RM'000
	I-----Non-distributable-----I Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Distributable Retained earnings RM'000	Total RM'000	Non-controlling-interests RM'000	
Balance as at 1 January 2016	97,730	85,545	(419)	138,334	321,190	1,242	<b>322,432</b>
Profit for the financial period / Total comprehensive income for the period	-	-	-	10,024	10,024	7,121	<b>17,145</b>
Shares repurchased	-	-	(47)	-	(47)	-	<b>(47)</b>
Balance as at 30 June 2016	<u>97,730</u>	<u>85,545</u>	<u>(466)</u>	<u>148,358</u>	<u>331,167</u>	<u>8,363</u>	<b><u>339,530</u></b>

	-----ATTRIBUTABLE TO OWNERS OF THE PARENT-----						Total equity RM'000
	I-----Non-distributable-----I Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Distributable Retained earnings RM'000	Total RM'000	Non-controlling-interests RM'000	
Balance as at 1 January 2015	97,730	85,545	(3,008)	152,835	333,102	7,752	<b>340,854</b>
Profit for the financial period / Total comprehensive income for the period	-	-	-	11,542	11,542	(1,613)	<b>9,929</b>
Acquisition of subsidiary	-	-	-	(4)	(4)	4	-
Dividend paid	-	-	4,837	(4,837)	-	-	-
Shares repurchased	-	-	(1,965)	-	(1,965)	-	<b>(1,965)</b>
Balance as at 30 June 2015	<u>97,730</u>	<u>85,545</u>	<u>(136)</u>	<u>159,536</u>	<u>342,675</u>	<u>6,143</u>	<b><u>348,818</u></b>

*The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying notes.*

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

	Current Period Ended 30 June 2016 RM'000	Preceding Period Ended 30 June 2015 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	21,893	15,524
Adjustments for :		
Depreciation of property, plant and equipment	6,139	5,417
Interest expense	7,552	5,244
Interest income	(540)	(505)
Property, plant and equipment written off	1	3
Gain on disposal of property, plant and equipment	(168)	(172)
Share of loss of a joint venture	2	5
Share of loss/(profit) of an associate	73	(169)
Operating profit before changes in working capital	34,952	25,347
Changes in working capital:		
Land held for property development	30,030	-
Inventories	5,492	(606)
Property development costs	(1,451)	(11,537)
Trade and other receivables	13,597	(84,208)
Trade and other payables	(76,938)	19,246
Cash generated from/(used in) operating activities	5,682	(51,758)
Interest paid	(7,148)	(4,641)
Interest received	540	505
Tax paid	(7,601)	(9,568)
Tax refunded	-	373
Net cash used in operating activities	(8,527)	(65,089)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(648)	(3,999)
Purchase of land held for property development	-	(8,063)
Purchase of investment property	(2,025)	-
Proceeds from disposals of property, plant and equipment	262	160
Net cash used in investing activities	(2,411)	(11,902)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(404)	(603)
Withdrawals of fixed deposits pledged	4,948	4,744
Repurchase of shares	(47)	(1,965)
Repayments to hire purchase creditors	(4,816)	(706)
Drawdowns of term loans	44,180	90,790
Repayments of term loans	(7,966)	(3,035)
Repayments of revolving credits	(12,300)	-
Net cash generated from financing activities	23,595	89,225
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	12,657	12,234
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	(64,810)	(85,660)
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	(52,153)	(73,426)

Cash and cash equivalents at the end of the financial period comprise the following:

	As at 30 June 2016 RM'000	As at 30 June 2015 RM'000
Cash and bank balances	4,636	7,745
Fixed deposits with licensed banks	30,759	30,549
Short term funds	830	799
	36,225	39,093
Less : Bank overdrafts included in borrowings	(57,619)	(81,970)
Fixed deposits pledged	(30,759)	(30,549)
Total cash and cash equivalents	(52,153)	(73,426)

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying notes.