

24 November 2016

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 Sept 2016 RM'000	PRECEEDING YEAR QUARTER 30 Sept 2015 RM'000	CURRENT YEAR TO DATE 30 Sept 2016 RM'000	PRECEEDING YEAR TO DATE 30 Sept 2015 RM'000
Revenue	69,009	34,347	243,992	225,618
Cost of sales	(53,670)	(41,809)	(183,897)	(191,121)
Gross profit	15,339	(7,462)	60,095	34,497
Other income	4,682	579	7,034	2,277
Operating costs	(8,516)	(14,147)	(26,104)	(37,200)
Finance cost	(3,263)	(3,065)	(10,815)	(8,309)
Share of loss of a joint venture	(3)	-	(5)	(5)
Share of (loss)/profit of an associate	8	55	(65)	224
Profit/(Loss) before tax	8,247	(24,040)	30,140	(8,516)
Tax expense	(3,992)	1,407	(8,740)	(4,188)
Profit/(Loss) for the financial period	4,255	(22,633)	21,400	(12,704)
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income/(expense) for the financial period	4,255	(22,633)	21,400	(12,704)
Attributable to:				
Owners of the parent	5,157	(21,941)	15,181	(10,399)
Non-controlling interests	(902)	(692)	6,219	(2,305)
	4,255	(22,633)	21,400	(12,704)
Earnings/(Loss) per ordinary share attributable to equity holders of the Company (sen) :				
- Basic	1.32	(5.67)	3.89	(2.69)
- Diluted	1.32	(5.67)	3.89	(2.69)

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 SEPTEMBER 2016

	(UNAUDITED) AS AT 30 Sept 2016 <u>RM'000</u>	(AUDITED) AS AT 31 Dec 2015 <u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant and equipment	46,425	55,061
Land held for property development	60,358	90,276
Investment properties	39,524	38,755
Investment in a joint venture	239	244
Investment in an associate	3,627	3,691
Deferred tax assets	3,771	4,528
	<u>153,944</u>	<u>192,555</u>
Current assets		
Property development costs	236,655	228,813
Inventories	25,419	33,609
Trade and other receivables	484,734	469,433
Current tax assets	4,183	920
Short term funds	896	818
Cash and bank balances	35,982	42,385
	<u>787,869</u>	<u>775,978</u>
TOTAL ASSETS	<u>941,813</u>	<u>968,533</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	97,730	97,730
Share premium	85,545	85,545
Treasury shares	(466)	(419)
Retained earnings	153,515	138,334
	<u>336,324</u>	<u>321,190</u>
Non-controlling interests	<u>7,461</u>	<u>1,242</u>
TOTAL EQUITY	<u>343,785</u>	<u>322,432</u>
Non-current liabilities		
Borrowings	97,802	82,174
Deferred tax liabilities	2,913	2,247
	<u>100,715</u>	<u>84,421</u>
Current liabilities		
Trade and other payables	291,713	340,257
Borrowings	194,155	211,714
Current tax liabilities	11,445	9,709
	<u>497,313</u>	<u>561,680</u>
TOTAL LIABILITIES	<u>598,028</u>	<u>646,101</u>
TOTAL EQUITY AND LIABILITIES	<u>941,813</u>	<u>968,533</u>
Net assets per share attributable to owners of the parent (RM)	0.86	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)

24 November 2016

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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	322,432
Profit for the financial period / Total comprehensive income for the period	-	-	-	15,181	15,181	6,219	21,400
Shares repurchased	-	-	(47)	-	(47)	-	(47)
Balance as at 30 September 2016	<u>97,730</u>	<u>85,545</u>	<u>(466)</u>	<u>153,515</u>	<u>336,324</u>	<u>7,461</u>	<u>343,785</u>

	-----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	340,854
Loss for the financial period / Total comprehensive expense for the period	-	-	-	(10,399)	(10,399)	(2,305)	(12,704)
Acquisition of subsidiary	-	-	-	(4)	(4)	4	-
Dividend paid	-	-	4,837	(4,837)	-	-	-
Shares repurchased	-	-	(2,204)	-	(2,204)	-	(2,204)
Balance as at 30 September 2015	<u>97,730</u>	<u>85,545</u>	<u>(375)</u>	<u>137,595</u>	<u>320,495</u>	<u>5,451</u>	<u>325,946</u>

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 SEPTEMBER 2016

	Current Period Ended 30 Sept 2016 RM'000	Preceding Period Ended 30 Sept 2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	30,140	(8,516)
Adjustments for :		
Depreciation of property, plant and equipment	11,191	8,518
Interest expense	10,815	8,309
Interest income	(658)	(669)
Property, plant and equipment written off	3	7
Gain on disposal of property, plant and equipment	(282)	(144)
Share of loss of a joint venture	5	5
Share of loss/(profit) of an associate	65	(224)
Operating profit before changes in working capital	51,279	7,286
Changes in working capital:		
Land held for property development	29,918	-
Inventories	8,190	2,133
Property development costs	(7,842)	(23,152)
Trade and other receivables	(15,301)	(42,649)
Trade and other payables	(48,544)	26,511
Cash generated from/(used in) operating activities	17,700	(29,871)
Interest paid	(10,268)	(7,444)
Interest received	658	669
Tax paid	(8,844)	(13,680)
Tax refunded	-	1,117
Net cash used in operating activities	(754)	(49,209)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(661)	(4,101)
Purchase of land held for property development	-	(9,084)
Purchase of investment property	(2,807)	(31,002)
Proceeds from disposals of property, plant and equipment	422	193
Net cash used in investing activities	(3,046)	(43,994)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(547)	(865)
Withdrawals of fixed deposits pledged	5,557	4,086
Repurchase of shares	(47)	(2,204)
Repayments to hire purchase creditors	(7,362)	(2,269)
Drawdowns of term loans	48,180	138,528
Repayments of term loans	(11,476)	(8,631)
Repayments of revolving credits	(11,188)	-
Net cash generated from financing activities	23,117	128,645
NET INCREASE IN CASH AND CASH EQUIVALENTS	19,317	35,442
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(64,810)	(85,660)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	(45,493)	(50,218)

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

	As at 30 Sept 2016 RM'000	As at 30 Sept 2015 RM'000
Cash and bank balances	5,834	21,283
Fixed deposits with licensed banks	30,148	31,206
Short term funds	896	1,807
	36,878	54,296
Less : Bank overdrafts included in borrowings	(52,223)	(73,308)
Fixed deposits pledged	(30,148)	(31,206)
Total cash and cash equivalents	(45,493)	(50,218)

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.