

23 February 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31 Dec 2016 RM'000	PRECEEDING YEAR QUARTER 31 Dec 2015 RM'000	CURRENT YEAR TO DATE 31 Dec 2016 RM'000	PRECEEDING YEAR TO DATE 31 Dec 2015 RM'000
Revenue	86,066	46,893	330,058	272,511
Cost of sales	(58,554)	(32,978)	(242,451)	(224,099)
Gross profit	27,512	13,915	87,607	48,412
Other income	1,774	3,440	8,808	5,717
Operating costs	(11,383)	(14,725)	(37,487)	(51,925)
Finance cost	(4,368)	(1,952)	(15,183)	(10,261)
Share of loss of a joint venture	(14)	(1)	(19)	(6)
Share of (loss)/profit of an associate	(12)	(35)	(77)	189
Profit/(Loss) before tax	13,509	642	43,649	(7,874)
Tax expense	(6,626)	(4,119)	(15,366)	(8,307)
Profit/(Loss) for the financial period	6,883	(3,477)	28,283	(16,181)
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income/(loss) for the financial period	6,883	(3,477)	28,283	(16,181)
Attributable to:				
Owners of the parent	7,395	733	22,576	(9,666)
Non-controlling interests	(512)	(4,210)	5,707	(6,515)
	6,883	(3,477)	28,283	(16,181)
Earnings/(Loss) per ordinary share attributable to equity holders of the Company (sen) :				
- Basic	1.89	0.19	5.78	(2.49)
- Diluted	1.89	0.19	5.78	(2.49)

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.

23 February 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2016

	(UNAUDITED) AS AT 31 Dec 2016 <u>RM'000</u>	(AUDITED) AS AT 31 Dec 2015 <u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant and equipment	43,583	55,061
Land held for property development	60,147	90,276
Investment properties	37,782	38,755
Investment in a joint venture	225	244
Investment in an associate	3,526	3,691
Deferred tax assets	3,223	4,528
	<u>148,486</u>	<u>192,555</u>
Current assets		
Property development costs	242,492	228,813
Inventories	25,116	33,609
Trade and other receivables	533,909	469,433
Current tax assets	336	920
Short term funds	844	818
Cash and bank balances	32,028	42,385
	<u>834,725</u>	<u>775,978</u>
TOTAL ASSETS	<u>983,211</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	(510)	(419)
Retained earnings	160,910	138,334
	<u>343,675</u>	<u>321,190</u>
Non-controlling interests	<u>6,949</u>	<u>1,242</u>
TOTAL EQUITY	<u>350,624</u>	<u>322,432</u>
Non-current liabilities		
Borrowings	70,146	82,174
Deferred tax liabilities	2,933	2,247
	<u>73,079</u>	<u>84,421</u>
Current liabilities		
Trade and other payables	348,573	340,257
Borrowings	198,127	211,714
Current tax liabilities	12,808	9,709
	<u>559,508</u>	<u>561,680</u>
TOTAL LIABILITIES	<u>632,587</u>	<u>646,101</u>
TOTAL EQUITY AND LIABILITIES	<u>983,211</u>	<u>968,533</u>
Net assets per share attributable to owners of the parent (RM)	0.90	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)

23 February 2017

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 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	-	-	-	22,576	22,576	5,707	28,283
Shares repurchased	-	-	(91)	-	(91)	-	(91)
Balance as at 31 December 2016	<u>97,730</u>	<u>85,545</u>	<u>(510)</u>	<u>160,910</u>	<u>343,675</u>	<u>6,949</u>	<u>350,624</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 loss for the period	-	-	-	(9,666)	(9,666)	(6,515)	(16,181)
Acquisition of subsidiary	-	-	-	-	-	5	5
Dividend paid	-	-	4,835	(4,835)	-	-	-
Shares repurchased	-	-	(2,246)	-	(2,246)	-	(2,246)
Total comprehensive income/(loss)							
Balance as at 31 December 2015	<u>97,730</u>	<u>85,545</u>	<u>(419)</u>	<u>138,334</u>	<u>321,190</u>	<u>1,242</u>	<u>322,432</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 31 DECEMBER 2016**

	Current Period Ended 31 Dec 2016 RM'000	Preceding Period Ended 31 Dec 2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	43,649	(7,874)
Adjustments for :		
Depreciation of property, plant and equipment	15,084	12,374
Impairment losses on trade and other receivables	117	155
Interest expense	15,183	10,261
Interest income	(1,014)	(1,138)
Property, plant and equipment written off	31	10
Gain on disposal of property, plant and equipment	(756)	(213)
Share of loss of a joint venture	19	6
Share of loss/(profit) of an associate	77	(189)
Operating profit before changes in working capital	72,390	13,392
Changes in working capital:		
Land held for property development	30,129	-
Inventories	8,493	801
Property development costs	(13,679)	(43,227)
Trade and other receivables	(64,593)	(57,034)
Trade and other payables	8,316	40,869
Cash generated from/(used in) operating activities	41,056	(45,199)
Interest paid	(14,048)	(8,996)
Interest Total comprehensive income/(loss)	1,014	1,138
Tax paid	(10,401)	(15,229)
Tax refunded	709	373
Net cash from/(used in) operating activities	18,330	(67,913)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of subsidiary, net of cash acquired	-	(45)
Purchase of property, plant and equipment	(782)	(7,098)
Purchase of land held for property development	-	(2,697)
Purchase of investment property	(2,053)	(38,755)
Proceeds from disposals of property, plant and equipment	927	267
Withdrawal/(Placement) of fixed deposits pledged	6,122	(413)
Net cash from/(used in) investing activities	4,214	(48,741)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(1,135)	(1,264)
Dividend received from an associate	88	-
Repurchase of shares	(91)	(2,246)
Repayments to hire purchase creditors	(9,679)	(9,374)
Drawdowns of term loans	48,180	148,957
Drawdowns of revolving credits	-	15,000
Repayments of term loans	(20,356)	(12,269)
Repayments of revolving credits	(13,043)	(1,300)
Net cash generated from financing activities	3,964	137,504
NET INCREASE IN CASH AND CASH EQUIVALENTS	26,508	20,850
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(64,810)	(85,660)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	(38,302)	(64,810)

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

	As at 31 Dec 2016 RM'000	As at 31 Dec 2015 RM'000
Cash and bank balances	2,444	6,678
Fixed deposits with licensed banks	29,584	35,706
Short term funds	844	819
	<hr/>	<hr/>
	32,872	43,203
Less : Bank overdrafts included in borrowings	(41,590)	(72,307)
Fixed deposits pledged	(29,584)	(35,706)
	<hr/>	<hr/>
Total cash and cash equivalents	(38,302)	(64,810)

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.