

22 May 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2017

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31 Mar 2017 RM'000	PRECEEDING YEAR QUARTER 31 Mar 2016 RM'000	CURRENT YEAR TO DATE 31 Mar 2017 RM'000	PRECEEDING YEAR TO DATE 31 Mar 2016 RM'000
Revenue	158,940	79,648	158,940	79,648
Cost of sales	(118,323)	(63,034)	(118,323)	(63,034)
Gross profit	40,617	16,614	40,617	16,614
Other income	377	1,064	377	1,064
Operating costs	(11,134)	(9,147)	(11,134)	(9,147)
Finance cost	(3,885)	(3,317)	(3,885)	(3,317)
Share of loss of a joint venture	(40)	(2)	(40)	(2)
Share of loss of an associate	(83)	(52)	(83)	(52)
Profit before tax	25,852	5,160	25,852	5,160
Tax expense	(7,331)	(1,820)	(7,331)	(1,820)
Profit for the financial period	18,521	3,340	18,521	3,340
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the financial period	18,521	3,340	18,521	3,340
Attributable to:				
Owners of the parent	16,142	3,751	16,142	3,751
Non-controlling interests	2,379	(411)	2,379	(411)
	18,521	3,340	18,521	3,340
Earnings per ordinary share attributable to equity holders of the Company (sen) :				
- Basic	4.13	0.96	4.13	0.96
- Diluted	4.13	0.96	4.13	0.96

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying notes.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2017

	(UNAUDITED) AS AT 31 Mar 2017 <u>RM'000</u>	(AUDITED) AS AT 31 Dec 2016 <u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant and equipment	40,850	43,583
Land held for property development	37,931	60,439
Investment properties	36,371	37,782
Investment in a joint venture	185	225
Investment in an associate	3,443	3,526
Deferred tax assets	3,234	3,223
	122,014	148,778
Current assets		
Property development costs	208,248	244,973
Inventories	21,938	25,116
Trade and other receivables	664,494	522,377
Other investment	7,433	2,512
Current tax assets	350	335
Short term funds	304	952
Cash and bank balances	38,366	31,980
	941,133	828,245
TOTAL ASSETS	1,063,147	977,023
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	183,275	97,730
Share premium	-	85,545
Treasury shares	(510)	(510)
Retained earnings	177,108	160,966
	359,873	343,731
Non-controlling interests	9,272	6,893
TOTAL EQUITY	369,145	350,624
Non-current liabilities		
Borrowings	69,906	72,526
Deferred tax liabilities	2,932	2,932
	72,838	75,458
Current liabilities		
Trade and other payables	370,125	342,243
Borrowings	232,493	195,890
Current tax liabilities	18,546	12,808
	621,164	550,941
TOTAL LIABILITIES	694,002	626,399
TOTAL EQUITY AND LIABILITIES	1,063,147	977,023
Net assets per share attributable to owners of the parent (RM)	0.92	0.88

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying notes.

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

22 May 2017

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2017

	-----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 2017	97,730	85,545	(510)	160,966	343,731	6,893	350,624
Reclassification pursuant to S618(2) of Companies Act 2016 (Note 1)	85,545	(85,545)	-	-	-	-	-
Profit for the financial period / Total comprehensive income for the period	-	-	-	16,142	16,142	2,379	18,521
Balance as at 31 March 2017	183,275	-	(510)	177,108	359,873	9,272	369,145

	-----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	-	-	-	3,751	3,751	(411)	3,340
Balance as at 31 March 2016	97,730	85,545	(419)	142,085	324,941	831	325,772

Note 1:

Pursuant to the Companies Act 2016 ("CA2016") which came into effect on 31 January 2017, the credit amounts in the share premium account has been transferred to the share capital account. The Group may exercise its right to use the credit amounts transferred from the share premium account within 24 months after the commencement of the CA2016.

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 2016 and the accompanying notes.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2017

	Current Period Ended 31 Mar 2017 RM'000	Preceding Period Ended 31 Mar 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	25,852	5,160
Adjustments for :		
Depreciation of property, plant and equipment	4,270	3,073
Interest expense	3,885	3,317
Interest income	(126)	(108)
Property, plant and equipment written off	-	1
Gain on disposal of property, plant and equipment	(40)	(1)
Share of loss of a joint venture	40	2
Share of loss of an associate	83	52
Operating profit before changes in working capital	33,964	11,496
Changes in working capital:		
Inventories	3,178	5,950
Property development costs	59,233	(1,656)
Trade and other receivables	(147,038)	19,940
Trade and other payables	27,882	(27,898)
Cash (used in)/generated from operating activities	(22,781)	7,832
Interest paid	(1,029)	(1,486)
Interest received	126	108
Tax paid	(1,619)	(4,983)
Net cash (used in)/from operating activities	(25,303)	1,471
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(131)	(591)
Purchase of land held for property development	-	(131)
Purchase of investment property	-	(623)
Proceeds from disposals of property, plant and equipment (Placement)/Withdrawal of fixed deposits pledged	45 (2,326)	29 6,113
Net cash (used in)/from investing activities	(2,412)	4,797
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(2,856)	(1,831)
Repayments to hire purchase creditors	(1,655)	(2,286)
Drawdowns of term loans	-	12,676
Repayments of term loans	(6,714)	(4,232)
Repayments of revolving credits	(1,017)	-
Net cash (used in)/from financing activities	(12,242)	4,327
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(39,957)	10,595
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(38,384)	(64,810)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	(78,341)	(54,215)

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

	As at 31 Mar 2017 RM'000	As at 31 Mar 2016 RM'000
Cash and bank balances	6,456	6,040
Fixed deposits with licensed banks	31,910	29,594
Short term funds	304	820
	38,670	36,454
Less : Bank overdrafts included in borrowings	(85,101)	(61,075)
Fixed deposits pledged	(31,910)	(29,594)
Total cash and cash equivalents	(78,341)	(54,215)

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying notes.