

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31 Dec 2017 RM'000	PRECEEDING YEAR QUARTER 31 Dec 2016 RM'000	CURRENT YEAR TO DATE 31 Dec 2017 RM'000	PRECEEDING YEAR TO DATE 31 Dec 2016 RM'000
Revenue	150,209	86,066	469,436	330,058
Cost of sales	(100,577)	(58,554)	(326,314)	(242,451)
Gross profit	49,632	27,512	143,122	87,607
Other income	3,348	1,774	4,933	8,808
Operating costs	(19,969)	(11,383)	(53,699)	(37,487)
Finance cost	(1,599)	(4,368)	(11,878)	(15,183)
Share of profit/(loss) of a joint venture	140	(14)	153	(19)
Share of profit/(loss) of an associate	61	(12)	(17)	(77)
Profit before tax	31,613	13,509	82,614	43,649
Tax expense	(15,808)	(6,626)	(33,044)	(15,366)
Profit for the financial period	15,805	6,883	49,570	28,283
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the financial period	15,805	6,883	49,570	28,283
Attributable to:				
Owners of the parent	15,234	7,450	48,038	22,632
Non-controlling interests	571	(567)	1,532	5,651
	15,805	6,883	49,570	28,283
Earnings per ordinary share attributable to equity holders of the Company (sen) :				
- Basic	3.72	1.91	11.74	5.80
- Diluted	2.78	1.91	8.77	5.80

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 DECEMBER 2017

	(UNAUDITED) AS AT 31 Dec 2017 RM'000	(AUDITED) AS AT 31 Dec 2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	32,384	43,583
Land held for property development	37,931	60,439
Investment properties	33,701	37,782
Investment in a joint venture	378	225
Investment in an associate	3,509	3,526
Goodwill	25,521	-
Deferred tax assets	2,937	3,223
	<u>136,361</u>	<u>148,778</u>
Current assets		
Property development costs	191,641	244,973
Inventories	31,636	25,116
Trade and other receivables	619,781	522,377
Other investment	8,123	2,512
Current tax assets	1,061	335
Short term funds	86,054	952
Cash and bank balances	50,494	31,980
	<u>988,790</u>	<u>828,245</u>
TOTAL ASSETS	<u>1,125,151</u>	<u>977,023</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	263,559	97,730
Share premium	-	85,545
Treasury shares	(510)	(510)
Retained earnings	199,911	160,966
	<u>462,960</u>	<u>343,731</u>
Non-controlling interests	<u>8,425</u>	<u>6,893</u>
TOTAL EQUITY	<u>471,385</u>	<u>350,624</u>
Non-current liabilities		
Borrowings	29,592	72,526
Deferred tax liabilities	1,622	2,932
	<u>31,214</u>	<u>75,458</u>
Current liabilities		
Trade and other payables	430,286	342,243
Borrowings	158,507	195,890
Current tax liabilities	33,759	12,808
	<u>622,552</u>	<u>550,941</u>
TOTAL LIABILITIES	<u>653,766</u>	<u>626,399</u>
TOTAL EQUITY AND LIABILITIES	<u>1,125,151</u>	<u>977,023</u>
Net assets per share attributable to owners of the parent (RM)	1.03	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)

8 February 2018

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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	-	-	-	48,038	48,038	1,532	49,570
Dividend paid	-	-	-	(8,876)	(8,876)	-	(8,876)
Issuance of ordinary shares pursuant to							
- acquisition of a subsidiary	26,016	-	-	(217)	25,799	-	25,799
- private placement	26,294	-	-	-	26,294	-	26,294
- exercise of warrants	27,974	-	-	-	27,974	-	27,974
Balance as at 31 December 2017	263,559	-	(510)	199,911	462,960	8,425	471,385

	-----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	-	-	-	22,632	22,632	5,651	28,283
Shares repurchased	-	-	(91)	-	(91)	-	(91)
Balance as at 31 December 2016	97,730	85,545	(510)	160,966	343,731	6,893	350,624

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 FOURTH QUARTER ENDED 31 DECEMBER 2017

	Current Period Ended 31 Dec 2017 RM'000	Preceding Period Ended 31 Dec 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	82,614	43,649
Adjustments for :		
Bad debts recovered	-	400
Depreciation of property, plant and equipment	15,462	15,084
Impairment losses on trade and other receivables	-	117
Interest expense	11,878	15,183
Interest income	(3,025)	(1,014)
Property, plant and equipment written off	1,921	32
Gain on disposal of property, plant and equipment	(40)	(497)
Share of (profit)/loss of a joint venture	(153)	19
Share of loss of an associate	17	77
Operating profit before changes in working capital	108,674	73,050
Changes in working capital:		
Inventories	(6,520)	8,493
Property development costs	75,840	(16,160)
Trade and other receivables	(103,015)	(25,734)
Trade and other payables	88,043	1,986
Cash generated from operating activities	163,022	41,635
Interest paid	(3,431)	(3,361)
Interest received	3,025	1,014
Tax paid	(13,843)	(9,694)
Net cash from operating activities	148,773	29,594
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of a subsidiary, net of cash acquired	278	-
Dividend paid	(8,876)	-
Dividend received from an associate	-	88
Purchase of property, plant and equipment	(2,085)	(1,061)
Purchase of land held for property development	-	(401)
Purchase of investment property	-	(2,053)
Proceeds from disposals of property, plant and equipment (Placement)/Withdrawal of fixed deposits pledged	21 (9,531)	946 6,124
Net cash (used in)/from investing activities	(20,193)	3,643
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(8,447)	(11,822)
Proceeds from issuance of share from private placement	26,294	-
Proceeds from issuance of share from exercise of warrants	27,974	-
Repurchase of shares	-	(91)
Repayments to hire purchase creditors	(4,011)	(9,679)
Drawdowns of term loans	1,000	48,180
Repayments of term loans	(149,455)	(20,356)
Repayments of revolving credits	(2,057)	(13,043)
Net cash used in financing activities	(108,702)	(6,811)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	19,878	26,426
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(38,384)	(64,810)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	(18,506)	(38,384)

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

	As at 31 Dec 2017 RM'000	As at 31 Dec 2016 RM'000
Cash and bank balances	11,379	2,396
Fixed deposits with licensed banks	39,115	29,584
Short term funds	86,054	952
	136,548	32,932
Less : Bank overdrafts included in borrowings	(115,939)	(41,732)
Fixed deposits pledged	(39,115)	(29,584)
Total cash and cash equivalents	(18,506)	(38,384)

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.