



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Condensed Consolidated Statement of Profit or Loss**

|   | INDIVIDUAL QUARTER         |  | CUMULATIVE QUARTER         |   |
|---|----------------------------|--|----------------------------|---|
|   | CURRENT<br>YEAR<br>QUARTER | PRECEDING YEAR<br>CORRESPONDING<br>QUARTER | CURRENT<br>YEAR TO<br>DATE | PRECEDING YEAR<br>CORRESPONDING<br>PERIOD |
|   | 30/06/17                   | 30/06/16                                   | 30/06/17                   | 30/06/16                                  |
|   | RM'000                     | RM'000                                     | RM'000                     | RM'000                                    |
| <b>Revenue</b>  | <b>1,195,297</b>           | <b>891,716</b>                             | <b>4,185,361</b>           | <b>3,024,940</b>                          |
| Cost of sales   | (573,740)                  | (502,677)                                  | (2,337,760)                | (1,645,512)                               |
| <b>Gross profit</b>   | <b>621,557</b>             | <b>389,039</b>                             | <b>1,847,601</b>           | <b>1,379,428</b>                          |
| Other operating income  | 69,393                     | 116,952                                    | 182,939                    | 322,428                                   |
| Marketing and selling expenses  | (39,490)                   | (29,464)                                   | (134,383)                  | (111,525)                                 |
| Administration expenses   | (42,751)                   | (60,452)                                   | (168,761)                  | (202,515)                                 |
| Other operating expenses  | (73,471)                   | (28,066)                                   | (344,907)                  | (97,667)                                  |
| <b>Operating profit</b>   | <b>535,238</b>             | <b>388,009</b>                             | <b>1,382,489</b>           | <b>1,290,149</b>                          |
| Share of results of associates  | 1,025                      | (720)                                      | 3,264                      | (3,806)                                   |
| Share of results of joint ventures  | (338)                      | 110,394                                    | (1,001)                    | 181,278                                   |
| <b>Profit before interest and taxation</b>                                      | <b>535,925</b>             | <b>497,683</b>                             | <b>1,384,752</b>           | <b>1,467,621</b>                          |
| Interest income   | 13,686                     | 12,899                                     | 51,873                     | 57,078                                    |
| <b>Profit before taxation</b>   | <b>549,611</b>             | <b>510,582</b>                             | <b>1,436,625</b>           | <b>1,524,699</b>                          |
| Taxation  | (184,245)                  | (111,970)                                  | (468,799)                  | (424,440)                                 |
| <b>Profit for the period</b>  | <b>365,366</b>             | <b>398,612</b>                             | <b>967,826</b>             | <b>1,100,259</b>                          |
| Attributable to:  |                            |  |                            |   |
| Owners of the parent  | 336,636                    | 389,414                                    | 920,870                    | 1,080,018                                 |
| Non-controlling interests   | 28,730                     | 9,198                                      | 46,956                     | 20,241                                    |
|   | 365,366                    | 398,612                                    | 967,826                    | 1,100,259                                 |
| <b>Earnings per share for profit attributable to owners of the parent (sen)</b> |                            |  |                            |   |
| Basic   | 5.79                       | 8.26                                       | 18.42                      | 24.99                                     |
| Diluted   | 5.79                       | 8.26                                       | 18.42                      | 24.99                                     |

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to this quarterly financial report.)



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Condensed Consolidated Statement of Other Comprehensive Income**

|  | INDIVIDUAL QUARTER   |                                      | CUMULATIVE QUARTER   |                                     |
|--|----------------------|--------------------------------------|----------------------|-------------------------------------|
|  | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
|  | 30/06/17             | 30/06/16                             | 30/06/17             | 30/06/16                            |
|  | RM'000               | RM'000                               | RM'000               | RM'000                              |
| <b>Profit for the period</b>   | <b>365,366</b>       | 398,612                              | <b>967,826</b>       | 1,100,259                           |
| <b>Other comprehensive income that will be reclassified subsequently to profit or loss</b> |                      |                                      |                      |                                     |
| Exchange differences on translation of foreign operations, net of tax                      | (99,657)             | 82,223                               | 267,157              | 252,713                             |
| Net change in cash flow hedge reserve  | (715)                | (795)                                | 6,839                | (11,669)                            |
| <b>Other comprehensive income for the period, net of tax</b>                               | <b>(100,372)</b>     | 81,428                               | <b>273,996</b>       | 241,044                             |
| <b>Total comprehensive income for the period</b>   | <b>264,994</b>       | 480,040                              | <b>1,241,822</b>     | 1,341,303                           |
| <b>Total comprehensive income attributable to:</b>   |                      |                                      |                      |                                     |
| Owners of the parent   | 237,150              | 468,971                              | 1,190,349            | 1,317,026                           |
| Non-controlling interests  | 27,844               | 11,069                               | 51,473               | 24,277                              |
|  | <b>264,994</b>       | 480,040                              | <b>1,241,822</b>     | 1,341,303                           |

(The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to this quarterly financial report.)



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Condensed Consolidated Statement of Financial Position**

|                                      | <b>As at<br/>30/06/17<br/>RM'000</b> | <b>As at<br/>30/06/16<br/>RM'000</b> |
|--------------------------------------|--------------------------------------|--------------------------------------|
| <b>ASSETS</b>                        |                                      |                                      |
| <b>Non-current assets</b>            |                                      |                                      |
| Property, plant & equipment          | 1,137,912                            | 1,122,322                            |
| Prepaid lease payments               | 62,758                               | 105,090                              |
| Land held for property development   | 4,560,892                            | 4,591,032                            |
| Investment properties                | 12,804,095                           | 4,024,219                            |
| Goodwill on consolidation            | 11,472                               | 11,472                               |
| Investments in associate             | 94,115                               | 90,851                               |
| Interests in joint ventures          | 5,126,081                            | 4,820,518                            |
| Derivative financial assets          | 4,551                                | -                                    |
| Deferred tax assets                  | 106,454                              | 96,227                               |
|                                      | <b>23,908,330</b>                    | <b>14,861,731</b>                    |
| <b>Current assets</b>                |                                      |                                      |
| Property development costs           | 4,014,666                            | 4,156,329                            |
| Inventories                          | 1,835,521                            | 700,324                              |
| Trade and other receivables          | 1,395,573                            | 932,978                              |
| Current tax assets                   | 91,090                               | 71,994                               |
| Other investments                    | 6,329                                | -                                    |
| Short term funds                     | 282,515                              | 118,812                              |
| Deposits with financial institutions | 1,463,413                            | 692,687                              |
| Cash and bank balances               | 630,305                              | 1,275,486                            |
|                                      | <b>9,719,412</b>                     | <b>7,948,610</b>                     |
| <b>TOTAL ASSETS</b>                  | <b>33,627,742</b>                    | <b>22,810,341</b>                    |



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Condensed Consolidated Statement of Financial Position**

|   | <b>As at<br/>30/06/17<br/>RM'000</b> | <b>As at<br/>30/06/16<br/>RM'000</b> |
|---|--------------------------------------|--------------------------------------|
| <b>EQUITY AND LIABILITIES</b>   |                                      |                                      |
| <b>Equity attributable to equity holders of the parent</b>            |                                      |                                      |
| Share capital   | 18,514,233                           | 16,995,206                           |
| Other reserves  | 1,277,997                            | 984,344                              |
| Retained earnings   | 6,875,883                            | 6,345,687                            |
| Reorganisation debit balance  | <u>(8,440,152)</u>                   | <u>(8,440,152)</u>                   |
|   | 18,227,961                           | 15,885,085                           |
| <b>Non-controlling interests</b>                                      | <u>260,615</u>                       | <u>130,754</u>                       |
| <b>Total equity</b>   | <u>18,488,576</u>                    | <u>16,015,839</u>                    |
| <b>Non-current liabilities</b>  |                                      |                                      |
| Borrowings  | 4,790,513                            | 3,797,582                            |
| Derivative financial liabilities                                      | -                                    | 21,183                               |
| Trade and other payables  | 25,760                               | -                                    |
| Amounts due to non-controlling interests                              | 17,671                               | 114,408                              |
| Deferred tax liabilities  | <u>1,021,915</u>                     | <u>781,023</u>                       |
|   | 5,855,859                            | 4,714,196                            |
| <b>Current liabilities</b>  |                                      |                                      |
| Borrowings  | 7,703,993                            | 464,450                              |
| Derivative financial liabilities                                      | 9,448                                | 9,623                                |
| Trade and other payables  | 1,483,199                            | 1,576,652                            |
| Current tax liabilities   | 86,667                               | 29,581                               |
|   | <u>9,283,307</u>                     | <u>2,080,306</u>                     |
| <b>Total liabilities</b>  | <u>15,139,166</u>                    | <u>6,794,502</u>                     |
|   | <u>33,627,742</u>                    | <u>22,810,341</u>                    |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                   |                                      |                                      |
| <b>Net assets per share attributable to owners of the parent (RM)</b> | 3.31                                 | 3.60                                 |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to this quarterly financial report.)

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**IOI PROPERTIES****Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Condensed Consolidated Statement of Cash Flows**

|  | <b>12 Months Ended<br/>30/06/17<br/>RM'000</b> | <b>12 Months Ended<br/>30/06/16<br/>RM'000</b> |
|--|--|--|
| <b>Operating Activities</b>  |  |  |
| Profit before taxation   | 1,436,625                                      | 1,524,699                                      |
| Adjustments for:   |  |  |
| Property, plant and equipment written off  | 45,928   | -  |
| Depreciation and amortisation  | 37,931   | 37,616   |
| Unrealised foreign currency translation loss   | 27,401   | -  |
| Share of results of joint ventures   | 1,001  | (181,278)                                      |
| Gain on disposal of land from compulsory acquisitions                                    | (27,886)                                       | -  |
| Interest income  | (51,873)                                       | (57,078)                                       |
| Fair value gain on investment properties   | (56,231)                                       | (145,405)                                      |
| Banking facilities cost written off  | -  | 18,507   |
| Share option expenses in relation to employee share option scheme                        | -  | 17,454   |
| Gain on bargain purchase for the acquisition of subsidiaries                             | -  | (71,091)                                       |
| Other non-cash items   | 2,601  | 3,725  |
| Operating profit before working capital changes  | 1,415,497                                      | 1,147,149                                      |
| Decrease in inventories  | 223,716  | 35,261   |
| Increase in receivables and other assets   | (1,187,746)                                    | (543,453)                                      |
| Decrease in payables and other liabilities   | (196,032)                                      | (212,214)                                      |
| Cash generated from operations   | 255,435  | 426,743  |
| Tax paid   | (219,353)                                      | (328,923)                                      |
| Tax refunded   | 5,045  | 13,274   |
| <b>Net cash inflow from operating activities</b>   | <b>41,127</b>                                  | <b>111,094</b>                                 |
| <b>Investing Activities</b>  |  |  |
| Dividends received from a joint venture  | 48,468   | 83,146   |
| Interest received  | 42,878   | 49,336   |
| Proceeds from disposal of land from compulsory acquisition                               | 31,597   | 2,067  |
| Repayments from joint ventures   | 13,100   | 8,556  |
| Proceeds from disposal of property, plant and equipment                                  | 531  | 252  |
| Advances to joint ventures   | (5,873)  | (3,294)  |
| Additions to other investments   | (6,329)  | -  |
| Additions to property, plant and equipment   | (114,463)                                      | (66,245)                                       |
| Additional investments in joint ventures   | (138,563)                                      | (238,860)                                      |
| Additions to land held for property development  | (322,183)                                      | (86,909)                                       |
| Additions to investment properties   | (8,384,698)                                    | (37,465)                                       |
| Proceeds from disposal of investment in associate  | -  | 1,034  |
| Deposit paid for purchase of land  | -  | (3,204)  |
| Acquisition of subsidiaries  | -  | (740,259)                                      |
| <b>Net cash outflow from investing activities</b>  | <b>(8,835,535)</b>                             | <b>(1,031,845)</b>                             |
| <b>Financing Activities</b>  |  |  |
| Net drawdown of borrowings   | 8,195,421                                      | 1,450,608                                      |
| Net proceeds from issuance of right issues   | 1,519,027                                      | -  |
| Proceeds from issuance of preference shares to non-controlling interests in a subsidiary | 79,463   | -  |
| Proceeds from dilution of interest in a subsidiary                                       | 225  | -  |
| Additional investment in a subsidiary  | (500)  | (1,775)  |
| Repurchase of treasury shares  | (14,403)                                       | (886)  |
| Banking facilities fees paid   | (17,337)                                       | (1,722)  |
| Repayment to non-controlling interests   | (108,257)                                      | -  |
| Interest paid  | (234,198)                                      | (125,487)                                      |
| Dividend paid  | (352,897)                                      | (225,993)                                      |
| Advances from non-controlling interests  | -  | 759  |
| <b>Net cash inflow from financing activities</b>   | <b>9,066,544</b>                               | <b>1,095,504</b>                               |
| <b>Net increase in cash and cash equivalents</b>   | <b>272,136</b>                                 | <b>174,753</b>                                 |
| <b>Cash and cash equivalents at beginning of financial year</b>                          | <b>2,086,985</b>                               | <b>1,909,639</b>                               |
| <b>Effect of exchange rate changes</b>   | <b>17,112</b>                                  | <b>2,593</b>                                   |
| <b>Cash and cash equivalents at beginning of financial year</b>                          | <b>2,104,097</b>                               | <b>1,912,232</b>                               |
| <b>Cash and cash equivalents at end of financial year</b>                                | <b>2,376,233</b>                               | <b>2,086,985</b>                               |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to this quarterly financial report.)



IOI PROPERTIES

## IOI PROPERTIES GROUP BERHAD (1035807-A)

(Incorporated in Malaysia)

## Quarterly Financial Report For The Financial Period Ended 30 June 2017

(The figures have not been audited)

## Condensed Consolidated Statement Of Changes In Equity

(RM'000)

|  | Share capital     | Share premium     | -----Other reserves----- |                                      |                         | Share-based payment reserve | Reorganisation debit balance | Retained earnings | Total equity attributable to owners of the Parent | Non-controlling interests | Total equity      |
|--|-------------------|-------------------|--------------------------|--------------------------------------|-------------------------|-----------------------------|------------------------------|-------------------|---|---------------------------|-------------------|
|  |                   |                   | Treasury shares          | Foreign currency translation reserve | Cash flow hedge reserve |                             |                              |                   |   |                           |                   |
| <b>As at 1 July 2016</b>   | <b>4,423,627</b>  | <b>12,571,579</b> | <b>(24,487)</b>          | <b>1,003,046</b>                     | <b>(11,669)</b>         | <b>17,454</b>               | <b>(8,440,152)</b>           | <b>6,345,687</b>  | <b>15,885,085</b>                                 | <b>130,754</b>            | <b>16,015,839</b> |
| Transition to no par value (Note a)  | 12,571,579        | (12,571,579)      | -                        | -                                    | -                       | -                           | -                            | -                 | -   | -                         | -                 |
| Profit for the financial period  | -                 | -                 | -                        | -                                    | -                       | -                           | 920,870                      | 920,870           | 46,956  | 967,826                   |                   |
| Exchange differences on translation of foreign operations, net of tax      | -                 | -                 | -                        | 262,640                              | -                       | -                           | -                            | 262,640           | 4,517   | 267,157                   |                   |
| Net change in cash flow hedge reserve                                      | -                 | -                 | -                        | -                                    | 6,839                   | -                           | -                            | 6,839             | -   | 6,839                     |                   |
| <b>Total comprehensive income</b>  | <b>-</b>          | <b>-</b>          | <b>-</b>                 | <b>262,640</b>                       | <b>6,839</b>            | <b>-</b>                    | <b>920,870</b>               | <b>1,190,349</b>  | <b>51,473</b>                                     | <b>1,241,822</b>          |                   |
| Transactions with owners   |                   |                   |                          |                                      |                         |                             |                              |                   |   |                           |                   |
| Issuance of ordinary shares  | 1,520,248         | -                 | -                        | -                                    | -                       | -                           | -                            | 1,520,248         | -   | 1,520,248                 |                   |
| Share issuance costs   | (1,221)           | -                 | -                        | -                                    | -                       | -                           | -                            | (1,221)           | -   | (1,221)                   |                   |
| Dilution of interest in a subsidiary                                       | -                 | -                 | -                        | -                                    | -                       | -                           | -                            | -                 | 225   | 225                       |                   |
| Issuance of preference shares to non-controlling interests in a subsidiary | -                 | -                 | -                        | -                                    | -                       | -                           | -                            | -                 | 79,463  | 79,463                    |                   |
| Employee share options lapsed  | -                 | -                 | -                        | -                                    | -                       | (313)                       | 313                          | -                 | -   | -                         |                   |
| Changes in equity interests in subsidiaries                                | -                 | -                 | -                        | -                                    | -                       | -                           | 800                          | 800               | (1,300)   | (500)                     |                   |
| Dividend paid  | -                 | -                 | -                        | -                                    | -                       | -                           | (352,897)                    | (352,897)         | -   | (352,897)                 |                   |
| Repurchase of treasury shares  | -                 | -                 | (14,403)                 | -                                    | -                       | -                           | -                            | (14,403)          | -   | (14,403)                  |                   |
| Cancellation of treasury shares  | -                 | -                 | 38,890                   | -                                    | -                       | -                           | (38,890)                     | -                 | -   | -                         |                   |
| <b>As at 30 June 2017</b>  | <b>18,514,233</b> | <b>-</b>          | <b>-</b>                 | <b>1,265,686</b>                     | <b>(4,830)</b>          | <b>17,141</b>               | <b>(8,440,152)</b>           | <b>6,875,883</b>  | <b>18,227,961</b>                                 | <b>260,615</b>            | <b>18,488,576</b> |
| <b>As at 1 July 2015</b>   | <b>3,778,851</b>  | <b>11,868,773</b> | <b>(23,601)</b>          | <b>754,369</b>                       | <b>-</b>                | <b>-</b>                    | <b>(8,440,152)</b>           | <b>5,488,957</b>  | <b>13,427,197</b>                                 | <b>110,957</b>            | <b>13,538,154</b> |
| Profit for the financial period  | -                 | -                 | -                        | -                                    | -                       | -                           | 1,080,018                    | 1,080,018         | 20,241  | 1,100,259                 |                   |
| Exchange differences on translation of foreign operations, net of tax      | -                 | -                 | -                        | 248,677                              | -                       | -                           | -                            | 248,677           | 4,036   | 252,713                   |                   |
| Net change in cash flow hedge reserve                                      | -                 | -                 | -                        | -                                    | (11,669)                | -                           | -                            | (11,669)          | -   | (11,669)                  |                   |
| <b>Total comprehensive income</b>  | <b>-</b>          | <b>-</b>          | <b>-</b>                 | <b>248,677</b>                       | <b>(11,669)</b>         | <b>-</b>                    | <b>1,080,018</b>             | <b>1,317,026</b>  | <b>24,277</b>                                     | <b>1,341,303</b>          |                   |
| Transactions with owners   |                   |                   |                          |                                      |                         |                             |                              |                   |   |                           |                   |
| Issuance of ordinary shares  | 644,776           | 702,806           | -                        | -                                    | -                       | -                           | -                            | 1,347,582         | -   | 1,347,582                 |                   |
| Share option expenses in relation to employees' share option scheme        | -                 | -                 | -                        | -                                    | -                       | 17,454                      | -                            | 17,454            | -   | 17,454                    |                   |
| Changes in equity interests in subsidiaries                                | -                 | -                 | -                        | -                                    | -                       | -                           | 2,705                        | 2,705             | (4,480)   | (1,775)                   |                   |
| Dividend paid  | -                 | -                 | -                        | -                                    | -                       | -                           | (225,993)                    | (225,993)         | -   | (225,993)                 |                   |
| Repurchase of treasury shares  | -                 | -                 | (886)                    | -                                    | -                       | -                           | -                            | (886)             | -   | (886)                     |                   |
| <b>As at 30 June 2016</b>  | <b>4,423,627</b>  | <b>12,571,579</b> | <b>(24,487)</b>          | <b>1,003,046</b>                     | <b>(11,669)</b>         | <b>17,454</b>               | <b>(8,440,152)</b>           | <b>6,345,687</b>  | <b>15,885,085</b>                                 | <b>130,754</b>            | <b>16,015,839</b> |

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying notes attached to this quarterly financial report.)

Note a: Effective from 31 January 2017, the new Companies Act 2016 ("the Act") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balance of the share premium becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use this amount for purposes as set out in Section 618(3) of the Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.



**IOI PROPERTIES**

# **IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

## **Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

### **Explanatory Notes**

#### **a) Accounting Policies**

The quarterly financial report of the IOIPG Group is unaudited and has been prepared in accordance with Financial Reporting Standard ("FRS") 134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016. Those explanatory notes attached to the quarterly financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2016.

The accounting policies and methods of computation adopted by the Group in this quarterly financial report are consistent with those adopted in the annual financial statements for the financial year ended 30 June 2016.

#### **b) Seasonal or Cyclical Factors**

There were no significant seasonal or cyclical factors that affect the business of the Group for the quarter under review.

#### **c) Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income and cash flows for the quarter under review.

#### **d) Material changes in Estimates of Amounts Reported**

There were no material changes in estimates of amounts reported in prior financial year that have a material effect in the current financial quarter.

#### **e) Details of Changes in Debt and Equity Securities**

There was no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities, share buy-back, share cancellation, shares held as treasury shares and/or resale of treasury shares for the current financial period ended 30 June 2017 save for the repurchase of equity securities of 6,698,900 ordinary shares at an average price of RM2.15 per share. The repurchase transactions were financed by internally generated funds. As at 30 June 2017, all of the treasury shares amounting to RM38,890,000 have been cancelled.

#### **f) Dividends Paid**

On 21 October 2016, the Company paid an interim single-tier dividend of 8 sen per ordinary share amounting to RM352,897,000 in respect of the financial year ended 30 June 2016.



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Explanatory Notes**

**g) Segment Revenue & Results**

| (RM'000)                                 | Property<br>Development | Property<br>Investment | Leisure &<br>Hospitality | Other<br>Operations | Elimination      | Consolidated     |
|--|-------------------------|------------------------|--------------------------|---------------------|------------------|------------------|
| <b><u>12 Months Ended 30/06/17</u></b>   |                         |                        |                          |                     |                  |                  |
| <b>REVENUE</b>                           |                         |                        |                          |                     |                  |                  |
| External                                 | 3,714,204               | 302,119                | 161,796                  | 7,242               | -                | 4,185,361        |
| Inter-segment                            | 61,137                  | 1,799                  | 595                      | 126,116             | (189,647)        | -                |
| Total revenue                            | <u>3,775,341</u>        | <u>303,918</u>         | <u>162,391</u>           | <u>133,358</u>      | <u>(189,647)</u> | <u>4,185,361</u> |
| <b>RESULT</b>                            |                         |                        |                          |                     |                  |                  |
| Segment operating profit                 | 1,179,487               | 126,482                | 15,393                   | 4,896               | -                | 1,326,258        |
| Fair value gain on investment properties | -                       | 56,231                 | -                        | -                   | -                | 56,231           |
| Share of results of associates           | 3,264                   | -                      | -                        | -                   | -                | 3,264            |
| Share of results of joint ventures       | 14,841                  | 44,765                 | (60,607)                 | -                   | -                | (1,001)          |
| Segment results                          | <u>1,197,592</u>        | <u>227,478</u>         | <u>(45,214)</u>          | <u>4,896</u>        | <u>-</u>         | <u>1,384,752</u> |
| Interest income                          |                         |                        |                          |                     |                  | <u>51,873</u>    |
| Profit before taxation                   |                         |                        |                          |                     |                  | <u>1,436,625</u> |
| Taxation                                 |                         |                        |                          |                     |                  | <u>(468,799)</u> |
| Profit for the period                    |                         |                        |                          |                     |                  | <u>967,826</u>   |

**12 Months Ended 30/06/16 \***

|   |                  |                |                 |                |                  |                  |
|---|------------------|----------------|-----------------|----------------|------------------|------------------|
| <b>REVENUE</b>  |                  |                |                 |                |                  |                  |
| External  | 2,613,666        | 271,872        | 131,816         | 7,586          | -                | 3,024,940        |
| Inter-segment   | 139,047          | 2,038          | 812             | 130,287        | (272,184)        | -                |
| Total revenue   | <u>2,752,713</u> | <u>273,910</u> | <u>132,628</u>  | <u>137,873</u> | <u>(272,184)</u> | <u>3,024,940</u> |
| <b>RESULT</b>   |                  |                |                 |                |                  |                  |
| Segment operating profit                                      | 909,134          | 141,361        | 18,221          | 4,937          | -                | 1,073,653        |
| Fair value gain on investment properties                      | -                | 145,405        | -               | -              | -                | 145,405          |
| Share of results of associates                                | (4,046)          | -              | -               | 240            | -                | (3,806)          |
| Share of results of joint ventures                            | (191,485)        | 448,887        | (76,124)        | -              | -                | 181,278          |
| Segment results   | <u>713,603</u>   | <u>735,653</u> | <u>(57,903)</u> | <u>5,177</u>   | <u>-</u>         | <u>1,396,530</u> |
| Gain on bargain purchase for the acquisitions of subsidiaries |                  |                |                 |                |                  | 71,091           |
| Interest income   |                  |                |                 |                |                  | 57,078           |
| Profit before taxation  |                  |                |                 |                |                  | <u>1,524,699</u> |
| Taxation  |                  |                |                 |                |                  | <u>(424,440)</u> |
| Profit for the period   |                  |                |                 |                |                  | <u>1,100,259</u> |

Other operations consist mainly of project and building services management and other activities unrelated to any of the abovementioned major operation segments.

\* Restatement has been made to prior year's figures to conform to the presentation for the current quarter.





**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Explanatory Notes**

**h) Material Events Subsequent to the End of Financial Period**

The were no material events subsequent to the end of the financial period.

**i) Changes in the Composition of the Group**

On 12 July 2016, the Company acquired 2 ordinary shares of RM1.00 each, representing 100% of the total issued and paid-up share capital in Fortune Growers Sdn Bhd (“Fortune Growers”) for a total cash consideration of Ringgit Malaysia Two (RM2.00) only. Following the acquisition, Fortune Growers has become a wholly-owned subsidiary of the Group.

On 12 October 2016, the Company has incorporated a wholly-owned subsidiary, namely Wealthy Link Pte Ltd (“WLPL”). WLPL was incorporated in Singapore as a private limited company under the Companies Act, Chapter 50 with 1 ordinary issued and paid up share capital. The principal activity of WLPL is investment holding.

Xiamen Palm Kaiyue Real Estate Development Co Ltd (“XPK”) was incorporated under the laws of the People’s Republic of China on 22 November 2016 with an intended registered capital of RMB50.0 million. The proposed land transfer from IOI (Xiamen) Properties Co Ltd to XPK has been completed in third quarter of the current financial period. The registered capital of XPK has been increased to RMB1.0 billion on 16 May 2017.

On 25 January 2017, Pine Properties Sdn Bhd (“PPSB”), a 99.98% owned subsidiary of the Company disposed 45% of its existing equity stake in PINE MJR Development Sdn Bhd (“PINE MJR”) to MJR Investment Pte Ltd (“MJRI”). PINE MJR will be a special purpose entity which is 55% owned by PPSB and 45% owned by MJRI for the purpose of developing a freehold land located at Pekan Bukit Bisa, District of Sepang, Selangor Darul Ehsan, measuring 9.652 acres in area, into condominiums.

Progressive View Pte Ltd (“PVPL”) was incorporated in Singapore on 2 June 2017 in Singapore as a private limited company under the Companies Act, Chapter 50 with 1 ordinary issued and paid-up share. PVPL is a wholly-owned subsidiary of the Company and is currently dormant.

On 3 July 2017, the Company has incorporated a wholly-owned subsidiary, namely Fortune Premiere Sdn Bhd (“FPSB”). FPSB was incorporated in Malaysia as a private limited company under the Companies Act, 2016 with 100 ordinary issued and paid-up shares.

**j) Contingent Liabilities**

There were no material contingent liabilities for the Group as at 30 June 2017.

**k) Capital Commitments**

Capital commitments not provided for in the Condensed Report as at the end of the financial period are as follows:

|   |                  |
|---|------------------|
| - Contracted                                    | <b>RM'000</b>    |
| Additions of land held for property development | 81,359           |
| Additions of property, plant and equipment      | 18,086           |
| Additions of investment properties              | 270,019          |
|   | <hr/>            |
|   | 369,464          |
|   | <hr/>            |
| - Not contracted                                |                  |
| Additions of property, plant and equipment      | 413,287          |
| Additions of investment properties              | 395,567          |
|   | <hr/>            |
|   | 808,854          |
|   | <hr/>            |
|   | <b>1,178,318</b> |
|   | <hr/>            |



# IOI PROPERTIES GROUP BERHAD (1035807-A)

(Incorporated in Malaysia)

## IOI PROPERTIES

### Quarterly Financial Report For The Financial Period Ended 30 June 2017

(The figures have not been audited)

#### Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

#### 1) Review of Group's Performance

##### (a) Performance of the current year quarter against the preceding year corresponding quarter

The Group recorded revenue and operating profit of RM1,195.3 million and RM535.2 million respectively for the current quarter, which is RM303.6 million or 34% and RM147.2 million or 38% respectively higher than the preceding year corresponding quarter. After excluding fair value gain on investment properties of RM48.8 million, the Group's operating profit of RM486.4 million for the current quarter is RM158.6 million or 48% higher than the preceding year corresponding quarter (similarly excluding fair value gain on investment properties of RM60.1 million). The increase in revenue and operating profit are derived from the three main business segments and can be summarised as follows:-

##### Property development

The property development segment recorded revenue and operating profit of RM1,075.2 million and RM486.4 million respectively in the current quarter as compared to RM785.0 million and RM284.9 million recorded respectively in the preceding year corresponding quarter, registered an increase of RM290.2 million or 37% and RM201.5 million or 71% respectively. The increase in both revenue and operating profit are mainly contributed by higher sales take-up rate for Triling project in Singapore, coupled with the completion of the project during the quarter. The increase in Triling project is offsetted by decrease in revenue and operating profit contributions from both Klang Valley and Johor regions.

##### Property investment

Revenue has increased by 8% from RM71.7 million to RM77.4 million while operating profit has decreased by 99% from RM37.6 million to RM0.5 million. The increase in revenue was mainly contributed by increased in average occupancy and rental rates for both retail and office segments, and the decreased in operating profit was due to the one-off property, plant and equipment written off of RM43.3 million.

##### Leisure and hospitality

Revenue of RM40.9 million and operating loss of RM1.4 million are recorded respectively for the current quarter, which is respectively RM7.4 million or 22% higher and RM6.0 million or 131% lower than the preceding year corresponding quarter. The increase in revenue is mainly derived from Le Meridien by Starwood, Putrajaya which commenced its business operations in August 2016. Decrease in operating profit mainly due to lower average room rate in the competitive hotel segment, coupled with the increase in operating expenses and lower golfing activities from Palm Garden Golf Club.

##### (b) Performance of the current year to date against the preceding year corresponding period

The Group recorded revenue and operating profit of RM4,185.4 million and RM1,382.5 million respectively for the current year to date, which is RM1,160.4 million or 38% and RM92.3 million or 7% respectively higher than the preceding year corresponding period. The increase in both revenue and operating profit is mainly derived from the property development, whereby the Group's overseas development project in Singapore and Klang Valley townships in IOI Resort City, Warisan Puteri @ Sepang and Bandar Puchong Jaya have contributed significantly to the increase.

#### 2) Material Change in Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

The Group recorded profit before tax of RM549.6 million for the current quarter, which is RM348.3 million or 173% higher than the immediate preceding year quarter of RM201.3 million. The increase is mainly due to higher margins derived from higher revenue recorded from the property development segment, mainly contributed by the Triling project in Singapore.



# IOI PROPERTIES GROUP BERHAD (1035807-A)

(Incorporated in Malaysia)

IOI PROPERTIES

## Quarterly Financial Report For The Financial Period Ended 30 June 2017

(The figures have not been audited)

### Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

#### 3) Prospects

The demand for properties in Malaysia remains positive going forward, particularly with the recent increase in the loan applications and approvals for the purchase of properties as reported in Bank Negara Malaysia's monthly statistical bulletins. The Group's property development segment in Malaysia and overseas development projects in Singapore and Xiamen, China will continue to contribute positively to the Group's results.

In the property investment segment, the Group on 12 June 2017 entered into a Memorandum of Agreement with Hongkong Land Limited to jointly develop and manage two office towers and a retail podium on a prime Central Business District land located within Marina Bay in Singapore.

In the local front, amidst an increasingly competitive environment, the strategic locations of the Group's retail and office developments within matured townships and high growth corridors have enabled our property investment portfolio to enjoy healthy occupancies and rental yields. The retail and office segments are expected to continue to contribute positively to the Group's performance.

With our sizable land bank in strategic locations both in Malaysia and overseas, coupled with strong track record of delivery, the Group is well-positioned to adapt to market demand. Barring any unforeseen circumstances, the Group is expected to perform well in the next financial year.

#### 4) Achievability of Forecast Results

Not applicable.

#### 5) Variance of Actual Profit from Forecast Results or Profit Guarantee

Not applicable.

#### 6) Taxation

|  | INDIVIDUAL QUARTER             |  | CUMULATIVE QUARTER             |   |
|--|--------------------------------|--|--------------------------------|---|
|  | CURRENT YEAR QUARTER<br>RM'000 | PRECEDING YEAR CORRESPONDING QUARTER<br>RM'000 | CURRENT YEAR TO DATE<br>RM'000 | PRECEDING YEAR CORRESPONDING PERIOD<br>RM'000 |
| The tax expense comprises the following: |                                |  |                                |   |
| Current taxation                         |                                |  |                                |   |
| -Current year                            | 74,261                         | 75,620   | 254,920                        | 340,813                                       |
| -Prior year                              | 909                            | 2,076  | (2,492)                        | 5,995   |
| Deferred taxation                        | 109,075                        | 34,274   | 216,371                        | 77,632  |
|  | <b>184,245</b>                 | <b>111,970</b>                                 | <b>468,799</b>                 | <b>424,440</b>                                |

The effective tax rate of the Group for the current quarter of 34% is higher than the prevailing statutory rate of 24%. The higher effective tax rate is mainly due to higher tax rate in the People's Republic of China, which accounts for significant tax expenses in the current quarter.



# IOI PROPERTIES GROUP BERHAD (1035807-A)

(Incorporated in Malaysia)

IOI PROPERTIES

## Quarterly Financial Report For The Financial Period Ended 30 June 2017

(The figures have not been audited)

### Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

#### 7) Corporate Proposals

- (a) **Renounceable rights issue of 539,835,787 new ordinary shares of RM1.00 each in IOIPG ("IOIPG Shares") ("Rights Shares") at an issue price of RM1.90 per Rights Share on the basis of one (1) Rights Share for every six (6) existing IOIPG Shares ("2015 Rights Issue").**

The 2015 Rights Issue had been duly completed following the listing and quotation of 539,835,787 new ordinary shares on the Main Market of Bursa Malaysia on 9 February 2015. The total gross proceeds raised from the 2015 Rights Issue were amounted to RM1,025,688,000. The status of the utilisation of proceeds as at 30 June 2017 is as follows:-

| Details of utilisation                             | Approved utilisation<br>RM'mil | Actual utilisation<br>RM'mil | Balance unutilised<br>RM'mil | Time frame for utilisation |
|--|--------------------------------|------------------------------|------------------------------|----------------------------|
| Capital expenditure                                | 500.0                          | 500.0                        | -                            | Within 30 months *         |
| Investment opportunities                           | 200.0                          | 200.0                        | -                            | Within 24 months **        |
| Working capital                                    | 324.8                          | 324.8                        | -                            | Within 18 months           |
| Estimated expenses in relation to the Rights Issue | 0.9                            | 0.9                          | -                            | Within 6 months            |
|  | <u>1,025.7</u>                 | <u>1,025.7</u>               | <u>-</u>                     |                            |

\* As announced on 20 April 2016, the Company had extended the time frame for the utilisation of the balance of the proceeds for another 12 months from August 2016 to August 2017.

\*\* As announced on 8 February 2017, the Company had extended the time frame for the utilisation of the balance of the proceeds for another 6 months from February 2017 to August 2017.

The proceeds of the rights issue has been fully utilised as at 31 March 2017.

- (b) **As announced on 18 November 2016, the Company proposed to undertake a renounceable rights issue of 1,111,178,800 new ordinary shares of RM1.00 each in IOIPG ("IOIPG Shares") ("Rights Shares") at an issue price of RM1.38 per Rights Share on the basis of one (1) Rights Share for every four (4) existing IOIPG Shares ("Proposed Rights Issue").**

The Rights Shares will be offered to the shareholders of IOIPG whose names appear in the Recorded of Depositors of the Company as at the close of business at the Entitlement Date ("Entitled Shareholder"). The Entitled Shareholders can fully or partially renounce their entitlements for the Rights Shares.

Any Rights Shares which are not taken up or validly taken up shall be made available for excess Rights Shares applications by the Entitled Shareholders and/or their renounees. It is the intention of the Board to allocate the excess Rights Shares in a fair and equitable manner on such basis to be determined by the Board and announced later by the Company.

The proceeds from the Proposed Rights Issue had been fully utilised to repay the borrowings obtained to fund the parcel of leasehold land at Central Boulevard in the Republic of Singapore measuring approximately 1.09 hectares in the current quarter.



# IOI PROPERTIES GROUP BERHAD (1035807-A)

(Incorporated in Malaysia)

IOI PROPERTIES

## Quarterly Financial Report For The Financial Period Ended 30 June 2017

(The figures have not been audited)

### Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

#### 7) Corporate Proposals (continued)

(c) As announced on 26 January 2017, circular was issued to the shareholders in relation to the following ordinary resolutions:-

- (i) Proposed ratification of the land tender by Wealthy Link Pte Ltd, a wholly owned subsidiary of the Company, of a parcel of leasehold land at Central Boulevard in the Republic of Singapore measuring approximately 10,868.70 square metres (1.09 hectares) for a tender consideration of SGD2,568,686,688 (approximately RM7.96 billion based on the exchange rate of SGD1.00:RM3.0995 as at 3 January 2017) from the Urban Redevelopment Authority, acting as agent for and on behalf of the government of the Republic of Singapore ("Proposed Ratification"); and
- (ii) Proposed renounceable rights issue up to 1,111,178,800 new ordinary shares of RM1.00 each in the Company ("IOIPG shares") ("Rights shares") at an issue price of RM1.38 per rights share on the basis of one rights share for every four existing IOIPG shares held on an entitlement date to be determined later.

(d) As announced on 13 February 2017, Extraordinary General Meeting ("EGM") of the Company held on the even date, the Proposed Ratification and Proposed Rights Issue set forth in the Notice of EGM were considered and approved by way of poll.

(e) As announced on 16 February 2017, the entitlement date of the Rights Issue has been fixed on 2 March 2017.

(f) On 28 March 2017, the proposed rights issue as stipulated in 7(b) had been completed following the listing and quotation for 1,101,629,075 rights shares on the Main Market of Bursa Malaysia Securities Berhad.

#### 8) Group Borrowings and Debt Securities

Group borrowings and debt securities as at 30 June 2017 are as follows:

|   | As at<br>30/06/17<br>RM'000 | As at<br>30/06/16<br>RM'000 |
|---|-----------------------------|-----------------------------|
| a) <b>Short term borrowings</b>                           |                             |                             |
| Unsecured   |                             |                             |
| Denominated in RM   | 726,308                     | 464,450                     |
| Denominated in USD (USD11 million)                        | 53,848                      | -                           |
| Denominated in SGD (SGD2,222 million)                     | <u>6,923,837</u>            | -                           |
|   | <u>7,703,993</u>            | 464,450                     |
| b) <b>Long term borrowings</b>                            |                             |                             |
| Unsecured   |                             |                             |
| Denominated in RM   | 1,617,754                   | 2,153,532                   |
| Denominated in USD (USD415 million) (2016: USD76 million) | 1,770,874                   | 302,465                     |
| Denominated in SGD (SGD450 million)                       | <u>1,401,885</u>            | 1,341,585                   |
|   | <u>4,790,513</u>            | 3,797,582                   |
| <b>Total borrowings</b>                                   | <u>12,494,506</u>           | <u>4,262,032</u>            |



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements**

**9) Derivative Financial Instruments**

- (i) In the previous financial year, the Group entered into cross currency interest rate swap contract to hedge its long term borrowing that is denominated in USD in order to minimise its exposure to the fluctuation of foreign currency rate and volatility of the interest rate. In the current financial year, the Group entered into interest rate swap contract to hedge the interest rate basis of a loan facility of up to USD200 million. The transaction was entered into to swap the loan facility into a fixed interest rate of 2.95% to reduce the exposure in variability in the cash flows arising from the floating interest rate.

Details of derivative financial instrument outstanding as at 30 June 2017 are as follows:

| <b>Type of derivative</b>         | <b>Notional value<br/>RM'000</b> | <b>Fair value<br/>assets/(liabilities)<br/>RM'000</b> |
|-----------------------------------|----------------------------------|---|
| Cash flow hedge derivative        |                                  |   |
| Cross currency interest rate swap |                                  |   |
| - less than one year              | 50,000                           | (6,406)   |
| - one year to three years         | 175,000                          | (2,530)   |
| - more than three years           | <u>100,000</u>                   | <u>3,130</u>  |
|                                   | <u>325,000</u>                   | <u>(5,806)</u>  |
| Interest rate swap                |                                  |   |
| - less than one year              | -                                | (3,042)   |
| - one year to three years         | 286,338                          | 1,555   |
| - more than three years           | <u>572,762</u>                   | <u>2,396</u>  |
|                                   | <u>859,100</u>                   | <u>909</u>  |

The Group's derivative financial instrument is subject to market and credit risk as follows:

(a) Market risk

Market risk on derivative is the potential fluctuation in the value of this contract arising from the change in price of the underlying items such as interest rates, foreign currency rate or other indices. The market risk to the Group is mitigated as the swap contract effectively swapped the Group's USD floating interest rate borrowing into RM fixed interest rate liability and serve as a cash flow hedge for the Group's principal and interest repayment for the USD borrowing obtained.

(b) Credit risk

Credit risk exposure arises from the possibility that a counter-party may be unable to meet the terms of a contract in which the Group and or the Bank has entered into. There is minimal credit risk to the Group as the swap was entered into with reputable financial institution which is governed by appropriate policies and procedures.

(ii) Cash requirement of the derivatives

There is no cash requirement for this derivative other than the repayment obligation for the underlying bank borrowing.

(iii) Related Accounting Policies

There have been no changes since the end of the previous financial year ended 30 June 2016 in respect of the accounting policies.



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements**

**10) Fair Value Changes of Financial Assets**

As at 30 June 2017, the Group has recognised derivative financial liabilities of RM4.9 million in respect of a cross currency interest rate swap and an interest rate swap, with the corresponding fair value gains of RM25.9 million in the cash flow hedge reserve since 30 June 2016. During the financial year, the net change in cash flow hedge reserve is amounting to RM6.8 million.

The fair value gain is due to unfavourable movements on the underlying borrowings and interest rates up to the maturity date of the contract, as compared to the contracted rates since the inception date of the swap contract.

The fair value of the cross currency interest rate swap is calculated based on the present value of estimated cash flow using an appropriate market-based yield curve.

**11) Realised and Unrealised Profits/(Losses)**

The retained earnings as at the end of the reporting period are analysed as follows:

|   | As at<br>30/06/17<br>RM'000 | As at<br>30/06/16<br>RM'000 |
|---|-----------------------------|-----------------------------|
| <b>Total retained earnings of IOI Properties Group Berhad and its subsidiaries:</b> |                             |                             |
| - Realised  | 5,691,893                   | 4,878,241                   |
| - Unrealised  | 1,150,576                   | 1,387,827                   |
|   | <b>6,842,469</b>            | 6,266,068                   |
| <b>Total share of retained earnings/(accumulated losses) from associates:</b>       |                             |                             |
| - Realised  | 8,003                       | 4,739                       |
| - Unrealised  | (313)                       | (313)                       |
|   | <b>7,690</b>                | 4,426                       |
| <b>Total share of retained earnings/(accumulated losses) from joint ventures</b>    |                             |                             |
| - Realised  | (500,547)                   | (451,025)                   |
| - Unrealised  | 526,271                     | 526,218                     |
|   | <b>25,724</b>               | 75,193                      |
| <b>Total Group retained earnings</b>  | <b>6,875,883</b>            | 6,345,687                   |



**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements**

**12) Notes to the Condensed Consolidated Statement of Comprehensive Income**

Profit for the period has been arrived after charging/(crediting):

|   | CURRENT<br>YEAR<br>QUARTER<br>(30/06/17)<br>RM'000 | CURRENT<br>YEAR TO<br>DATE<br>(30/06/17)<br>RM'000 |
|---|--|--|
| Fair value gain on investment properties              | (48,789)   | (56,231)   |
| Gain on disposal of land from compulsory acquisitions | -  | (27,886)   |
| Interest income                                       | (13,686)   | (51,873)   |
| Impairment losses on receivables written back         | (488)  | (530)  |
| Realised foreign currency exchange gain               | (32,250)   | (63,880)   |
| Unrealised foreign currency exchange loss             | 26,765   | 27,401   |
| Depreciation and amortisation                         | 12,374   | 37,931   |
| Impairment losses on receivables                      | 2,739  | 3,039  |
| Property, plant & equipment written off               | 45,928   | 45,928   |
| Additional buyer stamp duty ("ABSD")                  | -  | 163,860  |

Other than as per disclosed above, the Group does not have other material items that recognised as profit/loss in the consolidated statement of profit or loss and statement of other comprehensive income.

**13) Material Litigation**

There is no pending material litigation as at the date of this announcement.

**14) Dividends**

The Board had declared an interim single tier dividend of 6.0 sen per ordinary share on 15th August 2017 in respect of the financial year ended 30 June 2017 which is not taxable in the hands of the shareholders pursuant to paragraph 12B of Schedule 6 of the Income Tax Act, 1967.

The dividend will be payable on 8 September 2017 to shareholders whose names appear in the Record Depositors and Register of Members of the Company at the close of business on 30 August 2017.

A Depositor shall qualify for entitlement only in respect of:

- a) Shares transferred into the Depositor's Securities Account before 4.00p.m. on 30 August 2017 in respect of transfers;
- b) Shares deposited into the Depositor's Securities Account before 12.30p.m. on 28 August 2017 (in respect of shares which are exempted from mandatory deposit); and
- c) Shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

The total dividend declared to date for the current financial period is a single tier dividend of 6.0 sen (30 June 2016: 8.0 sen) per ordinary share.





**IOI PROPERTIES**

**IOI PROPERTIES GROUP BERHAD (1035807-A)**

(Incorporated in Malaysia)

**Quarterly Financial Report For The Financial Period Ended 30 June 2017**

(The figures have not been audited)

**15) Earnings per Share**

|  | INDIVIDUAL QUARTER                |  | CUMULATIVE QUARTER                   |   |
|--|-----------------------------------|--|--------------------------------------|---|
|  | CURRENT YEAR<br>QUARTER<br>RM'000 | PRECEDING YEAR<br>CORRESPONDING<br>QUARTER<br>RM'000 | CURRENT<br>YEAR TO<br>DATE<br>RM'000 | PRECEDING YEAR<br>CORRESPONDING<br>PERIOD<br>RM'000 |
| <b>a) Basic earnings per share</b>   |                                   |  |                                      |   |
| Net profit for the period  | 336,636                           | 389,414  | 920,870                              | 1,080,018   |
| Weighted average number of ordinary shares in issue ('000)                     | 5,811,834                         | 4,411,279  | 4,999,940                            | 4,041,357   |
| Adjusted for bonus elements of rights issue ('000)                             | -                                 | 305,183  | -                                    | 279,591   |
| Adjusted weighted average number of ordinary shares in issue ('000) (Restated) | 5,811,834                         | 4,716,462  | 4,999,940                            | 4,320,948   |
| Basic earnings per share (sen)   | 5.79                              | 8.26   | 18.42                                | 24.99   |
| <b>b) Diluted earnings per share</b>   |                                   |  |                                      |   |
| Net profit for the period  | 336,636                           | 389,414  | 920,870                              | 1,080,018   |
| Weighted average number of ordinary shares in issue ('000)                     | 5,812,381                         | 4,411,663  | 5,000,311                            | 4,041,453   |
| Adjusted for bonus elements of rights issue ('000)                             | -                                 | 305,209  | -                                    | 279,597   |
| Adjusted weighted average number of ordinary shares in issue ('000) (Restated) | 5,812,381                         | 4,716,872  | 5,000,311                            | 4,321,050   |
| Diluted earnings per share (sen)   | 5.79                              | 8.26   | 18.42                                | 24.99   |

**16) Audit Qualification**

The audit report on the Group's preceding year's financial statements is not qualified.

By Order of the Board

**Tan Sin Yee**  
Company Secretary

Putrajaya  
28 August 2017