



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2016

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		
	3 MONTHS PERIOD ENDED		12 MONTHS PERIOD ENDED		
	31 DECEMBER 2016	31 DECEMBER 2015	31 DECEMBER 2016	31 DECEMBER 2015	
	RM'000	RM'000	RM'000	RM'000	
Revenue	6,006	26,199	44,136	69,441	
Cost of sales	(4,028)	(19,543)	(36,289)	(50,756)	
Gross Profit	1,978	6,656	7,847	18,685	
Other income	382	968	874	3,996	
Administrative expenses	(3,189)	(3,753)	(9,848)	(14,912)	
Share of results of an associate	(15)	(16)	(15)	(16)	
(Loss)/Profit from operations	(844)	3,855	(1,142)	7,753	
Finance costs	(1,332)	(703)	(3,490)	(2,669)	
(Loss)/Profit before tax	(2,176)	3,152	(4,632)	5,084	
Income tax expenses	(411)	(741)	(443)	(2,224)	
<b>(Loss)/Profit for the period</b>	<b>(2,587)</b>	<b>2,411</b>	<b>(5,075)</b>	<b>2,860</b>	
<b>(Loss)/Profit attributable to:</b>					
Owners of the Company	(2,558)	2,399	(5,033)	2,860	
Non-controlling interests	(29)	12	(42)	-	
	<b>(2,587)</b>	<b>2,411</b>	<b>(5,075)</b>	<b>2,860</b>	
<b>(Loss)/Earning per share attributable to Owners of the Company</b>					
- Basic (sen)	B10	(1.15)	1.08	(2.27)	1.77
- Diluted (sen) (Note 2)	B10	(1.15)	1.08	(2.27)	1.77

**Notes:**

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes to the interim financial report.

(2) Diluted LPS is not applicable for individual quarter and period ended 31 December 2016 as it has an anti-dilution effect.



**DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER  
ENDED 31 DECEMBER 2016**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**

Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS PERIOD ENDED 31 DECEMBER 2016 RM'000	31 DECEMBER 2015 RM'000	12 MONTHS PERIOD ENDED 31 DECEMBER 2016 RM'000	31 DECEMBER 2015 RM'000
(Loss)/Profit for the period	(2,587)	2,411	(5,075)	2,860
<b>OTHER COMPREHENSIVE LOSS)/INCOME</b>				
Exchange difference arising on translation of foreign operations	(165)	12	(136)	204
Other comprehensive income, net of tax	(165)	12	(136)	204
<b>TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD</b>	<b>(2,752)</b>	<b>2,423</b>	<b>(5,211)</b>	<b>3,064</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	(4,612)	2,342	(5,169)	2,995
Non-controlling interests	(48)	81	(42)	69
	<u>(2,752)</u>	<u>2,423</u>	<u>(5,211)</u>	<u>3,064</u>
	-	-	-	-

**Notes:**

The Unaudited Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes to the interim financial report.

QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER  
ENDED 31 DECEMBER 2016

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 31 DECEMBER 2016 RM'000 (Unaudited)	AS AT 31 DECEMBER 2015 RM'000 (Audited)
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	24,072	18,328
Investment properties	194	197
Investment in an associate	114	186
Development costs	17,002	9,256
Intangible assets	-	164
Goodwill on consolidation	20	20
	<u>41,402</u>	<u>28,151</u>
<b>CURRENT ASSETS</b>		
Inventories	794	563
Trade receivables	14,216	13,079
Other receivables, deposit and prepayment	4,494	4,856
Current tax asset	-	9
Amount due from customers for contract works	58,208	80,935
Asset held for sale	7,250	-
Fixed deposits with licensed banks	11,234	22,192
Cash and bank balances	5,583	3,068
	<u>101,779</u>	<u>124,702</u>
<b>TOTAL ASSETS</b>	<b><u>143,181</u></b>	<b><u>152,853</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	44,400	44,400
Share premium	32,775	32,775
Foreign currency translation reserve	585	721
Reserve arising from reverse acquisition	(23,145)	(23,145)
Other Reserve	456	-
Retained earnings	24,047	29,080
<b>Shareholders' Fund</b>	<b><u>79,118</u></b>	<b><u>83,831</u></b>
Non-controlling interests	20	62
<b>TOTAL EQUITY</b>	<b><u>79,138</u></b>	<b><u>83,893</u></b>
<b>NON-CURRENT LIABILITIES</b>		
Hire purchase payables	698	999
Bank borrowings	12,933	3,358
Deferred tax liabilities	797	756
	<u>14,428</u>	<u>5,113</u>
<b>CURRENT LIABILITIES</b>		
Amount due to customers for contract works	438	1,148
Trade payables	7,168	17,999
Other payables and accruals	10,685	8,134
Hire purchase payables	509	618
Bank borrowings	20,177	21,509
Tax payables	1,062	4,746
Bank overdrafts	9,576	9,693
	<u>49,615</u>	<u>63,847</u>
<b>TOTAL LIABILITIES</b>	<b><u>64,043</u></b>	<b><u>68,960</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>143,181</u></b>	<b><u>152,853</u></b>
	-	-
Number of ordinary shares at RM0.20 each	222,000	222,000
Net Assets per share attributable to ordinary equity owners of the Company (sen)	<u>35.6</u>	<u>37.8</u>

*Note:*

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes to the interim financial report.



**DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER  
ENDED 31 DECEMBER 2016

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Owners of the Company								Total Equity RM'000
	Non-Distributable					Distributable		Non- Controlling Interests RM'000	
	Share Capital RM'000	Share Premium RM'000	Reserve Arising from Reverse Acquisition RM'000	Foreign Currency Translation Reserve RM'000	Reserve Arising from Tax Amnesty RM'000	Retained Earnings RM'000	Sub-total RM'000		
<b>Current period-to-date ended 31 DECEMBER 2016</b>									
<b>As at 1 January 2016</b>	44,400	32,775	(23,145)	721	-	29,080	83,831	62	83,893
Loss for the period	-	-	-	(136)	-	(5,033)	(5,169)	(42)	(5,211)
Other Comprehensive (loss)/income for the period	-	-	-	-	-	-	-	-	-
<b>Total comprehensive (loss)/income for the period</b>	-	-	-	(136)	-	(5,033)	(5,169)	(42)	(5,211)
Reserve arising from Tax Amnesty	-	-	-	-	456	-	456	-	456
<b>Balance as at 31 December 2016</b>	<b>44,400</b>	<b>32,775</b>	<b>(23,145)</b>	<b>585</b>	<b>456</b>	<b>24,047</b>	<b>79,118</b>	<b>20</b>	<b>79,138</b>
<b>Corresponding period-to-date ended 31 DECEMBER 2015</b>									
<b>As at 1 January 2015</b>	2,000	-	-	586	-	26,220	28,806	(22)	28,784
<b>Translation with owners</b>									
Arising from the acquisition of subsidiary companies	33,200	12,240	(23,145)	-	-	-	22,295	15	22,310
Arising from the Public Issue	9,200	22,080	-	-	-	-	31,280	-	31,280
Share issuance expenses	-	(1,545)	-	-	-	-	(1,545)	-	(1,545)
Share of foreign currency translation reserve by non-controlling interests	-	-	-	(69)	-	-	(69)	69	-
Profit for the period	-	-	-	-	-	2,860	2,860	-	2,860
Other Comprehensive income for the period	-	-	-	204	-	-	204	-	204
<b>Total comprehensive income for the period</b>	-	-	-	204	-	2,860	3,064	-	3,064
<b>Balance as at 31 December 2015</b>	<b>44,400</b>	<b>32,775</b>	<b>(23,145)</b>	<b>721</b>	<b>-</b>	<b>29,080</b>	<b>83,831</b>	<b>62</b>	<b>83,893</b>

*Note:*

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited statements of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes to the interim financial report.


**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER  
ENDED 31 DECEMBER 2016**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH**

	<b>CURRENT PERIOD ENDED 31 DECEMBER 2016 RM'000</b>	<b>CORRESPONDING PERIOD ENDED 31 DECEMBER 2015 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	(4,632)	5,084
Adjustments for:		
Depreciation of property, plant & equipment	1,040	963
Amortisation of investment properties and leasehold land	217	2,464
Impairment loss on investment in an associate	57	-
Impairment loss on property, plant & equipment	104	-
Impairment loss on Trade Receivables	294	-
Fixed Asset written off	5	-
Interest income	(507)	(563)
Interest expenses	3,493	2,669
Loss/(Gain) on disposal of property, plant and equipment	-	(80)
Share of (profit) / loss from associates	15	16
Gain from bargain purchase arising from acquisition of subsidiary companies	-	(2,481)
Unrealised loss/(gain) on foreign exchange	(110)	(413)
Provision for retirement benefit	-	6
<b>Operating (loss)/profit before working capital changes</b>	<b>(24)</b>	<b>7,665</b>
Changes in Working Capital		
Inventories	(193)	69
Receivables	20,838	(6,814)
Payables	(12,820)	(3,438)
Net cash from/(used) in operations	7,801	(2,518)
Income tax paid	(3,778)	(3,321)
Tax refund	15	-
Interests paid	(2,808)	(2,358)
Interests received	507	563
<b>Net Operating Cash Flows</b>	<b>1,737</b>	<b>(7,634)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(14,107)	(602)
Net cash and cash equivalents acquired from the acquisitions of subsidiary compan	(2)	(1,697)
Proceeds from disposal of property, plant and equipment	-	232
Additional development costs	(7,746)	(523)
<b>Net Investing Cash Flows</b>	<b>(21,855)</b>	<b>(2,590)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Fixed deposits pledged as security values	(1,755)	(4,323)
Proceeds from issuance of shares	-	29,735
Other Acquisition	-	22
Repayment of hire purchase payables	(381)	(470)
Net change in bills payables	(1,705)	(17,131)
Drawdown / (Repayment) of term loans	9,907	-
Advances from director	4,510	-
Interests paid	(690)	(311)
<b>Net Financing Cash Flows</b>	<b>9,886</b>	<b>7,522</b>
<b>Net change in cash and cash equivalents</b>	<b>(10,232)</b>	<b>(2,702)</b>
Effects of exchange rate changes	151	170
Cash and cash equivalents at the beginning of the period	8,118	10,650
<b>Cash and cash equivalents at the end of the period</b>	<b>(1,963)</b>	<b>8,118</b>
<b>Cash and cash equivalents comprise of:</b>		
Fixed deposits with licensed banks	11,234	22,192
Cash and bank balances	5,583	3,068
Bank overdrafts	(9,576)	(9,693)
	7,241	15,567
Less: Fixed deposits pledged as security values	(9,204)	(7,449)
	<b>(1,963)</b>	<b>8,118</b>

**Notes :**

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the notes to the audited financial statements of the Group for the financial year ended 31 December 2015 and the accompanying explanatory notes to the interim financial report.



# **DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

## **NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016**

### **PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRSs") 134**

#### **A1 Basis of Preparation**

The interim financial report of Dolphin International Berhad ("DIB" or the "Company") and its subsidiaries (the "Group") are unaudited and has been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Appendix 9B of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities").

This interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2015.

#### **A2 Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group for this interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2015 except for the adoption of the following amendments/improvements to MFRSs which are applicable to the Group with effect from 1 January 2016:-

##### **New MFRS**

MFRS 14 Regulatory Deferral Accounts

##### **Amendments/Improvements to MFRSs**

MFRS 5 Non-current Asset Held for Sale and Discontinued Operations  
MFRS 7 Financial Instruments: Disclosures  
MFRS 10 Consolidated Financial Statements  
MFRS 11 Joint Arrangements  
MFRS 12 Disclosure of Interest in Other Entities  
MFRS 101 Presentation of Financial Statements  
MFRS 116 Property, Plant and Equipments  
MFRS 119 Employee Benefits  
MFRS 127 Separate Financial Statements  
MFRS 128 Investments in Associates and Joint Ventures  
MFRS 134 Interim Financial Reporting  
MFRS 138 Intangible Assets  
MFRS 141 Agriculture

The adoption of the above amendments/improvements to MFRSs did not result in any significant impact on the Group's results and financial position.

#### **A3 Seasonal or Cyclical Factors**

The Group does not experience significant fluctuations in operations due to seasonal factors.

#### **A4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

#### **A5 Changes in estimates**

There were no changes in estimates that have had a material effect in the current financial quarter under review.

#### **A6 Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review.

#### **A7 Dividend Paid**

No dividend was paid during the current financial quarter under review.



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016

### A8 Segmental Information

#### (a) Analysis of revenue and segmental results

	Current Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
<b>Segment revenue</b>				
- Provision of milling systems and solutions	5,615	25,516	42,675	67,657
- Supply of parts and maintenance services	391	683	1,461	1,784
Total Revenue	<u>6,006</u>	<u>26,199</u>	<u>44,136</u>	<u>69,441</u>
	-	-	-	-
<b>Segment Results</b>				
- Provision of milling systems and solutions	(2,190)	3,737	(3,288)	6,251
- Supply of parts and maintenance services	(56)	141	(92)	449
- Investment holding and management services	(341)	(1,467)	(1,695)	(3,840)
Total Profit after Tax	<u>(2,587)</u>	<u>2,411</u>	<u>(5,075)</u>	<u>2,860</u>
	-	-	-	-

#### (b) Analysis of revenue by geographic markets

Revenue	Current Quarter			Cumulative Quarter		
	3 months ended 31 December 2016			12 months ended 31 December 2016		
	External Sales	Inter-segment	Total	External Sales	Inter-segment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Malaysia	3,182	-	3,182	35,449	-	35,449
Overseas	2,824	-	2,824	8,687	-	8,687
Eliminations	-	-	-	-	-	-
<b>Consolidated</b>	<u>6,006</u>	<u>-</u>	<u>6,006</u>	<u>44,136</u>	<u>-</u>	<u>44,136</u>

### A9 Material Events Subsequent to the end of the current financial quarter

There were no material events subsequent to the end of the current financial quarter.

### A10 Changes in the Composition of the Group

The company on 18 November 2016 announced the acquisition of 2 ordinary shares of RM1.00 each in Dolphin Biogas Sdn Bhd ("DBSB") representing 100% equity interest in DBSB.

The company on 14 December 2016 announced the acquisition of 205,000 ordinary shares of RM1.00 each in Biogas Sulpom Sdn Bhd ("BSSB") representing 100% equity interest in BSSB.

### A11 Contingent Liabilities or Contingent Assets

Save as disclosed in below, there were no other material contingent liabilities as at the end of the current financial quarter and up to the date of this report.

	<b>As at 31.12.2016</b>
	<b>RM'000</b>
Bank guarantees issued to contract customers for performance of contracts	<u>5,847</u>

### A12 Capital Commitments

Saved as disclosed in below, There were no other material capital commitments as at the end of the current financial quarter and up to the date of this report.

	<b>As at 31.12.2016</b>
	<b>RM'000</b>
Capital expenditure approved and contracted for but not provided for in the financial statements	<u>4,808</u>

### A13 Significant Related Party Transactions

There were no significant related party transactions during the current financial quarter under review.



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016

### PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MMLR

#### B1 Review of Performance

##### Comparison with preceding year's corresponding quarter

The Group recorded a decrease in revenue of RM20.19 million for the current quarter under review as compared to the preceding year's corresponding quarter revenue of RM26.20 million (Q4, 2015). The Group recorded a loss before tax ("LBT") of RM2.18 million for the current quarter under review as compared to the preceding year's corresponding quarter profit before tax ("PBT") of RM3.15 million. The current quarter loss is mainly due to the decline in sales mainly from provision of milling systems and solutions as the result of the industry players had deferred their capital expenditure and refurbishment plans and higher borrowing costs.

#### B2 Comparison with Preceding Quarter's Results

The Group's revenue decreased by 67% from RM18.19 million recorded in the immediate preceding quarter to RM6.00 million in the current quarter. The decrease was mainly due to the completion of few major projects completed in Q3, 2016 & Q4, 2016.

#### B3 Prospects

The Group has adopted a new business strategy direction wherein either a build-own-operate or build-own-operate-transfer model shall be applied to secure contracts which allows the Group has recurring income source. Given the on-going developments undertaken by the Group and the Group's efforts to secure additional contracts from new and existing customers, the Board of Directors expects the Group's performance for the financial year ending 31 December 2017 to remain challenging.

#### B4 Variance of actual profit from Profit forecast and Profit Guarantee

The Group did not provide any profit forecast or profit guarantee in any form of public documentation and announcement.

#### B5 Taxation

	Current Quarter 31.12.2016 RM'000	Cumulative Quarter 31.12.2016 RM'000
Tax payable		
Current period	78	110
Underprovision in prior year	297	297
Deferred Taxation	36	36
	<b>411</b>	<b>443</b>

Income tax is calculated at the Malaysian statutory rate of 24% of the estimated assessable profit for the fiscal year.

#### B6 Status of corporate proposals

Saved as disclosed below, there were no other corporate proposals announced but not yet completed as at the date of this quarterly announcement.

##### a) Utilisation of Proceeds

On 19 November 2015, the Company had announced that the Board has resolved to vary the utilisation of the remaining proceeds from the initial public offering ("IPO") of:

- (i) RM11.0 million that was allocated for renovation and extension of factory (which includes the purchase of additional machineries); and
- (ii) RM4.0 million that was allocated for set-up of a research and development facility.

for a new factory cum office building held under the freehold individual title HS(D) 121082 PT 39502 Mukim Petaling Jaya, Daerah Petaling, Negeri Selangor Darul Ehsan bearing postal address No. 20, Jalan Industri PBP 9, Taman Industri Pusat Bandar Puchong, 47100 Puchong, Selangor Darul Ehsan measuring approximately 2,462.77 square meters in area to be acquired by Dolphin Applications instead of its existing factory in Shah Alam.





## DOLPHIN INTERNATIONAL BERHAD (1001521-X)

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016

The status of utilisation of the proceeds of RM31.28 million from the IPO are as follows :

Purpose	Proposed Utilisation	Actual Utilisation	Variance	Timeframe for utilisation from the date of Listing
	RM'000	RM'000	RM'000	
Renovation and extension of factory	11,000	3,786	7,214	Within twenty four (24) months Fully utilised
Set up of a R&D facility	4,000	4,000	-	
Working capital	6,080	6,080	-	
Repayment of bank borrowings	6,000	6,000	-	
Estimated listing expenses	4,200	4,200	-	
<b>Total</b>	<b>31,280</b>	<b>24,066</b>	<b>7,214</b>	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 20 May 2015 and the announcement dated 19 November 2015.

#### B7 Group's Borrowings and Debt Securities

The Group's borrowings as at 31 December 2016 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured :-			
Bank overdrafts	9,576	-	9,576
Bank borrowings	20,177	12,933	33,110
Hire purchase liabilities	509	698	1,207
<b>Total</b>	<b>30,262</b>	<b>13,631</b>	<b>43,893</b>

All borrowings are denominated in Ringgit Malaysia.

#### B8 Off Balance Sheet Financial Instruments

There is no off balance sheet financial instruments as at the date of this quarterly report.

#### B9 Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this interim financial report.

#### B10 (Loss) Per Share ("LPS") / Earnings Per Share ("EPS")

The basic LPS for the current quarter and financial year to date are computed as follows

##### (a) Basic (LPS) / EPS

	3 months ended		Year-to-date	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit attributable to ordinary equity owners of the Company	(2,558)	2,399	(5,033)	2,860
Weighted average number of ordinary shares of RM 0.20 each in issue ('000)				
- number of ordinary shares in issue since 1st January ('000)	222,000	10,000	222,000	10,000
- new Dolphin shares issued on 31 March 2015 pursuant to the Acquisition of Dolphin Applications and Acquisition of Dolphin Engineering ('000)	-	166,000	-	125,523
- new Dolphin shares issued on 9 June 2015 pursuant to the Public Issue ('000)	-	46,000	-	25,961
	<u>222,000</u>	<u>222,000</u>	<u>222,000</u>	<u>161,484</u>
Basic (LPS) / EPS (sen)	(1.15)	1.08	(2.27)	1.77



## DOLPHIN INTERNATIONAL BERHAD (1001521-X)

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016

#### (b) Diluted (LPS)/EPS

	3 months ended		Year-to-date	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit attributable to ordinary equity owners of the Company	(2,558)	2,399	(5,033)	2,860
<hr/>				
Weighted average number of ordinary shares of RM 0.20 each in issue ('000)				
- number of ordinary shares in issue since 1st January ('000)	222,000	10,000	222,000	10,000
- new Dolphin shares issued on 31 March 2015 pursuant to the Acquisition of Dolphin Applications and Acquisition of Dolphin Engineering ('000)	-	166,000	-	125,523
- new Dolphin shares issued on 9 June 2015 pursuant to the Public Issue ('000)	-	46,000	-	25,961
- Assume full conversion of warrants ('000)	*	-	*	-
	<u>222,000</u>	<u>222,000</u>	<u>222,000</u>	<u>161,484</u>
Diluted (LPS)/EPS (sen)	<u>(1.15)</u>	<u>1.08</u>	<u>(2.27)</u>	<u>1.77</u>

\* Not taken into account in the computation of diluted LPS because the effect is anti-dilutive.

The computation for diluted LPS is not applicable for individual quarter and period ended 31 December 2016 as it has an anti-dilution effect.

#### B11 Dividends

No dividends has been declared or proposed for the current financial quarter under review.

#### B12 Disclosure of Realised and Unrealised Profits/(Losses)

The determination of realised and unrealised profits is based on Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Total retained earnings of the Company and its subsidiaries:		
- Realised	24,011	28,723
- Unrealised	36	357
Total retained earnings as per unaudited condensed consolidated financial statements	<u>24,047</u>	<u>29,080</u>

#### B13 Notes to the Condensed Consolidated Statement of Profit or Loss

	3 months ended		Year-to-date	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
Profit before taxation is arrived at after charging:-				
Interest expenses	1,335	703	3,493	2,669
Rental expenses	60	106	269	285
Impairment loss on investment in an associate	57	-	57	-
Impairment loss on property, plant & equipment	104	-	104	-
Impairment loss on Trade Receivables	294	-	294	-
Amortisation and depreciation of property, plant and equipment and Investment property	234	1,380	1,257	3,434
	<hr/>			
After crediting:-				
Interest Income	157	447	507	563
(loss)/Gain on foreign exchange				
- Realised	223	183	357	(3)
- Unrealised	105	(296)	177	42

Other disclosure items pursuant to Appendix 9B Note 16 of the MMLR of Bursa Securities are not applicable.

#### B14 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 24 February 2017