

Interim Financial Report for the three months ended 31 March 2018

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Note:

A1 to A11 are explanatory notes in accordance with MFRS134.

B1 to B13 are explanatory notes in accordance with paragraph 9.22 of the Bursa Malaysia Securities Berhad's Listing Requirements.

Condensed Consolidated Income Statements

(The figures have not been audited)

	Current Year Quarter 31.03.2018 RM' 000	Preceding Year Quarter 31.03.2017 RM' 000	Current Year- To-Date 31.03.2018 RM' 000	Preceding Year- To-Date 31.03.2017 RM' 000
Revenue	294,195	281,546	294,195	281,546
Cost of sales	(125,362)	(123,852)	(125,362)	(123,852)
Gross profit	168,833	157,694	168,833	157,694
Other operating income	8,996	45,729	8,996	45,729
Administrative expenses	(50,643)	(39,372)	(50,643)	(39,372)
Other operating expenses	(6,770)	(23,457)	(6,770)	(23,457)
Profit from operations	120,416	140,594	120,416	140,594
Finance income	12,104	11,721	12,104	11,721
Finance costs	(25,859)	(29,360)	(25,859)	(29,360)
Share of after-tax results of associates and joint venture	(6,386)	2,484	(6,386)	2,484
Profit before tax	100,275	125,439	100,275	125,439
Less tax:				
Company and subsidiaries	(30,063)	10,807	(30,063)	10,807
Profit for the period	70,212	136,246	70,212	136,246
Attributable to:				
Equity holders of the Company	34,078	73,169	34,078	73,169
Non-controlling interests	36,134	63,077	36,134	63,077
	70,212	136,246	70,212	136,246
Earnings per share (sen)				
- basic	5.43	12.03	5.43	12.03
- diluted	3.84	9.14	3.84	9.14

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

Condensed Consolidated Statements of Comprehensive Income

(The figures have not been audited)

	Current Year Quarter 31.03.2018 RM' 000	Preceding Year Quarter 31.03.2017 RM' 000	Current Year- To-Date 31.03.2018 RM' 000	Preceding Year- To-Date 31.03.2017 RM' 000
Profit for the financial period	70,212	136,246	70,212	136,246
Other comprehensive income/(loss):				
Currency translation differences				
- equity holders	(14,572)	(11,602)	(14,572)	(11,602)
- non-controlling interests	(2,385)	(4,791)	(2,385)	(4,791)
Available-for-sale financial assets				
- net change in fair value	7,893	6,956	7,893	6,956
Items that may subsequently be reclassified to profit or loss	(9,064)	(9,437)	(9,064)	(9,437)
Total comprehensive income for the financial period	<u>61,148</u>	<u>126,809</u>	<u>61,148</u>	<u>126,809</u>
Total comprehensive income for the financial period attributable to:				
Equity holders of the Company	27,399	68,523	27,399	68,523
Non-controlling interests	33,749	58,286	33,749	58,286
Total comprehensive income for the financial period	<u>61,148</u>	<u>126,809</u>	<u>61,148</u>	<u>126,809</u>

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

Condensed Consolidated Statements of Financial Position
(The figures have not been audited)

	31.03.2018	<i>Audited</i> 31.12.2017
	RM '000	RM '000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	1,603,954	1,633,541
Inventories	286,718	286,576
Investment properties	3,007,605	2,931,959
Long term prepaid lease	389	395
Intangible assets	17,821	17,899
Associates and joint ventures	836,744	847,471
Available-for-sale financial assets	67,796	53,088
Concession receivables	106,009	104,979
Deferred tax assets	21,943	27,559
Prepayment	-	1,516
	<u>5,948,979</u>	<u>5,904,983</u>
CURRENT ASSETS		
Inventories	607,979	590,700
Financial assets at fair value through profit or loss	1,770	1,782
Concession receivables	4,020	4,061
Amounts owing from associates and joint ventures	91,876	88,866
Receivables and contract assets	250,543	198,894
Tax recoverable	9,976	18,158
Cash held under Housing Development Accounts	18,686	26,020
Deposits, cash and bank balances	1,467,893	1,561,873
	<u>2,452,743</u>	<u>2,490,354</u>
TOTAL ASSETS	<u><u>8,401,722</u></u>	<u><u>8,395,337</u></u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		
Share capital	818,574	645,030
Treasury shares	(5,722)	(5,722)
Redeemable Convertible Cumulative Preference Shares	552,958	365,847
Other reserves	12,763	27,273
Retained earnings	1,873,623	1,678,340
	<u>3,252,196</u>	<u>2,710,768</u>
Non-controlling interests	129,540	1,322,847
TOTAL EQUITY	<u><u>3,381,736</u></u>	<u><u>4,033,615</u></u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Payables and contract liabilities	90,595	95,327
Deferred tax liabilities	131,821	143,195
Redeemable Convertible Cumulative Preference Shares	76,305	31,746
Interest bearing bank borrowings	3,550,073	2,856,048
	<u>3,848,794</u>	<u>3,126,316</u>
CURRENT LIABILITIES		
Payables and contract liabilities	519,944	575,657
Amounts owing to associates	4	4
Current tax liabilities	97,502	92,831
Redeemable Convertible Cumulative Preference Shares	25,631	17,096
Interest bearing bank borrowings	528,111	549,818
	<u>1,171,192</u>	<u>1,235,406</u>
TOTAL LIABILITIES	<u><u>5,019,986</u></u>	<u><u>4,361,722</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>8,401,722</u></u>	<u><u>8,395,337</u></u>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

IGB Berhad (515802-U)
(formerly known as Goldis Berhad)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity for the three months ended 31 March 2018
(The figures have not been audited)

	Attributable to equity holders					Non-controlling	Total Equity RM '000	
	Share Capital RM '000	Treasury Shares RM '000	Redeemable Convertible Cumulative Preference Shares RM '000	Other reserves RM '000	Retained earnings RM '000	Total RM '000		Interests RM '000
At 1 January 2018	645,030	(5,722)	365,847	27,273	1,678,340	2,710,768	1,322,847	4,033,615
Total comprehensive income for the period	-	-	-	(6,679)	34,078	27,399	33,749	61,148
Conversion of Redeemable Convertible Cumulative Preference Shares to ordinary shares	118	-	(95)	-	(10)	13	-	13
Dividend paid to non-controlling interests	-	-	-	-	-	-	(100)	(100)
Changes in ownership interests in subsidiaries that do not result in a loss of control								
- acquisition of IGB Corporation Berhad	173,426	-	187,206	(7,831)	168,823	521,624	(1,253,136)	(731,512)
- other subsidiaries	-	-	-	-	(7,608)	(7,608)	26,180	18,572
Total transactions with equity holders	173,544	-	187,111	(7,831)	161,205	514,029	(1,227,056)	(713,027)
At 31 March 2018	818,574	(5,722)	552,958	12,763	1,873,623	3,252,196	129,540	3,381,736

Note 1

With the Companies Act, 2016 coming into effect on 31 January 2017, the credit standing in the share premium account of RM32,809,000 has been transferred to the share capital account.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

IGB Berhad (515802-U)
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Condensed Consolidated Statement of Changes in Equity for the three months ended 31 March 2017

(The figures have not been audited)

	Attributable to equity holders						Non-controlling	Total	
	Share Capital RM '000	Share Premium RM '000	Treasury Shares RM '000	Redeemable Convertible Cumulative Preference Shares RM '000	Other reserves RM '000	Retained earnings RM '000	Total RM '000		Interests RM '000
At 1 January 2017	610,891	32,809	(5,722)	366,921	59,658	1,487,329	2,551,886	1,299,380	3,851,266
Adjustments for effects of Companies Act 2016 (See Note 1)	32,809	(32,809)	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	(4,646)	73,169	68,523	58,286	126,809
Conversion of Redeemable Convertible Cumulative Preference Shares to ordinary shares	725	-	-	(586)	-	-	139	-	139
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(17,735)	(17,735)
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	-	(3,027)	(3,027)	3,027	-
Total transactions with equity holders	725	-	-	(586)	-	(3,027)	(2,888)	(14,708)	(17,596)
At 31 March 2017	644,425	-	(5,722)	366,335	55,012	1,557,471	62,747	1,342,958	3,960,479

Note 1

With the Companies Act, 2016 coming into effect on 31 January 2017, the credit standing in the share premium account of RM32,809,000 has been transferred to the share capital account.

Condensed Consolidated Cash Flow Statements

(The figures have not been audited)

	31.03.2018 RM '000	31.03.2017 RM '000
Operating activities		
Receipts from customers	280,309	306,900
Payments to contractors, suppliers and employees	(179,625)	(198,880)
Cash flow generated from/(used in) operations	100,684	108,020
Interests paid	(30,161)	(39,312)
Income taxes paid	(26,471)	(43,547)
Net cash generated from/(used in) operating activities	44,052	25,161
Investing activities		
Additional investments in available-for-sale financial assets	(6,828)	(4,153)
Proceeds from disposal of financial assets through profit or loss	-	4,339
Additions to property, plant and equipment, investment properties and land held for property development	(87,684)	(153,991)
Proceeds from disposal of property, plant and equipment	-	581,590
Movements in Fixed Deposits with maturity more than 3 months	161,699	-
Net advances to associates and joint ventures	(2,413)	(3,500)
Interest received	11,008	10,534
Net cash generated from investing activities	75,782	434,819
Financing activities		
Dividend paid to holders of RCPS	(9,070)	(9,096)
Dividend paid to non-controlling interests	(81,715)	(89,430)
Proceeds from issuance of new ordinary shares	17,418	-
Acquisition of additional interests in subsidiary	(658,371)	-
Receipt of bank borrowings net of repayments	681,245	111,390
Payments of hire-purchase and financing lease liabilities	-	(11)
Net cash (used in)/generated from financing activities	(50,493)	12,853
Currency translation differences	(8,958)	1,814
Net increase in cash and cash equivalents	69,341	472,833
Cash and cash equivalents at 1 January	1,293,635	1,012,025
Cash and cash equivalents at 31 March	1,354,018	1,486,672
Add: Restricted cash		
Deposits pledged with licensed banks	132,561	39,274
As per statement of financial position	1,486,579	1,525,946

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to these interim financial statements.

PART A - Explanatory notes pursuant to MFRS 134

A1 Accounting Policies and Methods of Computation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 – "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board and paragraph 9.22 together with Part A, Appendix 9B of Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements, and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2017.

These condensed consolidated interim financial statements have been prepared based on accounting policies and methods of computation which are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2017 except for the adoption of the following amendments to MFRSs that are applicable for the current financial year:

(Effective for annual periods beginning on or after 1 January 2018)

•	Amendments to MFRS 140	Classification on 'Change in Use' – Assets transferred to, or from, Investment Properties
•	IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
•	Amendments to MFRS 9	Financial Instruments

The adoption of the above amendments to MFRSs did not have any material impact on the financial statements of the Group.

A2 Seasonality or cyclical

The Group's operations were not materially affected by seasonal or cyclical factors other than as disclosed elsewhere in this Report.

A3 Significant unusual items

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flows other than as disclosed elsewhere in these Notes.

A4 Material changes in estimates

Not applicable.

A5 Capital Management, Issuances, Repurchases and Repayment of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities, share buy backs and share cancellations for the current financial period, except as follows:

Date	No. of Ordinary Shares	Remarks
As at 31 December 2017	611,474,118	Including 2,858,020 treasury shares
Issued in January 2018	20,000	Conversion of Redeemable Convertible Cumulative Preference Shares ("RCPS") into ordinary shares
Issued in February 2018	32,062	Conversion of RCPS into ordinary shares
Issued in March 2018	57,808,634	Allotment of new ordinary shares
As at 31 March 2018	669,334,814	
Issued in April 2018	449,342	Conversion of RCPS into ordinary shares
Issued in May 2018	19,721,308	Conversion of RCCPS into ordinary shares
As at 31 May 2018	689,505,464	

Date	No. of RCPS	Remarks
As at 31 December 2017	453,492,452	
January 2018	(45,600)	Conversion of RCPS into ordinary shares
February 2018	(73,102)	Conversion of RCPS into ordinary shares
As at 31 March 2018	453,373,750	
April 2018	(1,024,500)	Conversion of RCPS into ordinary shares
As at 31 May 2018	452,349,250	

Date	No. of RCCPS	Remarks
As at 31 December 2017	-	
March 2018	76,817,705	Allotment of new Redeemable Convertible Cumulative Preference Shares ("RCCPS")
As at 31 March 2018	76,817,705	
May 2018	(19,721,308)	Conversion of RCCPS into ordinary shares
As at 31 May 2018	57,096,397	

The number of treasury shares held as at 31 March 2018 and up to the date of this report remained at 2,858,020 (31.12.2017: 2,858,020) ordinary shares.

A6 Dividends paid

The following dividend payment was made in respect of the financial year ended 31 December 2017:

A dividend of 2% (based on the issue price of RM1.00) per RCPS under the single tier system was declared by the Board of Directors and was paid on 14 February 2018.

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A7 Segment Reporting

Business segments	Property investment - retail RM '000	Property investment -commercial RM '000	Hotel RM '000	Property development RM '000	Construction RM '000	Others RM '000	Group RM '000
3 months to 31 March 2018							
Revenue							
Total revenue	149,209	46,551	75,131	16,969	55,889	41,051	384,800
Intersegment revenue	(13,926)	(5,926)	(1,437)	-	(55,889)	(13,427)	(90,605)
External revenue	<u>135,283</u>	<u>40,625</u>	<u>73,694</u>	<u>16,969</u>	<u>-</u>	<u>27,624</u>	<u>294,195</u>
Results							
Segment results (external)	94,995	23,927	11,762	12,790	(1,354)	(5,410)	136,710
Unallocated expense							(16,294)
Profit from operations							120,416
Finance income							12,104
Finance costs							(25,859)
Share of after-tax results of associates and joint ventures	-	49	(7,905)	(148)	-	1,618	(6,386)
Profit before tax							100,275
Tax expense							(30,063)
Profit for the period							<u>70,212</u>
Attributable to:							
Equity holders of the Company							34,078
Non-controlling interests							<u>36,134</u>
							<u>70,212</u>

Unallocated expenses relates to head-office general administrative expenses that arise at the Group level and relate to the Group as a whole.

IGB Berhad (515802-U)
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Business segments	Property investment - retail RM '000	Property investment -commercial RM '000	Hotel RM '000	Property development RM '000	Construction RM '000	Others RM '000	Group RM '000
3 months to 31 March 2017							
Revenue							
Total revenue	146,257	49,429	82,960	6,038	61,604	43,016	389,304
Intersegment revenue	<u>(13,766)</u>	<u>(6,067)</u>	<u>(3,537)</u>	<u>-</u>	<u>(61,604)</u>	<u>(22,784)</u>	<u>(107,758)</u>
External revenue	<u>132,491</u>	<u>43,362</u>	<u>79,423</u>	<u>6,038</u>	<u>-</u>	<u>20,232</u>	<u>281,546</u>
Results							
Segment results (external)	89,280	19,368	44,194	2,877	(591)	(3,522)	151,606
Unallocated expense							<u>(11,012)</u>
Profit from operations							140,594
Finance income							11,721
Finance costs							(29,360)
Share of after-tax results of associates and joint venture	<u>-</u>	<u>747</u>	<u>1,346</u>	<u>143</u>	<u>-</u>	<u>248</u>	<u>2,484</u>
Profit before tax							125,439
Tax expense							<u>10,807</u>
Profit for the period							<u><u>136,246</u></u>
Attributable to:							
Equity holders of the Company							73,169
Non-controlling interests							<u>63,077</u>
							<u><u>136,246</u></u>

Unallocated expenses relates to head-office general administrative expenses that arise at the Group level and relate to the Group as a whole.

A8 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period up to the date of this report.

A9 Changes in the composition of the Group

There are no changes in the composition of the Group since 31 December 2017 up to the date of this report.

A10 Capital commitment

Capital expenditure not provided for in the financial statements were as follows:

	Group	
	31 March 2018 RM'000	31 December 2017 RM'000
Approved and contracted for:		
Property, plant and equipment	37,671	472
Investment properties	136,062	209,993
Others	-	37,310
	173,733	247,775

A11 Fair value of financial instruments

There were no contingent liabilities or contingent assets since 31 December 2017.

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)
- Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The following table presents the Group's financial assets that are measured at fair value:

	Level 1 RM '000	Level 2 RM '000	Level 3 RM '000	Total RM '000
Financial assets at fair value through profit or loss	1,770	-	-	1,770
Available-for-sale financial assets	-	67,796	-	67,796
	1,770	67,796	-	69,566

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the previous financial year ended 31 December 2017.

There have been no transfers between the levels of the fair value hierarchy during the financial period ended 31 March 2018.

B1 Review of performance

	3 months to 31.03.2018 RM' 000	3 months to 31.03.2017 RM' 000	Variance %
Revenue	294,195	281,546	4%
Profit from operations	120,416	140,594	-14%
Profit before interest and tax	126,134	154,799	-19%
Profit before tax	100,275	125,439	-20%
Profit after tax	70,212	136,246	-48%
Profit attributable to ordinary equity holders	34,078	73,169	-53%

When comparing three months ended 31 March 2018 with three months ended 31 March 2017:

- i) Group revenue increased by 4% mainly due to higher contribution from the Property Investment – Retail and Property Development divisions.
- ii) Group pre-tax profit decreased by 20% as the previous quarter results included a one-off gain from the disposal of asset classified as held-for-sale, ie Renaissance Kuala Lumpur Hotel, of RM34.0 million.
- iii) Group net profit decreased by 48% as the previous quarter results included a one-off write-back of deferred tax arising from the disposal of asset classified as held-for-sale, ie Renaissance Kuala Lumpur Hotel, of RM34.0 million.

Property Investment – Retail

The Group's retail division is mainly represented by IGB REIT, the owner of Mid Valley Megamall and The Gardens Mall. For the 3 months ended 31 March 2018, IGB REIT reported total gross revenue and net property income of RM136.8 million (1Q2017: RM133.7 million) and RM102.5 million (1Q2017: RM96.1 million) respectively, an increase of about 2% and 7% respectively.

Property Investment – Commercial

In the Property Investment - Commercial division, average occupancy rates for 1Q2018 for the Group's commercial buildings was above 80% with average rental rates at RM6.00 psf which is comparable to the previous year.

Property Development

Revenue recognition from the Property Development division during the current quarter increased significantly to RM17.0 million when compared to the same period last year of RM6.0 million. Damai Residence, the Group's development of 31-units condominium located in the vicinity of Ampwalk in Jalan Ampang, Kuala Lumpur was completed in April 2018. The other project currently under construction at about 40% completion is "Stonor 3", a 400-unit condominium located in the vicinity of KLCC.

Hotel

Revenue contributed by the Hotel division for the 3 months to 31 March 2018 decreased by 10% to RM75.1 million (1Q2017: RM83.0 million) mainly as a result of a drop in average occupancy rates for most of the local hotels.

B2 Comparison with immediate preceding quarter

	3 months to 31.03.2018 RM' 000	3 months to 31.12.2017 RM' 000	Variance %
Revenue	294,195	362,668	-19%
Profit from operations	120,416	139,730	-14%
Profit before interest and tax	126,134	158,997	-21%
Profit before tax	100,275	125,529	-20%
Profit after tax	70,212	115,112	-39%
Profit attributable to ordinary equity holders	34,078	59,882	-43%

When comparing three months ended 31 March 2018 with three months ended 31 December 2017:

- i) Group revenue decreased by 19% mainly due to a 78% decrease in revenue contribution from the Property Development division to RM17.0 million from RM76.7 million in the previous quarter as the immediate preceding quarter's results included a one-off gain from the disposal of a piece of vacant development land.
- ii) Accordingly, Group pre-tax profit decreased by 20% as a result of the lower revenue contribution from the Property Development division.

B3 Prospects for 2018

With the completion of the Corporate Exercise as detailed in Note B6 below, the Board expects the full consolidation of the Groups businesses in the coming months and the Group's results from operations will be satisfactory.

Property Investment – Retail and Commercial

The property investment segment will be more challenging in the near term with the scheduled increase in supply of new retail space and slower demand for office space in Kuala Lumpur. However, with the prime location of the Group's retail malls and office buildings, the Board expects contribution from this segment to be satisfactory.

Property Development

In view of the current weak sentiment in the property development market, 2018 will continue to be a difficult and challenging year for the property development segment.

Hotel

Notwithstanding the lower contribution during the first quarter of 2018, the Board expects a stable performance from the hotel segment.

B4 Profit forecast/profit guarantee

The Group did not issue any profit forecast or profit guarantee.

B5 Tax

	Current year quarter ended 31.03.2018 RM '000	Cumulative current Year-To-Date ended 31.03.2018 RM '000
Malaysian income tax		
- Company and subsidiaries	36,810	36,810
Underprovision in previous year	1,833	1,833
Transferred from deferred tax	(10,438)	(10,438)
	28,205	28,205
Overseas tax		
- Company and subsidiaries	1,858	1,858
	30,063	30,063

The effective tax rate of the Group for the current quarter was lower than the statutory tax rate as certain income were not subjected to income tax.

B6 Corporate proposals

Members' scheme of arrangement pursuant to Section 366 of the Companies Act, 2016

On 23 February 2017, the Company had proposed to acquire the entire equity interest in IGB Corporation Berhad ("IGBC") not already owned by the Company by way of a members' scheme of arrangement pursuant to Section 366 of the Companies Act, 2016 ("Proposed Scheme"), at the offer price of RM3.00 per share.

The Proposed Scheme was legally effective upon receiving the Order of the High Court of Malaya which was lodged with the Registrar of Companies Malaysia on 9 January 2018.

On 2 March 2018, the total cash settlement amounting to RM658 million together with the issuance of 57,808,634 new ordinary share and 76,817,705 new Redeemable Convertible Cumulative Preference Shares ("RCCPS") in the Company was made to the shareholders of IGBC other than the Company ("Scheme Shareholders"). All the IGBC shares held by the Scheme Shareholders has also been transferred to the Company on 2 March 2018.

Following the completion of the Proposed Scheme, IGBC became a wholly-owned subsidiary of the Company and IGBC was delisted from the official list of Bursa Securities on 16 March 2018.

On 20 March 2018, the Company changed its name from Goldis Berhad to IGB Berhad.

B7 Group borrowings and debt securities

Group borrowings as at 31 March 2018 were as follows:

31 March 2018					
	Long term RM denomination RM '000	Short term		TOTAL	
		Foreign denomination '000	RM denomination RM '000	Foreign denomination '000	RM denomination RM '000
Secured					
Term Loan - RM	135,000	-	106,022	-	241,022
Revolving credit - RM	1,613,000	-	76,344	-	1,689,344
Revolving credit - USD		10,000	38,630	10,000	38,630
Revolving credit - AUD		10,000	29,753	10,000	29,753
Medium Term Notes - RM	1,802,073	-	1,736	-	1,803,809
Unsecured					
Revolving credit - RM	-	-	275,626	-	275,626
	3,550,073		528,111		4,078,184

B8 Material litigation

As at the date of this report, there are no pending material litigation which exceeds 5% of the net assets of the Group.

B9 Proposed dividend

During this quarter, no dividend is declared or proposed in respect of the financial year ending 31 December 2018.

B10 Earnings per share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the financial period.

		Current Year Quarter ended 31.03.2018	Preceding Year Quarter ended 31.03.2017	Current Year-To-Date ended 31.03.2018	Preceding Year-To-Date ended 31.03.2017
Net Profit for the period	RM '000	<u>34,078</u>	73,169	<u>34,078</u>	73,169
Weighted average number of ordinary shares in issue	'000	<u>627,920</u>	608,069	<u>627,920</u>	608,069
Basic earnings per share	sen	<u><u>5.43</u></u>	<u>12.03</u>	<u><u>5.43</u></u>	<u>12.03</u>

(b) Diluted earnings per share

Diluted earnings per share is calculated by dividing the net profit attributable to ordinary equity holders by the weighted average number of ordinary shares in issue adjusted to assume conversion of all dilutive potential ordinary shares. The Group has dilutive potential ordinary shares from maximum conversion of RCPS.

		Current Year Quarter ended 31.03.2018	Preceding Year Quarter ended 31.03.2017	Current Year-To-Date ended 31.03.2018	Preceding Year-To-Date ended 31.03.2017
Net Profit for the period	RM '000	34,078	73,169	34,078	73,169
Add: Interest on RCPS saved as a result of conversion	RM '000	921	827	921	827
Less: Tax relief thereon	RM '000	<u>(331)</u>	<u>(179)</u>	<u>(331)</u>	<u>(179)</u>
Adjusted Net Profit	RM '000	<u>34,668</u>	73,817	<u>34,668</u>	73,817
Weighted average number of ordinary shares in issue	'000	627,920	608,069	627,920	608,069
Adjustment for potential dilution on maximum conversion of RCPS	'000	<u>275,666</u>	199,165	<u>275,666</u>	199,165
	'000	<u>903,586</u>	807,234	<u>903,586</u>	807,234
Diluted earnings per share	sen	<u><u>3.84</u></u>	<u>9.14</u>	<u><u>3.84</u></u>	<u>9.14</u>

B11 Notes to Statements of Comprehensive Income

	Current Year Quarter ended 31.03.2018 RM '000	Cumulative Current Year-To-Date ended 31.03.2018 RM '000
(a) Interest income	12,104	12,104
(b) Other income including investment income	8,996	8,996
(c) Interest expense	25,859	25,859
(d) Depreciation and amortisation	27,155	27,155
(e) Unrealised foreign exchange loss	5,517	5,517
(f) Foreign exchange gain	82	82

B12 Audit Report Qualification

The audit report of the Group's annual financial statements for the year ended 31 December 2017 did not contain any qualification.

B13 Authorisation for issue

This Interim Financial Report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 31 May 2018.