

**Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)**
Condensed Consolidated statement of comprehensive income

	Note	Current quarter 3 months ended		Cumulative quarters 9 months ended	
		30 Sept 2016 RM'000	30 Sept 2015 RM'000	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Revenue		57,587	61,059	163,402	180,931
Other income		2,359	6,134	7,168	11,744
Raw materials and consumables used		(15,094)	(18,407)	(50,463)	(57,675)
Vendors' commissions		(6,283)	(7,592)	(19,467)	(23,182)
Transportation costs		(2,994)	(3,180)	(9,954)	(9,695)
Employee benefits expense		(31,578)	(30,391)	(95,298)	(92,947)
Depreciation and amortisation		(4,968)	(5,234)	(15,273)	(15,637)
Other expenses		(13,881)	(7,601)	(31,932)	(30,233)
Finance costs		(2,342)	(2,471)	(7,033)	(7,608)
Total costs		(77,140)	(74,876)	(229,420)	(236,977)
Operating loss		(17,194)	(7,683)	(58,850)	(44,302)
Share of results of associates		-	(173)	(176)	1,250
Loss before tax	5	(17,194)	(7,856)	(59,026)	(43,052)
Income tax expense	6	(378)	(435)	(1,082)	(1,341)
Loss for the period, net of tax		(17,572)	(8,291)	(60,108)	(44,393)
<u>Other comprehensive income</u>					
Net gain on available-for-sale financial assets					
- Loss/(gain) on fair value changes		27	66	46	(47)
- Transfer to profit or loss upon disposal		-	(314)	-	(314)
Foreign currency translation		(6)	(11)	(3)	(10)
Other comprehensive profit/(loss) for the period, net of tax		21	(259)	43	(371)
Total comprehensive loss for the period		(17,551)	(8,550)	(60,065)	(44,764)

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)

Condensed Consolidated statement of comprehensive income (contd.)

	Note	Current quarter 3 months ended		Cumulative quarters 9 months ended	
		30 Sept 2016 RM'000	30 Sept 2015 RM'000	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Profit/(loss) attributable to:					
Owners of the parent		(17,572)	(8,291)	(60,108)	(44,393)
Total comprehensive loss attributable to:					
Owners of the parent		(17,551)	(8,550)	(60,065)	(44,764)
Loss per share attributable to owners of the parent (sen):					
Basic, for loss for the year	7	(15.87)	(7.49)	(54.28)	(40.09)

These condensed consolidated statements of comprehensive income should be read in conjunctions with the accompanying explanatory notes attached to these interim financial statements.

Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)

Condensed Consolidated statement of financial position (unaudited)

	Note	30 Sept 2016 RM'000	31 Dec 2015 RM'000
Assets			
Non-current assets			
Property, plant and equipment	8	237,207	250,892
Investment properties		48,046	45,312
Intangible assets	9	1,530	2,140
Investments in associates		901	1,077
Investment securities	12	1,257	1,211
Other investments	12	96	106
Deferred tax assets		212	212
Trade and other receivables		1,850	1,654
Retirement benefit assets		4,010	3,750
		<u>295,109</u>	<u>306,354</u>
Current assets			
Inventories	10	17,374	15,057
Trade and other receivables		84,992	114,198
Tax recoverable		716	703
Investment securities	12	567	1,781
Cash and bank balances	11	19,103	27,611
		<u>122,752</u>	<u>159,350</u>
Non-current asset classified as held for sale		-	3,605
Total assets		<u>417,861</u>	<u>469,309</u>
Equity and liabilities			
Equity attributable to owners of the parent			
Share capital		110,734	110,734
Share premium		50,703	50,703
Other reserves		(6)	(49)
Retained earnings		(48,840)	11,268
Total equity		<u>112,591</u>	<u>172,656</u>

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)

Condensed Consolidated statement of financial position (contd.)

	Note	30 Sept 2016 RM'000	31 Dec 2015 RM'000
Non-current liabilities			
Loans and borrowings	14	128,436	145,376
Trade and other payables		33,000	28,000
Deferred tax liabilities		27	190
		<u>161,463</u>	<u>173,566</u>
Current liabilities			
Loans and borrowings	14	51,602	43,538
Trade and other payables		91,889	78,657
Taxation		316	892
		<u>143,807</u>	<u>123,087</u>
Total liabilities		<u>305,270</u>	<u>296,653</u>
Total equity and liabilities		<u>417,861</u>	<u>469,309</u>

These condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)

Condensed consolidated statement of changes in equity

	[-----Attributable to owners of the parent-----]				[-----Non-distributable-----]			Total equity RM'000
	Share capital RM'000	Share premium RM'000	Retained earnings RM'000	Other reserves RM'000	Fair value adjustment reserve RM'000	Foreign currency translation reserve RM'000	Capital reserve RM'000	
At 1 January 2015	110,734	50,703	27,108	5,375	(13)	308	5,080	193,920
Loss for the year	-	-	(44,393)	-	-	-	-	(44,393)
Comprehensive income	-	-	-	(371)	(361)	(10)	-	(371)
Transaction with owner: Disposal of an associate company	-	-	5,080	(5,080)	-	-	(5,080)	-
At 30 September 2015	110,734	50,703	(12,205)	(76)	(374)	298	-	149,156
At 1 January 2016	110,734	50,703	11,268	(49)	(344)	295	-	172,656
Loss for the year	-	-	(60,108)	-	-	-	-	(60,108)
Comprehensive income	-	-	-	43	46	(3)	-	43
At 30 September 2016	110,734	50,703	(48,840)	(6)	(298)	292	-	112,591

These condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)

Condensed consolidated statement of cash flows

	9 months ended	
	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Cash flows from operating activities		
Loss before taxation	(59,026)	(43,052)
Adjustments for:		
Impairment loss on trade and other receivables	2,105	2,659
Reversal of impairment loss on trade and other receivables	(919)	(369)
Net fair value loss on held for trading investment	195	125
Gain on disposal of held for trading investment	(76)	(164)
Gain on disposal of available-for-sale investment	-	(218)
Loss on disposal of other investment	8	-
Provision for retirement benefits	63	76
Share of loss/(profit) of associates	176	(1,250)
Interest income	(245)	(317)
Interest expenses	6,557	7,273
Depreciation of property, plant and equipment	14,592	15,076
Amortisation of intangible assets	681	561
(Gain)/loss on disposal of property, plant and equipment	(3,736)	15
Inventories written off	-	1
Inventories written down	-	51
Property, plant and equipment written off	76	-
Creditors written off	(252)	-
Gain on disposal of an associate	-	(2,643)
Dividend income	(22)	(104)
Operating loss before working capital changes	(39,823)	(22,280)
Increase in receivables	(5,175)	(14,988)
Increase in inventories	(2,317)	5,020
Increase in payables	18,350	2,535
Cash used in operations	(28,965)	(29,713)
Interest paid	(6,424)	(7,408)
Taxes paid	(1,645)	(1,218)
RPGT	(187)	(181)
Net cash used in operating activities	(37,221)	(38,520)

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



**Condensed consolidated interim financial statements
for the nine months period ended 30 September 2016 (unaudited)**

Condensed consolidated statement of cash flows (contd.)

	9 months ended	
	30 Sept 2016	30 Sept 2015
	RM'000	RM'000
Cash flows from investing activities		
Interest received	245	317
Purchase of property, plant and equipment	(1,191)	(8,528)
Proceeds from disposal of property, plant and equipment	7,349	63
Purchase of securities in held for trading investment	(783)	(1,494)
Proceeds from disposal of held for trading investment	1,878	2,417
Proceeds from disposal of available-for-sale investment	-	1,068
Proceeds from disposal of other investment	33,002	-
Proceeds from disposal of an associate	-	31,800
Dividends received	22	104
Net cash generated from investing activities	<u>40,522</u>	<u>25,747</u>
Cash flows from financing activities		
Drawdown/(repayment) of short term borrowings	6,931	(9,881)
Payment of hire purchase payables	(16)	(301)
Repayment of long term borrowings	(19,622)	(19,047)
Payment of retirement benefits	(323)	(208)
Withdrawal of pledged fixed deposits	7	74
Net cash used in financing activities	<u>(13,023)</u>	<u>(29,363)</u>
Net decrease in cash and cash equivalents	(9,722)	(42,136)
Effects of foreign exchange rate changes	(3)	(10)
Cash and cash equivalents at 1 January	26,085	62,951
Cash and cash equivalents at 30 September	<u>16,360</u>	<u>20,805</u>

These condensed consolidated statements of cash flows should be read in conjunctions with the accompanying explanatory notes attached to these interim financial statements.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

1. Corporate information

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad.

2. Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 30 September 2016, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

These financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2015. These explanatory notes attached to the interim 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 and of the Company since the year ended 31 December 2015.

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2015.

During the financial period, the Group has adopted the following applicable new MFRS, the revised MFRS and amendments to MFRS:

	Effective for annual periods beginning on or after
MFRS and Amendments to MFRSs	
Annual Improvements to MFRSs 2012 – 2014 Cycle	1 January 2016
Amendments to MFRS 116 and MFRS 138: Clarification of Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 11: Accounting for Acquisitions of Joint Operations	1 January 2016
Amendments to MFRS 127: Equity Method in Separate Financial Statements	1 January 2016
Amendments to MFRS 101: Disclosure Initiatives	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities:	
Applying the Consolidation Exception	1 January 2016
MFRS 14 Regulatory Deferral Accounts	1 January 2016

The adoption of the above did not have any significant impact on the financial statements of the Group.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

2. Basis of Preparation (contd.)

The Group will be adopting the following MFRSs when they become effective in the respective financial periods.

MFRS and Amendments to MFRSs	Effective for annual periods beginning on or after
MFRS 107 Disclosures Initiatives (Amendments to MFRS 107)	1 January 2017
MFRS 112 Recognition of Deferred Tax for Unrealised Losses (Amendments to MFRS 112)	1 January 2017
MFRS 2 Classification and Measurement of Share-based Payment Transactions (Amendments to MFRS 2)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 9 Financial Instruments	1 January 2018
MFRS 16 Leases	1 January 2019

The adoption of the above Standards, Interpretations and Amendments are not expected to have any significant financial impact on the Group.

3. Changes in estimates

There were no changes in estimates that have had a material effect in the current interim results.

4. Changes in composition of the Group

There were no changes in the composition of the Group that have had a material effect in the current interim results.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

5. Loss before tax

Included in the loss before tax are the following items:

	Current quarter 3 months ended		Cumulative quarters 9 months ended	
	30 Sept 2016 RM'000	30 Sept 2015 RM'000	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Interest income	(37)	(128)	(245)	(317)
Interest expense	2,164	2,367	6,557	7,273
Net impairment loss on trade and other receivables	424	1,996	1,186	2,290
Gain on disposal of property, plant & equipment	1	(12)	(3,736)	15
Net fair value loss/(gain) on held for trading investment securities	(29)	155	195	125
Depreciation of property, plant and equipment	4,741	5,046	14,592	15,076
Amortisation of intangible assets	227	188	681	561

6. Income tax expense

	Current quarter 3 months ended		Cumulative quarters 9 months ended	
	30 Sept 2016 RM'000	30 Sept 2015 RM'000	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Current tax:				
Malaysian income tax expense	(352)	(466)	(1,057)	(1,379)
RPGT	-	-	(187)	(181)
Deferred tax benefit	(26)	11	162	199
Zakat	-	20	-	20
	(378)	(435)	(1,082)	(1,341)

Income tax expense is recognised in each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. The Group reported tax expense during the period attributed to the profitable subsidiaries which cannot be set off against losses made by other subsidiaries and certain expenses which are not deductible for tax purposes.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

7. Loss Per Share

Basic loss per share amounts are calculated by dividing loss for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the Company.

Diluted loss per share amounts are calculated by dividing loss for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive ordinary shares into ordinary shares.

The following reflect the profit and share data used in the computation of basic and diluted loss per share:

	Current quarter 3 months ended		Cumulative quarters 9 months ended	
	30 Sept 2016	30 Sept 2015	30 Sept 2016	30 Sept 2015
Loss net of tax attributable to owners of the parent used in the computation of loss per share (RM'000)	(17,572)	(8,291)	(60,108)	(44,393)
Weighted average number of ordinary shares in issue ('000)	110,734	110,734	110,734	110,734
Basic and diluted loss per share (sen)	(15.87)	(7.49)	(54.28)	(40.09)

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

8. Property, plant and equipment

Acquisitions and disposals

During the nine months ended 30 September 2016, the Group acquired assets at a cost of RM3.8 million (30 Sept 2015: RM17.8 million). Included in the total assets acquired is an amount for construction work-in-progress of RM3.0 million (30 Sept 2015: RM15.3 million). This construction work-in-progress represents the expenditure incurred for the acquisition of investment properties which are under construction.

Assets with RM3.6 million carrying amount were disposed of by the Group during the nine months ended 30 September 2016, resulting in a gain on disposal of RM3.7 million (30 Sept 2015: loss of RM15 thousand), recognised and included in revenue in the statement of comprehensive income. The assets disposed were 2 parcels of industrial land which were reclassified as non-current assets classified as held for sale and the sale was completed in the second quarter of 2016.

9. Intangible assets

No goodwill was recognised in the intangible assets as at 30 September 2016 (30 September 2015:RMNil).

10. Inventories

During the nine months ended 30 September 2016, the Group recognised a write-down/off of inventories of RM15,002 (30 September 2015: RM51,562) and the cost was included in the statement of comprehensive income.

11. Cash and bank balances

Cash and cash equivalents comprised the following amounts

	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Cash at bank and in hand	17,075	15,823
Short Term Deposit	2,028	5,090
Cash and bank balances	<u>19,103</u>	<u>20,913</u>

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

12. Fair value hierarchy

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

Level 1 - Quoted price (unadjusted) in active markets for identical assets or liabilities

Level 2 - Inputs that are based on observable market data, either directly or indirectly

Level 3 - Inputs that are not based on observable market data

As at reporting date, the Group held the following financial assets that are measured at fair value:

	Total RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
30 September 2016				
Available-for-sale financial assets				
- Equity instrument	1,353	1,257	-	96
Held for trading investments				
- Equity instrument	567	567	-	-
30 September 2015				
Available-for-sale financial assets				
- Equity instrument	1,317	1,211	-	106
Held for trading investments				
- Equity instrument	1,781	1,781	-	-

No transfer between any levels of the fair value hierarchy took place during the current interim period and the comparative period. There were also no changes in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

13. Share capital, share premium and treasury shares

There is no movement in share capital and share premium during the financial period ended 30 September 2016.

14. Interest bearing loans and borrowings

	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Short term borrowings		
Secured	17,451	18,589
Unsecured	34,151	29,950
	<u>51,602</u>	<u>48,539</u>
Long term borrowings		
Secured	99,436	114,451
Unsecured	29,000	36,350
	<u>128,436</u>	<u>150,801</u>
	<u>180,038</u>	<u>199,340</u>

15. Dividends

The directors did not pay any dividend in respect of the financial year ended 31 December 2015.

16. Commitments

	30 Sept 2016 RM'000	31 Dec 2015 RM'000
Capital expenditure		
Approved and contracted for:		
Investment properties	17,488	22,737

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

17. Contingent liabilities

There are two (2) new material litigations against the Group since the last status report for the position as at 30 June 2016. As at the reporting date, the contingent liabilities stood at RM 3.8 million.

After taking appropriate legal advice, no provision has been made in the financial results of the Group as at the reporting date as the Directors are of the opinion that the expected outcome of the legal suits against the Group is not expected to have any material impact on the financial position of the Group.

18. Related party transactions

The following table provides information on the transactions which have been entered into with related parties during the cumulative quarters ended 30 September 2016 and 30 September 2015:

	2016 RM'000	2015 RM'000
Services rendered by associates	5,952	4,696
Advances received from related entity	5,000	5,000

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
for the nine months period ended 30 September 2016 (unaudited)

19. Segment information

	Publishing, distribution and advertisements	Printing	Information technology and multimedia	Investment holding, management services and others	Total	Adjustments and eliminations	Per consolidated financial statements
	30 Sept 2016 RM'000	30 Sept 2016 RM'000	30 Sept 2016 RM'000	30 Sept 2016 RM'000	30 Sept 2016 RM'000	30 Sept 2016 RM'000	30 Sept 2016 RM'000
Revenue:							
External customers	158,863	-	-	4,539	163,402	-	163,402
Inter-segment	5,781	-	-	379	6,160	(6,160)	-
Total revenue	164,644	-	-	4,918	169,562	(6,160)	163,402
Segment loss (Note A)	(62,133)	144	(22)	3,067	(58,944)	(82)	(59,026)
	30 Sept 2015 RM'000	30 Sept 2015 RM'000	30 Sept 2015 RM'000	30 Sept 2015 RM'000	30 Sept 2015 RM'000	30 Sept 2015 RM'000	30 Sept 2015 RM'000
Revenue:							
External customers	177,779	-	-	3,152	180,931	-	180,931
Inter-segment	6,837	-	-	343	7,180	(7,180)	-
Total revenue	184,616	-	-	3,495	188,111	(7,180)	180,931
Segment loss (Note A)	(20,760)	18	26	(700)	(21,416)	(21,636)	(43,052)

Note A

Segment profit is reconciled to loss before tax presented in the condensed consolidated statement of comprehensive income as follows:

	30 Sept 2016 RM'000	30 Sept 2015 RM'000
Segment profit/(loss)	(58,944)	(21,416)
Share of profit of associates	(176)	1,250
Finance costs	(7,033)	(7,608)
Unallocated corporate expenses (inter-co transactions)	7,127	(15,278)
Loss before tax	(59,026)	(43,052)

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to MFRS 134
For the nine-month period ended 30 September 2016

19. Segment information (contd)

The Group comprises the following main business segments:

- (i) Publishing, distribution and advertisements - publishing and distribution of newspapers, magazines and books and print, online and outdoor advertising;
- (ii) Information technology and multimedia; and
- (iii) Investment holding, management services and others.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to Bursa Malaysia Listing
Requirements: Chapter 9, Appendix 9B, Part A
For the nine months period ended 30 September 2016

20. Performance review

The Group posted revenue of RM57.6 million for the current quarter as compared with RM61.1 million in the corresponding quarter ended 30 September 2015. The decline was mainly attributed to the publishing and distribution segment. Other income dropped by RM3.8 million as a result of recognition of gain on disposal of investment in associate of RM2.8m in the 3rd quarter 2015. Hence, the Group registered a higher loss before tax (LBT) of RM17.2 million as compared with a LBT of RM7.9 million for the corresponding quarter last year.

Similarly on a year-to-date basis, the Group registered lower revenue of RM163.4 million for the period ended 30 September 2016 as compared with RM180.9 million last year mainly due to a reduction in revenue from the publishing and distribution segment. Accordingly the Group registered a higher LBT of RM59.0 million as compared with LBT of RM43.1 million last year. A reduction of 3.2% in total costs has lessened the impact of reduction in revenue and other income.

21. Comparison with the immediate preceding quarter results

The Group posted slightly lower revenue by RM0.5 million from RM58.1 million in the preceding quarter ended 30 June 2016 to RM57.6 million in the current quarter mainly attributed to the advertising segment and investment holdings & services segment. Accordingly the Group recorded higher LBT of RM17.2 million as compared with LBT of RM15.7 million for the preceding quarter.

22. Comment on current year prospects

The Malaysian economy is expected to continue on a moderate growth path in 2016. Given the continuing challenges faced by print-based media company, the directors remain cautious with regard to the Group's performance in 2016.

We are actively seeking new businesses to support our core business activities. Whilst our core business remains in print media, we are promoting our Utusan Online portal and digital newspapers. In the e-learning segment, we have introduced Tutor Guru application which is a teaching tool for teachers. This application is intergrated with the existing Tutor.com.my offered by the Group. Continuous efforts are made to ensure our digital products garner higher traffics and subscriptions.

23. Profit forecast or profit guarantee

The group has not provided any profit forecast in a public document.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to Bursa Malaysia Listing
Requirements: Chapter 9, Appendix 9B, Part A
For the nine months period ended 30 September 2016

24. Corporate proposals

There are no corporate proposals announced as at the date of this report.

25. Changes in material litigation

There was no material litigation against the Group except as disclosed in Note 17.

26. Dividend payable

No interim ordinary dividend has been declared for the quarter ended 30 September 2016 (30 September 2015: Nil)

27. Disclosure of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

28. Rationale for entering into derivatives

The group did not enter into any derivatives during the quarter ended 30 September 2016 or the corresponding quarter ended 30 September 2015.

29. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2015 was not qualified.

Utusan Melayu (Malaysia) Berhad
(Incorporated in Malaysia)



Explanatory notes pursuant to Bursa Malaysia Listing
Requirements: Chapter 9, Appendix 9B, Part A
For the nine months period ended 30 September 2016

30. Supplementary information

Breakdown of retained profits into realised and unrealised

	As at 30/9/2016 RM'000	As at 30/9/2015 RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	(11,397)	(46,684)
- Unrealised loss	(2,600)	3
	<u>(13,997)</u>	<u>(46,681)</u>
Total share of retained profits from associated companies		
- Realised	832	985
- Unrealised loss	-	-
	<u>832</u>	<u>985</u>
	(13,165)	(45,696)
Add: Consolidation adjustments	(35,675)	33,491
Total group retained (loss)/profit	<u>(48,840)</u>	<u>(12,205)</u>

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements.

Accordingly, the unrealised retained profits of the Group as disclosed above exclude translation gains and losses on monetary items denominated in a currency other than the functional currency and foreign exchange contracts, as these translation gains and losses are incurred in the ordinary course of business of the Group, hence deemed as realised.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

BY ORDER OF THE BOARD

Shirad Anuar

Company Secretary

Date: 22 November 2016