

METROD HOLDINGS BERHAD (916531-A)

Interim report for the second quarter ended 30 June 2017

Condensed Consolidated Statements of Comprehensive Income

	Current Quarter 30/6/2017 RM'000	Comparative Quarter 30/6/2016 RM'000	Current Year To Date 30/6/2017 RM'000	Comparative Year To Date 30/6/2016 RM'000
Revenue	613,150	456,277	1,169,252	908,353
Operating expenses	-608,276	-453,673	-1,155,186	-895,228
Other operating income	1,681	1,557	3,528	3,073
Other gains /(losses) (net)	710	-1,112	3,930	1,458
Profit from operations	7,265	3,049	21,524	17,656
Finance costs	-6,875	-7,458	-13,648	-14,973
Profit before tax	390	-4,409	7,876	2,683
Taxation	-165	-740	-1,693	-1,355
Profit for the financial period	225	-5,149	6,183	1,328
Other comprehensive income	-4,952	2,574	866	-14,121
Other comprehensive income for the financial period	-4,952	2,574	866	-14,121
Total comprehensive income for the financial period	-4,727	-2,575	7,049	-12,793
Profit for the financial period attributable to :				
- Owners of the Company	3,619	-1,194	8,729	4,993
- Non-controlling interest	-3,394	-3,955	-2,546	-3,665
	225	-5,149	6,183	1,328
Total comprehensive income/(loss) for the financial period attributable to :				
- Owners of the Company	1,017	536	9,216	-2,400
- Non-controlling interest	-5,744	-3,111	-2,167	-10,393
	-4,727	-2,575	7,049	-12,793
Earning Per Share attributable to owners of the Company				
- Basic	3.02	-1.00	7.27	4.16
- Diluted	N.A	N.A	N.A	N.A

N.A - Not Applicable

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016

METROD HOLDINGS BERHAD (916531-A)

Interim report for the second quarter ended 30 June 2017

Condensed Consolidated Statements of Financial Position

	As at Current Financial period end 30/6/2017 RM'000	As at Preceding Financial year end 31/12/2016 RM'000
Non current assets		
Property, plant and equipment	554,319	557,823
Deferred tax assets	3,550	4,687
	557,869	562,510
Current assets		
Inventories	309,610	310,345
Trade and other receivables	309,669	253,902
Marketable securities	32,244	2,964
Derivative financial assets	17	165
Deposits, bank and cash balances	145,343	255,717
Tax recoverable	671	494
	797,554	823,587
Less : Current Liabilities		
Trade and other payables	77,963	81,114
Provision	0	18,410
Derivative financial liabilities	5,834	2,358
Current tax liabilities	192	282
Post-employment benefit obligations	255	384
Short term borrowings (interest bearing)	506,191	503,202
	590,435	605,750
Net Current Assets	207,119	217,837
Less: Non current liabilities		
Post-employment benefit obligations	9,070	7,291
Compulsorily convertible debentures	81,437	81,089
Borrowings (interest bearing)	169,478	194,014
Deferred tax liabilities	694	693
	260,679	283,087
	504,309	497,260
Equity		
Share capital	60,000	60,000
Share premium	96,563	96,563
Currency translation reserve	760	273
Internal reorganisation reserve	-96,546	-96,546
Retained earnings	361,954	353,225
Capital and reserves attributable to the owners of the parent	422,731	413,515
Non-controlling interests	81,578	83,745
Total equity	504,309	497,260

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016

METROD HOLDINGS BERHAD (916531-A)

Interim report for the second quarter ended 30 June 2017

Condensed Consolidated Statement of Changes in Equity

	Attributable to the owners of the Company						
	Share Capital RM'000	Share premium RM'000	Non-distributable		Distributable	Non-Controlling Interests RM'000	Total RM'000
Currency translation reserves RM'000			Internal Reorganisation Reserve * RM'000	Retained earnings RM'000			
<u>6 months ended 30/6/2017</u>							
At 01/01/2017	60,000	96,563	273	-96,546	353,225	83,745	497,260
Net profit for the period	0	0	0	0	8,729	-2,546	6,183
Other comprehensive incomes (net of tax) <u>Items that may be subsequently reclassified to profit or loss</u>							
- Cumulative translation difference			487			379	866
Total comprehensive income for the period	0	0	487	0	8,729	-2,167	7,049
<u>Transaction with owner:</u>							
Dividends for the year ended 31 December 2016	0	0	0	0	0	0	0
Balance at 30/6/2017	60,000	96,563	760	-96,546	361,954	81,578	504,309
<u>6 months ended 30/6/2016</u>							
At 01/01/2016	60,000	96,563	-910	-96,546	347,850	89,335	496,292
Net profit for the period	0	0	0	0	4,993	-3,665	1,328
Other comprehensive incomes (net of tax) <u>Items that may be subsequently reclassified to profit or loss</u>							
- Cumulative translation difference	0	0	-7,393	0	0	-6,728	-14,121
Total comprehensive income for the period	0	0	-7,393	0	4,993	-10,393	-12,793
<u>Transaction with owner:</u>							
Dividends for the year ended 31 December 2015	0	0	0	0	0	0	0
Balance at 30/06/2016	60,000	96,563	-8,303	-96,546	352,843	78,942	483,499

*- This represents the difference between the cost of acquisition and the aggregate carrying value of assets and liabilities of the original Metrod Group.

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with
the Annual Financial Report for the year ended 31 December 2016*

METROD HOLDINGS BERHAD (916531-A)

Interim report for the second quarter ended 30 June 2017

Condensed Consolidated Statements of Cash Flow

	Current Year To Date ended 30/6/2017 RM'000	Preceding Year To Date ended 30/6/2016 RM'000
<i>Operating Activities</i>		
Cash from operations	-102,510	-34,028
Interest paid	-12,594	-9,938
Tax paid	-824	-1,141
Net cash flow used in operating activities	<u>-115,928</u>	<u>-45,107</u>
<i>Investing Activities</i>		
Purchase of property, plant and equipment	-3,305	-3,353
Proceeds from disposal of property, plant and equipment	92	0
Investment of marketable securities	-29,258	403
Proceeds from fixed deposits maturity/renewal	19,951	0
Interest & dividend received	3,315	1,954
Net cash flow used in investing activities	<u>-9,205</u>	<u>-996</u>
<i>Financing Activities</i>		
Proceeds from short term bank borrowings (net)	40,165	-15,730
Deposits pledged as securities	-308	-16,025
Drawdown of term loan	0	60,510
Net cash flow from financing activities	<u>34,120</u>	<u>28,755</u>
Changes in cash and cash equivalents	-91,013	-17,348
Currency translation differences	-172	-89
Cash and cash equivalents		
- at start of the period	206,811	191,752
- at end of the period	<u>115,626</u>	<u>174,315</u>

The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016