

**METROD HOLDINGS BERHAD (916531-A)**

Interim report for the third quarter ended 30 September 2017

**Condensed Consolidated Statements of Comprehensive Income**

	<b>Current Quarter 30/9/2017 RM'000</b>	Comparative Quarter 30/9/2016 RM'000	<b>Current Year To Date 30/9/2017 RM'000</b>	Comparative Year To Date 30/9/2016 RM'000
Revenue	<b>697,799</b>	420,850	<b>1,867,051</b>	<b>1,329,203</b>
Operating expenses	<b>-692,870</b>	-415,265	<b>-1,848,056</b>	<b>-1,310,493</b>
Other operating income	<b>1,467</b>	1,501	<b>4,995</b>	<b>4,574</b>
Other gains /(losses) (net)	<b>543</b>	895	<b>4,473</b>	<b>2,353</b>
Profit from operations	<b>6,939</b>	7,981	<b>28,463</b>	<b>25,637</b>
Finance costs	<b>-6,778</b>	-7,904	<b>-20,426</b>	<b>-22,877</b>
Profit before tax	<b>161</b>	77	<b>8,037</b>	<b>2,760</b>
Taxation	<b>-1,016</b>	-793	<b>-2,709</b>	<b>-2,148</b>
Profit for the financial period	<b>-855</b>	-716	<b>5,328</b>	<b>612</b>
Other comprehensive income	<b>-4,286</b>	5,856	<b>-3,420</b>	-8,265
Other comprehensive income for the financial period	<b>-4,286</b>	5,856	<b>-3,420</b>	-8,265
Total comprehensive income for the financial period	<b>-5,141</b>	5,140	<b>1,908</b>	-7,653
Profit for the financial period attributable to :				
- Owners of the Company	<b>2,758</b>	3,918	<b>11,487</b>	<b>8,911</b>
- Non-controlling interest	<b>-3,613</b>	<b>-4,634</b>	<b>-6,159</b>	-8,299
	<b>-855</b>	<b>-716</b>	<b>5,328</b>	<b>612</b>
Total comprehensive income/(loss) for the financial period attributable :				
- Owners of the Company	<b>527</b>	6,758	<b>9,743</b>	<b>4,358</b>
- Non-controlling interest	<b>-5,668</b>	-1,618	<b>-7,835</b>	-12,011
	<b>-5,141</b>	<b>5,140</b>	<b>1,908</b>	<b>-7,653</b>
Earning Per Share attributable to owners of the Company				
- Basic	<b>2.30</b>	<b>3.27</b>	<b>9.57</b>	<b>7.43</b>
- Diluted	<b>N.A</b>	N.A	<b>N.A</b>	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 third quarter ended 30 September 2017

**Condensed Consolidated Statements of Financial Position**

	<b>As at Current Financial year end 30/9/2017 RM'000</b>	<b>As at Preceding Financial year end 31/12/2016 RM'000</b>
<b>Non current assets</b>		
Property, plant and equipment	540,747	557,823
Deferred tax assets	4,711	4,687
	<b>545,458</b>	<b>562,510</b>
<b>Current assets</b>		
Inventories	384,084	310,345
Trade and other receivables	355,099	253,902
Marketable securities	9,067	2,964
Derivative financial assets	1,778	165
Deposits, bank and cash balances	152,471	255,717
Tax recoverable	920	494
	<b>903,419</b>	<b>823,587</b>
<b>Less : Current Liabilities</b>		
Trade and other payables	162,767	81,114
Provision	0	18,410
Derivative financial liabilities	4,886	2,358
Current tax liabilities	0	282
Post-employment benefit obligations	0	384
Short term borrowings (interest bearing)	522,832	503,202
	<b>690,485</b>	<b>605,750</b>
<b>Net Current Assets</b>	<b>212,934</b>	<b>217,837</b>
<b>Less: Non current liabilities</b>		
Post-employment benefit obligations	9,003	7,291
Compulsorily convertible debentures	79,282	81,089
Borrowings (interest bearing)	175,447	194,014
Deferred tax liabilities	2,692	693
	<b>266,424</b>	<b>283,087</b>
	<b>491,968</b>	<b>497,260</b>
<b>Equity</b>		
Share capital	60,000	60,000
Share premium	96,563	96,563
Currency translation reserve	-1,471	273
Internal reorganisation reserve	-96,546	-96,546
Retained earnings	357,512	353,225
<b>Capital and reserves attributable to the owners of the parent</b>	<b>416,058</b>	<b>413,515</b>
Non-controlling interests	75,910	83,745
<b>Total equity</b>	<b>491,968</b>	<b>497,260</b>

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*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 third quarter ended 30 September 2017

**Condensed Consolidated Statement of Changes in Equity**

	Attributable to the owners of the Company						Total RM'000
	Share Capital RM'000	Share premium RM'000	<u>Non-distributable</u> Currency translation reserves RM'000	Internal Reorganisation Reserve * RM'000	<u>Distributable</u> Retained earnings RM'000	Non- Controlling Interests RM'000	
<b><u>9 months ended 30/9/2017</u></b>							
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	11,487	-6,159	5,328
Other comprehensive incomes (net of tax) <u>Items that may be subsequently reclassified to profit or loss</u> - Cumulative translation difference			-1,744			-1,676	-3,420
Total comprehensive income for the period	0	0	-1,744	0	11,487	-7,835	1,908
<u>Transaction with owner:</u> Dividends for the year ended 31 December 2016	0	0	0	0	-7,200	0	-7,200
Balance at 30/9/2017	60,000	96,563	-1,471	-96,546	357,512	75,910	491,968
<b><u>9 months ended 30/9/2016</u></b>							
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	8,911	-8,299	612
Other comprehensive incomes (net of tax) <u>Items that may be subsequently reclassified to profit or loss</u> - Cumulative translation difference	0	0	-4,553	0	0	-3,711	-8,264
Total comprehensive income for the period	0	0	-4,553	0	8,911	-12,010	-7,652
<u>Transaction with owner:</u> Dividends for the year ended 31 December 2015	0	0	0	0	-7,200	0	-7,200
Balance at 30/09/2016	60,000	96,563	-5,463	-96,546	349,561	77,325	481,440

\*- 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 third quarter ended 30 September 2017

**Condensed Consolidated Statements of Cash Flow**

	<b>Current Year To Date ended 30/9/2017 RM'000</b>	<b>Preceding Year To Date ended 30/9/2016 RM'000</b>
<b><i>Operating Activities</i></b>		
Cash from operations	-98,996	-36,230
Interest paid	-22,301	-16,667
Tax paid	-1,166	-1,371
Net cash flow used in operating activities	<b>-122,463</b>	<b>-54,268</b>
<b><i>Investing Activities</i></b>		
Purchase of property, plant and equipment	-6,560	-6,719
Prepayments for property, plant and equipment	-7,448	0
Proceeds from disposal of property, plant and equipment	89	0
Investment of marketable securities	-6,028	280
Proceeds from fixed deposits maturity/renewal	21,739	0
Interest & dividend received	4,492	3,185
Net cash flow used in investing activities	<b>6,284</b>	<b>-3,254</b>
<b><i>Financing Activities</i></b>		
Proceeds from short term bank borrowings (net)	55,774	-12,217
Deposits pledged as securities	-23	-15,960
Drawdown of term loan	0	60,646
Repayment of term loan	-13,596	0
Dividends paid to shareholders	-7,200	-7,200
Net cash flow from financing activities	<b>34,955</b>	<b>25,269</b>
Changes in cash and cash equivalents	<b>-81,224</b>	<b>-32,253</b>
Currency translation differences	<b>-3,323</b>	<b>-2,188</b>
<b>Cash and cash equivalents</b>		
- at start of the year	<b>206,811</b>	<b>191,752</b>
- at end of the year	<b>122,264</b>	<b>157,311</b>

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