

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

Interim report for the fourth quarter ended 31 December 2017

**Condensed Consolidated Statements of Comprehensive Income***The figures for the individual quarters have not been audited but figures for the cumulative quarters have been audited.*

	<b>Current Quarter 31/12/2017 RM'000</b>	Comparative Quarter 31/12/2016 RM'000	<b>Current Year To Date 31/12/2017 RM'000</b>	Comparative Year To Date 31/12/2016 RM'000
Revenue	<b>713,762</b>	453,294	<b>2,580,813</b>	1,782,497
Operating expenses	<b>-727,812</b>	-431,990	<b>-2,575,868</b>	-1,742,483
Other operating income	<b>1,723</b>	2,287	<b>6,718</b>	6,861
Other gains /(losses)	<b>28,537</b>	-15,033	<b>33,010</b>	-12,680
Profit from operations	<b>16,210</b>	8,558	<b>44,673</b>	34,195
Finance costs	<b>-2,498</b>	-2,652	<b>-22,924</b>	-25,529
Profit before tax	<b>13,712</b>	5,906	<b>21,749</b>	8,666
Taxation	<b>291</b>	-695	<b>-2,418</b>	-2,843
Profit for the financial period	<b>14,003</b>	5,211	<b>19,331</b>	5,823
Other comprehensive income	<b>-2,904</b>	10,770	<b>-6,324</b>	2,505
Other comprehensive income for the financial period	<b>-2,904</b>	10,770	<b>-6,324</b>	2,505
Total comprehensive income for the financial period	<b>11,099</b>	15,981	<b>13,007</b>	8,328
Profit for the financial period attributable to :				
- Owners of the Company	<b>11,579</b>	3,837	<b>23,066</b>	12,748
- Non-controlling interest	<b>2,424</b>	1,374	<b>-3,735</b>	-6,925
	<b>14,003</b>	5,211	<b>19,331</b>	5,823
Total comprehensive income/(loss) for the financial period attributable to :				
- Owners of the Company	<b>9,999</b>	9,560	<b>19,742</b>	13,918
- Non-controlling interest	<b>1,100</b>	6,421	<b>-6,735</b>	-5,590
	<b>11,099</b>	15,981	<b>13,007</b>	8,328
Earning Per Share attributable to owners of the Company				
- Basic	<b>9.65</b>	3.20	<b>19.22</b>	<b>10.62</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 fourth quarter ended 31 December 2017

**Condensed Consolidated Statements of Financial Position**

	As at Current Financial year end 31/12/2017	As at Preceding Financial year end 31/12/2016
	AUDITED	
	RM'000	RM'000
<b>Non current assets</b>		
Property, plant and equipment	530,260	557,823
Deferred tax assets	4,979	4,687
	<b>535,239</b>	<b>562,510</b>
<b>Current assets</b>		
Inventories	278,882	310,345
Receivables, deposits & prepayments	359,275	253,902
Marketable securities	6,928	2,964
Derivative financial assets	7,023	165
Deposits, bank and cash balances	167,061	255,717
Tax recoverable	2,504	494
	<b>821,673</b>	<b>823,587</b>
<b>Less : Current Liabilities</b>		
Trade and other payables	76,403	81,114
Provision	0	18,410
Derivative financial liabilities	989	2,358
Current tax liabilities	54	282
Post-employment benefit obligations	201	384
Short term borrowings (interest bearing)	509,522	503,202
	<b>587,169</b>	<b>605,750</b>
<b>Net Current Assets</b>	<b>234,504</b>	<b>217,837</b>
<b>Less: Non current liabilities</b>		
Post-employment benefit obligations	7,739	7,291
Compulsorily convertible debentures	77,805	81,089
Borrowings (interest bearing)	178,195	194,014
Deferred tax liabilities	2,937	693
	<b>266,676</b>	<b>283,087</b>
	<b>503,067</b>	<b>497,260</b>
<b>Equity</b>		
Share capital	156,563	60,000
Share premium	0	96,563
Currency translation reserve	-3,313	273
Internal reorganisation reserve	-96,546	-96,546
Retained earnings	369,353	353,225
<b>Capital and reserves attributable to the owners of the parent</b>	<b>426,057</b>	<b>413,515</b>
Non-controlling interests	77,010	83,745
<b>Total equity</b>	<b>503,067</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 fourth quarter ended 31 December 2017

**Condensed Consolidated Statement of Changes in Equity**

The figures are audited.

	Attributable to the owners of the Company						
	Share Capital RM'000	Share premium RM'000	Non-distributable Currency translation reserves RM'000	Internal Reorganisation Reserve * RM'000	Distributable Retained earnings RM'000	Non- Controlling Interests RM'000	Total RM'000
<b>12 months ended 31/12/2017</b>							
At 01/01/2017	60,000	96,563	273	-96,546	353,225	83,745	497,260
Transition to no par value regime on 31 January 2017 under the Companies Act 2016	96,563	-96,563					0
	156,563	0	273	-96,546	353,225	83,745	497,260
Net profit for the year	0	0	0	0	23,066	-3,735	19,331
Other comprehensive incomes (net of tax)							
<u>Items that may be subsequently reclassified to profit or loss</u>							
- Currency translation difference			-3,586			-3,251	-6,837
<u>Items that will not be reclassified to profit or loss:</u>							
- Remeasurement of post employment benefit obligations					262	251	513
Total comprehensive income for the year	0	0	-3,586	0	23,328	-6,735	13,007
<u>Transaction with owner:</u>							
Dividends for the year ended 31 December 2016	0	0	0	0	-7,200	0	-7,200
Balance at 31/12/2017	156,563	0	-3,313	-96,546	369,353	77,010	503,067
<p>The new Companies Act 2016 (the "Act"), which came into operation on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, any amount standing to the credit of the share premium account becomes part of the Company's share capital pursuant to the transitional provisions set out in Section 618 (2) of the Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.</p>							
<b>12 months ended 31/12/2016</b>							
At 01/01/2016	60,000	96,563	-910	-96,546	347,850	89,335	496,292
Net profit for the year	0	0	0	0	12,748	-6,925	5,823
Other comprehensive incomes (net of tax)							
<u>Items that may be subsequently reclassified to profit or loss</u>							
- Currency translation difference	0	0	1,343	0	0	1,501	2,844
<u>Items that will not be reclassified to profit or loss:</u>							
- Remeasurement of post employment benefit obligations	0	0	0	0	-173	-166	-339
Total comprehensive income for the year	0	0	1,343	0	12,575	-5,590	8,328
Liquidation of subsidiary-realisation of foreign exchange reserves				-160			-160
<u>Transaction with owner:</u>							
Dividends for the year ended 31 December 2015	0	0	0	0	-7,200	0	-7,200
Balance at 31/12/2016	60,000	96,563	273	-96,546	353,225	83,745	497,260

\*- 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 fourth quarter ended 31 December 2017

**Condensed Consolidated Statements of Cash Flow**

	<b>AUDITED</b>	
	<b>Current Year To Date ended 31/12/2017 RM'000</b>	<b>Preceding Year To Date ended 31/12/2016 RM'000</b>
<b><i>Operating Activities</i></b>		
Cash used in operations	-75,406	-66,301
Interest paid	-23,015	-22,386
Tax refund	5	0
Tax paid	-2,752	-2,229
Net cash flow used in operating activities	<b>-101,168</b>	<b>-90,916</b>
<b><i>Investing Activities</i></b>		
Purchase of property, plant and equipment	-10,096	-7,775
Prepayments for property, plant and equipment	-19,279	0
Proceeds from disposal of property, plant and equipment	133	54
Investment of marketable securities	-4,254	-2,035
Proceeds from maturity of fixed deposits	21,858	0
Investment in fixed deposits	-35,323	-22,511
Interest & dividend received	5,728	4,754
Net cash flow used in investing activities	<b>-41,233</b>	<b>-27,513</b>
<b><i>Financing Activities</i></b>		
Proceeds from short term bank borrowings (net)	54,947	101,021
Deposits pledged as securities	-1,569	-17,139
Drawdown of term loan	15,062	60,510
Repayment of term loan	-22,668	-6,051
Dividends paid to shareholders	-7,200	-7,200
Net cash flow from financing activities	<b>38,572</b>	<b>131,141</b>
Changes in cash and cash equivalents	<b>-103,829</b>	<b>12,712</b>
Currency translation differences	<b>186</b>	<b>2,347</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>103,168</b>	<b>206,811</b>

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