

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

Interim report for the second quarter ended 30 June 2018

**Condensed Consolidated Statements of Comprehensive Income**

	<b>Current Quarter 30/06/2018 RM'000</b>	<b>Comparative Quarter 30/06/2017 RM'000</b>	<b>Current Year To Date 30/06/2018 RM'000</b>	<b>Comparative Year To Date 30/06/2017 RM'000</b>
Revenue	<b>719,771</b>	613,150	<b>1,391,376</b>	1,169,252
Operating expenses	<b>-690,432</b>	-629,139	<b>-1,367,209</b>	-1,170,952
Other operating income	<b>2,048</b>	1,681	<b>3,821</b>	3,528
Other gains /(losses)	<b>-22,840</b>	21,573	<b>-4,489</b>	19,696
Profit from operations	<b>8,547</b>	7,265	<b>23,499</b>	21,524
Finance costs	<b>-8,076</b>	-6,875	<b>-14,769</b>	-13,648
Profit before tax	<b>471</b>	390	<b>8,730</b>	7,876
Taxation	<b>-2,370</b>	-165	<b>-2,880</b>	-1,693
Profit/(loss) for the financial period	<b>-1,899</b>	225	<b>5,850</b>	6,183
Other comprehensive income:- Currency translation differences	<b>-790</b>	-4,952	<b>-11,309</b>	866
Total other comprehensive income for the financial period (net of tax)	<b>-790</b>	-4,952	<b>-11,309</b>	866
Total comprehensive income for the financial period	<b>-2,689</b>	-4,727	<b>-5,459</b>	7,049
Profit/(loss) for the financial period attributable to :				
- Owners of the Company	<b>998</b>	3,619	<b>6,730</b>	8,729
- Non-controlling interest	<b>-2,897</b>	-3,394	<b>-880</b>	-2,546
	<b>-1,899</b>	225	<b>5,850</b>	6,183
Total comprehensive income for the financial period attributable :				
- Owners of the Company	<b>552</b>	1,017	<b>753</b>	9,216
- Non-controlling interest	<b>-3,241</b>	-5,744	<b>-6,212</b>	-2,167
	<b>-2,689</b>	-4,727	<b>-5,459</b>	7,049
Earning Per Share attributable to owners of the Company				
- Basic	<b>0.83</b>	3.02	<b>5.61</b>	<b>7.27</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 2017*

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

Interim report for the second quarter ended 30 June 2018

**Condensed Consolidated Statements of Financial Position**

	<b>As at Current Financial year end 30/06/2018 RM'000</b>	<b>As at Preceding Financial year end 31/12/2017 RM'000</b>
<b>Non current assets</b>		
Property, plant and equipment	512,490	530,260
Deferred tax assets	2,186	4,979
	<b>514,676</b>	<b>535,239</b>
<b>Current assets</b>		
Inventories	412,087	278,882
Receivables, deposits & prepayments	351,913	359,275
Marketable securities	3,021	6,928
Derivative financial assets	9,858	7,023
Deposits, bank and cash balances	190,115	167,061
Tax recoverable	3,214	2,504
	<b>970,208</b>	<b>821,673</b>
<b>Less : Current Liabilities</b>		
Trade and other payables	115,376	76,403
Derivative financial liabilities	0	989
Current tax liabilities	128	54
Post-employment benefit obligations	0	201
Short term borrowings (interest bearing)	619,217	509,522
	<b>734,721</b>	<b>587,169</b>
<b>Net Current Assets</b>	<b>235,487</b>	<b>234,504</b>
<b>Less: Non current liabilities</b>		
Post-employment benefit obligations	8,049	7,739
Compulsorily convertible debentures	72,404	77,805
Borrowings (interest bearing)	169,741	178,195
Deferred tax liabilities	2,361	2,937
	<b>252,555</b>	<b>266,676</b>
	<b>497,608</b>	<b>503,067</b>
<b>Equity</b>		
Share capital	156,563	156,563
Currency translation reserve	-9,290	-3,313
Internal reorganisation reserve	-96,546	-96,546
Retained earnings	376,083	369,353
<b>Capital and reserves attributable to the owners of the parent</b>	<b>426,810</b>	<b>426,057</b>
Non-controlling interests	70,798	77,010
<b>Total equity</b>	<b>497,608</b>	<b>503,067</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 2017*

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

Interim report for the second quarter ended 30 June 2018

**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		
<b><u>6 months ended 30/06/2018</u></b>							
At 01/01/2018	156,563	0	-3,313	-96,546	369,353	77,010	503,067
Net profit/(loss) for the period	0	0	0	0	6,730	-880	5,850
Other comprehensive incomes (net of tax)							
<u>Items that may be subsequently reclassified to profit or loss</u>							
- Currency translation differences			-5,977			-5,332	-11,309
Total comprehensive income for the period	0	0	-5,977	0	6,730	-6,212	-5,459
<u>Transaction with owner:</u>							
Dividends for the year ended 31 December 2017	0	0	0	0	0	0	0
Balance at 30/06/2018	<b>156,563</b>	<b>0</b>	<b>-9,290</b>	<b>-96,546</b>	<b>376,083</b>	<b>70,798</b>	<b>497,608</b>
<b><u>6 months ended 30/6/2017</u></b>							
At 01/01/2017	60,000	96,563	273	-96,546	353,225	83,745	497,260
Net profit/(loss) 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>							
- Currency translation differences	0	0	487	0	0	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 30/06/2017	<b>60,000</b>	<b>96,563</b>	<b>760</b>	<b>-96,546</b>	<b>361,954</b>	<b>81,578</b>	<b>504,309</b>

\* - 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 2017*

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

Interim report for the second quarter ended 30 June 2018

**Condensed Consolidated Statements of Cash Flow**

	<b>Current Year To Date ended 30/06/2018 RM'000</b>	<b>Preceding Year To Date ended 30/06/2017 RM'000</b>
<b><i>Operating Activities</i></b>		
Cash used in operations	-12,692	-102,510
Interest paid	-14,315	-12,594
Tax paid	-1,380	-824
Net cash flow from operating activities	<u>-28,387</u>	<u>-115,928</u>
<b><i>Investing Activities</i></b>		
Purchase of property, plant and equipment	-18,617	-3,305
Proceeds from disposal of property, plant and equipment	0	92
Investment of marketable securities	3,483	-29,258
Proceeds from maturity of fixed deposits	-121	19,951
Interest & dividend received	3,390	3,315
Net cash flow from investing activities	<u>-11,865</u>	<u>-9,205</u>
<b><i>Financing Activities</i></b>		
Proceeds from short term bank borrowings (net)	76,967	40,165
Deposits pledged as securities	810	-308
Drawdown of term loan	10,548	0
Repayment of term loan	-25,013	-5,737
Net cash flow from financing activities	<u>63,312</u>	<u>34,120</u>
Changes in cash and cash equivalents	23,060	-91,013
Currency translation differences	1,864	-172
<b>Cash and cash equivalents</b>		
- at start of the period	<u>103,168</u>	<u>206,811</u>
- at end of the period	<u>128,092</u>	<u>115,626</u>