

METROD HOLDINGS BERHAD (916531-A)

Interim report for the third quarter ended 30 September 2018

Condensed Consolidated Statements of Comprehensive Income

	Current Quarter 30/09/2018 RM'000	Comparative Quarter 30/09/2017 RM'000	Current Year To Date 30/09/2018 RM'000	Comparative Year To Date 30/09/2017 RM'000
Revenue	763,015	697,799	2,154,391	1,867,051
Operating expenses	-755,299	-693,182	-2,122,508	-1,864,134
Other operating income	2,387	1,467	6,208	4,995
Other gains /(losses)	-12,638	855	-17,127	20,551
Profit from operations	-2,535	6,939	20,964	28,463
Finance costs	-8,989	-6,778	-23,758	-20,426
Profit before tax	-11,524	161	-2,794	8,037
Taxation	215	-1,016	-2,665	-2,709
Profit/(loss) for the financial period	-11,309	-855	-5,459	5,328
Other comprehensive income:- Currency translation differences	-4,849	-4,286	-16,158	-3,420
Total other comprehensive income for the financial period (net of tax)	-4,849	-4,286	-16,158	-3,420
Total comprehensive income for the financial period	-16,158	-5,141	-21,617	1,908
Profit/(loss) for the financial period attributable to :				
- Owners of the Company	-8,084	2,758	-1,354	11,487
- Non-controlling interest	-3,225	-3,613	-4,105	-6,159
	-11,309	-855	-5,459	5,328
Total comprehensive income for the financial period attributable :				
- Owners of the Company	-10,666	527	-9,913	9,743
- Non-controlling interest	-5,492	-5,668	-11,704	-7,835
	-16,158	-5,141	-21,617	1,908
Earning Per Share attributable to owners of the Company				
- Basic	-6.74	2.30	-1.13	9.57
- 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 2017

METROD HOLDINGS BERHAD (916531-A)

Interim report for the third quarter ended 30 September 2018

Condensed Consolidated Statements of Financial Position

	As at Current Financial year end 30/09/2018 RM'000	As at Preceding Financial year end 31/12/2017 RM'000
Non current assets		
Property, plant and equipment	551,227	530,260
Deferred tax assets	1,267	4,979
	552,494	535,239
Current assets		
Inventories	341,204	278,882
Receivables, deposits & prepayments	323,421	359,275
Marketable securities	2,954	6,928
Derivative financial assets	6,082	7,023
Deposits, bank and cash balances	173,217	167,061
Tax recoverable	3,645	2,504
	850,523	821,673
Less : Current Liabilities		
Trade and other payables	144,519	76,403
Derivative financial liabilities	0	989
Current tax liabilities	0	54
Post-employment benefit obligations	152	201
Short term borrowings (interest bearing)	517,741	509,522
	662,412	587,169
Net Current Assets	188,111	234,504
Less: Non current liabilities		
Post-employment benefit obligations	7,657	7,739
Compulsorily convertible debentures	69,955	77,805
Borrowings (interest bearing)	187,612	178,195
Deferred tax liabilities	1,131	2,937
	266,355	266,676
	474,250	503,067
Equity		
Share capital	156,563	156,563
Currency translation reserve	-11,872	-3,313
Internal reorganisation reserve	-96,546	-96,546
Retained earnings	360,799	369,353
Capital and reserves attributable to the owners of the parent	408,944	426,057
Non-controlling interests	65,306	77,010
Total equity	474,250	503,067

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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 third quarter ended 30 September 2018

Condensed Consolidated Statements of Cash Flow

	Current Year To Date ended 30/09/2018 RM'000	Preceding Year To Date ended 30/09/2017 RM'000
<i>Operating Activities</i>		
Cash flow from/(used in) operations	127,172	-98,996
Interest paid	-23,174	-22,301
Tax refund	0	0
Tax paid	-1,895	-1,166
Net cash flow from operating activities	<u>102,103</u>	<u>-122,463</u>
<i>Investing Activities</i>		
Purchase of property, plant and equipment	-74,837	-6,560
Prepayments for property, plant and equipment	0	-7,448
Proceeds from disposal of property, plant and equipment	22	89
Investment of marketable securities	3,454	-6,028
(Placement)/proceeds from maturity of fixed deposits	-413	21,739
Interest & dividend received	4,623	4,492
Net cash flow from investing activities	<u>-67,151</u>	<u>6,284</u>
<i>Financing Activities</i>		
Proceeds from short term bank borrowings (net)	-18,588	55,774
Deposits pledged as securities	918	-23
Drawdown of term loan	32,383	0
Repayment of term loan	-34,267	-13,596
Dividends paid to shareholders	-7,200	-7,200
Net cash flow from financing activities	<u>-26,754</u>	<u>34,955</u>
Changes in cash and cash equivalents	8,198	-81,224
Currency translation differences	-203	-3,323
Cash and cash equivalents		
- at start of the period	<u>103,168</u>	<u>206,811</u>
- at end of the period	<u>111,163</u>	<u>122,264</u>

The Condensed Consolidated Statements of Cash Flow 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 third quarter ended 30 September 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		
<u>9 months ended 30/09/2018</u>							
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	-1,354	-4,105	-5,459
Other comprehensive incomes (net of tax)							
<u>Items that may be subsequently reclassified to profit or loss</u>							
- Currency translation differences			-8,559			-7,599	-16,158
Total comprehensive income for the period	0	0	-8,559	0	-1,354	-11,704	-21,617
<u>Transaction with owner:</u>							
Dividends for the year ended 31 December 2017	0	0	0	0	-7,200	0	-7,200
Balance at 30/09/2018	156,563	0	-11,872	-96,546	360,799	65,306	474,250
<u>9 months ended 30/09/2017</u>							
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	11,487	-6,159	5,328
Other comprehensive incomes (net of tax)							
<u>Items that may be subsequently reclassified to profit or loss</u>							
- Currency translation differences	0	0	-1,744	0	0	-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 30/09/2017	60,000	96,563	-1,471	-96,546	357,512	75,910	491,968

* - 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