



Condensed Consolidated Statement of Comprehensive Income
For The Period Ended 31 December 2016

	Note	3 months Ended		6 months Ended	
		31.12.16 RM'000	31.12.15 RM'000	31.12.16 RM'000	31.12.15 RM'000
Revenue	8	470,446	318,595	843,348	595,334
Cost of Sales		(396,677)	(287,459)	(716,758)	(529,011)
Gross Profit		73,769	31,136	126,590	66,323
Other Items of Income					
Interest Income		351	58	737	702
Other Operating (Loss)/Income		(3,040)	2,453	1,974	5,027
Other Items of Expenses					
Selling Expenses		(17,445)	(9,030)	(33,689)	(18,912)
Administrative Expenses		(34,199)	(15,514)	(49,031)	(55,056)
Finance Costs		(8,269)	(8,431)	(16,957)	(16,450)
Profit/(Loss) Before Tax	17	11,167	672	29,624	(18,366)
Income Tax Expense	20	(4,000)	503	(6,500)	(497)
Profit/(Loss) For The Period		7,167	1,175	23,124	(18,863)
Other Comprehensive Income/(Loss):					
Exchange Differences on Translation of Foreign Operations		15,523	(12,887)	19,991	34,441
		15,523	(12,887)	19,991	34,441
Total Comprehensive Income/(Loss) For The Period		22,690	(11,712)	43,115	15,578
Profit/(Loss) For The Period Attributable To:					
Owners of the Company		7,561	1,312	23,642	(18,574)
Non-controlling Interests		(394)	(137)	(518)	(289)
		7,167	1,175	23,124	(18,863)
Total Comprehensive Income/(Loss) Attributable To:					
Owners of the Company		23,084	(11,575)	43,633	15,867
Non-controlling Interests		(394)	(137)	(518)	(289)
		22,690	(11,712)	43,115	15,578
Earnings/(Loss) Per Share Attributable to Owners of The Company (Sen Per Share):					
Basic	28 (a)	2.43	0.42	7.59	(5.96)

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement of Financial Position
As At 31 December 2016

	Note	As at 31.12.16 RM'000	As at 30.06.16 RM'000 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment	9	1,351,936	1,346,509
Biological assets	9	521,911	514,977
Investment properties	9	45,700	45,700
Land use rights		18,881	17,472
Other receivables		9,958	9,298
		<u>1,948,386</u>	<u>1,933,956</u>
Current Assets			
Inventories		134,048	137,254
Derivative assets	25	-	1,359
Trade receivables		67,061	82,703
Other receivables		23,112	31,049
Tax recoverable		1,890	3,845
GST input tax receivable		7,227	4,896
Short-term deposits with licensed banks	23	3,800	3,000
Cash and bank balances	23	82,730	64,844
		<u>319,868</u>	<u>328,950</u>
TOTAL ASSETS		<u><u>2,268,254</u></u>	<u><u>2,262,906</u></u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		155,839	155,839
Share premium		53,727	53,727
Retained earnings	22	162,517	138,875
Other reserves		872,878	852,887
		<u>1,244,961</u>	<u>1,201,328</u>
Non-controlling interests		<u>(2,767)</u>	<u>(2,249)</u>
Total Equity		<u><u>1,242,194</u></u>	<u><u>1,199,079</u></u>
Non-Current Liabilities			
Borrowings	24	21,444	41,829
Deferred tax liabilities		213,289	213,789
		<u>234,733</u>	<u>255,618</u>
Current Liabilities			
Borrowings	24	659,559	631,192
Trade payables		76,002	123,573
Other payables		30,929	31,949
Derivative liabilities	25	24,837	21,495
		<u>791,327</u>	<u>808,209</u>
Total Liabilities		<u><u>1,026,060</u></u>	<u><u>1,063,827</u></u>
TOTAL EQUITY AND LIABILITIES		<u><u>2,268,254</u></u>	<u><u>2,262,906</u></u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity
For The Period Ended 31 December 2016

	Non-Distributable		Distributable		Attributable to Owners of the Company				Equity Attributable to Owners of the Company, Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Other Reserves Total RM'000	Asset Revaluation Reserve RM'000	Fair Value Adjustment Reserve RM'000	Foreign Currency Translation Reserve RM'000	Equity Attributable to Owners of the Company, Total RM'000			
At 1 July 2015	155,839	53,727	162,842	846,848	806,125	4,193	36,530	1,219,256	(1,088)	1,218,168	
Loss net of tax	-	-	(18,574)	-	-	-	-	(18,574)	(289)	(18,863)	
Other comprehensive income	-	-	-	34,441	-	-	34,441	34,441	-	34,441	
Foreign currency translation	-	-	-	34,441	-	-	34,441	34,441	-	34,441	
Total comprehensive income/(loss)	-	-	(18,574)	34,441	-	-	34,441	15,867	(289)	15,578	
At 31 December 2015	155,839	53,727	144,268	881,289	806,125	4,193	70,971	1,235,123	(1,377)	1,233,746	
At 1 July 2016	155,839	53,727	138,875	852,887	819,061	4,193	29,633	1,201,328	(2,249)	1,199,079	
Profit/(Loss) net of tax	-	-	23,642	-	-	-	-	23,642	(518)	23,124	
Other comprehensive income	-	-	-	19,991	-	-	19,991	19,991	-	19,991	
Foreign currency translation	-	-	-	19,991	-	-	19,991	19,991	-	19,991	
Total comprehensive income/(loss)	-	-	23,642	19,991	-	-	19,991	43,633	(518)	43,115	
At 31 December 2016	155,839	53,727	162,517	872,878	819,061	4,193	49,624	1,244,961	(2,767)	1,242,194	

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statements of Cash Flows
For The Period Ended 31 December 2016

	6 months Ended	
	31.12.16	31.12.15
	<u>RM'000</u>	<u>RM'000</u>
OPERATING ACTIVITIES		
Profit/(Loss) before tax	29,624	(18,366)
Adjustments for:		
Depreciation of property, plant and equipment	19,404	20,678
Property, plant and equipment written off	218	1
Net fair value loss on derivative financial instruments	8,777	8,804
Gain of disposal of investment properties	-	(7)
Gain on disposal of property, plant and equipment	(67)	(163)
Reversal of impairment allowance on receivables	(23)	-
Unrealised loss on foreign exchange	15,485	1,753
Interest expense	16,957	16,450
Interest income	(737)	(702)
Total adjustments	<u>60,014</u>	<u>46,814</u>
Operating cash flows before working capital changes	<u>89,638</u>	<u>28,448</u>
Changes in working capital:		
Decrease/(Increase) in inventories	3,206	(620)
Decrease in receivables	22,919	24,565
Decrease in payables	(48,591)	(38,784)
Total changes in working capital	<u>(22,466)</u>	<u>(14,839)</u>
Cash flows from operations	67,172	13,609
Interest paid	(16,957)	(16,450)
Income tax paid	(5,045)	(7,508)
Income tax refunded	-	3,693
Net cash flows generated from/(used in) operating activities	<u>45,170</u>	<u>(6,656)</u>
INVESTING ACTIVITIES		
Withdrawal of short-term deposits	-	5,067
Purchase of property, plant and equipment	(1,316)	(4,729)
Plantation development expenditure	(6,934)	(10,804)
Purchase of investment properties	-	(283)
Proceeds from disposal of property, plant and equipment	69	163
Proceeds from disposal of an investment property	-	4,007
Interest received	737	702
Net cash flows used in investing activities	<u>(7,444)</u>	<u>(5,877)</u>
FINANCING ACTIVITIES		
Drawdown of revolving credits	705,000	724,000
Repayment of revolving credits	(705,000)	(617,814)
Drawdown of term loans	-	-
Repayment of term loans	(37,952)	(37,041)
Repayment of hire purchase financing	(423)	(799)
Drawdown of bankers' acceptances and trust receipts	507,640	505,500
Repayment of bankers acceptances and trust receipts	(487,539)	(541,254)
Net cash flows (used in)/from financing activities	<u>(18,274)</u>	<u>32,592</u>
Net increase in cash and cash equivalents	19,452	20,059
Effect of exchange rate differences	(766)	8,018
Cash and cash equivalents at beginning of the period	<u>67,844</u>	<u>55,392</u>
Cash and cash equivalents at end of period (Note 23)	<u><u>86,530</u></u>	<u><u>83,469</u></u>

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared under the historical cost convention except for the revaluation of land and buildings included within property, plant and equipment, biological assets and investment properties.

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2016.

2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2016, except as stated in our audited financial statements for the financial year ended 30 June 2016, the Group has yet to adopt the Malaysian Financial Reporting Standards (“MFRS”) framework, but has elected to be a transitioning entity which will only adopt the MFRS framework for the financial year ending 30 June 2019.

3. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 30 June 2016 was not qualified.

4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

5. Changes in Estimates

There were no material changes in estimates that have had material effects in the current quarter results.

6. Comments About Seasonal or Cyclical Factors

The seasonal or cyclical factors affecting the results of the operations of the Group are general climatic conditions, age profile of oil palms, the cyclical nature of annual production and fluctuating commodity prices.

7. Dividend Payable

No dividend was paid/payable during the current period under review.

8. Segmental Information

Segmental information for the current financial period ended 31 December 2016 is as followed:

	<i>Oil palm plantations and palm products processing</i>		<i>Oleochemical Products</i>		<i>Others</i>		<i>Per consolidated financial statements</i>	
	<i>31.12.16</i>	<i>31.12.15</i>	<i>31.12.16</i>	<i>31.12.15</i>	<i>31.12.16</i>	<i>31.12.15</i>	<i>31.12.16</i>	<i>31.12.15</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
3 Months Ended 31 Dec (Current Quarter)								
External Sales	379,410	247,958	91,036	70,637	-	-	470,446	318,595
	379,410	247,958	91,036	70,637	-	-	470,446	318,595
Interest income	307	15	44	43	-	-	351	58
Depreciation/Amortisation	7,365	9,692	1,986	2,690	211	172	9,562	12,554
Segment profit/(loss)	14,255	9,586	(2,875)	(8,720)	(213)	(194)	11,167	672

6 Months Ended 31 Dec (Year-to-Date)

External Sales	693,125	467,169	150,223	128,165	-	-	843,348	595,334
	693,125	467,169	150,223	128,165	-	-	843,348	595,334
Interest income	647	616	90	86	-	-	737	702
Depreciation/Amortisation	15,070	16,218	3,911	4,264	423	196	19,404	20,678
Segment profit/(loss)	38,242	(8,579)	(8,197)	(9,563)	(421)	(224)	29,624	(18,366)

Excluding the depreciation on property, plant and equipment, net unrealised foreign exchange losses and net fair value losses on derivative financial instruments, the Group had an underlying profit before tax of:

Reconciliation:	6 months ended 31.12.2016	6 months ended 31.12.2015
	RM '000	RM '000
Profit/(Loss) before taxation	29,624	(18,366)
Add: Non-cash/Provisional items		
- Unrealised provisional foreign exchange losses	15,485	1,753
- Provision for fair value losses on derivatives	8,777	8,804
- Depreciation of property, plant and equipment	19,404	20,678
Profit Before Tax Excluding Non Cash/Provisional Items	73,290	12,869

9. Carrying Amount of Revalued Assets

The valuation of land and buildings included within property, plant and equipment, biological assets and investment properties have been brought forward without amendment from the financial statements for the financial year ended 30 June 2016.

10. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter ended 31 December 2016.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

12. Capital Commitments

The amount of capital commitments for the plantation development activities not provided for in the financial statements as at 31 December 2016 is as follows:

	<i>RM'000</i>
Approved and contracted for	<u>7,155</u>

13. Changes in Contingent Liabilities and Contingent Assets

Unsecured

The Company has provided corporate guarantees to secure banking facilities granted to its subsidiary companies. The amount utilised and outstanding as at 31 December 2016 amounted to approximately RM279 million.

14. Subsequent Events

There were no material events subsequent to the end of the current quarter.

15. Performance Review

Oil palm plantations and palm products processing

This major segment has contributed 81% of the Group's total revenue. For the current quarter under review, this segment recorded a revenue of RM379.4 million, as compared to a total of RM247.9 million revenue reported in the same corresponding period of preceding year, an increase of 53% or RM131.5 million in value. The increase in revenue was due to the increase in realised average CPO unit selling price to RM2,719/MT for the current quarter whereby average CPO unit selling price for the previous quarter was at RM1,978/MT, despite there was a slight decrease in volume traded.

Oleochemicals

Oleochemical division has accounted for 19% of the total Group's revenue for current quarter. The revenue has increased by 29% or RM20.4 million in value to RM91.0 million for this quarter. The increase was mainly due to the increase in average stearic acid unit selling price by 13% and the increase in volume traded for the current quarter under review.

Others

Others segments' results are insignificant to the Group.

16. Comment on Material Change in Profit/(Loss) Before Tax

3-months ended 31 December 2016 (QTD 2017) Vs 3-months ended 31 December 2015 (QTD 2016)

The Group reported a profit before taxation of RM11.2 million for QTD 2017 as compared to a profit of RM0.7 million for QTD 2016, with an improvement of RM10.5 million in profit in the current quarter. The major causes of the improvement in results during the current quarter were mainly attributed to the followings:

- a) increase in profit margin contribution by RM42.6 million in QTD 2017. This was mainly due to the increase in the realised average CPO unit selling price in QTD 2017 as mentioned in Note 15 above despite a slight decrease in the sales volume; and off-set by
- b) increase in administrative expenses by RM18.7 million due to the weakening of the Ringgit Malaysia against United States Dollar in QTD 2017 and this has resulted the following:
 - i) net fair value loss on derivative financial instruments of RM5.4 million in the current quarter as compared to a gain of RM6.3 million in QTD 2016; and
 - ii) net unrealised foreign exchange loss of RM14.7 million from the USD denominated borrowings and receivables in the current quarter as compared to a gain of RM6.7 million in QTD 2016; and
- c) increase in selling expenses for the current quarter by 93%, which is equivalent to RM8.4 million as compared to QTD 2016. The increase in selling expenses was in line with the increase in revenue for the current quarter under review.

16. Comment on Material Change in Profit/(Loss) Before Tax (continued)

6-months ended 31 December 2016 (YTD 2017) Vs 6-months ended 31 December 2015 (YTD 2016)

The Group reported a profit before taxation of RM29.6 million for 6-months financial period ended 31 December 2016 (“YTD 2017”) as compared to a loss of RM18.4 million for 6-months financial period ended 31 December 2015 (“YTD 2016”), with an improvement of RM48 million in the current period. The improvement was mainly due to the following:

- a) increase in profit margin contribution by RM60.3 million in YTD 2017. This was mainly due to the increase in the realised average CPO unit selling price at RM2,719/MT in YTD 2017 as compared to RM1,978/MT in YTD 2016; and
- b) decrease in administrative expenses by RM6 million in YTD 2017. This was mainly due to the slight decrease in depreciation expense, staff costs and forex losses in the current quarter as compared to YTD 2016; and off-set by
- c) increase in selling expenses by RM14.8 million in YTD 2017. This was in line with the increase in CPO unit selling price for YTD 2017 under review.

Excluding the depreciation on property, plant and equipment, net unrealised foreign exchange loss and fair value loss in derivatives, the Group had an underlying profit before tax of RM73.3 million for YTD 2017, as compared to RM12.9 million for YTD 2016, an improvement of RM60.4 million.

17. Profit/(Loss) Before Tax

Profit/(loss) before tax for the period is arrived at after crediting/(charging):

	<i>3 months ended</i>		<i>6 months ended</i>	
	<i>31.12.2016</i>	<i>31.12.2015</i>	<i>31.12.2016</i>	<i>31.12.2015</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Interest income	351	58	737	702
Interest expense	(8,269)	(8,431)	(16,957)	(16,450)
Gain on disposal of property, plant & equipment	2	143	67	163
Gain on disposal of investment property	-	-	-	7
Depreciation on property, plant & equipment	(9,562)	(12,554)	(19,404)	(20,678)
Realised foreign exchange (loss)/gain	(4,643)	(13,167)	(1,777)	(16,999)
Reversal of impairment allowance on trade receivable	23	-	23	-
Unrealised foreign exchange (loss)/gain	(14,695)	6,692	(15,485)	(1,753)
Property, plant and equipment written off	(218)	(1)	(218)	(1)
Net fair value (loss)/gain on derivative financial instruments	(5,353)	6,286	(8,777)	(8,804)

18. Commentary on Prospects

CPO prices started to pick up and reached RM3,200 per metric tonne by end of 2016 and the FFB production output had been significantly improved. Taking these factors into consideration, the profit from plantation segment has contributed significantly to the Group's results for the period ended 31 December 2016.

As the global economy still remains uncertain and the foreign exchange rate remains volatile in year 2017, Kwantas Group ("The Group") would prudently exercising its management effort to mitigate these risk in order to ensure the Group continues to thrive. These challenges have prompted the Group to review its business models and long-term strategies to ensure that it has the strength to overcome the predicaments and to be resilient in the times of adversity. The Management is committed to ensure that the Group to remain competitive in the oil palm industry through the existing cost control measures to achieve operational efficiency and built a stronger foundation for the Group's future.

Currently, the Group is actively involved in the corporate divestment exercise for certain assets in order to improve its overall financial position and liquidity. The Board of Directors is optimistic that the prospects for the oil palm industry remains bright and the CPO pricing trend will continue to stay positive. The Group is confident to improve its financial position further in the near future. The Management is also committed to maximising the effort of developing the remaining available land banks as well as to accelerate the replanting exercise.

19. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit and forecast profit and for the shortfall in profit guarantee are not applicable.

20. Income Tax Expense

	<i>3 months ended</i>		<i>6 months ended</i>	
	<i>31.12.2016</i>	<i>31.12.2015</i>	<i>31.12.2016</i>	<i>31.12.2015</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Current income tax:				
- Malaysian income tax	(4,000)	(1,997)	(7,000)	(3,497)
Deferred tax	-	2,500	500	3,000
Total income tax expense	(4,000)	503	(6,500)	(497)

The effective tax rate for the current quarter was lower than the statutory income tax rate principally due to the availability of capital and agricultural allowances and double tax deduction of certain subsidiary companies for set-off against the current quarter's taxable profit for its plantations and palm product processing operations and certain expenses which are not deductible for tax purposes..

21. Corporate Proposals

There are no corporate proposals announced but not completed as at 23 February 2017.

22. Cash and cash equivalents

	<i>As at</i> 31.12.2016 <i>RM'000</i>	<i>As at</i> 30.6.2016 <i>RM'000</i> <i>(Audited)</i>
Cash and bank balances	82,730	64,844
Short-term deposits with licensed banks	3,800	3,000
Cash and cash equivalents	86,530	67,844

23. Retained Earnings

The breakdown of retained profits of the Group as at 31 December 2016 is as follows:

Total retained earnings of the Company and its subsidiaries:		
- Realised	467,951	434,410
- Unrealised	(85,378)	(85,878)
	382,573	348,532
Less: Consolidation adjustments	(220,056)	(209,657)
Total Group retained earnings as per consolidated accounts	162,517	138,875

24. Borrowings

	<i>As at</i> 31.12.2016 <i>RM'000</i>	<i>As at</i> 30.6.2016 <i>RM'000</i> <i>(Audited)</i>
Short term borrowings		
- Secured	286,392	322,398
- Unsecured	373,167	308,794
	659,559	631,192
Long term borrowings		
- Secured	21,444	41,829
Total borrowings	681,003	673,021

Borrowings denominated in foreign currency:

	USD '000	RMB '000	RM'000 equivalent
United States Dollars	62,703	-	281,288
Renminbi	-	74,672	48,289
Total	62,703	74,672	329,577

The Company has not in compliance with a financial covenant of a licensed bank with a total outstanding balance of RM186,421,459 (30.06.2016: RM212,790,266), related to the requirement to maintain current ratio and debt service coverage ratio of not less than 1.0 and not less than 1.2 respectively. However, the licensed bank has provided a waiver for these financial covenants until 30 June 2017.

25. Derivative Financial Instruments

As at 31 December 2016, the values and maturity analysis of the outstanding derivatives are as follows:

	Contract/Notional Amount RM '000	Fair Value Gain/(Loss) RM '000
i) Forward Currency Contracts - Less than 1 year	1,987	(3,281)
ii) Cross Currency Swap Contracts - 1 year to 3 years	22,850	(1,362)
iii) Commodity Swap Contracts - Less than 1 year	-	739

The forward currency contracts are entered into by the Group to manage some of the transactions exposures. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposures and fair value changes exposure.

The Group also uses cross currency swap contracts and commodity swap contracts to manage the financial risk exposures related to borrowings and revenue respectively.

With the adoption of FRS 139, derivative financial instruments are recognised at fair value on contract dates and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in profit or loss.

For the current quarter ended 31 December 2016, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year as well as the Group's risk management objectives, policies and processes.

26. Material Litigation

A Writ of Summons dated 27 June 2014 was filed by Inno Integrasi Sdn. Bhd. (Plaintiff) and served to Kwantas Oil Sdn Bhd (KOSB), a wholly-owned subsidiary of the Company, whereby the plaintiff claimed for loss of profit approximately RM66.9 million for the alleged breached/repudiation of agreements entered by plaintiff and KOSB to the supply of organic palm wastes together with KOSB's leased to the plaintiff, and in return, plaintiff will process the organic palm wastes to become bio-organic fertilizer (BF) and re-sell to KOSB.

KOSB filed its Statement of Defence and Counterclaim on 5 August 2014. The plaintiff applied for summary judgement and hearing began on 13.8.2015. On 18 January 2016, the Court has dismissed the Summary Judgement application. The Court has fixed the trial dates from the 6th December 2016 until 15th December 2016 and continued from 6th February 2017 to 10th February 2017 and 27th February 2017 to 28th February 2017.

The directors are of the opinion that the claim by the plaintiff will not succeed and accordingly no further provision for liability has been made in these financial statements.

27. Dividend

No interim dividend has been declared for the financial year ending 30 June 2016.

28. Earnings/(Loss) Per Share

(a) Basic

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	<i>3 months ended</i>		<i>6 months ended</i>	
	<i>31.12.2016</i>	<i>31.12.2015</i>	<i>31.12.2016</i>	<i>31.12.2015</i>
Profit/(loss) for the period attributable to owners of the Company (RM'000)	7,561	1,312	23,642	(18,574)
Weighted average number of ordinary shares in issue ('000)	311,678	311,678	311,678	311,678
Basic earnings/(loss) per share (sen)	2.43	0.42	7.59	(5.96)

(b) Diluted

There is no dilution in the earnings per share of the current and previous year end as there are no dilutive potential ordinary shares outstanding at the end of the reporting period.

29. Authorisation for Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 24 February 2017.