

# Lingkaran Trans Kota Holdings Berhad

## Condensed Consolidated Statements of Financial Position

	As at 30-Sep-16 RM'000	As at 31-Mar-16 RM'000
<b>Assets</b>		
<b>Non-current assets</b>		
Highway development expenditure ("HDE")	1,492,357	1,536,911
Plant and equipment	2,059	2,190
Other intangible assets	1,060	1,153
Investment in an associate	184,598	184,023
	<u>1,680,074</u>	<u>1,724,277</u>
<b>Current assets</b>		
Sundry receivables	133,375	82,692
Amount due from an associate	8,696	7,602
Tax recoverable	1	-
Investment securities	5,500	5,401
Cash and bank balances	433,877	419,051
	<u>581,449</u>	<u>514,746</u>
<b>Total assets</b>	<b><u>2,261,523</u></b>	<b><u>2,239,023</u></b>
<b>Equity and liabilities</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	105,078	104,538
Share premium	110,888	99,329
Other reserve	3,388	476
Retained earnings	470,485	403,005
<b>Total equity</b>	<u>689,839</u>	<u>607,348</u>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Deferred revenue	20,175	20,956
Deferred tax liabilities	226,435	228,844
Borrowings	1,115,550	1,221,386
Retirement benefit obligations	2,417	2,284
	<u>1,364,577</u>	<u>1,473,470</u>
<b>Current liabilities</b>		
Provision for heavy repairs	24,488	22,122
Borrowings	110,000	70,000
Sundry payables	45,676	55,081
Income tax payable	26,943	11,002
	<u>207,107</u>	<u>158,205</u>
<b>Total liabilities</b>	<u>1,571,684</u>	<u>1,631,675</u>
<b>Total equity and liabilities</b>	<b><u>2,261,523</u></b>	<b><u>2,239,023</u></b>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2016 and the accompanying explanatory notes attached to the interim financial statements.

## Lingkaran Trans Kota Holdings Berhad

### Condensed Consolidated Statements of Comprehensive Income

	Quarter ended		Year-to-date	
	30-Sep-16	30-Sep-15	30-Sep-16	30-Sep-15
	RM'000	RM'000	RM'000	RM'000
Revenue	132,384	95,529	268,404	191,703
Employee benefits expense	(6,091)	(5,781)	(14,512)	(13,003)
Maintenance expenses	(7,664)	(6,177)	(13,547)	(9,965)
Depreciation and amortisation	(21,884)	(15,569)	(43,843)	(31,291)
Other expenses	(2,623)	(2,534)	(4,994)	(4,308)
	(38,262)	(30,061)	(76,896)	(58,567)
	94,122	65,468	191,508	133,136
Interest income	3,883	3,653	7,399	6,525
Other income	58	72	113	2,187
Finance costs	(20,252)	(21,112)	(40,455)	(42,027)
Share of results of an associate	272	3,677	575	8,869
<b>Profit before tax</b>	<b>78,083</b>	<b>51,758</b>	<b>159,140</b>	<b>108,690</b>
Income tax expense	(19,152)	(12,883)	(39,122)	(26,326)
<b>Profit for the period, representing total comprehensive income</b>	<b>58,931</b>	<b>38,875</b>	<b>120,018</b>	<b>82,364</b>
Basic earnings per share attributable to equity holders of the Company (sen per share)	11.22	7.47	22.90	15.89
Diluted earnings per share attributable to equity holders of the Company (sen per share)	11.22	7.47	22.88	15.88

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2016 and the accompanying explanatory notes attached to the interim financial statements.

**Lingkaran Trans Kota Holdings Berhad**

**Condensed Consolidated Statements of Changes in Equity**

	← Non-distributable →			Distributable	
	Share capital	Share premium	Other reserve	Retained earnings	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>6 months ended 30 September 2015</b>					
<b>At 1 April 2015</b>	103,109	73,190	1,445	359,411	537,155
Total comprehensive income	-	-	-	82,364	82,364
<b>Transactions with owners</b>					
Issue of ordinary shares pursuant to ESOS	1,224	19,857	-	-	21,081
Share options granted under ESOS	-	-	1,650	-	1,650
Dividends	-	-	-	(78,236)	(78,236)
<b>Total transactions with owners</b>	<b>1,224</b>	<b>19,857</b>	<b>1,650</b>	<b>(78,236)</b>	<b>(55,505)</b>
<b>At 30 September 2015</b>	<b>104,333</b>	<b>93,047</b>	<b>3,095</b>	<b>363,539</b>	<b>564,014</b>
<b>6 months ended 30 September 2016</b>					
<b>At 1 April 2016</b>	104,538	99,329	476	403,005	607,348
Total comprehensive income	-	-	-	120,018	120,018
<b>Transactions with owners</b>					
Issue of ordinary shares pursuant to ESOS	540	11,559	-	-	12,099
Share options granted under ESOS	-	-	2,912	-	2,912
Dividends	-	-	-	(52,538)	(52,538)
<b>Total transactions with owners</b>	<b>540</b>	<b>11,559</b>	<b>2,912</b>	<b>(52,538)</b>	<b>(37,527)</b>
<b>At 30 September 2016</b>	<b>105,078</b>	<b>110,888</b>	<b>3,388</b>	<b>470,485</b>	<b>689,839</b>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2016 and the accompanying explanatory notes attached to the interim financial statements.

## Lingkaran Trans Kota Holdings Berhad

### Condensed Consolidated Statements of Cash Flows

	6 months ended	
	30-Sep-16	30-Sep-15
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	159,140	108,690
Adjustments for:		
Amortisation of HDE	43,383	30,771
Amortisation of other intangible assets	93	152
Depreciation of plant and equipment	367	368
Plant and equipment written off	4	1
Gain on disposal of plant and equipment	(4)	(16)
Share of results of an associate	(575)	(8,869)
Deferred revenue recognised	(781)	(781)
Interest income	(3,162)	(3,442)
Distribution from investment securities	(191)	(46)
Profit element and fees on financing activities	36,292	37,834
Unwinding of discount	4,163	4,193
Profit sharing on Islamic investment	(4,237)	(3,083)
Provision for retirement benefits	133	133
Share options granted under ESOS	2,272	1,295
Provision for heavy repairs	7,741	4,421
Operating profit before working capital changes	<u>244,638</u>	<u>171,621</u>
Increase in sundry receivables	(50,351)	(2,094)
Decrease in sundry payables	(5,353)	(9,825)
(Increase)/decrease in amount due from an associate	(454)	5,809
Cash generated from operations	<u>188,480</u>	<u>165,511</u>
Income tax paid	(25,591)	(21,189)
<b>Net cash generated from operating activities</b>	<b><u>162,889</u></b>	<b><u>144,322</u></b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment for HDE	(1,329)	(760)
Purchase of plant and equipment	(240)	(248)
Purchase of other intangible assets	-	(103)
Payment for heavy repairs	(5,375)	(3,633)
Purchase of investment securities	(99)	(93)
Interest received	3,037	3,479
Profit sharing on Islamic investment received	4,031	2,644
Distribution received from investment securities	191	46
Proceeds from disposal of plant and equipment	4	16
<b>Net cash generated from investing activities</b>	<b><u>220</u></b>	<b><u>1,348</u></b>

## Lingkaran Trans Kota Holdings Berhad

### Condensed Consolidated Statements of Cash Flows

	6 months ended	
	30-Sep-16	30-Sep-15
	RM'000	RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of ordinary shares via exercise of ESOS	12,099	21,081
Profit element and fees on financing activities paid	(37,844)	(37,834)
Dividends paid	(52,538)	(78,236)
Repayment of IMTN I	(70,000)	-
<b>Net cash used in financing activities</b>	<b>(148,283)</b>	<b>(94,989)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>14,826</b>	<b>50,681</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>419,051</b>	<b>329,427</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>433,877</b>	<b>380,108</b>

#### Cash and cash equivalents at end of the financial period comprise the following:

	As at	As at
	30-Sep-16	30-Sep-15
	RM'000	RM'000
Deposits with licensed financial institutions	431,141	377,663
Cash on hand and at banks	2,736	2,445
<b>Cash and cash equivalents at 30 September</b>	<b>433,877</b>	<b>380,108</b>

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2016 and the accompanying explanatory notes attached to the interim financial statements.

# Lingkar Trans Kota Holdings Berhad (335382-V)

## Explanatory Notes to the Interim Financial Statements For The Period Ended 30 September 2016

### 1. Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2016. These explanatory notes attached to the 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 year ended 31 March 2016.

### 2. Changes in accounting policies

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted for the audited financial statements for the year ended 31 March 2016.

On 1 April 2016, the Group and the Company adopted the following amended Malaysian Financial Reporting Standards (MFRSs) mandatory for annual financial periods beginning on or after 1 January 2016:

#### Effective for annual periods beginning on or after 1 January 2016:

Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 127	Equity Method in Separate Financial Statements
Amendments to MFRSs	Annual Improvements to MFRSs 2012 - 2014 Cycle
Amendments to MFRS 101	Disclosure Initiative
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants

The adoption of the amended standards did not have any material effect on the financial performance or position of the Group and of the Company except as follows:

## 2. Changes in accounting policies (Cont'd)

### **Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation**

The amendments clarify that revenue reflects a pattern of economic benefits that are generated from operating a business (of which the asset is part) rather than the economic benefits that are consumed through the use of an asset. As a result, a revenue-based method cannot be used to depreciate property, plant and equipment and may only be used in very limited circumstances to amortise intangible assets.

The amendments are effective prospectively for annual periods beginning on or after 1 January 2016, with early adoption permitted. The Group has adopted the Amendments to MFRS 116 and MFRS 138 and amortises its highway development expenditure (HDE) using the traffic volume method for financial year ending 31 March 2017.

The Group amortises the HDE based on the following formula:

$$\frac{\text{Actual Traffic Volume For The Year}}{\text{Actual Traffic Volume For The Year Plus Projected Traffic Volume To Completion}} \times \text{Opening HDE Net Carrying Amount Plus Current Year Additions}$$

Prior to this, the Group used the revenue method for amortisation of HDE. The adoption of traffic volume method does not have significant impact to the financial statement.

### **MFRSs and Amendments to MFRSs issued but not yet effective**

At the date of authorisation of these condensed consolidated interim financial statements, the following MFRSs and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group and the Company:

#### **Effective for annual periods beginning on or after 1 January 2017:**

Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses

#### **Effective for annual periods beginning on or after 1 January 2018:**

MFRS 9	Financial Instruments (IFRS 9 as issued By IASB in July 2014)
MFRS 15	Revenue from Contracts with Customers
Clarifications to MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions

## **2. Changes in accounting policies (Cont'd)**

### **MFRSs and Amendments to MFRSs issued but not yet effective (Cont'd)**

#### **Effective for annual periods beginning on or after 1 January 2019:**

FRS 16 Leases

#### **Effective date deferred indefinitely:**

Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The adoption of the above standards will have no material impact on the financial statements in the period of initial application except for the MFRS 9 Financial Instruments as discussed below.

### **MFRS 9 Financial Instruments**

In November 2014, MASB issued the final version of MFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces MFRS 139 Financial Instruments: Recognition and Measurement and all previous versions of MFRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. MFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory. The adoption of MFRS 9 will have an effect on the classification and measurement of the Group's financial assets, but no impact on the classification and measurement of the Group's financial liabilities.

## **3. Audit report of preceding annual financial statements**

There was no qualification in the audit report of the financial statements of the Group for the year ended 31 March 2016.

## **4. Seasonality and cyclicity of operations**

There was no significant fluctuation in the seasonality or cyclicity of operations affecting the Group.

## **5. Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the current quarter and financial year-to-date.

## **6. Changes in estimates**

There were no changes in estimates of amounts reported in prior financial years that have had a material effect in the current quarter and financial year-to-date.



## 7. Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year-to-date except for the issuance of 2,697,100 new ordinary shares of RM0.20 each for cash pursuant to the Company's Employee Share Option Scheme (ESOS) at exercise price ranging between RM3.44 and RM4.68 per ordinary share.

## 8. Dividends paid

During the financial year, the Group paid a single tier interim dividend of 10 sen per share in respect of ordinary shares for financial year ending 31 March 2017 amounting to RM52,537,571.80 on 28 September 2016.

## 9. Segment information

Segment information by business segments are as follows:

### 6 months period ended 30 September 2016

	Highway RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<b>Revenue</b>				
Revenue from external customers	268,404	-	-	268,404
Inter-segment revenue	-	50,424	(50,424)	-
Total revenue	268,404	50,424	(50,424)	268,404
<b>Result</b>				
Segment results	192,412	49,138	(49,929)	191,621
Interest income	6,658	741	-	7,399
Profit from operations	199,070	49,879	(49,929)	199,020
Finance costs	(40,455)	-	-	(40,455)
Share of results of an associate	575	-	-	575
Profit before tax	159,190	49,879	(49,929)	159,140
Income tax expense	(38,860)	(262)	-	(39,122)
<b>Profit for the period, representing total comprehensive income</b>	<b>120,330</b>	<b>49,617</b>	<b>(49,929)</b>	<b>120,018</b>

## 9. Segment information (Cont'd)

6 months period ended 30 September 2015

	Highway RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<b>Revenue</b>				
Revenue from external customers	191,703	-	-	191,703
Inter-segment revenue	-	75,451	(75,451)	-
Total revenue	191,703	75,451	(75,451)	191,703
<b>Result</b>				
Segment results	135,822	74,453	(74,952)	135,323
Interest income	10,849	347	(4,671)	6,525
Profit from operations	146,671	74,800	(79,623)	141,848
Finance costs	(42,027)	(4,671)	4,671	(42,027)
Share of results of an associate	8,869	-	-	8,869
Profit before tax	113,513	70,129	(74,952)	108,690
Income tax expense	(26,161)	(165)	-	(26,326)
<b>Profit for the period, representing total comprehensive income</b>	<b>87,352</b>	<b>69,964</b>	<b>(74,952)</b>	<b>82,364</b>

The segment assets and segment liabilities of the Group are as follows:

	Highway		Others		Eliminations		Consolidated	
	30-Sep-16 RM'000	31-Mar-16 RM'000	30-Sep-16 RM'000	31-Mar-16 RM'000	30-Sep-16 RM'000	31-Mar-16 RM'000	30-Sep-16 RM'000	31-Mar-16 RM'000
<b>Assets and liabilities</b>								
Segment assets	2,024,312	2,014,689	105,393	92,974	(52,780)	(52,663)	2,076,925	2,055,000
Investment in an associate	184,598	184,023	-	-	-	-	184,598	184,023
Consolidated total assets	<u>2,208,910</u>	<u>2,198,712</u>	<u>105,393</u>	<u>92,974</u>	<u>(52,780)</u>	<u>(52,663)</u>	<u>2,261,523</u>	<u>2,239,023</u>
Segment liabilities	<u>1,570,551</u>	<u>1,630,683</u>	<u>1,309</u>	<u>980</u>	<u>(176)</u>	<u>12</u>	<u>1,571,684</u>	<u>1,631,675</u>

The major operating segment of the Group is highway business. Explanatory comment on the performance of the highway business is provided in Note 21 and Note 22.

## 10. Valuation of plant and equipment

All plant and equipment of the Group are carried at cost less accumulated depreciation and impairment losses.

**11. Material events subsequent to the end of the current quarter**

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

**12. Changes in composition of the Group**

There were no changes in the composition of the Group for the current quarter and financial year- to-date.

**13. Contingent liabilities and contingent assets**

There were no material changes in other contingent liabilities or contingent assets since 31 March 2016.

**14. Capital Commitments**

The amount of commitments for capital expenditure not provided for in the interim financial statements as at 30 September 2016 are as follows:

	RM'000
Capital expenditure	
Approved and contracted for:	
Highway development expenditure	178
Other intangible assets	64
Approved but not contracted for:	
Highway development expenditure	4,080
Other intangible assets	699
Total	5,021

**15. Income tax expense**

Breakdowns of tax charge for the current quarter and financial year-to-date are as follows:

	Current quarter RM'000	Financial year- to-date RM'000
Corporate tax	21,564	41,531
Deferred tax	(2,412)	(2,409)
Total	19,152	39,122

For the current quarter and financial year-to-date, the Group's effective tax rate (excluding the results of an associate which is equity accounted net of tax) is slightly higher than the statutory tax rate due to certain expenditure not being allowed as a deduction for tax purposes.

## 16. Status of corporate proposals

There were no corporate proposals announced but not completed at a date not earlier than 7 days from the date of issue of this announcement.

## 17. Group borrowings

Group borrowings as at 30 September 2016 are as follows:

	RM'000
Secured:	
Long Term Borrowings	1,115,550
Short Term Borrowings	110,000
Total	1,225,550

The Group borrowings are denominated in Ringgit Malaysia.

## 18. Disclosure of Derivatives

There are no derivatives at the date of issue of this announcement.

## 19. Realised and unrealised profits/losses

The breakdown of the retained earnings of the Group as at 30 September 2016 and 31 March 2016 into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	Current financial period 30-Sep-16 RM'000	As at the end of last financial year 31-Mar-16 RM'000
Total retained earnings of the Company and its subsidiaries		
Realised	931,741	864,950
Unrealised (Note)	(250,923)	(250,966)
	<u>680,818</u>	<u>613,984</u>
Total share of accumulated losses from an associate		
Realised	(182,727)	(184,569)
Unrealised	(25,603)	(24,336)
	<u>472,488</u>	<u>405,079</u>
Less: Consolidation adjustments	(2,003)	(2,074)
Total group retained earnings as per financial statements	<u>470,485</u>	<u>403,005</u>

**19. Realised and unrealised profits/losses (Cont'd)**

Note

This unrealised loss represents deferred tax liabilities and provision for heavy repairs recognised in a subsidiary company as at 30 September 2016 and 31 March 2016.

**20. Material litigations**

There were no pending material litigations. There has been no change in the situation since 31 March 2016 to a date not earlier than 7 days from the date of issue of this announcement.

**21. Comparison of profit before taxation with the immediate preceding quarter**

The Group recorded lower profit before taxation of RM78.1 million for the current quarter as compared to RM81.1 million recorded in the immediate preceding quarter. The decrease in profit before taxation in the current quarter is mainly attributable to lower revenue achieved in the current quarter arising from toll discounts given on Hari Raya Aidilfitri and toll free on Merdeka Day, and lower traffic volume recorded during the festive period in the current quarter.

**22. Review of performance for the current quarter and financial year-to-date**

For the current quarter and financial year-to-date, the Group recorded revenue of RM132.4 million as compared to RM136.0 million recorded in the immediate preceding quarter and RM95.5 million recorded in the preceding year corresponding quarter. The lower revenue recorded in the current quarter as compared to the immediate preceding quarter is due mainly to toll discounts given on Hari Raya Aidilfitri and toll free on Merdeka Day, and lower traffic volume recorded during the festive period in the current quarter. The higher revenue in the current quarter as compared to preceding year corresponding quarter is mainly attributable to the scheduled toll rates increase for LDP due on 1 January 2016.

For the current quarter and financial year-to-date, the Group recorded higher profit before taxation of RM159.1 million as compared to RM108.7 million in the immediate preceding corresponding period. The significant increase in profit before taxation in the current financial year-to-date as compared to the immediate preceding corresponding period is mainly attributable to higher revenue recognised resulting from the scheduled toll rates increase for LDP due on 1 January 2016.

**23. Current year's prospects**

Pursuant to the Concession Agreement, the final toll increase was scheduled for 1 January 2016. However the Government has decided to defer the increase until further notice and hence will have to compensate Lingkaran Trans Kota Sdn Bhd for the loss in revenue as a result of the deferment. Based on our past experience with the Government, the Group is optimistic that terms of the Concession Agreement will continue to be observed by all parties concerned. Consequently, barring any unforeseen circumstances, the Board of Directors is optimistic that revenue will increase in line with the increase in traffic volume.

**24. Profit forecast or profit guarantees**

- (a) There is no profit forecast applicable for comparison.
- (b) There is no profit guarantee by the Group.

**25. Dividend**

No dividend is recommended for the current quarter. For the current financial year-to-date, the Board of Directors had declared a single tier (exempt from tax) interim dividend of 10 sen per share which was paid on 28 September 2016.

No dividend was declared in the previous year corresponding quarter ended 30 September 2015.

**26. Earnings per share**

The basic earnings per share amounts are calculated by dividing the Group's profit for the period, net of tax, attributable to equity holders of the Company of RM120.0 million by the weighted average number of ordinary shares outstanding during the year of 524.018 million.

The diluted earnings per share amounts are calculated by dividing the Group's profit for the period, net of tax, attributable to equity holders of the Company of RM120.0 million by the weighted average number of ordinary shares outstanding during the period including dilutive potential ordinary shares, of 524.566 million calculated as follows:

	Million shares
Weighted average number of ordinary shares	524.018
Effects of dilution:	
Exercise of Employee Share Option Scheme	0.548
Weighted average number of ordinary shares for diluted earnings per share computation	524.566

## 27. Fair value hierarchy

The fair value measurement hierarchies used to measure financial assets and financial liabilities carried at fair value in the statements of financial position are as follows:

Level 1 - unadjusted quoted market prices in active markets for identical assets or liabilities

Level 2 - inputs other than quoted market prices that are observable either directly or indirectly

Level 3 - inputs that are significant to the fair value measurement are unobservable

As at reporting date, the Group's and the Company's fair value for investment securities is measured at Level 1 hierarchy whereas fair values for borrowings are measured at Level 2 hierarchy.

No transfers between any levels of the fair value hierarchy took place during the current financial year and the comparative year. There were also no changes in the purpose of any financial asset and financial liability that subsequently resulted in a different classification of that asset.

## 28. Notes to the Condensed Consolidated Statement of Comprehensive Income

Total comprehensive income for the current quarter and financial year-to-date is arrived at after charging/ (crediting) the following items:

		<b>Current Quarter 30 Sep 16 RM'000</b>	<b>Current Year-to-date 30 Sep 16 RM'000</b>
(a)	Interest income	(3,883)	(7,399)
(b)	Other income	(58)	(113)
(c)	Finance costs	20,252	40,455
(d)	Depreciation and amortisation	21,884	43,843
(e)	Provision for and write off of receivables	-	-
(f)	Provision for and write off of inventories	-	-
(g)	Gain or loss on disposal of quoted or unquoted investments or properties	-	-
(h)	Impairment of assets	-	-
(i)	Foreign exchange gain or loss	-	-
(j)	Gain or loss on derivatives	-	-
(k)	Exceptional items	-	-

The above disclosure was prepared in accordance with paragraph 16 of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.