

Lingkaran Trans Kota Holdings Berhad

Condensed Consolidated Statements of Financial Position

	As at 31-Mar-17	As at 31-Mar-16
	RM'000	RM'000
Assets		
Non-current assets		
Highway development expenditure ("HDE")	1,444,521	1,536,911
Plant and equipment	2,489	2,190
Other intangible assets	1,566	1,153
Investment in an associate	178,511	184,023
	<u>1,627,087</u>	<u>1,724,277</u>
Current assets		
Sundry receivables	93,170	82,692
Amount due from an associate	6,247	7,602
Investment securities	5,595	5,401
Cash and bank balances	547,054	419,051
	<u>652,066</u>	<u>514,746</u>
Total assets	<u>2,279,153</u>	<u>2,239,023</u>
Equity and liabilities		
Equity attributable to equity holders of the Company		
Share capital	222,448	104,538
Share premium (a)	-	99,329
Other reserve	1,341	476
Retained earnings	491,785	403,005
Total equity	<u>715,574</u>	<u>607,348</u>
Liabilities		
Non-current liabilities		
Deferred revenue	19,394	20,956
Deferred tax liabilities	215,504	228,844
Borrowings	1,119,713	1,221,386
Retirement benefit obligations	3,552	2,284
	<u>1,358,163</u>	<u>1,473,470</u>
Current liabilities		
Provision for heavy repairs	22,485	22,122
Borrowings	110,000	70,000
Sundry payables	62,637	55,081
Income tax payable	10,294	11,002
	<u>205,416</u>	<u>158,205</u>
Total liabilities	<u>1,563,579</u>	<u>1,631,675</u>
Total equity and liabilities	<u>2,279,153</u>	<u>2,239,023</u>

(a) Pursuant to the new Companies Act 2016 in Malaysia, the share premium account became part of the share capital.

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	
	31-Mar-17	31-Mar-16	31-Mar-17	31-Mar-16
	RM'000	RM'000	RM'000	RM'000
Revenue	131,162	131,644	534,235	416,235
Employee benefits expense	(7,121)	(6,819)	(27,966)	(25,870)
Maintenance expenses	(10,084)	(10,945)	(30,117)	(27,088)
Depreciation and amortisation	(24,681)	(22,565)	(99,839)	(69,197)
Other expenses	(1,737)	(3,347)	(15,573)	(9,956)
	(43,623)	(43,676)	(173,495)	(132,111)
	87,539	87,968	360,740	284,124
Interest income	5,142	4,232	16,903	14,260
Other income	259	58	745	2,346
Finance costs	(19,858)	(20,908)	(80,566)	(84,050)
Share of results of an associate	(7,549)	141	(5,386)	11,996
Profit before tax	65,533	71,491	292,436	228,676
Income tax expense	(15,854)	(16,519)	(71,402)	(54,579)
Profit for the year	49,679	54,972	221,034	174,097
Other comprehensive loss				
Other comprehensive loss not to be reclassified to profit or loss in subsequent periods:				
Re-measurement loss on defined benefit plan	-	-	(869)	-
Income tax effect	-	-	229	-
Share of other comprehensive loss of an associate	-	-	(126)	-
Other comprehensive loss for the year, net of tax	-	-	(766)	-
Total comprehensive income for the year	49,679	54,972	220,268	174,097
Basic earnings per share attributable to equity holders of the Company (sen per share)	9.44	10.53	42.11	33.46
Diluted earnings per share attributable to equity holders of the Company (sen per share)	9.43	10.52	42.07	33.45

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 2017 and the accompanying explanatory notes attached to the interim financial statements.

Lingkar 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
12 months ended 31 March 2016					
At 1 April 2015	103,109	73,190	1,445	359,411	537,155
Total comprehensive income	-	-	-	174,097	174,097
Transactions with owners					
Issue of ordinary shares pursuant to ESOS	1,429	23,192	-	-	24,621
Share options granted under ESOS	-	-	1,978	-	1,978
Share options exercised	-	2,947	(2,947)	-	-
Dividends	-	-	-	(130,503)	(130,503)
Total transactions with owners	1,429	26,139	(969)	(130,503)	(103,904)
At 31 March 2016	104,538	99,329	476	403,005	607,348
12 months ended 31 March 2017					
At 1 April 2016	104,538	99,329	476	403,005	607,348
Transfer to no-par value regime	99,329	(99,329)	-	-	-
Total comprehensive income	-	-	-	220,268	220,268
Transactions with owners					
Issue of ordinary shares pursuant to ESOS	16,373	-	-	-	16,373
Share options granted under ESOS	-	-	3,073	-	3,073
Share options exercised	2,208	-	(2,208)	-	-
Dividends	-	-	-	(131,488)	(131,488)
Total transactions with owners	18,581	-	865	(131,488)	(112,042)
At 31 March 2017	222,448	-	1,341	491,785	715,574

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

	12 months ended	
	31-Mar-17	31-Mar-16
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	292,436	228,676
Adjustments for:		
Amortisation of HDE	98,664	68,046
Amortisation of other intangible assets	241	252
Depreciation of plant and equipment	934	899
Plant and equipment written off	10	16
Other intangible assets written off	47	44
Gain on disposal of plant and equipment	(34)	(19)
Share of results of an associate	5,386	(11,996)
Deferred revenue recognised	(1,562)	(1,562)
Interest income	(7,663)	(6,798)
Distributions from investment securities	(194)	(191)
Profit element and fees on financing activities	72,239	75,665
Unwinding of discount	8,327	8,385
Profit sharing on Islamic investment	(9,240)	(7,462)
Provision for short term accumulating compensated absences	53	41
Provision for retirement benefits	399	267
Provision for doubtful debts	1,314	-
Share options granted under ESOS	2,383	1,547
Provision for heavy repairs	9,485	8,842
Operating profit before working capital changes	<u>473,225</u>	<u>364,652</u>
Increase in sundry receivables	(11,854)	(12,054)
Increase/(decrease) in sundry payables	4,906	(23,365)
Decrease in amount due from an associate	2,045	4,004
Cash generated from operations	<u>468,322</u>	<u>333,237</u>
Income tax paid	(85,221)	(60,445)
Retirement benefits paid	-	(115)
Net cash generated from operating activities	<u>383,101</u>	<u>272,677</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for HDE	(2,026)	(3,544)
Purchase of plant and equipment	(1,243)	(1,090)
Purchase of other intangible assets	(701)	(206)
Payment for heavy repairs	(9,122)	(9,505)
Purchase of investment securities	(194)	(191)
Interest received	7,691	6,651
Profit sharing on Islamic investment received	9,274	6,167
Distributions received from investment securities	194	191
Proceeds from disposal of plant and equipment	34	21
Net cash generated from/(used in) investing activities	<u>3,907</u>	<u>(1,506)</u>

Lingkaran Trans Kota Holdings Berhad

Condensed Consolidated Statements of Cash Flows

	12 months ended	
	31-Mar-17	31-Mar-16
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares via exercise of ESOS	16,373	24,621
Profit element and fees on financing activities paid	(73,890)	(75,665)
Dividends paid	(131,488)	(130,503)
Repayment of IMTN I	(70,000)	-
Net cash used in financing activities	<u>(259,005)</u>	<u>(181,547)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	128,003	89,624
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	<u>419,051</u>	<u>329,427</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	<u>547,054</u>	<u>419,051</u>

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

	As at	As at
	31-Mar-17	31-Mar-16
	RM'000	RM'000
Deposits with licensed financial institutions	544,533	417,464
Cash on hand and at banks	2,521	1,587
Cash and cash equivalents at 31 March	<u>547,054</u>	<u>419,051</u>

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 Year Ended 31 March 2017

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 forms part of the business) 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 Group has adopted the Amendments to MFRS 116 and MFRS 138 prospectively and amortised its highway development expenditure (HDE) using traffic volume method for financial year ended 31 March 2017.

The cumulative actual expenditure incurred is amortised to profit or loss 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 amortised its HDE using toll revenue method.

Companies Act 2016, came into effect on 31 January 2017

In accordance with the new Companies Act 2016, the Company's share no longer have a par or nominal value with effect from 31 January 2017. As a result of this transition, the Company's share premium account became part of the Company's share capital. There is no impact on the number of shares in issue or the entitlement of any members of the Company.

MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective

At the date of authorisation of these condensed consolidated interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation 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
Amendments to MFRS 12	Annual Improvements to MFRSs 2014-2016 Cycle

2. Changes in accounting policies (Cont'd)

MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective (Cont'd)

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 and Clarifications to MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
Amendments to MFRSs	Annual Improvements to MFRSs 2014-2016 Cycle
Amendments to MFRS 140	Transfers of Investment Property
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration

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

MFRS 16	Leases
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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
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The adoption of the above standards will not have 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 3,642,000 new ordinary shares for cash pursuant to the Company's Employee Share Option Scheme (ESOS) at exercise price ranging between RM3.44 and RM5.23 per ordinary share.

8. Dividends paid

The Group has paid the following dividend in respect of ordinary shares for the current quarter and the financial year-to-date:

	RM'000
First single tier (exempt from tax) interim dividend of 10 sen per ordinary share for the financial year ending 31 March 2017 paid on 28 September 2016	52,538
Second single tier (exempt from tax) interim dividend of 15 sen per ordinary share for the financial year ending 31 March 2017 paid on 28 March 2017	78,950
Total	131,488

9. Segment information

Segment information by business segments are as follows:

12 months period ended 31 March 2017

	Highway RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue				
Revenue from external customers	534,235	-	-	534,235
Inter-segment revenue	-	225,953	(225,953)	-
Total revenue	534,235	225,953	(225,953)	534,235
Result				
Segment results	362,889	223,427	(224,831)	361,485
Interest income	15,293	1,610	-	16,903
Profit from operations	378,182	225,037	(224,831)	378,388
Finance costs	(80,566)	-	-	(80,566)
Share of results of an associate	(5,386)	-	-	(5,386)
Profit before tax	292,230	225,037	(224,831)	292,436
Income tax expense	(70,792)	(610)	-	(71,402)
Profit for the year	221,438	224,427	(224,831)	221,034
Other comprehensive (loss)/income				
Other comprehensive (loss)/income not to be reclassified to profit or loss in subsequent periods:				
Re-measurement (loss)/gain on defined benefit plan	(956)	87	-	(869)
Income tax effect	229	-	-	229
Share of other comprehensive loss of an associate	(126)	-	-	(126)
Other comprehensive (loss)/income for the year, net of tax	(853)	87	-	(766)
Total comprehensive income for the year	220,585	224,514	(224,831)	220,268

9. Segment information (Cont'd)

12 months period ended 31 March 2016

	Highway RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue				
Revenue from external customers	416,235	-	-	416,235
Inter-segment revenue	-	275,828	(275,828)	-
Total revenue	416,235	275,828	(275,828)	416,235
Result				
Segment results	287,746	273,608	(274,884)	286,470
Interest income	19,361	949	(6,050)	14,260
Profit from operations	307,107	274,557	(280,934)	300,730
Finance costs	(84,050)	(6,050)	6,050	(84,050)
Share of results of an associate	11,996	-	-	11,996
Profit before tax	235,053	268,507	(274,884)	228,676
Income tax expense	(54,157)	(422)	-	(54,579)
Profit for the year, representing total comprehensive income	180,896	268,085	(274,884)	174,097

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

	Highway		Others		Eliminations		Consolidated	
	31-Mar-17 RM'000	31-Mar-16 RM'000	31-Mar-17 RM'000	31-Mar-16 RM'000	31-Mar-17 RM'000	31-Mar-16 RM'000	31-Mar-17 RM'000	31-Mar-16 RM'000
Assets and liabilities								
Segment assets	1,947,846	2,014,689	205,563	92,974	(52,767)	(52,663)	2,100,642	2,055,000
Investment in an associate	178,511	184,023	-	-	-	-	178,511	184,023
Consolidated total assets	<u>2,126,357</u>	<u>2,198,712</u>	<u>205,563</u>	<u>92,974</u>	<u>(52,767)</u>	<u>(52,663)</u>	<u>2,279,153</u>	<u>2,239,023</u>
Segment liabilities	<u>1,562,743</u>	<u>1,630,683</u>	<u>1,098</u>	<u>980</u>	<u>(262)</u>	<u>12</u>	<u>1,563,579</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 31 March 2017 are as follows:

	RM'000
Capital expenditure	
Approved and contracted for:	
Highway development expenditure	2,729
Other intangible assets	64
Total	2,793

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	21,807	84,513
Deferred tax	(5,953)	(13,111)
Total	15,854	71,402

For the financial year-to-date, the Group's effective tax rate (excluding the results of an associate which is equity accounted net of tax) is consistent with the statutory tax rate mainly due to certain expenditure not being allowed as a deduction for tax purposes, offset with lower corporate tax expense due to reduction in tax rate from 24% to 20% for the incremental chargeable business income.

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 31 March 2017 are as follows:

	RM'000
Secured:	
Long Term Borrowings	1,119,713
Short Term Borrowings	110,000
Total	1,229,713

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 31 March 2017 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 31-Mar-17 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	946,096	864,950
Unrealised (Note)	(237,989)	(250,966)
	<u>708,107</u>	<u>613,984</u>
Total share of accumulated losses from an associate		
Realised	(189,214)	(184,569)
Unrealised	(25,204)	(24,336)
	<u>493,689</u>	<u>405,079</u>
Less: Consolidation adjustments	(1,904)	(2,074)
Total group retained earnings as per financial statements	<u>491,785</u>	<u>403,005</u>

Note

This unrealised loss represents deferred tax liabilities and provision for heavy repairs recognised in a subsidiary company as at 31 March 2017 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 RM65.5 million for the current quarter as compared to RM67.8 million recorded in the immediate preceding quarter. The decrease in profit before taxation in the current quarter is mainly attributable to the following:

- (a) Lower toll revenue recorded in Lingkar Trans Kota Sdn Bhd, a subsidiary company of the Group in the current quarter arising from lower traffic volume recorded during the festive period in the current quarter;
- (b) Share of loss in an associate, Sistem Penyuraian Trafik KL Barat Holdings Sdn Bhd (“SPRINT Group”) in the current quarter of RM7.5 million as compared to share of profit of RM1.6 million recorded in the immediate preceding quarter. The share of loss in SPRINT Group in the current quarter is due mainly to higher amortisation of highway development expenditure based on the latest toll traffic forecast prepared by an independent consultant and lower toll revenue recognised in the current quarter attributable to lower traffic volume; and
- (c) Higher maintenance expense in the current quarter.

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

For the current quarter, the Group recorded revenue of RM131.2 million as compared to RM134.7 million recorded in the immediate preceding quarter and RM131.6 million recorded in the preceding year corresponding quarter. The lower revenue recorded in the current quarter as compared to the immediate preceding quarter and preceding year corresponding quarter is due mainly to lower traffic volume recorded in the current quarter as mentioned in Note 21 above.

As for the financial year-to-date, the Group recorded a significantly higher profit before taxation of RM292.4 million as compared to RM228.7 million in the immediate preceding year. This is mainly attributable to higher revenue recognised resulting from the scheduled toll rates increase for LDP commencing on 1 January 2016 whereby for the current financial year, the impact of the toll increase was for the full twelve months whilst for the previous financial year, the impact was only for the period of three months. However, the impact of increase in revenue was moderated by the following:

- (a) Higher amortisation of highway development expenditure (HDE) recognised by Lingkar Trans Kota Sdn Bhd, a subsidiary company of the Group based on the latest toll traffic volume projections prepared by an independent consultant; and
- (b) Share of loss in SPRINT Group amounting to RM5.4 million in the current financial year-to-date as compared to share of profit of RM12.0 million recorded in the immediate preceding year mainly due to higher amortisation of HDE and lower toll revenue recognised in the current financial year.

23. Next financial 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. Dividend for the current financial year and the preceding year corresponding period are as follows: -

2017	2016
(i) First interim dividend of 10 sen per share (single tier dividend)	(i) First interim dividend of 15 sen per share (single tier dividend)
(ii) Second interim dividend of 15 sen per share (single tier dividend)	(ii) Second interim dividend of 10 sen per share (single tier dividend)
Total dividend declared for the financial year was 25 sen per share (single tier (exempt from tax) dividend)	Total dividend declared for the financial year was 25 sen per share (single tier (exempt from tax) dividend)

26. Earnings per share

The basic earnings per share amounts are calculated by dividing the Group's profit for the year, net of tax, attributable to equity holders of the Company of RM221.034 million by the weighted average number of ordinary shares outstanding during the year of 524.934 million.

The diluted earnings per share amounts are calculated by dividing the Group's profit for the year, net of tax, attributable to equity holders of the Company of RM221.034 million by the weighted average number of ordinary shares outstanding during the period including dilutive potential ordinary shares, of 525.406 million calculated as follows:

	Million shares
Weighted average number of ordinary shares	524.934
Effects of dilution: Exercise of Employee Share Option Scheme	0.472
Weighted average number of ordinary shares for diluted earnings per share computation	525.406

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:

		Current Quarter 31 Mar 17 RM'000	Current Year-to-date 31 Mar 17 RM'000
(a)	Interest income	(5,142)	(16,903)
(b)	Other income	(259)	(745)
(c)	Finance costs	19,858	80,566
(d)	Depreciation and amortisation	24,681	99,839
(e)	Provision for and write off of receivables	1,314	1,314
(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.