

Lingkaran Trans Kota Holdings Berhad (335382-V)

Condensed Consolidated Statements of Financial Position

	As at 30-Sep-18	As at 31-Mar-18
	RM'000	RM'000
Assets		
Non-current assets		
Highway development expenditure ("HDE")	1,303,323	1,350,828
Plant and equipment	2,023	2,238
Other intangible assets	1,298	1,420
Investment in an associate	172,605	174,214
	<u>1,479,249</u>	<u>1,528,700</u>
Current assets		
Sundry receivables	129,368	125,453
Amount due from an associate	1,085	1,349
Investment securities	25,548	25,094
Cash and bank balances	550,538	579,587
	<u>706,539</u>	<u>731,483</u>
Total assets	<u>2,185,788</u>	<u>2,260,183</u>
Equity and liabilities		
Equity attributable to equity holders of the Company		
Share capital	231,203	230,940
Other reserve	5,568	3,573
Retained earnings	651,407	588,404
Total equity	<u>888,178</u>	<u>822,917</u>
Liabilities		
Non-current liabilities		
Deferred revenue	17,051	17,832
Deferred tax liabilities	200,368	204,219
Borrowings	771,204	987,599
Retirement benefit obligations	4,219	3,984
Provision for heavy repairs	14,612	10,713
	<u>1,007,454</u>	<u>1,224,347</u>
Current liabilities		
Provision for heavy repairs	10,397	10,397
Borrowings	220,000	140,000
Sundry payables	40,435	48,950
Income tax payable	19,324	13,572
	<u>290,156</u>	<u>212,919</u>
Total liabilities	<u>1,297,610</u>	<u>1,437,266</u>
Total equity and liabilities	<u>2,185,788</u>	<u>2,260,183</u>

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 2018 and the accompanying explanatory notes attached to the interim financial statements.

Lingkar Trans Kota Holdings Berhad (335382-V)

Condensed Consolidated Statements of Comprehensive Income

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Sep-18	30-Sep-17	30-Sep-18	30-Sep-17
	RM'000	RM'000	RM'000	RM'000
Revenue	132,273	134,753	258,490	263,727
Employee benefits expense	(6,559)	(6,299)	(14,410)	(14,856)
Maintenance expenses	(5,996)	(5,714)	(11,186)	(10,440)
Depreciation and amortisation	(24,483)	(25,170)	(48,051)	(49,084)
Other expenses	(2,526)	(2,576)	(4,810)	(5,636)
	(39,564)	(39,759)	(78,457)	(80,016)
	92,709	94,994	180,033	183,711
Interest income	4,913	4,397	9,067	8,383
Other income	450	222	858	428
Finance costs	(16,581)	(18,672)	(33,302)	(37,397)
Share of results of an associate	(539)	(664)	(1,609)	(1,518)
Profit before tax	80,952	80,277	155,047	153,607
Income tax expense	(20,388)	(20,200)	(39,247)	(38,388)
Profit for the period, representing total comprehensive income	60,564	60,077	115,800	115,219
Basic earnings per share attributable to equity holders of the Company (sen per share)	11.47	11.40	21.93	21.87
Diluted earnings per share attributable to equity holders of the Company (sen per share)	11.47	11.38	21.93	21.84

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 2018 and the accompanying explanatory notes attached to the interim financial statements.

Lingkaran Trans Kota Holdings Berhad (335382-V)

Condensed Consolidated Statements of Changes in Equity

	← Non-distributable →		Distributable	Total equity
	Share capital	Other reserve	Retained earnings	
	RM'000	RM'000	RM'000	RM'000
6 months ended 30 September 2018				
At 1 April 2018	230,940	3,573	588,404	822,917
Total comprehensive income	-	-	115,800	115,800
Transactions with owners				
Issuance of ordinary shares pursuant to ESOS	263	-	-	263
Share options granted under ESOS	-	1,995	-	1,995
Dividends	-	-	(52,797)	(52,797)
Total transactions with owners	263	1,995	(52,797)	(50,539)
At 30 September 2018	231,203	5,568	651,407	888,178
6 months ended 30 September 2017				
At 1 April 2017	222,448	1,341	491,785	715,574
Total comprehensive income	-	-	115,219	115,219
Transactions with owners				
Issuance of ordinary shares pursuant to ESOS	6,309	-	-	6,309
Share options granted under ESOS	-	2,972	-	2,972
Dividends	-	-	(79,146)	(79,146)
Total transactions with owners	6,309	2,972	(79,146)	(69,865)
At 30 September 2017	228,757	4,313	527,858	760,928

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 2018 and the accompanying explanatory notes attached to the interim financial statements.

Lingkaran Trans Kota Holdings Berhad (335382-V)

Condensed Consolidated Statements of Cash Flows

	Current Year To Date	Preceding Year Corresponding Period
	30-Sep-18	30-Sep-17
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	155,047	153,607
Adjustments for:		
Amortisation of HDE	47,541	48,552
Amortisation of other intangible assets	121	117
Depreciation of plant and equipment	389	415
Plant and equipment written off	-	3
Other intangible assets written off	1	-
Gain on disposal of plant and equipment	(5)	(23)
Loss on disposal of other intangible assets	-	2
Share of results of an associate	1,609	1,518
Deferred revenue recognised	(781)	(781)
Interest income	(3,888)	(5,097)
Distribution from investment securities	(454)	(98)
Profit element and fees on financing activities	29,697	33,454
Unwinding of discount on IMTNs	3,605	3,943
Profit sharing on Islamic investment	(5,179)	(3,286)
Provision for retirement benefits	235	216
Share options granted under ESOS	1,539	2,315
Provision for heavy repairs	5,491	4,981
Operating profit before working capital changes	<u>234,968</u>	<u>239,838</u>
Changes in sundry receivables	(1,354)	(85,397)
Changes in sundry payables	(3,269)	3,122
Changes in amount due from an associate	720	5,950
Cash generated from operations	<u>231,065</u>	<u>163,513</u>
Income tax paid	<u>(37,346)</u>	<u>(38,449)</u>
Net cash generated from operating activities	<u>193,719</u>	<u>125,064</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for HDE	(1,839)	(4,401)
Purchase of plant and equipment	(174)	(285)
Purchase of other intangible assets	-	(5)
Payment for heavy repairs	(1,592)	(8,944)
Purchase of investment securities	(454)	(98)
Interest received	2,881	4,825
Profit sharing on Islamic investment received	3,625	4,094
Distribution received from investment securities	454	98
Proceeds from disposal of plant and equipment	5	24
Net cash generated from/(used in) investing activities	<u>2,906</u>	<u>(4,692)</u>

Lingkaran Trans Kota Holdings Berhad (335382-V)

Condensed Consolidated Statements of Cash Flows

	Current Year To Date	Preceding Year Corresponding Period
	30-Sep-18	30-Sep-17
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares via exercise of ESOS	263	6,309
Profit element and fees on financing activities paid	(33,140)	(36,055)
Dividends paid	(52,797)	(79,146)
Repayment of IMTN I	(140,000)	(110,000)
Net cash used in financing activities	<u>(225,674)</u>	<u>(218,892)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(29,049)	(98,520)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	579,587	547,054
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>550,538</u>	<u>448,534</u>

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

	As at 30-Sep-18	As at 30-Sep-17
	RM'000	RM'000
Deposits with licensed financial institutions	546,270	446,307
Cash on hand and at banks	4,268	2,227
Cash and cash equivalents at 30 September	<u>550,538</u>	<u>448,534</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 2018 and the accompanying explanatory notes attached to the interim financial statements.

Lingkaran Trans Kota Holdings Berhad (335382-V)

Explanatory Notes to the Interim Financial Statements For The Period Ended 30 September 2018

(The figures have not been audited)

1. Basis of preparation

These condensed consolidated interim financial statements is unaudited and has 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 2018. 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 2018.

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 2018.

On 1 April 2018, the Group and the Company adopted the following Malaysian Financial Reporting Standards (“MFRSs”), Amendments to MFRSs and IC Interpretation mandatory for annual periods beginning on or after 1 January 2018:

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

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

The adoption of the above standards did not have any material impact on the financial statements of the Group and of the Company.

2. Changes in accounting policies (Cont'd)

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 2019:

MFRS 16	Leases
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
Amendments to MFRSs	Annual Improvements to MFRS Standards 2015 – 2017 Cycle
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement

Effective for annual periods beginning on or after 1 January 2021:

MFRS 17	Insurance Contracts
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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 of the Group and of the Company in the period of initial application.

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 2018.

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 64,000 new ordinary shares for cash pursuant to the Company's Employee Share Option Scheme ("ESOS") at exercise prices ranging between RM3.44 and RM5.02 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 2019 amounting to RM52,796,761.80 on 28 September 2018.

9. Segment information

Segment information by business segments are as follows:

6 months ended 30 September 2018

	<u>Highway</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000
Revenue				
Revenue from external customers	258,490	-	-	258,490
Inter-segment revenue	-	535	(535)	-
Total revenue	<u>258,490</u>	<u>535</u>	<u>(535)</u>	<u>258,490</u>
Result				
Segment results	181,443	(639)	87	180,891
Interest income	7,977	1,090	-	9,067
Profit from operations	<u>189,420</u>	<u>451</u>	<u>87</u>	<u>189,958</u>
Finance costs	(33,302)	-	-	(33,302)
Share of results of an associate	<u>(1,609)</u>	<u>-</u>	<u>-</u>	<u>(1,609)</u>
Profit before tax	<u>154,509</u>	<u>451</u>	<u>87</u>	<u>155,047</u>
Income tax expense	<u>(38,873)</u>	<u>(374)</u>	<u>-</u>	<u>(39,247)</u>
Profit for the period, representing total comprehensive income	<u>115,636</u>	<u>77</u>	<u>87</u>	<u>115,800</u>

9. Segment information (Cont'd)

Segment information by business segments are as follows:

6 months ended 30 September 2017

	<u>Highway</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000
Revenue				
Revenue from external customers	263,727	-	-	263,727
Inter-segment revenue	-	50,466	(50,466)	-
Total revenue	<u>263,727</u>	<u>50,466</u>	<u>(50,466)</u>	<u>263,727</u>
Result				
Segment results	185,201	48,855	(49,917)	184,139
Interest income	5,673	2,710	-	8,383
Profit from operations	<u>190,874</u>	<u>51,565</u>	<u>(49,917)</u>	<u>192,522</u>
Finance costs	(37,397)	-	-	(37,397)
Share of results of an associate	(1,518)	-	-	(1,518)
Profit before tax	<u>151,959</u>	<u>51,565</u>	<u>(49,917)</u>	<u>153,607</u>
Income tax expense	(37,602)	(786)	-	(38,388)
Profit for the period, representing total comprehensive income	<u>114,357</u>	<u>50,779</u>	<u>(49,917)</u>	<u>115,219</u>

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

	Highway		Others		Eliminations		Total	
	30-Sep-18	31-Mar-18	30-Sep-18	31-Mar-18	30-Sep-18	31-Mar-18	30-Sep-18	31-Mar-18
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Assets and liabilities								
Segment assets	1,980,028	2,002,174	86,122	136,948	(52,967)	(53,153)	2,013,183	2,085,969
Investment in an associate	172,605	174,214	-	-	-	-	172,605	174,214
Consolidated total assets	<u>2,152,633</u>	<u>2,176,388</u>	<u>86,122</u>	<u>136,948</u>	<u>(52,967)</u>	<u>(53,153)</u>	<u>2,185,788</u>	<u>2,260,183</u>
Segment liabilities	1,296,956	1,436,347	1,378	1,742	(724)	(823)	1,297,610	1,437,266

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 2018.

14. Capital commitments

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

	As at 30-Sep-18
	RM'000
Capital expenditure	
Approved and contracted for:	
Highway development expenditure	22
Other intangible assets	363
Approved but not contracted for:	
Highway development expenditure	2,610
Total	<u>2,995</u>

15. Income tax expense

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

	Current Quarter 30-Sep-18	Current Year To Date 30-Sep-18
	RM'000	RM'000
Income tax	22,816	43,098
Deferred tax	(2,428)	(3,851)
Total	<u>20,388</u>	<u>39,247</u>

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 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 and debt securities

The details of the Group's borrowings as at the end of the period are as follows:

	As at 30-Sep-18	As at 30-Sep-17
	RM'000	RM'000
Secured:		
<u>Long Term Borrowings</u>		
Sukuk Musyarakah Medium Term Notes - IMTN I and IMTN II	771,204	983,656
<u>Short Term Borrowings</u>		
Sukuk Musyarakah Medium Term Notes - IMTN I	220,000	140,000
Total Borrowings	991,204	1,123,656

Sukuk Musyarakah Medium Term Notes - IMTN I and IMTN II were issued in 10 series and 3 series respectively, with maturities from April 2013 to April 2023. The interest rate/profit element is fixed ranges from 4.6% to 6.0% per annum.

The Group borrowings are denominated in Ringgit Malaysia.

The repayment during the period are as follows:

	6 months ended	
	30-Sep-18	30-Sep-17
	RM'000	RM'000
Repayment during the period	140,000	110,000

18. Disclosure of derivatives

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

19. Disclosure of amount of gains/losses arising from fair value changes of financial liabilities

There were no gains/losses arising from fair value changes of financial liabilities at the end of the quarter. The financial liabilities of the Group are not designated at fair value through profit or loss.

The above disclosure was prepared in accordance with paragraph 19 of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

20. Material litigations

There were no pending material litigations. There has been no change in the situation since 31 March 2018 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

	Current Quarter 30-Sep-18	Immediate Preceding Quarter 30-Jun-18	Changes
	RM'000	RM'000	%
Revenue	132,273	126,217	4.8%
Profit Before Tax	80,952	74,095	9.3%
Profit After Tax	60,564	55,236	9.6%

(a) Revenue

The Group registered higher revenue of RM132.273 million in the current quarter as compared to RM126.217 million recorded in the immediate preceding quarter mainly attributable to the following:

- (i) Higher traffic volume plying the Lebuhraya Damansara-Puchong (“LDP”) in the current quarter as compared to the immediate preceding quarter. The lower traffic volume recorded in the immediate preceding quarter includes the effect of additional public holiday declared in connection with the 14th General Election (“GE14”) in May 2018; and
- (ii) Toll discounts of 10% for Class 1 users on GE14 and festive toll discounts of 50% for all Classes for 2 days before Hari Raya Aidilfitri pursuant to directives from the Government, both events of which occurred in the immediate preceding quarter.

(b) Profit before tax

The Group recorded higher profit before tax of RM80.952 million in the current quarter as compared to RM74.095 million recorded in the immediate preceding quarter. The increase in profit before tax in the current quarter is mainly attributable to higher revenue as mentioned in (a) above.

(c) Profit after tax

The Group achieved profit after tax of RM60.564 million in the current quarter as compared to RM55.236 million in the immediate preceding quarter mainly due to the reasons as mentioned above.

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

	Individual Period			Cumulative Period		
	Current Year Quarter 30-Sep-18	Preceding Year Corresponding Quarter 30-Sep-17	Changes	Current Year To Date 30-Sep-18	Preceding Year Corresponding Period 30-Sep-17	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	132,273	134,753	-1.8%	258,490	263,727	-2.0%
Profit Before Tax	80,952	80,277	0.8%	155,047	153,607	0.9%
Profit After Tax	60,564	60,077	0.8%	115,800	115,219	0.5%

(a) Revenue

(i) Current quarter

For the current quarter, the Group recorded lower revenue of RM132.273 million as compared to RM134.753 million recorded in the preceding year corresponding quarter mainly due to lower traffic volume plying the LDP.

(ii) Current year to date

For the current year to date, the Group recorded lower revenue of RM258.490 million as compared to RM263.727 million recorded in the preceding year corresponding period mainly due to lower traffic volume plying the LDP including the effect of additional public holiday in connection with the GE14 in May 2018.

(b) Profit before tax

(i) Current quarter

Despite the lower revenue for the current quarter as mentioned in (a)(i) above, the Group however recorded slightly higher profit before tax of RM80.952 million in the current quarter as compared to RM80.277 million recorded in the preceding year corresponding quarter mainly due to the following:

- Lower finance cost in the current quarter pursuant to repayment of borrowings in immediate preceding quarter; and
- Lower amortisation of highway development expenditure (“HDE”) recognised by Lingkaran Trans Kota Sdn Bhd (“Litrak”), a subsidiary company of the Group as a result of lower traffic volume in the current quarter.

(ii) Current year to date

For the current year to date, the Group also recorded slightly higher profit before tax of RM155.047 million as compared to RM153.607 million recorded in the preceding year corresponding period mainly due to similar reasons as mentioned in (b)(i) above.

(c) Profit after tax

The variance in profit after tax recorded in the current quarter and current year to date is mainly due to the reasons as mentioned above.

23. Current 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 Litrak for the loss in revenue as a result of the deferment.

If the Government decides to continue with the deferment of the toll increase to users, Litrak can expect tollable traffic volume to remain fairly stable and constant in the short term even after taking into account an anticipated marginal drop in traffic as a result of the completion of the Kelana Jaya and Ampang Light Rail Transit ("LRT") Extension lines in June 2016 and the opening of the Mass Rapid Transit ("MRT") Sungai Buloh-Kajang line in July 2017. The traffic data is being closely monitored as a result of these events.

Should the Government decide to pass on the full final toll increase to road users, then Litrak can expect a significant drop in tollable traffic volume, and correspondingly, revenue, similar to what occurred in October 2015 when toll rates were increased.

The Malaysian 14th General Election held on May 9 this year saw a change of Government from the incumbent to a new Pakatan Harapan Government. Given the current Government's fiscal constraint, the Government has indicated that there will be no moves to abolish toll at this juncture. Instead, a study is being undertaken by various related government agencies on this matter. The Group is waiting for further guidance from the authorities on the above.

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 2018.

No dividend was declared in the previous year corresponding quarter ended 30 September 2017.

26. Earnings per share

The basic earnings per share is calculated by dividing the Group's profit for the period, net of tax, attributable to equity holders of the Company of RM115.800 million by the weighted average number of ordinary shares outstanding during the financial period of 527.937 million.

The diluted earnings per share is calculated by dividing the Group's profit for the period, net of tax, attributable to equity holders of the Company of RM115.800 million by the weighted average number of ordinary shares outstanding during the financial period including dilutive potential ordinary shares, of 528.003 million calculated as follows:

	Million shares
Weighted average number of ordinary shares	527.937
Effect of dilution via exercise of ESOS	0.066
Weighted average number of ordinary shares for diluted earnings per share	<u>528.003</u>

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 30-Sep-18	Current Year To Date 30-Sep-18
	RM'000	RM'000
Interest income	(4,913)	(9,067)
Other income	(450)	(858)
Finance costs	16,581	33,302
Depreciation and amortisation	24,483	48,051
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Gain or loss on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Foreign exchange gain or loss	-	-
Gain or loss on derivatives	-	-
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.