

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER ENDED 30 SEP 2016**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 Sep 2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 Sep 2015 RM'000	CURRENT YEAR TODATE 30 Sep 2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30 Sep 2015 RM'000
Revenue	37,061	28,685	82,640	157,223
Operating expenses	(27,940)	(21,759)	(65,605)	(122,780)
Other operating income	55	1,468	1,692	1,932
<b>Profit From Operations</b>	9,176	8,394	18,727	36,375
Interest income	75	310	341	1,444
Interest expenses	(10)	(7)	(26)	(17)
<b>Profit Before Tax</b>	9,241	8,697	19,042	37,802
Taxation	(3,088)	(2,609)	(5,218)	(10,177)
<b>Profit For The Period</b>	<b>6,153</b>	<b>6,088</b>	<b>13,824</b>	<b>27,625</b>
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income</b>	<b>6,153</b>	<b>6,088</b>	<b>13,824</b>	<b>27,625</b>
Attributable to:				
Equity holders of the parent	6,146	6,102	13,811	27,423
Non-controlling interests	7	(14)	13	202
	<b>6,153</b>	<b>6,088</b>	<b>13,824</b>	<b>27,625</b>
<b>Total Comprehensive Income / (Loss) attributable to equity holders of the parent :</b>				
a) Basic Earnings per share (Sen)	3.08	3.06	6.93	13.75
b) Diluted	2.31	2.29	5.19	10.30

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2015 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEP 2016**

	As at end of Current Quarter 30 Sep 2016 RM'000	As at Preceding Year Ended 31 Dec 2015 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	20,771	20,461
Land held for property development	96,367	110,386
Goodwill on consolidation	555	555
	<u>117,693</u>	<u>131,402</u>
<b>CURRENT ASSETS</b>		
Property development costs	85,037	82,107
Inventories	31,882	31,694
Trade receivables	42,505	38,555
Accrued Billings	18,233	7,094
Other receivables, deposits and prepayments	27,494	27,263
Cash and bank balances	17,371	37,208
Deferred tax asset	185	895
	<u>222,707</u>	<u>224,816</u>
<b>TOTAL ASSETS</b>	<b><u>340,400</u></b>	<b><u>356,218</u></b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders of parent -		
Share capital	199,384	199,384
Irredeemable convertible preference shares	19,094	19,094
Warrants reserve	2,584	2,584
Retained earnings	58,565	44,754
	<u>279,627</u>	<u>265,816</u>
<b>NON-CONTROLLING INTEREST</b>	<u>352</u>	<u>340</u>
<b>TOTAL EQUITY</b>	<u>279,979</u>	<u>266,156</u>
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	695	405
Deferred tax liabilities	12,046	12,803
	<u>12,741</u>	<u>13,208</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	38,782	61,099
Other payables and accruals	3,632	5,251
Amount due to directors	3,798	5,519
Short term borrowings	209	176
Taxation	1,259	4,809
	<u>47,680</u>	<u>76,854</u>
<b>TOTAL LIABILITIES</b>	<u>60,421</u>	<u>90,062</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>340,400</u></b>	<b><u>356,218</u></b>
Net assets / share attributable to ordinary equity holders of the parent (RM)	1.40	1.33

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2015 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 SEP 2016**

	Share Capital	Irredeemable Convertible Preference Shares	Warrant Reserve	Retained Earnings	Non - Controlling Interest	TOTAL EQUITY
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Current Quarter</b>						
Balance as at 1 January 2016	199,384	19,094	2,584	44,754	339	<b>266,155</b>
Profit after Tax	-	-	-	13,811	13	<b>13,824</b>
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	13,811	13	<b>13,824</b>
Transaction with owners :						
Issue of ordinary shares from conversion of warrant	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-
<b>Balance as at 30 September 2016</b>	<b>199,384</b>	<b>19,094</b>	<b>2,584</b>	<b>58,565</b>	<b>352</b>	<b>279,979</b>
<b>Preceding Year's Corresponding Quarter</b>						
Balance as at 1 January 2015	199,384	19,094	2,584	35,977	1,869	<b>258,908</b>
Profit after Tax	-	-	-	27,423	202	<b>27,625</b>
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	27,423	202	<b>27,625</b>
Transaction with owners :						
Issue of ordinary shares from conversion of warrant*	-	-	-	-	-	-
Dividend paid	-	-	-	(21,848)	-	<b>(21,848)</b>
Total transactions with owners	-	-	-	(21,848)	-	<b>(21,848)</b>
<b>Balance as at 30 September 2015</b>	<b>199,384</b>	<b>19,094</b>	<b>2,584</b>	<b>41,552</b>	<b>2,071</b>	<b>264,685</b>

\* : Negligible

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2015 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**

(Co No : 6403-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 30 SEP 2016**

	<b>Current Quarter Ended 30 Sep 2016 RM'000</b>	<b>Preceding Year Quarter 30 Sep 2015 RM'000</b>
<b>PROFIT BEFORE TAX</b>	<b>19,042</b>	<b>37,802</b>
ADJUSTMENTS :		
Depreciation	397	317
Goodwill on consolidation written-off	3	15
Gain on disposal of asset held for sale	(104)	239
Interest expenses	26	17
Interest income	(341)	(1,444)
<b>Operating Profit Before Working Capital Changes</b>	<b>19,023</b>	<b>36,946</b>
CHANGES IN WORKING CAPITAL :		
Decrease/(Increase) in receivables	(15,320)	(71,102)
Decrease/(Increase) in property development costs	(2,930)	42,442
Decrease/(Increase) in inventories	(188)	7,927
(Decrease)/Increase in payables	(25,661)	(11,551)
<b>Cash Flows (Used In) / Generated From Operations</b>	<b>(25,076)</b>	<b>4,662</b>
Taxes paid	(8,815)	(3,256)
<b>Net Cash Flows (Used In) / Generated From Operating Activities</b>	<b>(33,891)</b>	<b>1,406</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(707)	(964)
Expenditure incurred on land held for property development	14,019	(43,512)
Proceeds from disposal of asset held for sale	104	8,631
Acquisition of shares in subsidiary companies, net of cash	-	20
Dividend paid	-	(21,848)
Interest income	341	1,444
<b>Net Cash Flows Generated From / (Used In) Investing Activities</b>	<b>13,757</b>	<b>(56,229)</b>
<b>FINANCING ACTIVITIES</b>		
Additional Hire Purchase	491	-
Repayment of obligation under finance lease	(168)	208
Interest expenses	(26)	(17)
Proceed from issuing of ordinary shares	-	-
<b>Net Cash Flow Generated From Financing Activities</b>	<b>297</b>	<b>191</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(19,837)</b>	<b>(54,632)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>37,208</b>	<b>76,829</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>17,371</b>	<b>22,197</b>
Represented by :		
Cash and bank balances	17,371	22,197
Fixed deposits with licensed bank	-	-
	<b>17,371</b>	<b>22,197</b>

\* : Negligible

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2015 and the accompanying notes attached to the Interim Financial Statements)

**Y&G CORPORATION BHD**  
**(Company No. 6403-X)**  
**(Incorporated in Malaysia)**

**PART A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**A1. BASIS OF PREPARATION**

The Interim Financial Statements for the first quarter ended 30 September 2016 are unaudited and have been prepared in accordance with the requirements of FRS 134 – "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). The Interim Financial Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015.

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 December 2015.

**A2. CHANGES IN ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted by the Group in preparing this Interim Financial Statements are consistent with those adopted in the Audited Financial Statements for the year ended 31 December 2015, except for the compliance with the new/ revised Financial Reporting Standards ("FRSs") that came into effect during the financial quarter under review.

The adoption of the new/revised FRSs that came into effect during the financial quarter under review do not have any significant financial impact on the Group's financial result for the financial quarter under review nor the Group's shareholders' funds as at 30 September 2016.

The Malaysian Accounting Standard Board ("MASB") had issued a new approved accounting framework, the MFRS Framework, to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein referred as "Transitioning Entity").

A Transitioning Entity is allowed to defer the adoption of the new MFRS Framework for another three (3) years. Consequently, adoption of the MFRS Framework by Transitioning Entity will be mandatory for annual periods beginning on or after 1 January 2015. On 28 October 2015, MASB had further announced that Transitioning Entity shall be required to apply the MFRS Framework for annual periods beginning on or after 1 January 2018.

The Group and the Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2018. In presenting its first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group and the Company have yet to determine the financial impact arising from the adoption of the MFRS framework.

**A3. AUDITORS' REPORT ON PRECEDING AUDITED FINANCIAL STATEMENTS**

The auditors' report on the Audited Financial Statements for the year ended 31 December 2015 was not subject to any qualification.

**A4. SEASONAL OR CYCLICAL FACTORS**

The business operations of the Group for the current financial quarter and year-to-date were not subject to any seasonal or cyclical factors.

A5. **UNUSUAL ITEMS**

There were no unusual items which have a material effect on the assets, liabilities, equity, net income or cash flow of the Group for the current financial quarter and year-to-date.

A6. **CHANGES IN ESTIMATES**

There were no changes in estimates of amounts reported in prior financial years which may have a material effect in the current financial quarter.

A7. **DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A8. **DIVIDENDS PAID**

The Company did not make any payment of dividend during the current financial quarter and year to date.

A9. **PROFIT BEFORE TAX**

The following items have been included in arriving at profit before tax:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Goodwill on Consolidation Written-Off	-	-	3	15
Loss on Disposal of Asset Held for Sale	-	-	-	239
Depreciation of Property, Plant and Equipment	143	119	397	317
Rental Income	-	-	-	(9)
Reversal of Provision for Corporate Guarantee	-	-	(1,515)	-
Gain on Disposal of Fixed Assets	(55)	-	(104)	-

Save for the items disclosed in the Statement of Comprehensive Income and the note above, other items pursuant to Appendix 9B Note 16 of the MMLR are not applicable.

A10. **SEGMENTAL INFORMATION**

The analysis of the Group's operations for the current financial year-to-date ended 30 September 2016 are as follows:

	<u>Investment Holding &amp; Others</u>	<u>Property Development &amp; Investment</u>	<u>GROUP</u>
	RM'000	RM'000	RM'000
Segment Revenue - External	585	82,055	82,640
Segment Results	1,395	17,332	18,727
Interest Income			341
Interest Expenses			(26)
Profit Before Tax			19,042
Taxation			(5,218)
Profit for The Period			13,824

**A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

The valuation of property, plant and equipment has been brought forward without any amendments from the Audited Financial Statements for the year ended 31 December 2015.

**A12. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE PERIOD UNDER REVIEW**

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the Interim Financial Statement for the current financial quarter as at the date of this Quarterly Report.

**A13. CHANGES IN COMPOSITION OF THE GROUP**

There was no material change in the composition of the Group for the current financial quarter and year to-date, except for the followings:

- (i) The Company had on 28 June 2016, acquired two (2) ordinary shares of RM1.00 each representing the entire equity in Duta Asiana Sdn Bhd ("DASB") from Fatimah binti Sulaiman and Shairah Begum binti Kadah Bashah for a cash consideration of RM2.00 (Ringgit Malaysia: Two) only. The financial statements of DASB were consolidated into the Group during the current financial quarter.

DASB was incorporated in Malaysia and is currently dormant. The intended principal activity of DASB is property investment holding. The effective % equity held in DASB is 100%.

The value of DASB's assets acquired and liabilities assumed were as follows: -

	<u>Amount</u> RM'000
Cash & bank balances	-
Other payables & accruals	(3)
Value of total Net Liabilities	(3)
Goodwill on consolidation (#)	3
Total cost of acquisition	-
<b>Cash outflow arising on acquisition</b>	
Purchase consideration satisfied by cash	-
Cash and cash equivalents of DASB acquired	-
Net cash outflow to the Group	-

(#): The Goodwill on consolidation was written-off as expense during the current financial quarter.

**A14. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There was no material contingent liabilities and/or contingent assets as at the date of this Quarterly Report.

**A15. CAPITAL COMMITMENTS**

There were no material capital commitments which are not provided for in the Interim Financial Statements as at the date of this Quarterly Report.

## **PART B: ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS**

### **B1. REVIEW OF PERFORMANCE**

The Group's revenue was mainly derived from the development activities for the current financial quarter and year-to-date ended 30 September 2016.

Turnover for the current financial quarter was at RM37.06 million, an increase of RM8.38 million, as compared to the preceding year's corresponding quarter of RM28.68 million. The higher turnover in the current financial quarter was primarily due to the better take-up rates for several on-going development projects which are approaching completion.

Turnover for the current financial year-to-date was substantially lower at RM82.64 million, as compared to the preceding year's corresponding year-to-date of RM157.22 million. The significantly lower turnover was primarily due to the relatively lesser on-going development projects during the current financial year (following the completion of several development projects at the end of previous financial year) coupled with the relatively higher take-up rate ahead of new GST implementation during the previous financial year.

Despite of the higher turnover for the current financial quarter, the profit after tax for the current financial quarter was marginally higher at RM6.15 million, as compared to the preceding year's corresponding profit after tax of RM6.09 million, mainly due to the initial marketing and promotion expenses incurred for its newly launched project in the current financial quarter.

While, the profit after tax for the current financial year-to-date was lower at RM13.82 million, as compared to the preceding year's corresponding year-to-date profit after tax of RM27.62 million primarily due to the substantially lower turnover in the current financial year-to-date and partly also due to the initial marketing and promotion expenses incurred in the current financial quarter, as mentioned above.

### **B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S REPORT**

Turnover for the current financial quarter ended 30 September 2016 was higher at RM37.06 million, a significant increase of RM12.79 million, as compared to the preceding financial quarter of RM24.27 million. The significant increase in the current financial quarter's turnover was primarily due to the relatively better take-up rates for the several on-going development projects which are approaching completion.

The profit before tax for the current financial quarter was higher at RM9.24 million, as compared to the preceding financial quarter of RM5.75 million, mainly due to the higher turnover in the current financial quarter, as mentioned above.

### **B3. CURRENT YEAR PROSPECTS**

As at 30 September 2016, the Group has unbilled sales of RM113 million from its current on-going development projects. These projects (together with the new development projects to be launched in the near future) are expected to contribute positively to the Group's revenue and profit for the remaining quarter and the coming financial years.

Barring any unforeseen circumstances, the Directors are expecting a satisfactory and sustainable financial performance of the Group for the current financial year ending 31 December 2016.

### **B4. PROFIT FORECAST AND PROFIT GUARANTEE**

Not applicable as the Company did not issue any profit forecast and/or profit guarantee.



## B5. TAXATION

The taxation charge for the Group are as follows:

	<b>Current Quarter</b>	<b>Current Year-To-Date</b>
	RM'000	RM'000
Income Tax – Current Year	(2,773)	(5,157)
Income Tax – Prior Year	(108)	(108)
Reversal of Deferred Tax Asset	(369)	(710)
Reversal of Deferred Tax Liability	162	757
	<u>(3,088)</u>	<u>(5,218)</u>

The Group's effective tax rate for the current financial quarter and year-to-date are higher than the Malaysian statutory tax rate of 24% mainly due to the non-deductible expenses.

## B6. SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There was no sale of unquoted investments and/or properties for the current financial quarter and year-to-date.

## B7. QUOTED SECURITIES

There was no purchase or disposal of quoted securities for the current financial quarter and year-to-date.

## B8. PUBLIC SHAREHOLDING SPREAD

The followings are the events pertaining to the Company's Public Shareholding Spread ("PSS Requirement") since Bursa's last granted extension till the date of this Quarterly Report:

- (a) On 2 July 2015, the Company announced that Bursa Malaysia had, vide its letter dated 1 July 2015, granted the 9<sup>th</sup> Extension and 10<sup>th</sup> Extension a further extension of eleven (11) months until 30 November 2015 to comply with the PSS Requirement.
- (b) On 27 November 2015, the Company announced that it had on 27 November 2015 submitted an application to Bursa Malaysia to seek a further 11<sup>th</sup> extension of time of nine (9) months from 1 December 2015 to 31 August 2016 ("Original 11<sup>th</sup> Extension") to comply with the PSS Requirement.
- (c) On 9 May 2016, the Company announced to Bursa Malaysia that its major shareholder had on 18 April 2016, disposed off 8.0 million Y&G shares to a third party via off-market transaction and upon the disposal, the Company's public shareholding spread has improved by 4.01% from 19.71% to 23.72% hence, leaving a shortfall of 1.28% ("the Shortfall") from the PSS Requirement.
- (d) On 11 May 2016, the Company has submitted an application to Bursa Malaysia to seek a revised extension of time of seven (7) months from 1 December 2015 to 30 June 2016 ("Revised 11<sup>th</sup> Extension") in place of our earlier application on 27 November 2015.
- (e) On 15 August 2016, the Company announced that Bursa Malaysia had, vide its letter dated 11 August 2016, granted the 11<sup>th</sup> Extension a further extension of nine (9) months until 31 August 2016 to comply with the PSS Requirement.
- (f) On 6 September 2016, the Company announced that it had, vide its letter dated 30 August 2016, submitted an application to Bursa Malaysia to seek for a further 12<sup>th</sup> extension of four (4) months from 1 September 2016 to 31 December 2016 ("12<sup>th</sup> Extension") to comply with the PSS Requirement and is still waiting for result.
- (g) The Company is currently in the midst of discussing with potential investors to take up the Shortfall and will continue to monitor the level of its public shareholdings spread, including making the necessary announcements upon its full compliance with the PSS Requirement.
- (h) As at 21 November 2016, the public shareholding spread of the Company was at 23.72%.

**B9. GROUP BORROWINGS AND DEBT SECURITIES**

Group Borrowings as at 30 September 2016 are as follows:

	<b>Secured</b> RM'000	<b>Unsecured</b> RM'000	<b>Total</b> RM'000
(a) Short Term Borrowings:			
Finance lease obligation	209	-	209
Term loan	-	-	-
	<hr/> 209	<hr/> -	<hr/> 209
(b) Long Term Borrowings:			
Finance lease obligation	695	-	695
Term loan	-	-	-
	<hr/> 695	<hr/> -	<hr/> 695
Total Borrowings	904	-	904

There was no borrowing or debt security denominated in foreign currencies.

**B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There was no financial instrument with off balance sheet risk as at the date of this Quarterly Report.

**B11. DISCLOSURE OF REALISED AND UNREALISED ACCUMULATED PROFITS**

Bursa Malaysia has on 25 March 2010 issued a directive which requires all listed companies to disclose a breakdown of the accumulated profits or losses as at the end of the reporting period, into realised and unrealised profits or losses, for the purpose of greater transparency. The breakdown of the Group's accumulated profits as at 30 September 2016, pursuant to the format prescribed by Bursa Malaysia, is as follows:

	<b>As at 30 September 2016</b> RM'000	<b>As at 30 June 2016</b> RM'000
Realised	70,426	64,073
Unrealised	(11,861)	(11,654)
Total Group's Accumulated Profits	<hr/> 58,565	<hr/> 64,073

**B12. MATERIAL LITIGATIONS**

The changes in material litigations (including status of any pending material litigations) since the previous Quarterly Report are listed in the Appendix 1 attached hereto.

**B13. DIVIDEND**

The Board of Directors declared an interim single-tier dividend of 5 sen, amounting to RM 10,923,910.40 in respect of the current financial year ending 31 December 2016, to be paid on 10 January 2017 to shareholders registered on the Register of Depositors and Register of Irredeemable Convertible Preference Shares at the close of business on 23 December 2016.

B14. **EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the total comprehensive income attributable to equity holders of the parent for the current financial quarter and year-to-date by the weighted average of ordinary shares in issue during the said quarter and year-to-date.

	<b>Individual Quarter</b>	<b>Cumulative Quarter</b>
Total Comprehensive Income attributable to equity holders of the parent (RM'000)	6,146	13,811
Weighted average number of ordinary share in issue (RM '000)	199,384	199,384
Earnings per share (sen)	3.08	6.93
Diluted EPS (sen)	2.31	5.19

By Order of the Board

Chow Chia Yen (LS 8856)  
Secretary  
Kuala Lumpur

Date: 25 November 2016

## **STATUS OF MATERIAL LITIGATIONS AS AT 25 NOV 2016**

### **Legal Action by Y&G Group**

- (i) **Hala Kota Development Sdn Bhd (“HKDSB”) vs Institut Penyelidikan Dan Kemajuan Pertanian Malaysia (“MARDI”)  
Shah Alam High Court Suit No. 22NCVC-581-12/2014**

Since the previous Quarterly Report, both parties have mutually agreed on an out-of-court settlement and have subsequently entered into a Supplementary Agreement on 29 August 2016 to reinstate the KESAS Land SPA upon the terms and conditions that have been mutually agreed between both parties.

With this amicable settlement, this matter is no longer a litigation matter.

**Status:** The case is now considered closed.

- (ii) **Y&G Corporation Bhd (“Y&G”) and Nusa Wibawa Sdn Bhd (“NWSB”) (collectively known as “the Plaintiffs”) vs AmanahRaya Development Sdn Bhd (“AmanahRaya”)  
Kuala Lumpur High Court Suit No. WA-22NCVC-627-10/2016**

Y&G and NWSB (a wholly owned subsidiary of Y&G) had on 5 October 2016, served a Writ of Summons and Statement of Claim against AmanahRaya for wrongful termination and breach of an agreement to enter into a Sale and Purchase Agreement (“SPA”) in relation to an acquisition of land in Mukim Petaling, Daerah Kuala Lumpur, measuring approximately 19.004 Hectares.

The Plaintiffs are seeking declarations that the termination of the agreement to enter into the SPA and the forfeiture of the Earnest Deposit by the Defendant is unlawful and wrongful. The Plaintiffs are also claiming for specific and general damages to be assessed.

Further to the case management on 17 October 2016, the Court has directed the Defendant to enter their appearance by 19 October 2016 (in which the Defendant has subsequently entered via their Company Solicitor on 19 October 2016) and to file their Defence by 2 November 2016. The Court has also directed the Plaintiffs to file their Reply by 16 November 2016 and has fixed the next case management on 17 November 2016.

The Defendant’s Solicitors has, on 31 October 2016, filed in a sealed Notice of Application to pray for a new Memorandum of Appearance (to replace their earlier Memorandum of Appearance filed) and for an extension of time to file their Defence (“Application”) and the Application has been fixed for hearing on 02 November 2016.

On the hearing on 2 November 2016, the Court has allowed the Defendant’s Application and directed the Defendant to file their Defence by 14 November 2016 (in which the Defendant has subsequently filed on 14 November 2016) and fixed the case management on 21 November 2016. On the case management on 21 November 2016, the Court has fixed 1 December 2016 as the next case management for the Plaintiffs to file their Reply to the Defendant’s Defence.

**Status:** The Plaintiffs’ Solicitors are in the midst of preparing their Reply to the Defendant’s Defence for filing before the next case management on 1 December 2016.