



LATITUDE TREE HOLDINGS BERHAD (302829-W)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
(UNAUDITED) FOR THE PERIOD ENDED 30 JUNE 2017

	Individual quarter ended		Cumulative quarter ended	
	Current year quarter 30.06.2017 RM'000	Preceding year corresponding quarter 30.06.2016 RM'000	Current year quarter 30.06.2017 RM'000	Preceding year corresponding quarter 30.06.2016 RM'000
Revenue	183,997	175,558	786,034	770,596
Cost of sales	(152,727)	(144,899)	(654,239)	(633,935)
<b>Gross profit</b>	<b>31,270</b>	<b>30,659</b>	<b>131,795</b>	<b>136,661</b>
Other income	(2,278)	(2,526)	8,234	6,103
Selling and marketing expenses	(5,076)	(4,321)	(19,795)	(17,952)
Administrative expenses	(8,283)	(5,854)	(26,513)	(21,505)
Other expenses	(351)	1,926	(2,742)	(7,804)
<b>Operating profit</b>	<b>15,282</b>	<b>19,884</b>	<b>90,979</b>	<b>95,503</b>
Finance costs	(716)	(679)	(2,632)	(3,290)
<b>Profit before taxation</b>	<b>14,566</b>	<b>19,205</b>	<b>88,347</b>	<b>92,213</b>
Taxation	(10,106)	(9,398)	(19,282)	(19,289)
<b>Profit for the period</b>	<b>4,460</b>	<b>9,807</b>	<b>69,065</b>	<b>72,924</b>
Attributable to :				
Owners of the parent	4,460	9,807	69,065	72,725
Non-controlling interest	-	-	-	199
<b>Profit for the period</b>	<b>4,460</b>	<b>9,807</b>	<b>69,065</b>	<b>72,924</b>
<b>Earnings per share (sen) :</b>				
(a) Basic	4.59	10.09	71.05	74.81
(b) Diluted	4.59	10.09	71.05	74.81
Number of ordinary shares ('000)	97,207.5	97,207.5	97,207.5	97,207.5
Profit for the period	4,460	9,807	69,065	72,924
Other comprehensive income:				
Foreign currency translation	(9,202)	7,201	18,137	16,305
Net gain on available-for-sale financial assets				
- Gain on fair value changes	109	-	109	-
<b>Total comprehensive income for the period</b>	<b>(4,633)</b>	<b>17,008</b>	<b>87,311</b>	<b>89,229</b>
Total comprehensive income attributable to :				
Owners of the parent	(4,633)	17,008	87,311	89,103
Non-controlling interest	-	-	-	126
<b>Total comprehensive income for the period</b>	<b>(4,633)</b>	<b>17,008</b>	<b>87,311</b>	<b>89,229</b>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**LATITUDE TREE HOLDINGS BERHAD (302829-W)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)  
AS AT 30 JUNE 2017**

	<b>Unaudited 30.06.2017 RM'000</b>	<b>Audited 30.06.2016 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	258,645	236,098
Land use rights	17,710	17,060
Other investments	81	81
Deferred tax assets	1,917	1,151
	<u>278,353</u>	<u>254,390</u>
<b>Current assets</b>		
Inventories	163,515	132,909
Trade and other receivables	79,773	52,077
Prepayments	1,961	1,192
Tax recoverable	418	219
Derivatives	259	74
Cash and bank balances	208,095	183,050
Investment securities	37,895	41,964
	<u>491,916</u>	<u>411,485</u>
<b>TOTAL ASSETS</b>	<u><u>770,269</u></u>	<u><u>665,875</u></u>



**LATITUDE TREE HOLDINGS BERHAD (302829-W)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2017 (CONT'D)**

	<b>Unaudited 30.06.2017 RM'000</b>	<b>Audited 30.06.2016 RM'000</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	98,433	97,208
Share premium	-	1,225
Retained earnings	386,776	329,376
Fair value adjustment reserve	109	-
Foreign currency translation reserve	75,133	56,996
	<u>560,451</u>	<u>484,805</u>
Non-controlling interest	-	-
<b>Total equity</b>	<u>560,451</u>	<u>484,805</u>
<b>Non-current liabilities</b>		
Bank borrowings	17,610	21,006
Provision for severance allowance	37	38
Retirement benefit obligation	138	109
Derivatives	-	119
Deferred tax liabilities	2,606	2,907
	<u>20,391</u>	<u>24,179</u>
<b>Current liabilities</b>		
Trade and other payables	99,007	87,919
Bank borrowings	78,907	59,487
Tax payable	11,494	9,352
Derivatives	19	133
	<u>189,427</u>	<u>156,891</u>
<b>Total liabilities</b>	<u>209,818</u>	<u>181,070</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>770,269</u>	<u>665,875</u>
Net assets per share attributable to equity holders of the Company (RM)	<u>5.69</u>	<u>4.99</u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**LATITUDE TREE HOLDINGS BERHAD**  
(302829-W)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 JUNE 2017**

	Attributable to Equity Holders of the Company							Total equity RM'000
	Non-distributable		Fair value adjustment reserve RM'000	Foreign currency translation reserve RM'000	Distributable Retained earnings RM'000	Total RM'000	Non-controlling interest RM'000	
Share capital RM'000	Share premium RM'000							
<b>At 1 July 2015</b>	97,208	1,225	-	40,618	269,520	408,571	1,195	409,766
<b>Total comprehensive income for the period</b>	-	-	-	16,378	72,725	89,103	126	89,229
<b>Acquisition of non-controlling interest</b>	-	-	-	-	(1,204)	(1,204)	(1,321)	(2,525)
<b>Dividend paid</b>	-	-	-	-	(11,665)	(11,665)	-	(11,665)
<b>At 30 June 2016</b>	<b>97,208</b>	<b>1,225</b>	<b>-</b>	<b>56,996</b>	<b>329,376</b>	<b>484,805</b>	<b>-</b>	<b>484,805</b>
<b>At 1 July 2016</b>	97,208	1,225	-	56,996	329,376	484,805	-	484,805
<b>Total comprehensive income for the period</b>	-	-	109	18,137	69,065	87,311	-	87,311
<b>Dividend paid</b>	-	-	-	-	(11,665)	(11,665)	-	(11,665)
<b>Adjustment for effect of Companies Act 2016 (Note a)</b>	1,225	(1,225)	-	-	-	-	-	-
<b>At 30 June 2017</b>	<b>98,433</b>	<b>-</b>	<b>109</b>	<b>75,133</b>	<b>386,776</b>	<b>560,451</b>	<b>-</b>	<b>560,451</b>

**Note a**

With the Companies Act 2016 ("New Act") coming into effect on 31 January 2017, the credit standing in the share premium account of RM1,225,000 has been transferred to the share capital account. Pursuant to Subsection 618(3) of the New Act, the Group may exercise its right to use the credit amount being transferred from share premium account within 24 months after the commencement of the New Act. The Board of Directors will make a decision thereon by 31 January 2019.

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE PERIOD ENDED 30 JUNE 2017**

	30.06.2017 RM'000	30.06.2016 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	<b>88,347</b>	<b>92,213</b>
<b>Adjustments for:</b>		
Depreciation and amortisation	19,940	21,166
Property, plant and equipment written off	19	-
(Gain)/loss on derivatives	(167)	46
Unrealised foreign exchange (gain)/loss	(1,047)	4,054
(Gain)/loss on disposal of property, plant and equipment	(107)	3
Investment income	(1,254)	(341)
Non cash items	(196)	222
Net financing costs	1,042	1,850
<b>Operating profit before working capital changes</b>	<b>106,577</b>	<b>119,213</b>
<b>Changes in working capital</b>		
Net change in current assets	(59,071)	(16,819)
Net change in current liabilities	11,088	(3,775)
Net income taxes paid	(15,083)	(11,849)
Net financing costs paid	(1,042)	(2,002)
<b>Net cash generated from operating activities</b>	<b>42,469</b>	<b>84,768</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment income	1,254	341
Purchase of property, plant and equipment	(36,254)	(18,580)
Proceeds from disposal of property, plant and equipment	707	187
Additional investment in a subsidiary	-	(2,525)
Decrease in deposits placed with licensed banks	4,484	3,393
Proceeds from/(purchase of) investment securities	3,436	(35,671)
<b>Net cash used in investing activities</b>	<b>(26,373)</b>	<b>(52,855)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net drawdown/(repayment) of bank borrowings	11,205	(14,166)
Dividends paid on ordinary shares	(11,665)	(11,665)
Deposits placed as/(uplift of) security for bank borrowings	454	(4,888)
<b>Net cash used in financing activities</b>	<b>(6)</b>	<b>(30,719)</b>
Exchange difference in translation of financial statements of foreign subsidiaries	7,016	4,942
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>23,106</b>	<b>6,136</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>165,758</b>	<b>154,522</b>
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>6,877</b>	<b>5,100</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>195,741</b>	<b>165,758</b>
<b>Cash and cash equivalents included in the Consolidated Statement of Cash Flows comprise the following balance sheet amounts :</b>		
<b>Cash and bank balances</b>	<b>147,201</b>	<b>109,145</b>
<b>Term deposits</b>	<b>60,894</b>	<b>73,905</b>
<b>Bank overdrafts</b>	<b>-</b>	<b>-</b>
	<b>208,095</b>	<b>183,050</b>
<b>Less:</b>		
<b>Deposits pledged as securities for bank borrowings and guarantees</b>	<b>(8,798)</b>	<b>(9,252)</b>
<b>Deposits with licensed banks with tenure more than three months</b>	<b>(3,556)</b>	<b>(8,040)</b>
	<b>195,741</b>	<b>165,758</b>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



# LATITUDE TREE HOLDINGS BERHAD

(302829-W)

## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

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### **A1. BASIS OF PREPARATION**

The interim financial report is unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and Chapter 9 paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2016.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2016 except for the changes in accounting policies and presentation resulting from the adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations that are effective for the financial periods beginning on 1 July 2016.

The adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations are not expected to have any significant financial impact on the financial statements of the Group.

### **A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The latest audited financial statements for the financial year ended 30 June 2016 were not subject to any qualification.

### **A3. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence for the current quarter and financial period ended 30 June 2017.

### **A4. VALUATION OF PROPERTY, PLANT & EQUIPMENT**

There was no revaluation of properties of the Group during the financial period ended 30 June 2017.



# LATITUDE TREE HOLDINGS BERHAD

(302829-W)

## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

### A5. TAXATION

The taxation of the Group for the financial period under review was as follows:-

	Individual Quarter		Cumulative Quarter	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Current tax Expense				
Malaysian	533	2,435	3,333	5,481
Overseas	10,232	6,608	16,469	13,453
<b>Total</b>	<b>10,765</b>	<b>9,043</b>	<b>19,802</b>	<b>18,934</b>
Deferred tax expense				
Malaysian	(899)	590	(760)	590
Overseas	240	(235)	240	(235)
<b>Total</b>	<b>(659)</b>	<b>355</b>	<b>(520)</b>	<b>355</b>
	<b>10,106</b>	<b>9,398</b>	<b>19,282</b>	<b>19,289</b>

### A6. CHANGES IN THE COMPOSITION OF THE GROUP

There was no change to the composition of the Group in the quarter ended 30 June 2017.

### A7. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current quarter that would have impact on the result that had been reflected in the quarter under review except for on 3 July 2017, Linkage Creation International Co. Ltd. ("Linkage Creation") had entered into a Share Purchase Agreement with L-Tree Resources Sdn. Bhd. ("L-Tree"), both wholly-owned subsidiaries of the Company, for disposal of 2 ordinary shares, representing 0.000015% of the total registered capital of Latitude Tree Vietnam Joint Stock Company ("Latitude Tree Vietnam") from Linkage Creation to L-Tree at a total consideration USD0.51 (equivalent to approximately RM2.18) ("Internal Re-organisation"). Upon completion of the Internal Re-organisation, L-Tree will hold 0.000015% in Latitude Tree Vietnam.

### A8. CHANGES IN EQUITY AND LONG TERM DEBTS

There were no changes in equity and long term debts for the current quarter ended 30 June 2017.



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

### A9. BORROWINGS AND DEBTS SECURITIES

Details of the Group's borrowings were as follows:

	<b>Total (RM'000)</b>	<b>RM equivalents of amount denominated in foreign currency included in the borrowings (RM'000)</b>
<b>Long Term Liabilities</b>		
Unsecured :		
Long term loans	-	-
Portion repayable within twelve months	-	-
Secured :		
Long term loans	21,700	7,726
Portion repayable within twelve months	(4,090)	(3,434)
<b>Total Long Term Liabilities</b>	<b>17,610</b>	<b>4,292</b>
<b>Short Term Liabilities</b>		
Unsecured :		
Current portion of long term loans	-	-
Short term loans	72,007	72,007
Secured :		
Current portion of long term loans	4,090	3,434
Short term loans	2,810	-
<b>Total Short Term Liabilities</b>	<b>78,907</b>	<b>75,441</b>





# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

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### A10. REALISED AND UNREALISED PROFITS/LOSSES

The breakdown of the retained earnings of the Group as at 30 June 2017 and 30 June 2016 are as follows:

	<b>As at end of current quarter 30.06.17 RM'000</b>	<b>As at end of preceding financial year 30.06.16 RM'000</b>
Total retained earnings of Latitude Tree Holdings Berhad and its subsidiaries:		
- Realised	391,844	334,496
- Unrealised	183	(5,957)
	<u>392,027</u>	<u>328,539</u>
Less: Consolidation adjustments	(5,251)	837
Total group retained earnings	<u>386,776</u>	<u>329,376</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

### A11. FINANCIAL INSTRUMENTS - DERIVATIVES

As at 30 June 2017, the outstanding derivative financial instruments, which have been entered into by the Group are as follows:

	← Group →					
	2017			2016		
	RM'000 Contract/ Notional amount	Assets	Liabilities	RM'000 Contract/ Notional amount	Assets	Liabilities
<b>Non-hedging derivatives:</b>						
<b>Current</b>						
Forward currency contracts	31,362	241	-	9,506	74	-
Interest rate swap	11,160	18	(19)	13,668	-	(133)
		259	(19)		74	(133)
<b>Non-current</b>						
Interest rate swap	11,160	-	-	13,668	-	(119)
Total non-hedging derivatives		259	(19)		74	(252)

The Group uses forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

Forward currency contracts are used to hedge the Group's bank balance denominated in United States Dollar ("USD") for which Group's commitments existed at the reporting date, extending to January 2018. During the financial period under review, the Group recognised a gain of RM166,822 arising from fair value changes of forward currency contracts. The fair value changes are attributable to changes in foreign exchange closing and forward rate.

The Group has an interest rate swap agreement in place which is used to hedge cash flow interest rate risk arising from a floating rate bank loan. This interest rate swap receives floating interest equal to USD loan at Effective Cost Of Funds + 1.75% per annum, pays a fixed rate of interest of 3.31% p.a. and has the same maturity terms as the bank loan.



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

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### A12. CHANGES IN MATERIAL LITIGATION

There was no material litigation or any pending material litigation since the date of the last annual statement of financial position until 29 Aug 2017.

### A13. SEGMENTAL INFORMATION

The Group's primary business segment, including its overseas subsidiaries is that of the manufacture and sale of wooden furniture and components.

Business segmental information has not been prepared as the Group's revenue, operating profit, assets and liabilities, capital expenditure, depreciation and amortisation and non-cash expenses are mainly confined to one business segment.

#### **Geographical segments**

The Group's business segment operates principally in Malaysia, Vietnam and Thailand.

In presenting information on the basis of geographical segments, segment revenue and profit before taxation, segment assets and capital expenditure were based on the geographical location of assets.

The segment information for the current year-to-date was as follows:

RM'000	MALAYSIA	VIETNAM	THAILAND	OTHERS	GROUP
TOTAL REVENUE	224,053	628,128	32,437	5,133	889,751
INTER-SEGMENT REVENUE	(98,027)	(511)	(5,179)	-	(103,717)
EXTERNAL REVENUE	126,026	627,617	27,258	5,133	786,034
PROFIT BEFORE TAXATION	22,199	60,192	3,325	2,631	88,347



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

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### **ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENT (APPENDIX 9B)**

#### **B1. MATERIAL CHANGE IN PROFIT BEFORE TAXATION COMPARED TO IMMEDIATE PRECEDING QUARTER**

<b>RM Million</b>	<b>30.06.2017</b>	<b>31.03.2017</b>	<b>Variance</b>
Revenue	184.0	187.3	-1.8%
Gross profit	31.3	28.1	+11.4%
Profit before taxation	14.6	14.6	0%

#### **Revenue**

For the quarter under review, the Group's revenue decreased by 1.8% to RM184.0 million as compared to the preceding quarter of RM187.3 million. The decrease was mainly attributable to the followings:

- lower orders received by most factories of the Group in the quarter under review; and
- lower production output by Malaysia factories in current quarter as compared to preceding quarter due to festive holiday.

#### **Gross profit**

The Group has recorded higher gross profit from RM28.1 million in the preceding quarter compared to RM31.3 million in current quarter, representing an increase of 11.4%. The substantial increase was mainly due to the followings:

- increase in sales of better margin products; and
- better results achieved by upstream factories.

#### **Profit before taxation ("PBT")**

PBT of the Group maintained at RM14.6 million in current quarter despite substantial increase in gross profit was mainly due to higher foreign exchange losses.



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

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### B2. REVIEW OF PERFORMANCE

RM Million	30.06.2017	30.06.2016	Variance
Revenue	786.0	770.6	+2.0%
Gross profit	131.8	136.7	-3.6%
Profit before taxation	88.3	92.2	-4.2%

#### **Revenue**

The Group recorded revenue of RM786.0 million for the financial year ended 30 June 2017 (“FY2017”), representing a marginal increase of 2.0% as compared to the financial year ended 30 June 2016 (“FY2016”) of RM770.6 million. The increase was mainly due to strengthening of US Dollar against Ringgit Malaysia by 3.7%. However, the Group’s revenue in the USD term declined by USD2.2 million or approximately 1.3% due to drop in orders.

#### **Gross profit**

Gross profit of the Group amounted to RM131.8 million in FY2017, representing a decrease of 3.6% from RM136.7 million in FY2016. Despite the marginal increase in revenue, decrease in gross profit was mainly attributable to the followings:

- higher labour costs as a result of increase in minimum wages in Vietnam effective 1 January 2017; and
- hike in prices of raw materials.

#### **Profit before taxation (“PBT”)**

PBT of the Group amounted to RM88.3 million in FY2017, representing a decrease of 4.2% from RM92.2 million in FY2016 was mainly due to the followings:

- in line with decrease in gross profit; and
- higher administrative expenses especially immigration expenses incurred for hiring new foreign workers.



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

### B3. PROFIT FOR THE PERIOD

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

	Individual quarter ended		Cumulative quarter ended	
	30.06.17	30.06.16	30.06.17	30.06.16
	RM'000	RM'000	RM'000	RM'000
Interest income	(193)	(43)	(1,590)	(1,440)
Interest expense	716	679	2,632	3,290
Investment income	(295)	(141)	(1,254)	(341)
Depreciation and amortization	4,913	5,578	19,940	21,166
(Gain)/loss on disposal of property, plant and equipment	-	33	(107)	3
Property, plant and equipment written off	-	-	19	-
Unrealised foreign exchange loss/(gain)	1,556	(2,705)	(1,047)	4,054
Realised foreign exchange loss/(gain)	2,087	1,695	(2,136)	(2,861)
(Gain)/loss on derivatives	(207)	733	(167)	46

### B4. CORPORATE PROPOSAL

There were no other corporate proposals announced during the quarter ended 30 June 2017.

### B5. SEASONAL OR CYCLICAL FACTORS

The Group operation is seasonal in nature whereby the turnover for the first three months of a calendar year is slightly lower due to long festive holidays which fall on the first quarter of the calendar year and also the lower demand in the United States which normally slows down after Christmas and New Year.

### B6. CURRENT YEAR PROSPECT

In view of the uncertainty of the global economy, the Group will continue to address the rising material costs, labour costs and increasing competition from manufacturers in Vietnam.

Continuous efforts will also be taken to strengthen its operations in order to enhance productivity, new products development and maximise its profit margin. The Group will also continue to explore new markets to expand its revenue base.



# LATITUDE TREE HOLDINGS BERHAD

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## NOTES TO THE QUARTERLY REPORT – 30 JUNE 2017

Barring unforeseen circumstances, the Board is confident that the Group will continue to remain profitable for the financial year ending 30 June 2018.

### B7. VARIANCE BETWEEN ACTUAL RESULT AND FORECAST PROFIT OR PROFIT GUARANTEE

The Group did not issue any profit forecast or profit guarantee for the quarter ended 30 June 2017.

### B8. DIVIDEND

The Board of Directors did not recommend any interim dividend for the current quarter ended 30 June 2017.

### B9. EARNINGS PER SHARE

Basic EPS	Individual Quarter		Cumulative Quarter	
	30.06.17	30.06.16	30.06.17	30.06.16
Net profit attributable to equity holders of the Company (RM'000)	4,460	9,807	69,065	72,725
Weighted average no. of shares ('000)	97,207.5	97,207.5	97,207.5	97,207.5
Basic EPS (sen)	4.59	10.09	71.05	74.81

### B10. CAPITAL COMMITMENTS

Capital commitments for property, plant and equipment not provided for in the financial statements as at 30 June 2017 were as follows:

	RM'000
Authorised by Directors and contracted	7,709
Authorised by Directors and not contracted	-
	<b>7,709</b>