



ZECOM BERHAD (134463-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	1.4.2016 to 30.06.2016	1.4.2015 to 30.06.2015	1.07.2015 to 30.06.2016	1.07.2014 to 30.06.2015
	Unaudited RM '000	Unaudited RM '000	Unaudited RM '000	Audited RM '000
Revenue	123,124	49,324	238,099	166,791
Cost of sales	(116,753)	(43,632)	(217,174)	(150,403)
Gross profit/(loss)	6,371	5,692	20,925	16,388
Other operating income	156,609	887	157,651	1,364
Administrative expenses	(8,868)	(4,647)	(20,534)	(17,186)
Other expenses	(18,807)	(4,554)	(30,795)	(4,554)
Operating profit/(loss)	135,305	(2,622)	127,247	(3,988)
Finance costs	(13,283)	(2,461)	(22,433)	(8,986)
Share of profit of associates	42	200	157	364
Profit/(loss) before taxation	122,064	(4,883)	104,971	(12,610)
Income tax expense	(9,120)	(2,257)	(10,277)	(5,026)
Profit/(loss) for the period	112,944	(7,140)	94,694	(17,636)
Profit/(loss) for the period attributable to:				
Owners of the parent	48,261	(8,900)	31,063	(12,824)
Non controlling interest	64,683	1,760	63,631	(4,812)
	112,944	(7,140)	94,694	(17,636)
Earnings per share attributable to owners of the parent (sen per share)				
Basic	40.52	(7.47)	26.08	(10.77)
Diluted	40.52	(7.47)	26.08	(10.77)

These condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



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FOR THE YEAR ENDED 30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 June 2016 Unaudited RM'000	30 June 2015 Audited RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	15,509	16,488
Prepaid lease payments	118	121
Land held for development	81,385	91,955
Intangible assets	802	13,281
Investment and share of profit in associates	2,113	1,956
Investment securities	90	97
Investment properties	359,172	-
Trade and other receivables	-	218
	459,189	124,116
Current assets		
Development costs	13,719	21,946
Inventories	2,305	2,917
Amount due from customers for contract work	143,318	104,041
Accrued billings in respect of property development costs	10,531	9,870
Trade and other receivables	66,470	82,706
Deposits with licensed banks	68,563	29,449
Cash and bank balances	40,279	5,566
	345,185	256,495
TOTAL ASSETS	804,374	380,611
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	119,106	119,106
Share premium	3,559	3,559
Other reserves	4,887	4,895
Retained earnings	(32,161)	(63,224)
	95,391	64,336
Non controlling interest	67,874	4,194
Total equity	163,265	68,530



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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 June 2016 Unaudited RM'000	30 June 2015 Audited RM'000
Non-current liabilities		
Borrowings	173,551	100,996
Trade and other payables	71	86
Deferred tax liabilities	9,341	154
	<u>182,963</u>	<u>101,236</u>
Current liabilities		
Borrowings	127,405	92,233
Amount due to customers for contract work	3,800	1,203
Trade and other payables	311,598	102,112
Progress billings in respect of property development costs	1,410	1,171
Current tax payable	13,933	14,127
	<u>458,146</u>	<u>210,845</u>
Total liabilities	641,109	312,081
TOTAL EQUITY AND LIABILITIES	804,374	380,611

These condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



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CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company							Non controlling interests (NCI)	Total equity
	<i>Non-Distributable</i>					<i>Distributable</i>	Total equity attributable to owners of the parents RM'000		
	Share capital	Share premium	Revaluation reserve	Exchange reserve	Other reserve	Retained earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
30 JUNE 2016									
Balance as at 1 July 2015	119,106	3,559	693	5	4,197	(63,224)	64,336	4,194	68,530
Acquisition of subsidiaries	-	-	-	-	-	-	-	49	49
Total comprehensive Income for the period	-	-	-	-	(8)	31,063	31,055	63,631	94,686
Closing balance as at 30 JUNE 2016	119,106	3,559	693	5	4,189	(32,161)	95,391	67,874	163,265
30 JUNE 2015									
Balance as at 1 July 2014	119,106	3,559	693	2	4,283	(50,400)	77,243	9,006	86,249
Total comprehensive Income for the period	-	-	-	3	(86)	(12,824)	(12,907)	(4,812)	(17,719)
Closing balance as at 30 June 2015	119,106	3,559	693	5	4,197	(63,224)	64,336	4,194	68,530

These condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements



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CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	1.7.2015 to 30.06.2016 Unaudited RM '000 12 months	1.7.2014 to 30.06.2015 Audited RM '000 12 months
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	104,970	(12,610)
Adjustments for :		
Amortisation of prepaid land lease payments	3	3
Amortisation of toll concessionaire	264	528
Allowance for impairment losses written off	-	(205)
Bad debt written off, net	5,683	202
Bad debt recovered	-	(3)
Depreciation of property, plant and equipment	2,296	2,179
Gain on disposal of property, plant and equipment	(4)	(90)
Gain on disposal on land held for development	(1,515)	-
Fair value gain on investment properties	(150,933)	-
Interest expense	22,433	8,986
Interest income	(1,578)	(893)
Impairment on goodwill	1,130	-
Impairment on receivables	4,523	2,273
Impairment on development costs	279	-
Loss on disposal of toll concession	11,084	-
Unrealised loss on foreign exchange translation	3	-
Share of results of associates	(157)	(364)
Operating (losses)/profit before working capital changes	(1,519)	6
Decrease/(increase) in development costs	5,375	(7,391)
Decrease/(increase) in inventories	612	(2)
Increase in current assets	(660)	(9,053)
Increase/(decrease) in current liabilities	239	(5,618)
Increase in amount due from customers for contract work	(35,435)	(37,869)
Decrease/(increase) in receivables	6,249	(18,974)
(Decrease)/increase in payables	7,652	21,582
Cash generated used in operations	(17,487)	(57,319)
Interest paid	(22,433)	(8,986)
Interest received	1,578	893
Taxation paid	(2,019)	(1,032)
Net cash generated used in operating activities	(40,361)	(66,444)
CASH FLOWS FROM INVESTING ACTIVITIES		
Transaction with non-controlling interest	49	-
Purchase of property, plant and equipment	(2,562)	(2,164)
Purchase of investment properties	(5,376)	-
Proceeds from disposal of property, plant and equipment	4	92
Proceeds from disposal of land held for development	13,500	-
Net cash generated from/(used in) investing activities	5,615	(2,072)



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	1.7.2015 to 30.06.2016 Unaudited RM '000	1.7.2014 to 30.06.2015 Audited RM '000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of term loan	(22,795)	(40,527)
Repayment of hire purchase payables	(1,148)	(1,216)
Hire purchase financing obtained	284	-
Proceeds from drawdown of term loan	79,839	45,402
Proceeds from banker's acceptances and revolving credits	49,414	41,498
Decrease in fixed deposits pledged	(39,112)	11,185
Net cash generated from financing activities	66,482	56,342
Net increase/(decrease) in cash and cash equivalents	31,736	(12,174)
Cash and cash equivalents at the beginning of the period	552	12,726
Cash and cash equivalents at the end of the period	32,288	552