

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED FEBRUARY 2017**

( The figures have not been audited )

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (28-02-2017) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (29-02-2016) RM'000	CURRENT YEAR TODATE (28-02-2017) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (29-02-2016) RM'000
Revenue	47,326	49,787	99,147	83,654
Operating expenses	(45,286)	(47,759)	(94,189)	(78,969)
Other operating income	164	945	438	1,030
<b>Profit from operations</b>	<b>2,204</b>	<b>2,973</b>	<b>5,397</b>	<b>5,716</b>
Finance costs	(1,045)	(831)	(2,105)	(1,571)
<b>Profit after finance cost</b>	<b>1,159</b>	<b>2,142</b>	<b>3,291</b>	<b>4,144</b>
Share of results of an associate	(1)	(1)	(1)	(2)
Share of results of a joint venture	(7)	(19)	(14)	(18)
<b>Profit before taxation</b>	<b>1,151</b>	<b>2,122</b>	<b>3,276</b>	<b>4,124</b>
Taxation	929	(658)	(1,915)	(1,323)
<b>Profit for the period</b>	<b>2,080</b>	<b>1,464</b>	<b>1,361</b>	<b>2,802</b>
<b>Other comprehensive income/(loss), net of tax item that may be reclassified subsequently to profit or loss</b>				
Fair value adjustment on available-for-sale financial assets	1	209	2	(26)
<b>Total comprehensive income</b>	<b>2,081</b>	<b>1,673</b>	<b>1,364</b>	<b>2,776</b>
<b>Profit attributable to:</b>				
Owners of the Company	3,052	1,856	2,550	3,205
Non-controlling interests	(973)	(392)	(1,189)	(403)
	<b>2,080</b>	<b>1,464</b>	<b>1,361</b>	<b>2,802</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	3,054	2,065	2,552	3,178
Non-controlling interests	(973)	(392)	(1,189)	(403)
	<b>2,081</b>	<b>1,673</b>	<b>1,364</b>	<b>2,776</b>
<b>Earnings per share attributable to owners of the Company:-</b>				
Basic(sen)	3.72	2.26	3.10	3.90

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2016 and the accompanying explanatory notes attached.)

**PLB ENGINEERING BERHAD**  
(Company Number : 418224 - X)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 28 FEBRUARY 2017**

( The figures have not been audited )

	UNAUDITED AS AT END OF CURRENT QUARTER 28-02-2017 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31-08-2016 RM'000
<b>ASSETS</b>		
<b><u>Non-Current assets</u></b>		
Property, plant and equipment	47,434	38,440
Investment properties	13,265	13,472
Investment in an associate	4,279	244
Investment in a joint venture	758	772
Land held for development	53,498	52,794
Other investments	5	2
Deferred tax assets	-	109
	119,239	105,833
<b><u>Current assets</u></b>		
Inventories	10,308	11,065
Property development costs	170,583	169,834
Gross amount due from customers on contracts	798	591
Trade receivables	38,217	34,165
Other receivables, deposits and prepayments	17,349	8,004
Tax recoverable	317	60
Fixed deposits with licensed banks	5,154	4,867
Cash and bank balances	6,925	5,273
	249,651	233,858
<b>TOTAL ASSETS</b>	<b>368,890</b>	<b>339,691</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owner of the Company</b>		
Share capital	91,282	91,282
Reserves	46,364	43,811
Treasury shares	(10,508)	(10,508)
Shareholders' fund	127,137	124,585
Non-controlling interests	(2,086)	(898)
<b>Total equity</b>	<b>125,051</b>	<b>123,687</b>
<b><u>Non-current liabilities</u></b>		
Bank borrowings	78,448	66,952
Deferred tax liabilities	288	-
	78,737	66,952
<b><u>Current liabilities</u></b>		
Gross amount due to customers on contracts	3,666	7,447
Trade payables	25,806	20,197
Other payables and accruals	46,875	46,543
Bank borrowings	88,414	74,107
Provision for taxation	341	758
	165,102	149,052
<b>Total liabilities</b>	<b>248,839</b>	<b>216,004</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>368,890</b>	<b>339,691</b>
Net tangible assets per share (RM)	1.55	1.52

(The Condensed Consolidated of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2016 and the accompanying explanatory notes attached.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 28 FEBRUARY 2017**

( The figures have not been audited )

	← Attributable to owners of the Company →							Non-controlling Interest	Total Equity
	Share Capital	Treasury Shares	← Non-Distributable →		Distributable		Total		
			Share Premium	Fair Value Adjustment Reserve	Retained Profits/ (Accumulated Losses)				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>6 months period end 28 February 2017</b>									
Balance at 1 September 2016	91,282	(10,508)	15,951	(6)	27,866	124,585	(898)	123,687	
Total comprehensive income for the period	-	-	-	2	2,550	2,552	(1,189)	1,364	
<b>Balance at 28 February 2017</b>	<b>91,282</b>	<b>(10,508)</b>	<b>15,951</b>	<b>(4)</b>	<b>30,416</b>	<b>127,137</b>	<b>(2,087)</b>	<b>125,051</b>	
6 months period end 29 February 2016									
Balance at 1 September 2015	91,282	(10,508)	15,951	3,843	32,517	133,085	86	133,171	
Total comprehensive income for the period	-	-	-	(26)	3,205	3,178	(403)	2,776	
Transaction with owners:									
Partial disposal of equity interest in existing subsidiary	-	-	-	-	(336)	(336)	336	-	
Total transactions with owners	-	-	-	-	(336)	(336)	336	-	
Balance at 29 February 2016	91,282	(10,508)	15,951	3,817	35,386	135,928	19	135,947	

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2016 and the accompanying explanatory notes attached.)

**PLB ENGINEERING BERHAD**  
(Company Number : 418224 - X)

(Indirect method)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 28 FEBRUARY 2017**

( The figures have not been audited )

	6 months ended 28-02-2017 RM'000	6 months ended 29-02-2016 RM'000
<b>Cash Flows From Operating Activities</b>		
Profit before taxation	3,276	4,124
Adjustment for :-		
Non-cash items - operating	2,301	1,116
Non-operating items - investing	(4,175)	273
Non-operating items - financing	2,105	1,571
Operating profit before working capital changes	3,507	7,084
Net Change in current assets	(13,530)	(1,525)
Net Change in current liabilities	2,160	(1,717)
Cash (used in)/provided from operations	(7,863)	3,842
Interest income	192	147
Interest paid	(2,105)	(1,571)
Income tax paid	(2,218)	(1,606)
Income tax refunded	27	-
Net cash (used in)/provided from operating activities	(11,968)	812
<b>Cash Flows From Investing Activities</b>		
Land held for development	(704)	(23)
Placement of fixed deposits	(284)	(97)
Purchase of property, plant & equipment	(11,251)	(5,404)
Proceed from disposal of investment properties	-	1,590
Proceeds from disposal of other investments	-	1
Proceeds from disposal of property, plant & equipment	60	-
Net cash used in investing activities	(12,179)	(3,933)
<b>Cash Flows From Financing Activities</b>		
Drawdown/(repayment) from bank borrowings	27,071	(3,276)
<b>Net decrease in Cash</b>	<b>2,924</b>	<b>(6,397)</b>
<b>Cash And Cash Equivalents At Beginning</b>	<b>(13,780)</b>	<b>(7,983)</b>
<b>Cash And Cash Equivalents At End</b>	<b>(10,856)</b>	<b>(14,380)</b>

Notes :

Cash and cash equivalents consists of net cash and bank balances and overdraft utilised.

**(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 August 2016 and the accompanying explanatory notes attached.)**

## **Quarterly report on consolidated results for the period ended 28 February 2017**

### **A NOTES TO THE INTERIM FINANCIAL STATEMENTS**

#### **A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for year ended 31 August 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 financial year ended 31 August 2016.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the year ended 31 August 2016 except for the adoption of the applicable new and revised FRSs and IC Interpretations which were mandatory for the financial periods beginning on or after 1 September 2016.

#### **Malaysian Financial Reporting Standards Framework**

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual period 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 (“Transitioning Entities”).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group and Company fall within the definition of Transitioning Entities and has opted to defer the adoption of MFRS Framework. Accordingly, the Group and Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 31 August 2019.

In presenting its first MFRS financial statements, the Group and Company will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

## **Quarterly report on consolidated results for the period ended 28 February 2017**

The Group and Company expect to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 August 2019.

### **A2. Audit qualification**

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

### **A3. Seasonal or cyclical factors**

The business operations of the Group were not significantly affected by any seasonal or cyclical factors during the financial period under review apart from unfavorable weather conditions, increase in cost of construction materials or festival seasons.

### **A4. Item of unusual nature**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual due to their nature, size or incidence for the financial period under review.

### **A5. Changes in estimates**

There were no significant changes in the estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

### **A6. Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the financial period under review.

Out of the total **91,281,667** issued and fully paid ordinary shares as at 28 February 2017, **9,124,500** are held as treasury shares by the Company. As at 28 February 2017, the number of outstanding ordinary shares in issue and fully paid is therefore **82,157,167** ordinary shares of RM1 each.

## Quarterly report on consolidated results for the period ended 28 February 2017

### A7. Dividends paid

On 27 October 2016, The Board of Directors had recommended a first and final single tier dividend of 1.00% amounting to RM821,572 for the financial year ended 31 August 2016 which was approved at the Company's Annual General Meeting held on 19 January 2017. The payment for first and final single tier dividend of 1.00% amounting to RM821,572 has been made on 21 March 2017.

There was no dividend proposed during the quarter under review.

### A8. Segmental analysis

<b>Current period ended 28 February 2017</b>	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>									
External sales	-	4,391	306	37,941	46,335	9,880	294	-	99,147
Inter-segment sales	2,224	2,690	260	53,712	19,332	2,585	11	(80,814)	-
<b>Total revenue</b>	<b>2,224</b>	<b>7,081</b>	<b>566</b>	<b>91,653</b>	<b>65,667</b>	<b>12,465</b>	<b>305</b>	<b>(80,814)</b>	<b>99,147</b>
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	(81)	271	230	2,367	5,234	(4,892)	(29)	1,858	4,958
Unallocated income (Note 1)									438
Profit from operations									5,396
Finance costs									(2,105)
Share of result of an associate									(1)
Share of result of a jointly controlled entity									(14)
Profit before taxation									<b>3,276</b>

Note:

1. Unallocated income mainly represent fixed deposit interest income, gain on disposal of property, plant and equipment, scrap sales, rental of building, land, factory & leasing of palm tree.
2. Other segment represents sales from brick making, advisory services, solar and renewable energy.

## Quarterly report on consolidated results for the period ended 28 February 2017

<b>Current period ended 29 February 2016</b>	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 4)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>									
External sales	1	2,756	265	30,811	42,153	7,341	327	-	83,654
Inter-segment sales	1,814	7,833	271	17,385	3,961	1,300	427	(32,991)	-
<b>Total revenue</b>	<b>1,815</b>	<b>10,589</b>	<b>536</b>	<b>48,196</b>	<b>46,114</b>	<b>8,641</b>	<b>754</b>	<b>(32,991)</b>	<b>83,654</b>
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 4)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	(490)	205	198	1,488	4,364	(1,759)	158	521	4,685
Unallocated income (Note 3)									1,030
Profit from operations									5,715
Finance costs									(1,571)
Share of result of an associate									(2)
Share of result of a jointly controlled entity									(18)
Profit before taxation									4,124

Note:

3. Unallocated income mainly represent fixed deposit interest income, gain on disposal of quoted investment, scrap sales, rental of building and land & leasing of palm tree.
4. Other segment represents sales from brick making.

### A9. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

### A10. Subsequent material event

There were no material events subsequent to the reporting period up to 20 April 2017 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) that have been reflected in the financial statements for the quarter under review.



## Quarterly report on consolidated results for the period ended 28 February 2017

### A11. Change in composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to-date.

### A12. Contingent liabilities

	<b>Company</b>
	<b>As at 28/02/17 RM'000</b>
<b>Unsecured:</b>	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	166,036
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	10,136
Performance guarantees issued to third parties for performance by certain subsidiaries	5,412

### A13. Capital commitments

Capital expenditure not provided for in the financial statements is as follows:

	<b>As at 28/02/2017 RM'000</b>
Property, plant and equipment	
- Approved but not contracted	29,465
Development land	
- Contracted	<u>205</u>
	<u>29,670</u>

## Quarterly report on consolidated results for the period ended 28 February 2017

### A14. Related party transactions

The Group's related party transaction in the current financial year to date are as follows:-

	<b>As at 28/02/2017</b>
	<b>RM'000</b>
Purchase of construction materials from related party	
- Hoon Teik Enterprise Sdn. Bhd.	113
- QM Machinery Sdn Bhd	152
- Infitech Machinery Sdn Bhd	22
Progress billing from related party	
- KH Base Engineering Sdn Bhd	13,088
Sales of Construction materials to related party	
- KH Base Engineering Sdn Bhd	1,104
- QM Machinery Sdn Bhd	51
- Infitech Machinery Sdn Bhd	153
Purchase of recycling materials from related party	
- Infitech Machinery Sdn Bhd	3,356
- QM Machinery Sdn Bhd	1,003
- Infitech Ecogistic Sdn Bhd	166
- HLB Infitech Sdn Bhd	2
Sales of recycling materials to related party	
- Infitech Machinery Sdn Bhd	443
- Infitech Ecogistic Sdn Bhd	47
- QM Machinery Sdn Bhd	92
- HLB Infitech Sdn Bhd	56
Rental of machinery paid to related party	
- Infitech Machinery Sdn Bhd	1,668
Diesel and hydraulic oil paid to related party	
- Infitech Machinery Sdn Bhd	14
Upkeep and maintenance fee paid to related party	
- Infitech Machinery Sdn Bhd	49

**Quarterly report on consolidated results for the period ended 28 February 2017**

	<b>As at 28/02/2017</b>
	<b>RM'000</b>
Reimbursement costs charged by related party	
- KH Base Engineering Sdn Bhd	18
- Northern Guide Properties Sdn Bhd	8
Brokerage fees paid to a related party	
- Northern Guide Properties Sdn Bhd	317
Contract wages paid to a related party	
- Northern Guide Properties Sdn Bhd	<u>13</u>

Related party	Relationship
Hoon Teik Enterprise Sdn. Bhd.	: A company in which certain directors of the Company, have substantial financial interests.
KH-Base Engineering Sdn. Bhd.	: A company in which persons connected to certain directors of the Company, have substantial financial interests.
Infitech Machinery Sdn. Bhd.	: A company in which a director of certain subsidiaries, has substantial financial interests.
Infitech Ecogistic Sdn. Bhd.	: A company in which a director of certain subsidiaries, has substantial financial interests.
Infitech LG (Malaysia) Sdn. Bhd.	: A company in which a director of certain subsidiaries, has substantial financial interests.
HLB Infitech Sdn. Bhd.	: A company in which a director of certain subsidiaries, has substantial financial interests.
QM Machinery Sdn. Bhd.	: A company in which a director of certain subsidiaries, has substantial financial interests.
Northern Guide Properties Sdn. Bhd.	: A company in which a director of a subsidiary, has substantial financial interests

## Quarterly report on consolidated results for the period ended 28 February 2017

### **B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES**

#### **B1. Review of performance**

	<b>Current Year To date 28.02.2017 RM'000</b>	<b>Preceding Year Corresponding Period 29.02.2016 RM'000</b>
Revenue	99,147	83,654
Consolidated profit before taxation	3,276	4,124

For the period ended 28 February 2017, the Group recorded revenue of RM99.15 million and profit before tax of RM3.28million compared to revenue of RM83.65 million and profit before tax of RM4.12 million respectively in the preceding year corresponding period.

The Group recorded higher revenue for the current year to date compared to preceding year corresponding period. This is mainly contributed from the on-going construction and property development projects. Lower profit before taxation for the current year to date mainly due to losses generated from Waste Segregation project.

#### **B2. Variation of results against immediate preceding quarter**

	<b>Current Quarter 28.02.2017 RM'000</b>	<b>Preceding Quarter 30.11.2016 RM'000</b>
Revenue	47,326	51,821
Consolidated profit before taxation	1,151	2,125

The Group recorded lower revenue and profit before tax for the current quarter is due to losses generated from Waste Segregation project.

## Quarterly report on consolidated results for the period ended 28 February 2017

### B3. Prospects

The Group will continue to focus on and develop its major business segments which are construction and property development.

For Construction segment, the current on-going external construction projects at the unbilled sales of RM59 million located at Bukit Minyak-Prai, Kulim and Penang Island is expected to contribute to the Group turnover over the next one year.

The property development segment for the Group shall continue with the development of Final Phase of Balik Pulau, Greenwish Garden at Batu Maung and affordable houses at Paya Terubong on Penang Island.

### B4. Comparison with profit forecast

Not applicable.

### B5. Notes to the statement of comprehensive income

	<b>Current Quarter 28/02/2017 RM'000</b>	<b>Cumulative Quarter 28/02/2017 RM'000</b>
Profit for the period is arrived		
at after (crediting)/charging:		
-Interest income	(97)	(191)
-Other income including investment income	-	-
-Interest expense	1,046	2,106
-Depreciation and amortization	1,229	2,425
-Provision of impairment loss on trade receivables	-	2
-Provision for and write off of inventories	-	-
-Provision for and write off of property, plant & equipment	-	-
-(Gain)/loss on disposal of quoted investment	-	-
-(Gain)/loss on disposal of unquoted investment	-	-
-(Gain)/loss on disposal of properties	(60)	(130)
-Impairment of assets	-	-
-Foreign exchange (gain)/loss	-	-
-(Gain) or loss on derivatives	-	-

## Quarterly report on consolidated results for the period ended 28 February 2017

### B6. Tax expense

	Current Quarter 28/02/2017 RM'000	Cumulative Quarter 28/02/2017 RM'000
Malaysian income tax: Based on results for the period		
- Current taxation	1,314	(1,514)
- Deferred taxation	(382)	1,113
- RPGT	(3)	(3)
	<hr/> 929	<hr/> (404)
Over/(under) provision in prior years		
- Current taxation	-	-
- Deferred taxation	-	(1,511)
	<hr/> 929	<hr/> (1,915)

The effective tax rate of the Group for the cumulative quarter-to-date is higher than the statutory income tax rate. This is due to unabsorbed tax losses and tax allowances brought forward are not available to set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purpose.

### B7. Sale of unquoted investments and properties

There was no sale of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial year-to-date.

### B8. Quoted securities

(a) There were no purchases or disposals of quoted securities for the current financial quarter and year-to-date.

(b) Investments in quoted securities as at 28 February 2017 were as follows: -

	RM'000
Share quoted in Malaysia:-	
Balance at 01/09/2016	2
Fair value adjustment	<u>3</u>
Balance at 28/02/2017	<u>5</u>
At Market Value of quoted shares in Malaysia	<u>5</u>

### B9. Status of corporate proposals

There are no corporate proposals that have been announced by the Company but not completed as at to-date.

## Quarterly report on consolidated results for the period ended 28 February 2017

### B10. Group borrowings and debt securities

As at	Group 28/02/17 RM'000	Secured 28/02/17 RM'000	Unsecured 28/02/17 RM'000	S/Term 28/02/17 RM'000	L/Term 28/02/17 RM'000
Banker's acceptance	27,238	27,238	-	27,238	-
Invoice financing	1,258	1,258	-	1,258	-
Bank overdraft	18,010	18,010	-	18,010	-
Hire purchases	826	826	-	233	594
Revolving credits	15,400	-	15,400	15,400	-
Term loans	104,130	104,130	-	26,275	77,854
<b>Total</b>	<b>166,862</b>	<b>151,462</b>	<b>15,400</b>	<b>88,414</b>	<b>78,448</b>

### B11. Derivative financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at 28 February 2017.

### B12. Realised and unrealised profit/(loss) disclosure

The retained profits of the Group as at 28 February 2017 and 31 August 2016 are analyzed as follows:

	As at 28/02/2017 RM'000	As at 31/08/2016 (Audited) RM'000
Total retained profits of the Company and its subsidiaries:		
-Realised	40,093	42,968
-Unrealised	(1,383)	(1,402)
	<u>38,710</u>	<u>41,567</u>
Total share of retained profits from associates:		
-Realised	-	(56)
	<u>38,710</u>	<u>41,511</u>
Total share of retained profits from jointly controlled entities:		
-Realised	33,089	32,956
	<u>71,800</u>	<u>74,466</u>
Less: Consolidation adjustments	(41,384)	(46,600)
Total retained profits as per Consolidated Statement of Financial Position	<u>30,416</u>	<u>27,866</u>

## **Quarterly report on consolidated results for the period ended 28 February 2017**

### **B13. Changes in material litigation**

#### **Hunza Properties (Gurney) Sdn Bhd & Hunza Properties (Penang) Sdn Bhd (“Hunza”) vs PLB-KH Bina Sdn Bhd (“PLB-KH”)**

The dispute is now at arbitration stage with Ar. Koh Beng Tock as the arbitrator. The arbitration was heard during the scheduled dates between 16 - 18 May 2012, 30 - 31 May 2012, 26-27 November 2012, 25 February – 1 March 2013, 18 – 22 March 2013, 8 – 12 April 2013, 6 – 10 May 2013, 5 – 7 August 2013, 10 – 13 September 2013 and 3 – 6, 24 March 2014, 14 – 18 April 2014, 5 – 9 & 26 – 30 May 2014, 16 – 20 June 2014, 7 – 11 July 2014, 29 September – 3 October 2014, 3 – 7 November 2014, 17 - 21 November 2014, 2 – 5 March 2015, 7 – 8 April 2015, 27 – 28 April 2015, 11 May 2015, 13 – 14 May 2015, 8 – 10 July 2015, 28 July 2015, 10 – 13 August 2015, 24 – 27 August 2015, 7 – 10 September 2015, 21 – 22 September 2015, 5 October 2015, 19 & 21 October 2015, 4 – 7 January 2016, 18 – 21 January 2016, 11 – 14 April 2016, 25 July 2016 and 21 – 23 November 2016. The continued hearing of the arbitration is now fixed from 9 – 12 January 2017, 7 – 10 August 2017, 5 – 8 September 2017, 2 – 5 October 2017, 9 – 12 October 2017, 23 – 26 October 2017, 6 – 9 November 2017 and 20 – 23 November 2017.

The hearing dates have been vacated until April 2017 pending settlement discussion between the parties.

The parties also have agreed to withdraw the application submit the principal issues in the Corporate Guarantee case between Hunza and PLB Engineering Berhad to be determined in the arbitration.

Also, by consent order, on 4 May 2010, the matter at the high court had been stayed pending the arbitration proceedings.

### **B14. Dividend**

No interim dividend has been declared by the Board for the financial quarter ended 28 February 2017.



## Quarterly report on consolidated results for the period ended 28 February 2017

### B15. Earnings per share

#### *Basic earnings per share*

The basic earnings per share of the Group is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the financial period.

	Individual quarter		Cumulative quarter	
	Current year quarter 28/02/17 RM'000	Preceding year corresponding 28/02/16 RM'000	Current year to date 28/02/17 RM'000	Preceding year corresponding 28/02/16 RM'000
Net profit attributable to owners of the parent	3,052	1,856	2,550	3,205
<b>Basic earnings per share</b>				
Weighted average number of ordinary shares of RM1.00 each	82,157	82,157	82,157	82,157
Basic earnings per ordinary share of RM1.00 each (sen)	<u>3.72</u>	<u>2.26</u>	<u>3.10</u>	<u>3.90</u>

#### *Diluted earnings per ordinary share*

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the current quarter and financial period-to-date.

### B16. Authorisation for issue

These financial statements were authorised for issue by the Board of Directors of the Group.

**Date : 27 April 2017**