


NEW HOONG FATT HOLDINGS BERHAD (425709-K)

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RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2016
CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter ended 31.12.2016	Quarter ended 31.12.2015	Year to date ended 31.12.2016	Year to date ended 31.12.2015
		RM'000	RM'000	RM'000	RM'000
Revenue		62,813	54,197	231,894	207,226
Cost of sales		(42,465)	(39,319)	(163,917)	(148,318)
Gross profit		20,348	14,878	67,977	58,908
Other operating income	15	6,248	2,339	22,073	12,336
Operating expenses	15	(13,200)	(11,820)	(52,024)	(43,780)
Finance costs		(293)	(235)	(1,216)	(894)
Profit before tax		13,103	5,162	36,810	26,570
Tax expense	21	(3,612)	(674)	(6,820)	(7,320)
Net profit for the period		9,491	4,488	29,990	19,250
Other comprehensive (loss) / income					
Foreign currency translations		(932)	1,855	(3,863)	3,452
Remeasurement of employment benefit obligation		(3)	32	(3)	32
Total comprehensive income for the period		8,556	6,375	26,124	22,734
Profit attributable to owners of the parent		9,491	4,488	29,990	19,250
Total comprehensive income attributable to owners of the parent		8,556	6,375	26,124	22,734
Earnings per share attributable to owners of the parent	27				
Basic (sen)		12.63	5.97	39.90	25.61
Diluted (sen)		N.A.	N.A.	N.A.	N.A.

(The Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2015)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment	10	310,439	270,963
Investment properties	10	16,500	15,600
Available-for-sale financial assets		130	130
Intangible assets		-	5
		327,069	286,698
Current Assets			
Inventories		43,979	39,354
Trade receivables		44,440	36,990
Other receivables, deposits & prepayments		12,671	9,544
Current tax assets		1,004	1,689
Cash and bank balances		24,172	23,669
		126,266	111,246
Total Assets		453,335	397,944
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		75,157	75,157
Reserves			
<u>Non-Distributable:</u>			
Share premium		4,210	4,210
Revaluation reserve	10	55,731	36,550
Exchange translation reserve		(1,665)	2,198
Available-for-sale reserve		47	47
<u>Distributable:</u>			
Retained earnings		239,431	211,885
		297,754	254,890
Total Equity		372,911	330,047
Non-Current Liabilities			
Borrowings (interest bearing)	23	-	303
Employment benefit obligation		48	32
Deferred tax liabilities		27,446	22,614
		27,494	22,949
Current Liabilities			
Trade payables		9,118	7,911
Other payables & accruals		8,215	7,908
Borrowings (interest bearing)	23	35,213	28,353
Current tax liabilities		384	776
		52,930	44,948
Total Liabilities		80,424	67,897
Total Equity and Liabilities		453,335	397,944
Net assets per share attributable to owners of the parent (RM)		4.96	4.39

(The Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2015)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year to date ended 31.12.2016 RM'000	Year to date ended 31.12.2015 RM'000
Cash Flows From Operating Activities		
Profit before tax	36,810	26,570
Adjustments for:-		
Amortisation and depreciation	27,574	25,339
Bad debts written off	47	6
Fair value gain on investment properties	(900)	-
Impairment losses on trade receivables	110	264
Interest income	(180)	(143)
Interest expense	1,216	894
Inventories written down	229	659
Net gain on disposal of property, plant and equipment	(374)	(138)
Property, plant and equipment written off	20	15
Provision for employment benefit obligation	16	38
Reversal of impairment losses on trade receivables	(69)	(36)
Unrealised loss / (gain) on foreign exchange differences	335	(34)
Operating profit before changes in working capital	64,834	53,434
Net change in current assets	(10,144)	(8,162)
Net change in current liabilities	(9,792)	2,996
Tax paid	(4,475)	(5,153)
Net cash generated from operating activities	40,423	43,115
Cash Flows From Investing Activities		
Interest received	180	143
Proceeds from disposal of property, plant and equipment	386	531
Purchase of property, plant and equipment	(38,061)	(34,521)
Net cash used in investing activities	(37,495)	(33,847)
Cash Flows From Financing Activities		
Interest paid	(1,216)	(894)
Net drawdown of bank borrowings	6,587	9,178
Repayment of hire purchase	(8)	(64)
Dividend paid	(8,267)	(7,516)
Net cash (used in) / generated from financing activities	(2,904)	704

CONSOLIDATED STATEMENTS OF CASH FLOWS (continued)

	Year to date ended 31.12.2016 RM'000	Year to date ended 31.12.2015 RM'000
Net increase in cash and cash equivalents	24	9,972
Effects of exchange rate fluctuations on cash & cash equivalents	479	211
Cash and cash equivalents at beginning of the financial period	23,669	13,486
Cash and cash equivalents at end of the financial period	24,172	23,669
Cash and cash equivalents comprise of:		
Cash and bank balances	24,172	23,667
Short term placements	-	2
	24,172	23,669

(The Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2015)

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent						
	Non-distributable			Distributable			
	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Available for sale reserve RM'000	Exchange translation reserve RM'000	Retained earnings RM'000	Total Equity RM'000
As at 1 January 2015	75,157	4,210	36,550	47	(1,254)	200,119	314,829
Profit for the financial period	-	-	-	-	-	19,250	19,250
Remeasurement of employment benefit obligation	-	-	-	-	-	32	32
Foreign currency translations	-	-	-	-	3,452	-	3,452
Total comprehensive income	-	-	-	-	3,452	19,282	22,734
Dividend	-	-	-	-	-	(7,516)	(7,516)
As at 31 December 2015	75,157	4,210	36,550	47	2,198	211,885	330,047
As at 1 January 2016	75,157	4,210	36,550	47	2,198	211,885	330,047
Profit for the financial period	-	-	-	-	-	29,990	29,990
Remeasurement of employment benefit obligation	-	-	-	-	-	(3)	(3)
Revaluation surplus of land and buildings, net of tax	-	-	25,007	-	-	-	25,007
Transfer from revaluation reserve to retained earnings	-	-	(5,826)	-	-	5,826	-
Foreign currency translations	-	-	-	-	(3,863)	-	(3,863)
Total comprehensive income / (loss)	-	-	19,181	-	(3,863)	35,813	51,131
Dividend	-	-	-	-	-	(8,267)	(8,267)
As at 31 December 2016	75,157	4,210	55,731	47	(1,665)	239,431	372,911

(The Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the financial year ended 31 December 2015)

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS) 134, INTERIM FINANCIAL REPORTING

1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 31 December 2015.

The significant accounting policies and methods of computation applied in the interim financial report are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2015.

2 Adoption of Malaysian Financial Reporting Standards

The significant accounting policies applied in the interim financial report are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2015, except for the effects of newly issued Malaysian Financial Reporting Standards (“MFRS”) and IC Interpretations (“IC Int.”) applied during the current financial period:-

Title	Effective date
Amendments to MFRS 10, MFRS 12 and MFRS 128 <i>Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
Amendments to MFRS 11 <i>Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
Amendments to MFRS 101 <i>Disclosure Initiative</i>	1 January 2016
Amendments to MFRS 116 and MFRS 138 <i>Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to MFRS 127 <i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to MFRSs <i>Annual Improvements to 2012 – 2014 Cycle</i>	1 January 2016
MFRS 14 <i>Regulatory Deferral Accounts</i>	1 January 2016

The Group has not adopted the following Standards of MFRS and IC Int. Framework that have been issued but not yet effective:

Title	Effective date
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred
Amendments to MFRS 12 <i>Annual Improvements to MFRS Standards 2014 – 2016 Cycle</i>	1 January 2017
Amendments to MFRS 107 <i>Disclosure Initiatives</i>	1 January 2017
Amendments to MFRS 112 <i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017
Amendments to MFRS 1 <i>Annual Improvements to MFRS Standards 2014 – 2016 Cycle</i>	1 January 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
Amendments to MFRS 4 <i>Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts</i>	See MFRS 4 Paragraphs 46 and 48
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014 – 2016 Cycle</i>	1 January 2018

2 Adoption of Malaysian Financial Reporting Standards (continued)

The Group has not adopted the following Standards of MFRS and IC Int. Framework that have been issued but not yet effective (continued):

Title	Effective date
Amendments to MFRS 140 <i>Transfer of Investment Property</i>	1 January 2018
MFRS 9 <i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
Clarifications to MFRS 15	1 January 2018
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
MFRS 16 Leases	1 January 2019

3 Qualified audit report

The financial statements for the financial year ended 31 December 2015 was not qualified.

4 Seasonal or cyclical factors

The Group's operation is not significantly affected by seasonal or cyclical factors.

5 Unusual items

Other than those stated in the notes, there are no other items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

6 Changes in estimates

There is no significant change in estimates of amounts reported in prior interim periods of the current or previous financial year.

7 Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current quarter under review.

8 Dividends paid

	Quarter ended 31.12.2016 RM'000	Year to date ended 31.12.2016 RM'000
Final single tier dividend of 8 sen per ordinary share declared for financial year ended 31 December 2015, paid on 14 July 2016.	-	6,013
Interim single tier dividend of 3 sen per ordinary share declared for financial year ended 31 December 2016, paid on 16 December 2016.	2,254	2,254
Total single-tier dividend paid	2,254	8,267

9 Segmental information

By Business Segment	Quarter ended		Year to date ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
- Trading	32,489	29,154	123,072	110,662
- Manufacturing	30,324	25,043	108,822	96,564
Total Segment Revenue	62,813	54,197	231,894	207,226

By Business Segment	Quarter ended		Year to date ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
<u>Segment Profit/(Loss) Before Tax</u>				
- Trading	173	(922)	609	(4,436)
- Manufacturing	13,431	6,428	38,214	32,584
- Investment	(208)	(109)	(797)	(684)
Total Segment Profit	13,396	5,397	38,026	27,464

By Geographical Segment	Quarter ended		Year to date ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
- Malaysia	28,416	26,181	110,522	100,505
- Asean	10,434	8,009	36,345	30,575
- Non-Asean	23,963	20,007	85,027	76,146
Total Segment Revenue	62,813	54,197	231,894	207,226
<u>Segment Capital Expenditure</u>				
- Malaysia	9,449	8,458	37,913	34,404
- Asean	36	50	136	188
- Non-Asean	-	-	12	1
Total Segment Capital Expenditure	9,485	8,508	38,061	34,593

By Geographical Segment	As at 31.12.2016	As at 31.12.2015
	RM'000	RM'000
<u>Segment Non-Current Assets</u>		
- Malaysia	300,286	263,818
- Asean	26,639	22,632
- Non-Asean	144	248
Total Segment Non-Current Assets	327,069	286,698

9 Segmental information (continued)

Included in the measure of segment profit are:

	Trading RM'000	Manufacturing RM'000	Investment RM'000	Total RM'000
Depreciation and amortisation	(2,898)	(24,676)	-	(27,574)

Reconciliation of reportable segment profit or loss to the Group's corresponding amount is as follows:

Profit for the financial period	RM'000
Total profit for reportable segments	38,026
Finance costs	(1,216)
Profit before tax	36,810
Income tax expense	(6,820)
Net profit for the financial period	29,990

10 Valuation of Property, Plant and Equipment and Investment Properties

Other than the revaluations that was done in September 2016 and taken up in the Financial Statements in Q3 2016 on the Group's Property, Plant and Equipment and Investment Properties, the valuation of land and buildings had been brought forward without any amendments from the previous financial quarter.

11 Subsequent events

In the opinion of the Directors, there are no material subsequent events to be disclosed as at the date of this report.

12 Changes in the composition of the Group

There are no changes in the composition of the Group in the current quarter under review.

13 Changes in contingent liabilities

The contingent liabilities of the Group were as follows:

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Corporate guarantees given to banks and vendors for credit facilities granted to subsidiaries	41,541	33,571

14 Capital commitments

	As at 31.12.2016 RM'000
<u>Property, plant and equipment</u>	
Contracted but not provided for	<u>11,844</u>
Approved but not contracted for	<u>40,380</u>

15 Comparative figures

The following comparative amounts have been restated to conform to the current financial period's presentation, which pertains to realised and unrealised foreign exchange gain or loss:

For the quarter ended 31.12.2015	As previously stated RM'000	Reclassification RM'000	As restated RM'000
Consolidated Statements of Profit or Loss and Other Comprehensive Income			
Other operating income	1,626	713	2,339
Operating expenses	(11,107)	(713)	(11,820)
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For year to date ended 31.12.2015	As previously stated RM'000	Reclassification RM'000	As restated RM'000
Consolidated Statements of Profit or Loss and Other Comprehensive Income			
Other operating income	11,294	1,042	12,336
Operating expenses	(42,738)	(1,042)	(43,780)
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PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

16 Review of performance

Comparison of current quarter under review with corresponding quarter of preceding year

The Group recorded RM8.6 million or 15.9% increase in revenue from RM54.2 million in the corresponding quarter of preceding year (“4Q 2015”) to RM62.8 million in the current quarter under review (“4Q 2016”). The increase in revenue was mainly attributed to higher demand in both local and overseas markets.

Profit Before Tax (“PBT”) increased by RM7.9 million or 151.9% from RM5.2 million in 4Q 2015 to RM13.1 million in 4Q 2016. The increase in PBT was mainly due to higher revenue and favourable impact from foreign exchange rate. The increase however, was partially offset by higher manufacturing costs and operating expenses.

Comparison of current year-to-date (“YTD”) period with corresponding YTD period of preceding year

The Group recorded RM24.7 million or 11.9% increase in revenue from RM207.2 million in YTD 2015 to RM231.9 million in YTD 2016. The increase in revenue was mainly attributed to higher demand in the local and overseas markets as well as favourable impact from foreign exchange rate.

PBT increased by RM10.2 million or 38.3% from RM26.6 million in YTD 2015 to RM36.8 million in YTD 2016. The increase in PBT was mainly due to higher revenue achieved, favourable impact from foreign exchange rate and fair value gain on the investment properties. The increase however, was partially offset by higher manufacturing costs and operating expenses.

17 Segmental performance review

Trading segment

Comparison of current quarter under review with corresponding quarter of preceding year

Revenue for the trading segment increased by RM3.3 million or 11.3% from RM29.2 million in 4Q 2015 to RM32.5 million in 4Q 2016. The increase in revenue was mainly attributed to higher demand in the local and overseas markets.

The segment recorded a profit of RM0.2 million in 4Q 2016 compared to a loss of RM0.9 million in 4Q 2015. The increase in profit was mainly attributed to the increase in revenue and favourable impact from foreign exchange rate. The increase however, was partially offset by higher operating expenses in the current quarter under review.

Comparison of current YTD period with corresponding YTD period of preceding year

Revenue for the trading segment increased by RM12.4 million or 11.2% from RM110.7 million in YTD 2015 to RM123.1 million in YTD 2016, mainly attributed to higher demand in the local and overseas markets.

Consequently, the segment recorded a profit of RM0.6 million in YTD 2016 compared to a loss of RM4.4 million in YTD 2015, mainly due to higher revenue, favourable impact from foreign exchange rate and fair value gain on the investment properties. The increase however, was partially offset by higher operating expenses in the current YTD period under review.

17 Segmental performance review (continued)

Manufacturing segment

Comparison of current quarter under review with corresponding quarter of preceding year

Revenue for the manufacturing segment increased by RM5.3 million or 21.2% from RM25.0 million in 4Q 2015 to RM30.3 million in 4Q 2016. The increase was mainly due to higher demand in the overseas market.

Consequently, profit for the segment had increased by RM7.0 million or 109.4% from RM6.4 million in 4Q 2015 to RM13.4 million in 4Q 2016. The increase in profit was mainly due to higher revenue and favourable impact from foreign exchange rate. The increase however, was partially offset by higher manufacturing costs and operating expenses in the current quarter under review.

Comparison of current YTD period with corresponding YTD period of preceding year

Revenue for the manufacturing segment increased by RM12.2 million or 12.6% from RM96.6 million in YTD 2015 to RM108.8 million in YTD 2016. The increase was mainly due to higher revenue in the overseas market and favourable impact from foreign exchange rate.

Consequently, profit for the segment had increased by RM5.6 million or 17.2% from RM32.6 million in YTD 2015 to RM38.2 million in YTD 2016. The increase in profit was mainly due to higher revenue and favourable impact from foreign exchange rate. The increase however, was partially offset by higher manufacturing costs and operating expenses in the current YTD period under review.

18 Variation of results against preceding quarter

Compared to the preceding quarter, revenue was higher by RM8.3 million or 15.2% from RM54.5 million in 3Q 2016 to RM62.8 million in 4Q 2016. The increase was mainly due to higher demand in the local and overseas markets as well as favourable impact from foreign exchange rate.

PBT was higher by RM5.3 million or 67.9% from RM7.8 million in 3Q 2016 to RM13.1 million in 4Q 2016. The increase in PBT was mainly due to higher revenue and favourable impact from foreign exchange rate. The increase however, was partially offset by higher operating expenses in the current quarter under review.

19 Future Prospects

The global economy is expected to remain challenging in 2017. Going forward, the Group aims to achieve further organic growth through its continuous efforts in expanding its product range as well as further improving on its operational efficiency.

20 Profit forecast

There was no revenue or profit forecast announced by the Group.

21 Tax expense

	Quarter ended 31.12.2016 RM'000	Year to date ended 31.12.2016 RM'000
Tax expense	1,117	4,768
Deferred tax liabilities	2,495	2,052
	3,612	6,820

The effective tax rate for the current quarter under review was higher than the statutory tax rate mainly due to the timing difference in deferred tax adjustment arising from property, plant and equipment. The higher tax expense was already partially offset by utilisation of Reinvestment Allowance and reversal of deferred tax liabilities arising from unrealised foreign exchange differences.

The effective tax rate for the YTD period under review was lower than the statutory tax rate mainly due to utilisation of Reinvestment Allowance and reversal of deferred tax liabilities arising from unrealised foreign exchange differences and utilisation of unabsorbed losses from the Group's subsidiaries.

22 Status of corporate proposal

There were no corporate proposals announced but not completed as at the date of this report.

23 Group borrowings and debt securities

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Current liabilities		
<i>Unsecured:-</i>		
Bankers' acceptance	32,000	25,300
Hire purchase	-	8
Term loans	3,213	3,045
Sub-total	35,213	28,353
Non-current liabilities		
<i>Unsecured:-</i>		
Term loans	-	303
Sub-total	-	303
Total borrowings	35,213	28,656
Total borrowings		
Bankers' acceptances	32,000	25,300
Hire purchase	-	8
Term loans	3,213	3,348
	35,213	28,656

23 Group borrowings and debt securities (continued)

The currency exposure profile of borrowings is as follows:

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Ringgit Malaysia	32,304	28,226
US Dollar	2,909	-
Chinese Renminbi	-	422
Indonesia Rupiah	-	8
	35,213	28,656

24 Changes in fair value of financial instruments

The carrying amounts of the financial instruments of the Group as at reporting date approximate their fair values due to relatively short term maturity of these financial instruments.

25 Material litigation

The Group is not engaged in any material litigation and is not aware of any proceedings, which might materially affect the position or business of the Group as at the date of this report.

26 Dividend

The Board of Directors is pleased to propose a final single tier dividend of 8 sen and a special final single tier dividend of 3 sen per ordinary share in respect of the financial year ended 31 December 2016 amounting to RM8,267,226 (2015: final single tier dividend of 8 sen per ordinary share, RM6,012,528).

The proposed final dividends are subject to the approval of shareholders at the upcoming Annual General Meeting of the Company. These dividends, upon approval by the shareholders, will be accounted for as an appropriation of retained earnings in the year in which it is declared. The dividend payment date and entitlement date will be announced in due course.

27 Earnings per share

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Quarter ended 31.12.2016	Quarter ended 31.12.2015	Year to date ended 31.12.2016	Year to date ended 31.12.2015
Net profit attributable to owners of the parent (RM'000)	9,491	4,488	29,990	19,250
Weighted average number of ordinary shares applicable to basic earnings per share ('000)	75,157	75,157	75,157	75,157
Basic earnings per share (sen)	12.63	5.97	39.90	25.61

28 Realised and unrealised profits or losses disclosure

The determination of Realised and Unrealised Profits or Losses is prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants and at the directive of Bursa Malaysia Securities Berhad:

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Total retained earnings before consolidated adjustments		
- Realised	337,095	303,334
- Unrealised	(17,527)	(19,340)
	319,568	283,994
Less : Consolidated adjustments	(80,137)	(72,109)
Total Group retained earnings as per consolidated financial statements	239,431	211,885

29 Profit before tax

	Quarter ended 31.12.2016 RM'000	Year to date ended 31.12.2016 RM'000
Profit before tax is arrived at after charging / (crediting):		
Amortisation of intangible asset	-	4
Bad debts written off	44	47
Depreciation of property, plant and equipment	7,421	27,570
Fair value gain on investment properties	-	(900)
Gain on disposal of property, plant and equipment	(70)	(374)
Gain on foreign exchange:		
- Realised	(778)	(7,347)
- Unrealised	(3,134)	(5,211)
Impairment losses on trade receivables	(40)	110
Interest expense	293	1,216
Interest income	(54)	(180)
Inventories written down	28	229
Loss on foreign exchange:		
- Realised	-	79
- Unrealised	-	5,546

29 Profit before tax (continued)

	Quarter ended 31.12.2016 RM'000	Year to date ended 31.12.2016 RM'000
Profit before tax is arrived at after charging / (crediting):		
Property, plant and equipment written off	7	20
Provision for employment benefit obligation	(7)	16
Rental income from investment properties	(199)	(805)
Reversal of impairment loss on trade receivables	(32)	(69)

By Order of the Board

TAI YIT CHAN
CHOONG LEE WAH
Secretaries

Kuala Lumpur
27 February 2017