

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31.12.16 RM'000	Preceding Year Corresponding Quarter 31.12.15 RM'000	Current Year to Date 31.12.16 RM'000	Preceding Year Corresponding Period Audited 31.12.15 RM'000
Continuing operations					
Revenue	A15	358	325	1,395	1,288
Investment income		72	828	1,766	3,200
Other income		1,131	3	1,131	26
Depreciation		(6)	(163)	(471)	(418)
Other expenses		(1,557)	(7,743)	(5,801)	(10,476)
Finance costs		0	(18)	(34)	(263)
Loss before tax		(2)	(6,768)	(2,014)	(6,643)
Income tax (expense)/credit	B5	(141)	819	(141)	742
Loss for the period from continuing operations		(143)	(5,949)	(2,155)	(5,901)
Discontinued operations					
Profit for the period from discontinued operations, net of tax	A12	300	3,403	900	3,877
Profit/(Loss) for the period	B6	157	(2,546)	(1,255)	(2,024)
Attributable to:					
Owners of the Company		157	(2,546)	(1,255)	(2,024)
Non-controlling interests		-	-	-	-
		157	(2,546)	(1,255)	(2,024)
(Loss)/Earnings per ordinary share attributable to owners of the Company (sen)					
Basic					
Continuing operations	B12	(0.09)	(4.27)	(1.48)	(4.24)
Discontinued operations		0.20	2.45	0.62	2.79
Total		0.11	(1.82)	(0.86)	(1.45)
Diluted					
Continuing operations		(0.09)	(4.27)	(1.48)	(4.24)
Discontinued operations		0.20	2.45	0.62	2.79
Total		0.11	(1.82)	(0.86)	(1.45)

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year to Date	Preceding Year Corresponding Period Audited
	31.12.16 RM'000	31.12.15 RM'000	31.12.16 RM'000	31.12.15 RM'000
Profit/(Loss) for the period	157	(2,546)	(1,255)	(2,024)
Other comprehensive income				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
Adjustment to deferred tax due to change in tax rate	-	1,097	-	1,097
<i>Items that may be reclassified subsequently to profit or loss</i>				
Release of reserves upon disposal of subsidiary companies	-	(259)	-	(259)
Exchange differences on translation of foreign operations	(4)	1	(3)	33
Total comprehensive income/(loss) for the period, net of tax	153	(1,707)	(1,258)	(1,153)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	153	(1,707)	(1,258)	(1,153)
Non-controlling interests	-	-	-	-
	153	(1,707)	(1,258)	(1,153)
Total comprehensive (loss)/income attributable to owners of the Company analysed between:				
- Continuing Operations	(147)	(5,073)	(2,158)	(5,030)
- Discontinued Operations	300	3,366	900	3,877
	153	(1,707)	(1,258)	(1,153)

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015

ABRIC BERHAD
(Company No: 187259-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	31.12.16 Unaudited RM'000	31.12.2015 Audited RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		1,284	5,421
Investment properties		16,400	11,700
Total Non-Current Assets		<u>17,684</u>	<u>17,121</u>
Current Assets			
Receivables		248	9,386
Tax recoverable		472	369
Cash and bank balances		7,442	69,878
Total Current Assets		<u>8,162</u>	<u>79,633</u>
Total Assets		<u><u>25,846</u></u>	<u><u>96,754</u></u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Issued capital		1,471	42,155
Reserves		21,041	45,848
Total Equity		<u>22,512</u>	<u>88,003</u>
Non-Current Liabilities			
Hire-purchase payables	B8	-	92
Long-term borrowings	B8	-	1,181
Deferred tax liabilities		253	111
Total Non-Current Liabilities		<u>253</u>	<u>1,384</u>
Current Liabilities			
Payables		3,081	7,191
Borrowings	B8	-	176
Total Current Liabilities		<u>3,081</u>	<u>7,367</u>
Total Liabilities		<u>3,334</u>	<u>8,751</u>
Total Equity and Liabilities		<u><u>25,846</u></u>	<u><u>96,754</u></u>
Net Assets Per Share (RM)		<u><u>0.15</u></u>	<u><u>0.63</u></u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015

ABRIC BERHAD
(Company No: 187259-W)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Issued capital RM'000	Share premium RM'000	Translation adjustment account RM'000	Warrant reserve RM'000	Revaluation reserve RM'000	Retained earnings RM'000	Attributable to owners of the Company RM'000	Non- controlling interests RM'000	Total RM'000
As at 1 January 2015	30,864	4,811	(5,241)	767	4,676	41,988	77,865	-	77,865
Loss for the period	-	-	-	-	-	(2,024)	(2,024)	-	(2,024)
Other comprehensive income/(loss):									
Adjustment to deferred tax due to change in tax rate	-	-	-	-	1,097	-	1,097	-	1,097
Currency translation differences	-	-	33	-	-	-	33	-	33
Release of reserves upon disposal of subsidiary companies	-	-	(259)	-	-	-	(259)	-	(259)
Total comprehensive (loss)/income for the year, net of tax	-	-	(226)	-	1,097	(2,024)	(1,153)	-	(1,153)
Transaction with owners of the Company:									
Issuance of shares pursuant to exercise of warrants	11,291	632	-	(632)	-	-	11,291	-	11,291
As at 31 December 2015	<u>42,155</u>	<u>5,443</u>	<u>(5,467)</u>	<u>135</u>	<u>5,773</u>	<u>39,964</u>	<u>88,003</u>	<u>-</u>	<u>88,003</u>
As at 1 January 2016	42,155	5,443	(5,467)	135	5,773	39,964	88,003	-	88,003
Loss for the period	-	-	-	-	-	(1,255)	(1,255)	-	(1,255)
Other comprehensive loss:									
Currency translation differences	-	-	(3)	-	-	-	(3)	-	(3)
Total comprehensive loss for the period, net of tax	-	-	(3)	-	-	(1,255)	(1,258)	-	(1,258)
Transactions with owners of the Company:									
Issuance of shares pursuant to exercise of warrants	1,999	135	-	(135)	-	-	1,999	-	1,999
Effect of capital reduction and repayment pursuant to Cash Distribution (Note B7)	(42,683)	-	-	-	-	-	(42,683)	-	(42,683)
Special dividend paid pursuant to Cash Distribution (Note B7)	-	-	-	-	-	(23,549)	(23,549)	-	(23,549)
As at 31 December 2016	<u>1,471</u>	<u>5,578</u>	<u>(5,470)</u>	<u>-</u>	<u>5,773</u>	<u>15,160</u>	<u>22,512</u>	<u>-</u>	<u>22,512</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2015

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2016**

	12 months ended Unaudited 31.12.16 RM'000	12 months ended Audited 31.12.15 RM'000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES		
(Loss)/Profit for the period from:		
Continuing operations	(2,155)	(5,901)
Discontinued operations	900	3,877
Adjustments for:		
Depreciation	471	418
Gain on disposal of subsidiary companies	-	(739)
Finance costs	34	263
Write back of accruals	(900)	(3,145)
Unrealised gain on foreign exchange	(2)	-
Loss on disposal of property, plant and equipment	82	55
Fair value adjustments in respect of investment properties	(1,131)	4,100
Income tax expense/(credit)	141	(742)
Interest income	(1,766)	(3,200)
Property, plant and equipment written off	678	298
Operating Loss Before Working Capital Changes	(3,648)	(4,716)
Working capital changes:		
Receivables	9,137	1,394
Payables	(3,209)	(3,568)
Cash From/(Used In) Operations	2,280	(6,890)
Tax paid	(207)	(282)
Tax refunded	104	-
Net Cash Flows From/(Used In) Operating Activities	2,177	(7,172)
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	230	-
Purchase of property, plant and equipment	(894)	(5,092)
Net cash inflow arising from disposal of continued operations	-	586
Interest income	1,766	3,200
Net Cash Flows From/(Used In) Investing Activities	1,102	(1,306)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Repayment of long-term loan	(1,356)	(2,584)
Finance costs paid	(34)	(263)
Repayment of hire-purchase payables	(92)	(107)
Repayment of bank borrowings	-	(4,136)
Proceeds from issuance of shares pursuant to exercise of warrants	1,999	11,291
Decrease/(Increase) in restricted cash	65,173	(64,733)
Effect of capital reduction and repayment pursuant to Cash Distribution (Note B7)	(42,683)	-
Dividends paid	(23,549)	(42,146)
Net Cash Flows Used In Financing Activities	(542)	(102,678)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,737	(111,156)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	4,705	115,861
CASH AND CASH EQUIVALENTS AT END OF PERIOD (Note)	7,442	4,705
Note:		
Cash and cash equivalents comprise the followings:		
Cash and bank balances	7,442	69,878
Less: Restricted cash and bank balances	-	(65,173)
	7,442	4,705

The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2015

PART A: EXPLANATORY NOTES AS PER MFRS 134

A1. Basis of Preparation of Interim Financial Statements

The unaudited interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 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.

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

Consequent to the announcement by the Company on the Proposed Distribution and Delisting as disclosed in Note B7, the Company is adopting the non-going concern basis of accounting in the preparation of the financial statements for the current financial period.

A2. Changes in Accounting Policies

Adoption of New and Revised Financial Reporting Standards

In the current financial year, the Group adopted all the new and revised MFRSs and Issues Committee Interpretations (“IC Interpretations”) and amendments to MFRSs and IC Interpretations issued by MASB that are relevant to their operations and effective for annual financial periods beginning on or after 1 January 2016.

Amendments to MFRS 11 ‘Accounting for Acquisitions of Interests in Joint Operations’
 Amendments to MFRS 116 and MFRS 138 ‘Clarification of Acceptable Methods of Depreciation’ and ‘Amortisation’
 Amendments to MFRS 10 ‘Consolidated Financial Statements’ & MFRS 128 ‘Investment in associates and joint ventures - Sale or contribution of assets between an investor and its associates/ joint ventures’
 Amendments to MFRS 127 ‘Separate Financial Statements - Equity accounting in separate financial statements’
 Annual Improvements to MFRSs 2012 - 2015 Cycle (Amendments to MFRS 5 ‘Non-current Assets Held for sale and Discontinued Operations’, MFRS 7 ‘Financial Instruments: Disclosures’, MFRS 119 ‘Employee Benefits’, MFRS 134 ‘Interim Financial Reporting’)

The adoption of these Standards and IC Interpretations do not have a material impact on the financial statements of the Group in the current financial year.

Standards issued but not yet effective

At the date of authorisation of these interim financial statements, the following Amendments to MFRSs were issued but not yet effective and have not been applied by the Group:

MFRS 15	Revenue	Effective 1 January 2018
MFRS 9	Financial Instruments	Effective 1 January 2018
MFRS 16	Leases	Effective 1 January 2019

A3. Qualification of Financial Statements

The preceding year annual audited financial statements were not subject to any qualification.

A4. Seasonal and Cyclical Factors

The Group's results were not materially affected by any major seasonal or cyclical factors.

A5. Unusual and Extraordinary Items

There were no exceptional and/or extraordinary items affecting assets, liabilities, equity, net income or cash flows during the period under review.

A6. Material Changes in Estimates

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

A7. Debts and Equity Securities

There were no issuance or repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter ended 31 December 2016.

A8. Dividends Paid

No dividends were paid during the current quarter.

A9. Carrying amount of revalued assets

A revaluation to assess the market value of investment properties held by the Group had been conducted by an independent professional valuer. The market value of the investment properties as at 31 December 2016 was RM16.4 million, indicating a surplus of approximately RM1.13 million. In accordance with the Group's accounting policy, fair value adjustments in respect of investment property revaluation surplus are recognised in profit and loss for the financial year ended 31 December 2016.

Other than the above, the carrying values of property, plant and equipment and investment properties have been brought forward without significant changes from the audited financial statements for the financial year ended 31 December 2015.

A10. Subsequent Events

Other than the status of corporate proposals disclosed in Note B7, there were no material events subsequent to the quarter under review.

A11. Changes in Composition of the Group

There were no changes in the composition of the Group during the quarter under review.

A12. Discontinued Operations and Disposal Group Classified As Held For Sale

The Board of Directors of the Company had on 21 July 2014 announced on Bursa Malaysia Securities Berhad that the Company had received a non-binding indication of interest to acquire the manufacturing, distribution and sale of security seals business, which represents the entire core business of the Group.

Subsequently on 24 September 2014, the Company and its subsidiary, Abric Worldwide Sdn Bhd (“AWSB”) had on even date entered into the following agreements respectively:-

- (a) The acquisition of the remaining 40% equity interest in Abric Eastern International Ltd. (“AEIL”), not already owned by AWSB, for a cash consideration amounting to THB113.0 million (equivalent to RM12,057,102) (“AEIL Acquisition”); and
- (b) The disposal of the Group’s entire equity interest in nine subsidiaries (“the Disposal Companies”) to ESNT International Ltd (“ESNT”) for a cash consideration amounting to RM146,000,000 on a cash-free, debt-free basis, subject to adjustments on the net debt and working capital, escrow amount and deduction of the purchase consideration payable by AWSB pursuant to the AEIL Acquisition as set out in (a) above. The Disposal Companies represent principally the entire core business of the Group.

On 16 December 2014, the Company completed the AEIL Acquisition. The Group and ESNT had via a letter dated on even date, mutually agreed to first conclude the sale and purchase of AWSB and Abric International Sdn. Bhd. (being the key contributors of the Disposal Companies) (“Partial Completion”). On 2 April 2015, the Board of Directors of the Company announced the completion of the sale and purchase of Abric (Shanghai) Co., Ltd and Abric Commerce (China) Co., Ltd (i.e. the remaining Disposal Companies) (“China Target Companies”) whereby the Company had furnished ESNT with sufficient evidence of the following:-

- (i) approval by the relevant authority in People’s Republic of China of the transfer of the equity interest in the China Target Companies in the form of an approval letter and an amended certificate of approval;
- (ii) registration of transfer of the equity interest in the name of ESNT, in the form of an amended business license; and
- (iii) that the Group has performed its completion deliverable in accordance with the sales and purchase agreement in respect of the China Target Companies.

Correspondingly, ABRIC had on even date received the balance of the Disposal Consideration amounting to RM1.0 million. In view thereof, the parties have concluded the sale and purchase of the China Target Companies and accordingly the Proposed Disposal is completed on 2 April 2015.

Accordingly, the results of the Disposal Companies have been classified as discontinued operations in accordance with MFRS 5 “Non-current Assets Held for Sale and Discontinued Operations”.

Profit attributable to the discontinued operations is as follows:-

Results of discontinued operation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000
Other income	300	2,664	900	3,145
Other expenses	-	-	-	(7)
Profit before tax from discontinued operations	300	2,664	900	3,138
Tax expense	-	739	-	739
Profit after tax from discontinued operations	300	3,403	900	3,877

Cash flows from discontinued operations

	Current Year To Date 31.12.2016 RM'000	Preceding Year Corresponding Period 31.12.2015 RM'000
Net cash used in operating activities	-	730
Net increase in cash and cash equivalents	-	730

A13. Contingent Liabilities

As of the date of this report, the Company does not have any material contingent liabilities.

A14. Capital Commitment

As of the date of this report, the Group does not have any capital commitment not provided for.

A15. Segmental InformationBusiness segments

For management purposes, the Group is organised as one business segment which is the property investment.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000
Continuing operations:				
Property investment	358	325	1,395	1,288

Geographical segments

Geographic segment is not applicable for property investment segment as the property investment business of the Group is carried out solely in Malaysia.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

For the fourth quarter 2016 (“Q4 2016”), the Group recorded a higher revenue from continuing operations of RM0.36 million as compared to RM0.33 million for the corresponding quarter of the preceding year (“Q4 2015”), mainly due to higher rental income received from investment properties.

The Group generated a lower loss for the period from the continuing operations of RM0.14 million in Q4 2016 compared to RM5.95 million in Q4 2015, mainly due to fair value gain of RM1.13 million was recognised in the profit and loss in Q4 2016 compared to a fair value loss of RM4.10 million recognised in Q4 2015.

B2. Variation of Results Against Preceding Quarter

	Current Quarter 31.12.2016 RM’000	Preceding Quarter 30.09.2016 RM’000
Revenue		
- Continuing operations	358	356
(Loss)/Profit before tax		
- Continuing operations	(2)	(602)
- Discontinued operations	300	300
	<u>298</u>	<u>(302)</u>

The Group recorded a higher revenue of RM0.358 million in Q4 2016 as compared to RM0.356 million in the third quarter of 2016 (“Q3 2016”), mainly due to higher rental income received from investment properties.

The Group recorded a profit before tax of RM0.298 million in Q4 2016 as compared to a loss before tax of RM0.302 million in Q3 2016, mainly due to fair value gain of RM1.131 million recognised during the quarter.

B3. Prospects of the Group

Following the completion of the AEIL Acquisition and the partial completion of the Proposed Disposal on 16 December 2014, Abric Berhad (“ABRIC”) has triggered the cash criterion pursuant to paragraph 8.03(1) and Practice Note 16 (“PN16”) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”), whereby ABRIC’s assets on a consolidated basis, consist of seventy percent (70%) or more of cash and short-term investments, or a combination of both.

In the event ABRIC fails to comply with the obligations to regularise its condition, all its listed securities will be suspended from trading on the next market day after five (5) market days from the date of notification of suspension by Bursa Securities and de-listing procedures shall be taken against ABRIC, subject to ABRIC’s right to appeal against the de-listing.

Please refer to Note B7 for further details.

B4. Profit Forecast or Profit Guarantee

The Group has not provided any quarterly profit forecast for the period under review.

B5. Income Tax (Expense)/Credit

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000
Continuing Operations:				
Corporation tax payable:				
Current year	-	77	-	-
Overprovision in prior years		42		42
Deferred tax:				
Origination and reversal of temporary differences	(141)	700	(141)	700
	<u>(141)</u>	<u>819</u>	<u>(141)</u>	<u>742</u>

Domestic current income tax is calculated at the statutory tax rate of 24% of the taxable profit for the period. Taxation for the other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

B6. Profit/(Loss) for the Period

Profit/(Loss) for the period is arrived at after the following credits/(charges):

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000	Current Year Quarter 31.12.2016 RM'000	Preceding Year Corresponding Quarter 31.12.2015 RM'000
Gain/(Loss) on foreign exchange – net	3	(8)	2	(2)
Write-off of property, plant and equipment	(678)	(297)	(678)	(298)
Loss on disposal of property, plant and equipment	(24)	-	(82)	(55)
Fair value adjustments in respect of investment properties	1,131	(4,100)	1,131	4,100
	<u>1,131</u>	<u>(4,100)</u>	<u>1,131</u>	<u>4,100</u>

B7. Status of Corporate Proposals**(a) Proposed Distribution, Proposed Delisting and Proposed Amendments to ABRIC's Memorandum and Articles of Association ("M&A") (Collectively, referred to as the "Proposals")**

On 18 January 2016, AmInvestment Bank Berhad on behalf of the Board of Directors of the Company had announced on Bursa Malaysia Securities Berhad ("Bursa Securities") that the Company proposed to undertake a cash distribution of RM0.43 for every ABRIC Share to be implemented in the following manner:-

- (i) proposed capital reduction and repayment exercise under Section 64 of the Companies Act, 1965 ("Proposed Capital Repayment"); and
- (ii) proposed special cash single-tier dividend ("Proposed Special Dividend").

On 16 March 2016, the Company proposed to apportion the cash distribution of RM0.43 for each ABRIC Share via a capital reduction and repayment of RM0.29 for each ABRIC Share and a proposed special cash dividend of RM0.14 for each ABRIC Share and thereafter, proceed with the Proposed Delisting of ABRIC from the Official List. The Company also announced that it proposed to undertake the Proposed M&A Amendments to facilitate the Proposed Capital Repayment.

On 19 April 2016, the Company proposed to revise the cash distribution from RM0.43 for each ABRIC Share to RM0.45 for each ABRIC Share to be apportioned via a capital reduction and repayment of RM0.29 for each ABRIC Share and a special cash dividend of RM0.16 for each ABRIC Share held by shareholders on the Entitlement Date.

The Proposed Distribution, Proposed Delisting and Proposed M&A Amendments are inter-conditional. ABRIC will not be able to implement any one (1) of the Proposals, be it the Proposed Distribution or the Proposed Delisting or the Proposed M&A Amendments on a standalone basis should shareholders reject any one (1) of the resolutions pertaining to the Proposals. Accordingly,

shareholders' approval is required for all three (3) resolutions in order for the Proposals to be implemented.

An Extraordinary General Meeting was held on 12 May 2016 where the Proposals were approved by the shareholders of the Company by way of poll.

The Company had on 8 June 2016 submitted an application to Bursa Securities to allow an extension of time from the Deadline to 30 August 2016 to accommodate the completion of the Proposals.

Bursa Securities had via its letter dated 24 June 2016 granted the Company an extension of time to defer the suspension and delisting of ABRIC Shares up to 30 August 2016 to accommodate the completion of the Proposals ("Extension of Time").

The High Court had, on 29 June 2016, granted an order confirming the cancellation of RM0.29 of the par value of every ordinary share of RM0.30 each in ABRIC pursuant to the Proposed Capital Repayment ("Court Order").

On 4 July 2016 the Company had extracted the sealed Court Order confirming the cancellation of RM0.29 of the par value of every ordinary share of RM0.30 each in ABRIC pursuant to the Proposed Capital Repayment.

In addition, the Company had on 14 July 2016, announced that the Entitlement Date for the Proposed Distribution was on Thursday, 28 July 2016.

On 15 July, Notice to Shareholders were announced to provide shareholders with information pertaining to the suspension of trading of ABRIC Shares on the Main Market of Bursa Securities and the entitlement date for the Proposed Distribution.

On 22 July 2016, ABRIC Shares have been suspended to facilitate the Proposed Distribution.

The Company had, on 25 July 2016, submitted to Bursa Securities an application for the voluntary withdrawal of the listing of ABRIC from the Official List of Bursa Securities.

The Company had on 27 July 2016 lodged the office copy of the sealed Court Order confirming the capital reduction pursuant to the Proposed Capital Repayment (being part of the Proposed Distribution) with the CCM. Accordingly, the capital reduction has taken effect.

On 26 October 2016, the Company had submitted an application to Bursa Securities for an extension of time from 30 August 2016 to 31 December 2016 to facilitate the completion of the Proposals.

On 29 December 2016, the Company submitted to Bursa Securities a letter seeking a revise extension of time from 30 December 2016 to 31 March 2017 to facilitate the completion of the Proposals

B8. Group Borrowings

As of the date of this report, the Group does not have any borrowings.

B9. Derivative Financial Instruments

The Group has not entered into any derivative financial instruments during the current financial year.

B10. Dividend

Pursuant to the Cash Distribution, the Company had on 9 August 2016, paid a special cash dividend of 16 sen per ordinary share which amounted to RM23,549,052.

B11. Disclosure of Realised and Unrealised Profits or Losses

The breakdown of the retained profits of the Group into realised and unrealised profits, pursuant to the directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at 31.12.2016 RM'000	As at 31.12.2015 RM'000
Total retained profits of the Group:		
Realised	19,257	45,055
Unrealised	<u>(3,642)</u>	<u>(4,636)</u>
	15,615	40,419
Less: Consolidation adjustment	<u>(455)</u>	<u>(455)</u>
Total retained earnings	<u><u>15,160</u></u>	<u><u>39,964</u></u>

B12. (Loss)/Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
Basic (loss)/earnings per ordinary shares				
(Loss)/Profit attributable to owners of the Company (RM'000):				
Loss from continuing operations	(143)	(5,949)	(2,155)	(5,901)
Profit from discontinued operations	300	3,403	900	3,877
	<u>157</u>	<u>(2,546)</u>	<u>(1,255)</u>	<u>(2,024)</u>
Weighted average number of ordinary shares ('000)	145,583	139,027	145,583	139,027
Basic (loss)/earnings per share (sen):				
Continuing operations	(0.09)	(4.27)	(1.48)	(4.24)
Discontinued operations	0.20	2.45	0.62	2.79
	<u>0.11</u>	<u>(1.82)</u>	<u>(0.86)</u>	<u>(1.45)</u>

The basic earnings/(loss) per share of the Group is calculated by dividing profit/(loss) for the year attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

The diluted earnings/(loss) per share of the Group is calculated by dividing profit/(loss) for the year attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares which deemed to be issued on conversion of the remaining warrants into ordinary shares.

Shares deemed to be issued through the exercise of warrants are calculated based on the basis of the average price of an ordinary share for the year.

The effects of diluted earnings per share for the current quarter are not illustrated as the Company does not have any warrants that are deemed to converted into ordinary shares. Thus, the diluted earnings/(loss) per share is the same as basic earnings/(loss) per share.

By order of the Board,
Dato' Ong Eng Lock
Executive Chairman
Kuala Lumpur