

**POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)**  
**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)**  
**For The Quarter Ended 30 April 2017**

|   | INDIVIDUAL QUARTER |                   | CUMULATIVE QUARTERS |                   |
|---|--------------------|-------------------|---------------------|-------------------|
|   | 30-Apr-17          | 30-Apr-16         | 30-Apr-17           | 30-Apr-16         |
|   | RM                 | RM                | RM                  | RM                |
| Revenue   | 127,646,751        | 106,464,309       | 291,105,567         | 257,522,632       |
| Cost of Sales   | (99,165,076)       | (89,636,323)      | (228,296,955)       | (208,107,435)     |
| <b>Gross Profit</b>                                     | <b>28,481,675</b>  | <b>16,827,986</b> | <b>62,808,612</b>   | <b>49,415,197</b> |
| Selling and distribution expenses                       | (5,976,225)        | (5,082,450)       | (13,631,598)        | (12,147,578)      |
| Administration expenses                                 | (7,338,294)        | (5,248,498)       | (14,639,411)        | (11,982,762)      |
| Other income / (expenses)                               | (599,087)          | (530,609)         | (17,758)            | (2,631,616)       |
| Finance costs   | (355,683)          | (508,594)         | (805,409)           | (976,882)         |
| <b>Profit / (Loss) before tax</b>                       | <b>14,212,386</b>  | <b>5,457,835</b>  | <b>33,714,436</b>   | <b>21,676,359</b> |
| Income tax expenses                                     | (3,725,168)        | (1,684,181)       | (5,707,427)         | (3,871,360)       |
| <b>Profit / (Loss) for the period</b>                   | <b>10,487,218</b>  | <b>3,773,654</b>  | <b>28,007,009</b>   | <b>17,804,999</b> |
| <b>Other Comprehensive Income/(Expenses) net of tax</b> |                    |                   |                     |                   |
| - Foreign currency translation                          | (2,372,418)        | (4,497,376)       | 2,287,764           | (6,271,213)       |
| <b>Total Comprehensive Income/(Loss) for the period</b> | <b>8,114,800</b>   | <b>(723,722)</b>  | <b>30,294,773</b>   | <b>11,533,786</b> |
| Profit / (Loss) after tax attributable to :             |                    |                   |                     |                   |
| Owners of the Company                                   | 10,604,474         | 3,876,703         | 28,274,713          | 18,012,484        |
| Non-Controlling Interests                               | (117,256)          | (103,049)         | (267,704)           | (207,485)         |
| <b>Profit / (Loss) for the period</b>                   | <b>10,487,218</b>  | <b>3,773,654</b>  | <b>28,007,009</b>   | <b>17,804,999</b> |
| Total Comprehensive Income / (Loss) attributable to :   |                    |                   |                     |                   |
| Owners of the Company                                   | 8,226,486          | (623,867)         | 30,564,427          | 11,769,614        |
| Non-Controlling Interests                               | (111,686)          | (99,855)          | (269,654)           | (235,828)         |
| <b>Total Comprehensive Income/(Loss) for the period</b> | <b>8,114,800</b>   | <b>(723,722)</b>  | <b>30,294,773</b>   | <b>11,533,786</b> |
| Basic Earnings Per Share (in sen)                       | 4.97               | 1.82              | 13.24               | 8.44              |
| Diluted Earnings Per Share (in sen)                     | 4.48               | 1.65              | 11.94               | 7.67              |

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2016)

**POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)**  
**Condensed Consolidated Statement of Financial Position (Unaudited)**  
**As At 30 April 2017**

|  | <b>Unaudited</b>          | <b>Audited</b>            |
|--|---------------------------|---------------------------|
|  | <b>As At</b>              | <b>As At</b>              |
|  | <b>30-Apr-17</b>          | <b>31-Oct-16</b>          |
|  | <b>RM</b>                 | <b>RM</b>                 |
| <b>ASSETS</b>                                      |                           |                           |
| <b>Non-current assets</b>                          |                           |                           |
| Property, plant and equipment                      | 145,246,090               | 129,282,950               |
| Land held for property development                 | 20,912,187                | 20,912,187                |
| Investment Properties                              | 10,904,723                | 8,431,810                 |
| Deferred tax assets                                | 38,816                    | -                         |
|  | <u>177,101,816</u>        | <u>158,626,947</u>        |
| <b>Current assets</b>                              |                           |                           |
| Inventories  | 76,269,268                | 70,712,036                |
| Other investment                                   | -                         | 522,321                   |
| Trade and other receivables                        | 50,692,623                | 72,854,209                |
| Deposits, cash and bank balances                   | 59,723,477                | 71,594,878                |
|  | <u>186,685,368</u>        | <u>215,683,444</u>        |
| <b>TOTAL ASSETS</b>                                | <b><u>363,787,184</u></b> | <b><u>374,310,391</u></b> |
| <b>EQUITY AND LIABILITIES</b>                      |                           |                           |
| <b>Equity attributable to owners of the Parent</b> |                           |                           |
| Share capital                                      | 113,402,905               | 113,402,905               |
| Treasury Shares, At Cost                           | (2,836,481)               | (2,836,481)               |
| Share Premium Reserve                              | 15,800                    | 15,800                    |
| Translation reserve                                | (2,771,427)               | (5,061,141)               |
| Retained profits                                   | 157,512,880               | 137,777,295               |
|  | <u>265,323,677</u>        | <u>243,298,378</u>        |
| Non-controlling interests                          | (364,904)                 | (93,827)                  |
| <b>TOTAL EQUITY</b>                                | <b><u>264,958,773</u></b> | <b><u>243,204,551</u></b> |
| <b>Non-current liabilities</b>                     |                           |                           |
| Bank borrowings and hire purchases                 | 160,856                   | 423,696                   |
| Deferred tax liabilities                           | 5,962,000                 | 5,962,000                 |
|  | <u>6,122,856</u>          | <u>6,385,696</u>          |
| <b>Current liabilities</b>                         |                           |                           |
| Trade and other payables                           | 59,343,555                | 89,474,279                |
| Derivatives financial instruments at fair value    | -                         | 222,185                   |
| Bank borrowings and hire purchases                 | 26,658,780                | 28,501,074                |
| Tax payable  | 2,433,656                 | 2,253,042                 |
| Dividend payable                                   | 4,269,564                 | 4,269,564                 |
|  | <u>92,705,555</u>         | <u>124,720,144</u>        |
| <b>Total Liabilities</b>                           | <b><u>98,828,411</u></b>  | <b><u>131,105,840</u></b> |
| <b>TOTAL EQUITY AND LIABILITIES</b>                | <b><u>363,787,184</u></b> | <b><u>374,310,391</u></b> |

(The Condensed Consolidated of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2016)

**POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)**  
**Condensed Consolidated Statement of Changes In Equity (Unaudited)**  
**For The Quarter Ended 30 April 2017**

|  | ←-----Attributable to Owners of the Company-----→ |                         |                          |                              |                    | Distributable      | Non              | Total              |       |             |        |
|--|---|-------------------------|--------------------------|------------------------------|--------------------|--------------------|------------------|--------------------|-------|-------------|--------|
|  | <-----Non-distributable----->                     |                         |                          |                              | Retained           |                    |                  |                    | Total | Controlling | Equity |
|  | Share<br>Capital<br>RM                            | Treasury<br>Share<br>RM | Premium<br>Reserve<br>RM | Translation<br>Reserve<br>RM |                    |                    |                  |                    |       |             |        |
| At 1 November 2015                           | 113,387,105                                       | (2,836,481)             |                          | (4,623,128)                  | 107,791,125        | 213,718,621        | 241,763          | 213,960,384        |       |             |        |
| Profit after tax for the period              |   |                         |                          |                              | 18,012,484         | 18,012,484         | (207,485)        | 17,804,999         |       |             |        |
| Other comprehensive expense for the period   |   |                         |                          |                              |                    |                    |                  |                    |       |             |        |
| - Foreign currency translation               |   |                         |                          | (6,242,870)                  | -                  | (6,242,870)        | (28,343)         | (6,271,213)        |       |             |        |
| Total comprehensive income for the period    | -   | -                       | -                        | (6,242,870)                  | 18,012,484         | 11,769,614         | (235,828)        | 11,533,786         |       |             |        |
| Dividends                                    |   |                         |                          |                              |                    |                    |                  |                    |       |             |        |
| - by the Company                             |   |                         |                          |                              | (8,538,509)        | (8,538,509)        | -                | (8,538,509)        |       |             |        |
| - by subsidiary to non-controlling interests |   |                         |                          |                              | -                  | -                  | -                | 0                  |       |             |        |
| Exercise of Warrants 2015/2020               | 15,800  |                         | 15,800                   |                              |                    | 31,600             |                  | 31,600             |       |             |        |
| <b>At 30 April 2016</b>                      | <b>113,402,905</b>                                | <b>(2,836,481)</b>      | <b>15,800</b>            | <b>(10,865,998)</b>          | <b>117,265,100</b> | <b>216,981,326</b> | <b>5,935</b>     | <b>216,987,261</b> |       |             |        |
| At 1 November 2016                           | 113,402,905                                       | (2,836,481)             | 15,800                   | (5,061,141)                  | 137,777,295        | 243,298,378        | (93,827)         | 243,204,551        |       |             |        |
| Profit after tax for the period              |   |                         |                          |                              | 28,274,713         | 28,274,713         | (267,704)        | 28,007,009         |       |             |        |
| Other comprehensive expense for the period   |   |                         |                          |                              |                    |                    |                  |                    |       |             |        |
| - Foreign currency translation               |   |                         |                          | 2,289,714                    | -                  | 2,289,714          | (1,950)          | 2,287,764          |       |             |        |
| Total comprehensive income for the period    | -   | -                       | -                        | 2,289,714                    | 28,274,713         | 30,564,427         | (269,654)        | 30,294,773         |       |             |        |
| Dividends                                    |   |                         |                          |                              |                    |                    |                  |                    |       |             |        |
| - by the Company                             |   |                         |                          |                              | (8,539,128)        | (8,539,128)        |                  | (8,539,128)        |       |             |        |
| - by subsidiary to non-controlling interests |   |                         |                          |                              | -                  | -                  | (1,423)          | (1,423)            |       |             |        |
| Exercise of Warrants 2015/2020               |   |                         |                          |                              |                    |                    |                  | 0                  |       |             |        |
| <b>At 30 April 2017</b>                      | <b>113,402,905</b>                                | <b>(2,836,481)</b>      | <b>15,800</b>            | <b>(2,771,427)</b>           | <b>157,512,880</b> | <b>265,323,677</b> | <b>(364,904)</b> | <b>264,958,773</b> |       |             |        |

(The Condensed Consolidated Statement of Change In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2016)

**POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)**  
**Condensed Consolidated Statement of Cash Flows (Unaudited)**  
**For The Quarter Ended 30 April 2017**

|   | <b>30-Apr-17</b>         | <b>30-Apr-16</b>         |
|---|--------------------------|--------------------------|
|   | <b>RM</b>                | <b>RM</b>                |
| Cash flows from operating activities  |                          |                          |
| Profit / (Loss) before tax  | 33,714,436               | 21,676,359               |
| Adjustments for :   |                          |                          |
| Depreciation and amortisation   | 4,217,183                | 3,628,128                |
| Fire insurance compensation   | -                        | (2,040,144)              |
| Property, plant and equipment written off                                     | 80,150                   | 120,762                  |
| (Gain) / loss on disposal on other investment                                 | (49,304)                 | -                        |
| (Gain) / loss on disposal of PPE  | (37,736)                 | (54,415)                 |
| Other non-cash items  | 140,000                  | 221,774                  |
| Fair value (gain) / loss on derivatives                                       | (222,185)                | -                        |
| Unrealised (gain)/ loss on forex  | (92,878)                 | -                        |
| Net interest expense  | 78,830                   | 174,282                  |
| Operating profit/(loss) before working capital changes                        | <u>37,828,496</u>        | <u>23,726,746</u>        |
| Inventories   | (5,697,232)              | 1,215,586                |
| Trade and other receivables   | 22,254,464               | 13,179,803               |
| Trade and other payables  | <u>(30,130,724)</u>      | <u>(26,677,002)</u>      |
| Cash generated from/(absorbed into) operations                                | 24,255,004               | 11,445,133               |
| Interest paid   | (78,830)                 | (174,282)                |
| Tax (paid)/refund   | <u>(5,526,813)</u>       | <u>(8,647,767)</u>       |
| <b>Net cash from operating activities</b>                                     | <b>18,649,361</b>        | <b>2,623,084</b>         |
| Cash flows from investing activities  |                          |                          |
| Proceeds from disposal of other investment                                    | 571,625                  | 746,680                  |
| Purchase of property, plant and equipment                                     | <u>(21,378,025)</u>      | <u>(10,047,357)</u>      |
| <b>Net cash from investing activities</b>                                     | <b>(20,806,400)</b>      | <b>(9,300,677)</b>       |
| Cash flow from financing activities   |                          |                          |
| Net movements in bank borrowings  | (2,105,134)              | 7,258,784                |
| Proceeds from issue of new shares pursuant to the exercise of Warrants 2015/2 | -                        | 31,600                   |
| Dividends paid  | <u>(8,540,551)</u>       | <u>(4,268,944)</u>       |
| <b>Net cash (used in) from financing activities</b>                           | <b>(10,645,685)</b>      | <b>3,021,440</b>         |
| Effects on foreign exchange translation                                       | 931,323                  | (698,753)                |
| <b>Net increase/(decrease) change in cash and cash equivalents</b>            | <b>(11,871,401)</b>      | <b>(4,354,906)</b>       |
| Cash and cash equivalents at beginning of the financial year                  | <u>71,594,878</u>        | <u>70,869,385</u>        |
| <b>Cash and cash equivalents at end of the financial period</b>               | <b><u>59,723,477</u></b> | <b><u>66,514,479</u></b> |
| Cash and cash equivalents at end of the financial period consists of          |                          |                          |
| Bank and cash balances  | <b>59,723,477</b>        | <b>66,514,479</b>        |

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2016)

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

### **A1. ACCOUNTING POLICIES**

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

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

The significant accounting policies adopted are consistent with those adopted for the annual audited financial statements for the year ended 31 October 2016. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the year ended 31 October 2016.

### **A2. SEASONAL OR CYCLICAL FACTORS**

The principal business operations of the Group has historically shown moderate seasonality, where production and sales of furniture are generally lower in the beginning of the calendar year due to the local festive period as well as the summer holiday in the middle of the year.

### **A3. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE AND INCIDENCE**

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flow of the Group during the reporting period.

### **A4. MATERIAL CHANGES IN ESTIMATES**

The Company has not issued any revenue or profit estimate, forecast or target.

### **A5. ISSUANCE, REPURCHASE AND CANCELLATION OF SHARES**

#### **Re-Purchase of Own Shares**

The Company has been authorised by shareholders to re-purchase its own shares.

The total number of shares repurchased by the Company as at end of reporting period (30 April 2017) was 13,327,600 ordinary shares. All the repurchased shares are held as treasury shares and treated in accordance with the requirement of Section 127 of the Companies Act 2016. None of the treasury shares were resold or cancelled during the reporting period. The repurchase transactions were financed by internally generated funds. The Company has not purchased any of its own shares during the financial period under review.

Save for the above, the Company has not issued any shares, debts or convertible securities during the current financial year.

**A6. DIVIDEND PAID**

The dividends paid during the financial period-to-date were as follows:

| Type of Dividend | Dividend per share | For the year ended | Amount RM | Payment date |
|------------------|--------------------|--------------------|-----------|--------------|
| Third Interim    | 2 sen              | 31.10.2016         | 4,269,564 | 15.12.2016   |
| Final            | 2 sen              | 31.10.2016         | 4,269,564 | 21.04.2017   |

**A7. OPERATING SEGMENTS**

The Group adopted geographical segment as its reporting format. The segment information for the financial period-to-date was as below: -

|              | Revenue<br>RM'000 | Non-Current Assets<br>RM'000 |
|--------------|-------------------|------------------------------|
| Malaysia     | 103,693           | 92,480                       |
| Australia    | 0                 | 15,135                       |
| Vietnam      | 186,699           | 68,359                       |
| South Africa | 713               | 1,128                        |
| <b>Total</b> | <b>291,105</b>    | <b>177,102</b>               |

**A8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE YEAR**

No material events subsequent to the current reporting period that have not been reflected in the financial statements of the interim period.

**A9. CHANGES IN THE COMPOSITION OF THE GROUP**

No changes in the composition of the Group during the current reporting period

**A10. CHANGES IN CONTINGENT LIABILITIES / ASSETS**

There were no changes in contingent liabilities/assets since the last financial year ended at 31 October 2016 other than corporate guarantee granted to financial institutions amounting to RM152.92 million at current financial period.

**A11. CAPITAL COMMITMENTS**

There is no capital commitment not recognised in the current interim financial statements and during the current reporting period.

**A12. RELATED PARTY TRANSACTIONS**

The Group related party transactions in the current quarter and financial period-to-date are as follows:

| Subsidiary                                | Transacting Party | Relationship | Nature of Transaction | Current quarter (RM'000) | Financial period-to-date (RM'000) |
|---|-------------------|--------------|-----------------------|--------------------------|-----------------------------------|
| Poh Huat Furniture Industries (M) Sdn Bhd | Tay Kim Huat      | Director     | Rental of Showroom    | 36                       | 72                                |

## BMSB LISTING REQUIREMENTS

### B1. PERFORMANCE REVIEW

| Revenue      | Individual quarter  |                     |                 | Cumulative quarters |                     |                 |
|--------------|---------------------|---------------------|-----------------|---------------------|---------------------|-----------------|
|              | 30-Apr-17<br>RM'000 | 30-Apr-16<br>RM'000 | + / -<br>RM'000 | 30-Apr-17<br>RM'000 | 30-Apr-16<br>RM'000 | + / -<br>RM'000 |
| Malaysia     | 49,074              | 34,460              | 14,614          | 103,694             | 84,829              | 18,865          |
| Vietnam      | 78,124              | 71,506              | 6,618           | 186,699             | 171,599             | 15,100          |
| South Africa | 449                 | 498                 | (49)            | 713                 | 1,095               | (382)           |
| <b>Total</b> | <b>127,647</b>      | <b>106,464</b>      | <b>21,183</b>   | <b>291,106</b>      | <b>257,523</b>      | <b>33,583</b>   |

For the quarter ended 30 April 2017, the Group recorded a substantially higher turnover of RM127.65 million compared to RM106.46 million recorded in the previous year's corresponding quarter ended 30 April 2016. The increase was mainly due the higher shipping volume of furniture shipped from both the Vietnamese and Malaysian operations.

Shipment of furniture from our Malaysian factories increased substantially as a result of the coming on-stream of new products, including panel based bedroom models, introduced in the previous quarters. Contribution from its panel based bedroom models for the US market increased to 20% from 5% previously. Shipment of furniture from our Vietnamese operations were also higher in line with improvement in the US economy and its efforts to ship higher value orders to the US.

| Profit / (Loss)<br>Before Tax | Individual quarter  |                     |                 | Cumulative quarters |                     |                 |
|-------------------------------|---------------------|---------------------|-----------------|---------------------|---------------------|-----------------|
|                               | 30-Apr-17<br>RM'000 | 30-Apr-16<br>RM'000 | + / -<br>RM'000 | 30-Apr-17<br>RM'000 | 30-Apr-16<br>RM'000 | + / -<br>RM'000 |
| Malaysia                      | 7,822               | 1,770               | 6,052           | 16,326              | 8,887               | 7,439           |
| Vietnam                       | 7,339               | 5,158               | 2,181           | 18,716              | 15,652              | 3,064           |
| South Africa                  | (240)               | (211)               | (29)            | (548)               | (425)               | (123)           |
| Others                        | (709)               | (1,259)             | 550             | (780)               | (2,438)             | 1,658           |
| <b>Total</b>                  | <b>14,212</b>       | <b>5,458</b>        | <b>8,754</b>    | <b>33,714</b>       | <b>21,676</b>       | <b>12,038</b>   |

In line with the higher turnover during quarter under review, gross profits for the quarter rose to RM28.48 million compared to RM16.83 million achieved in the previous corresponding period ended 30 April 2016.

Our operations in Malaysia and Vietnam registered substantial improvement in profitability. In particular, the profits from the Malaysian operations jumped more than 3 folds due to higher shipment of new products panel based bedroom sets to the America. The stronger US Dollar against the Ringgit (average rate of RM4.40/USD in 2Q2017 against RM4.00/USD in 2Q2016) has also resulted in higher Ringgit sales proceeds which contributed to the better bottom end results. Our Vietnamese operations also achieved better results due to the emphasis on higher end range of product and improvement in production efficiency and plant utilisation rate.

## B2. MATERIAL CHANGE IN PROFIT BEFORE TAX

|                 | Individual quarter | Preceding quarter |                |
|-----------------|--------------------|-------------------|----------------|
| Profit / (Loss) | 30-Apr-17          | 31-Jan-17         | + / -          |
| Before Tax      | RM'000             | RM'000            | RM'000         |
| Malaysia        | 7,822              | 8,504             | (682)          |
| Vietnam         | 7,339              | 11,377            | (4,038)        |
| South Africa    | (240)              | (308)             | 68             |
| Others          | (709)              | (71)              | (638)          |
| <b>Total</b>    | <b>14,212</b>      | <b>19,502</b>     | <b>(5,290)</b> |

Compared to the preceding quarter ended 31 January 2017, the Group recorded a lower turnover of RM127.65 million during the quarter under review. The lower turnover was mainly due to the seasonal low following the year-end festive peak in the preceding quarter.

In line with the lower shipment, profit before tax for the Vietnamese subsidiary moderated from RM11.38 million in the preceding quarter to a low of RM7.34 million in the current quarter under review due to lower sales mentioned above. The drop in the profits from our Vietnamese operations was however mitigated by the better results from the Malaysia operations which registered higher sales, particularly for the panel based bedroom sets for the American market which commanded better selling price and the corresponding improvement in production efficiency from the higher factory utilisation rate of the Vietnamese factories.

## B3. PROSPECT FOR THE CURRENT FINANCIAL YEAR

The International Monetary Fund has predicated that global economic growth will accelerate in 2017 as investment, manufacturing and trade rebound. The fastest growing region continues to be Asia and Pacific, although growth in China is slowing down. In Europe and Japan, monetary conditions will remain loose, as central banks continue to support economic growth with zero interest rates and quantitative easing (QE).

The U.S. economic outlook is healthy according to the key economic indicators. The GDP growth rate, the most critical indicator, is expected to remain between the 2% to 3% percent ideal range. Unemployment is forecast to continue at the natural rate. With the US housing sector continues with its steady pace, spending on household furniture and finishing remain intact despite a 1% increase in 2016. Actual imports are higher as the strong US Dollar makes imports more affordable. Despite President Trump's protectionist stance, reliance on imports will continue as issues of material and labor availability, rising manufacturing costs and high costs in regulatory compliance persist.

The demand for the Group's product continue to increase in recent months. Shipment of panel based products to the US increased substantially over the last 6 months while shipments of home furniture from our Vietnamese factories remained robust. The Group has received sustained orders and expects this to continue for the remaining financial year. As before, the Group remains mindful of the competitiveness of the global furniture trade and global volatility. The Group is committed to capital expenditure to enhance its operations and expand our businesses.



**B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT**

No profit forecast or profit guarantee were issued for the current financial year.

**B5. TAXATION**

|                              | Current<br>quarter<br>RM'000 | Financial<br>period-to-date<br>RM'000 |
|------------------------------|------------------------------|---------------------------------------|
| Current taxation - Malaysian | 1,805                        | 3,309                                 |
| Current taxation - Overseas  | 1,589                        | 2,438                                 |
| Deferred taxation            | 331                          | (40)                                  |
| <b>Total Taxation</b>        | <b>3,725</b>                 | <b>5,707</b>                          |

**B6. STATUS OF CORPORATE PROPOSALS / UTILISATION OF PROCEEDS**

There are no other corporate proposals or utilisation of proceeds announced but not completed as at the date of the report.

**B7. GROUP BORROWINGS**

The Group borrowings, as at end of the reporting period were as below: -

| Currency denominations        | Current<br>RM'000 | Non-Current<br>RM'000 | Total<br>RM'000 |
|-------------------------------|-------------------|-----------------------|-----------------|
| Secured - Malaysian Ringgit   | 961               | 161                   | 1,122           |
| Secured - US Dollar           | 18,899            | 0                     | 18,899          |
| Unsecured - Malaysian Ringgit | 3,598             | 0                     | 3,598           |
| Unsecured - US Dollar         | 3,201             | 0                     | 3,201           |
| <b>Total</b>                  | <b>26,659</b>     | <b>161</b>            | <b>26,820</b>   |

**B8. DISCLOSURE OF REALISED AND UNREALISED PROFITS / (LOSSES)**

|                                   | As at<br>30-Apr-17<br>RM'000 | As at<br>31-Oct-16<br>RM'000 |
|-----------------------------------|------------------------------|------------------------------|
| Total retained profits :          |                              |                              |
| - Realised                        | 182,852                      | 163,961                      |
| - Unrealised                      | (5,830)                      | (5,955)                      |
| - Consolidation adjustments       | (19,509)                     | (20,229)                     |
| <b>At end of reporting period</b> | <b>157,513</b>               | <b>137,777</b>               |

**B9. MATERIAL LITIGATION**

There are no material litigation, pending or threatening, by or against the Company and its subsidiaries (as plaintiff or defendant) since the last financial year ended 31 October 2016.

## B10. DIVIDEND

On 22 March 2017, the Directors have declared the first interim single-tier dividend of 2 sen per ordinary share in respect of the current financial period ending 31 January 2017, payable on 21 July 2017 to depositors registered in the Records of Depositors of business on 4 July 2017.

The Directors have not declared any dividend in respect of the current financial period ending 30 April 2017 (against declaration of 2 sen per ordinary share in the previous financial period ending 30 April 2016).

Total dividend declared for the current financial year-to-date was 2 sen per ordinary share.

## B11. EARNINGS PER SHARE

### *Basic earnings per share*

The basic earnings per share are calculated by dividing the profit attributable to Owners of the Company by the weighted average number of ordinary shares in issue (excluding treasury shares) during the financial period under review.

|                                   |               | Current<br>quarter | Financial<br>period-to-date |
|-----------------------------------|---------------|--------------------|-----------------------------|
| Profit attributable to            |               |                    |                             |
| Owners of the Company             | (RM'000)      | 10,604             | 28,275                      |
| Weighted average number of shares | ('000 shares) | 213,478            | 213,478                     |
| <b>Basic earnings per share</b>   | <b>(sen)</b>  | <b>4.97</b>        | <b>13.24</b>                |

### *Diluted earnings per share*

The diluted earnings per share are calculated by dividing the profit attributable to Owners of the Company by the weighted average number of ordinary shares in issue (excluding treasury shares) that would have been issued upon full conversion of Warrants 2015/2020.

|  |               | Current<br>quarter | Financial<br>period-to-date |
|--|---------------|--------------------|-----------------------------|
| Profit attributable to                     |               |                    |                             |
| Owners of the Company                      | (RM'000)      | 10,604             | 28,275                      |
| Weighted average number of shares          | ('000 shares) | 213,478            | 213,478                     |
| Effect of dilution from Warrants 2015/2020 | ('000 shares) | 23,341             | 23,341                      |
| Adjusted weighted average number of shares | ('000 shares) | 236,819            | 236,819                     |
| <b>Diluted earnings per share</b>          | <b>(sen)</b>  | <b>4.48</b>        | <b>11.94</b>                |

## B12. AUDIT QUALIFICATION REPORT

The preceding financial statements for the year ended 31 October 2016 were reported on without any qualification.

### **B13. OTHER DISCLOSURES**

Items which have been included in the Condensed Consolidated Statement of Profit or Loss for the current quarter and financial period-to-date were below: -

|  | Current<br>quarter<br>RM'000 | Financial<br>quarter-to-date<br>RM'000 |
|--|------------------------------|--|
| (a) Interest income  | 257                          | 440                                    |
| (b) Other income including investment income                     | 347                          | 893                                    |
| (c) Interest expense   | (234)                        | (519)                                  |
| (d) Depreciation and amortization                                | (2,160)                      | (4,217)                                |
| (e) Provision for and write off of receivables                   | nil                          | nil                                    |
| (f) Provision for and write off of inventories                   | (140)                        | (140)                                  |
| (g) Gain/(loss) on disposal of unquoted investments / properties | nil                          | 38                                     |
| (h) Impairment of assets   | nil                          | nil                                    |
| (i) Foreign exchange gain/(loss)                                 | (955)                        | (862)                                  |
| (j) Gain/(loss) on derivatives                                   | nil                          | nil                                    |
| (k) Exceptional items  | nil                          | nil                                    |

For and on behalf of the Board  
**Poh Huat Resources Holdings Berhad**

**CHUA SYER CIN**  
Independent Non-Executive Director  
Chairman  
Audit Committee

14 June 2017  
Muar, Johor Darul Takzim.