

**LII HEN INDUSTRIES BHD ( 301361-U)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017**

ASSETS	Note	AS AT END OF CURRENT QUARTER 31/12/2017 RM'000 UNAUDITED	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2016 RM'000 AUDITED
<b>Non-current assets</b>			
Property, plant and equipment	10	152,363	122,035
Investment property		-	-
Prepaid lease payment		-	-
Long Term Investments		-	-
Goodwill on consolidation		-	-
Intangible Assets		504	523
Biological Assets		3,157	3,938
		<u>156,024</u>	<u>126,496</u>
<b>Current assets</b>			
Inventories		88,200	63,007
Trade receivables		62,152	50,259
Other receivables		23,932	13,173
Tax assets		1,447	1,301
Short term investment		-	-
Derivatives financial instruments at fair value	23	-	-
Fixed deposits with licensed banks		16,950	71,317
Cash and Bank Balances		75,220	62,677
		<u>267,901</u>	<u>261,734</u>
<b>TOTAL ASSETS</b>		<u>423,925</u>	<u>388,230</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Parent:</b>			
Share Capital		90,000	90,000
Reserves		198,844	174,024
		<u>288,844</u>	<u>264,024</u>
Non-controlling interest		43	107
<b>TOTAL EQUITY</b>		<u>288,887</u>	<u>264,131</u>
<b>Non-current liabilities</b>			
Borrowings		3,032	4,735
Deferred taxation		14,779	11,332
		<u>17,811</u>	<u>16,067</u>
<b>Current Liabilities</b>			
Payables		78,726	68,257
Derivatives financial instruments at fair value	23	-	2,650
Dividend payables	29	-	-
Short term borrowings	22	35,408	32,564
Provision for Taxation		3,093	4,561
		<u>117,227</u>	<u>108,032</u>
<b>TOTAL LIABILITIES</b>		<u>135,038</u>	<u>124,099</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>423,925</u>	<u>388,230</u>

( The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st December 2016 )

## LII HEN INDUSTRIES BHD ( 301361-U)

The Board of Directors is pleased to announce the following :

### UNAUDITED RESULTS OF THE GROUP FOR 4TH QUARTER ENDED 31 DECEMBER 2017

#### CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2017

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31.12.2017 RM'000	31.12.2016 RM'000	31.12.2017 RM'000	31.12.2016 RM'000
<b>Revenue</b>	9	184,908	168,506	717,535	623,460
Cost of sales		(147,357)	(130,927)	(558,332)	(477,320)
<b>Gross Profit</b>		37,551	37,579	159,203	146,140
Other operating income/(expenses)	24	3,081	1,143	1,926	3,017
Operating expenses	25	(23,112)	(16,211)	(66,309)	(54,390)
<b>Profit from operations</b>		17,520	22,511	94,820	94,767
Finance costs		(322)	(295)	(1,066)	(1,193)
<b>Profit before taxation</b>		17,198	22,216	93,754	93,574
Taxation	20	(1,879)	(3,409)	(22,198)	(20,444)
<b>Profit for the period</b>		15,319	18,807	71,556	73,130
<b>Other comprehensive income for the period, net of tax item that will not be reclassified subsequently to profit and loss</b>					
Revaluation surplus of property, plant and equipment		-	-	-	-
<b>Total comprehensive income for the period</b>		15,319	18,807	71,556	73,130
<b>Profit attributable to :-</b>					
Owners of the Parent		15,383	18,951	71,620	73,275
Non-controlling Interest		(64)	(144)	(64)	(144)
		15,319	18,807	71,556	73,130
<b>Total comprehensive income attributable to :</b>					
Owners of the Parent		15,383	18,951	71,620	73,275
Non-controlling Interest		(64)	(144)	(64)	(144)
		15,319	18,807	71,556	73,130
<b>Earning per share attributable to owners of the Parent (sen)</b>					
Basic	30	8.55	10.53	39.79	40.71
Diluted		-	-	-	-
		8.55	10.53	39.79	40.71

( The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2016 )

**LII HEN INDUSTRIES BHD ( 301361-U)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 DECEMBER 2017**

	-----Attributable to owners of the Parent -----				Non Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Non distributable Revaluation Reserve RM'000	Distributable Retained Profit RM'000	Total RM'000		
Balance as at 1 January 2017	90,000	29,042	144,982	264,024	107	264,131
Total comprehensive income for the period			71,620	71,620	(64)	71,556
Dividend paid			(46,800)	(46,800)	-	(46,800)
Balance as at 31 December 2017	<u>90,000</u>	<u>29,042</u>	<u>169,802</u>	<u>288,844</u>	<u>43</u>	<u>288,887</u>
Balance as at 1 January 2016	90,000	29,625	110,603	230,228	(352)	229,876
Total comprehensive income for the period			73,274	73,274	(144)	73,130
Depreciation transfer on land & buildings		(583)	583	-	-	-
Dividend paid			(39,600)	(39,600)	-	(39,600)
Dilution of interest in subsidiary company			122	122	(122)	-
Changes in ownership in subsidiary companies			-		725	725
Balance as at 31 December 2016	<u>90,000</u>	<u>29,042</u>	<u>144,982</u>	<u>264,024</u>	<u>107</u>	<u>264,131</u>

**( The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 )**

**LII HEN INDUSTRIES BHD ( 301361-U)**
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR PERIOD ENDED 31 DECEMBER 2017**

	Ended 31.12.2017 RM'000	Ended 31.12.2016 RM'000
<b>Cash Flow From Operating Activities</b>		
Profit before Taxation	93,754	93,574
Adjustments for :-		
Depreciation	7,549	6,946
Amortisation of intangible assets	19	19
Bad debts written off	70	-
Interest expenses	1,066	1,243
Interest income	(3,231)	(3,066)
Fixed assets written off	3,913	74
Inventories written off due to fire/down to net realisable value	2,012	39
Biological asset written off	1,196	-
(Gain)/Loss on disposal of property, plant and equipment	(87)	(221)
Unrealised foreign exchange loss/(gain)	636	(148)
Net fair value loss/(gain) on financial instruments measured at fair value	-	2,650
Operating profit before working capital changes	<u>106,897</u>	<u>101,110</u>
(Increase) in inventories	(27,206)	(7,295)
(Increase) in receivables	(23,278)	(16,305)
(Decrease) in payables	3,226	5,096
Cash (used in)/generated from operations	<u>59,639</u>	<u>82,606</u>
Interest paid	(1,066)	(1,243)
Income tax refund	155	335
Tax paid	(24,547)	(20,751)
Realisation of derivative financial instruments	(2,650)	-
Net cash (used in)/from operating activities	<u>31,531</u>	<u>60,947</u>
<b>Cash Flow From Investing Activities</b>		
Purchase of property, plant and equipment	(12,024)	(17,081)
Purchase of subsidiary DPSB, net of cash acquired	(18,591)	-
Biological assets	(415)	(919)
Proceeds from issue of equity from non-controlling interest	-	200
Proceeds from disposal of property, plant and equipment	101	250
Interest income	3,231	3,074
Net cash used in investing activities	<u>(27,698)</u>	<u>(14,476)</u>
<b>Cash Flow From Financing Activities</b>		
Banker Acceptances	5,080	8,734
Repayment of term loans	(2,303)	(2,351)
Changes in pledged short term deposits	-	(85)
Dividend paid	(46,800)	(39,600)
Net cash from/(used in) financing activities	<u>(44,023)</u>	<u>(33,302)</u>
Net changes in Cash and Cash Equivalents	<u>(40,190)</u>	<u>13,169</u>
Cash and Cash Equivalents Brought Forward	124,983	111,814
Cash and Cash Equivalents Carried Forward	<u><u>84,793</u></u>	<u><u>124,983</u></u>
Cash and cash equivalents carried forward consists of :-		
Cash and bank balances	89,501	131,326
Bank overdraft	(4,708)	(6,343)
	<u><u>84,793</u></u>	<u><u>124,983</u></u>

( The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 )

## LII HEN INDUSTRIES BHD (301361-U)

### NOTES TO THE QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2017

#### 1. Basis of Preparation

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

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

#### 2. Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial statements are consistent with those of the last audited financial statements for the financial year ended 31 December 2016, except for the newly issued Malaysian Accounting Standards Board approved accounting framework – Malaysian Financial Reporting Standards (“MFRS”), Amendments to standards and IC Interpretations (“IC Int.”) to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2017:

MFRS 9	Financial Instruments (IFRS 9 As Issued By IASB in July 2014)
MFRS 15	Revenue From Contracts With Customers
MFRS 15	Clarifications to MFRS 15
MFRS 16	Leases
Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition Of Deferred Tax Assets For Unrealised Losses
IC Interpretation 22	Foreign Currency Transactions And Advance Consideration

The adoption of the above is not expected to have any significant effects on the interim financial report upon their initial application except for MFRS 9 MFRS 15 and MFRS 16. The Group is currently assessing the financial impact of adopting MFRS 9 MFRS 15 and MFRS 16.

## LII HEN INDUSTRIES BHD (301361-U)

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### 3 Audit Qualification Report

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

### 4. 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 festive period as well as the summer holiday in the middle of the year.

### 5. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the financial period ended 31 December 2017.

### 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. Debts and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt or equity securities for the financial period ended 31 December 2017.

### 8. Dividend Paid

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

Type of dividend	Dividend per share	For the year ended	Amount RM	Entitlement date	Payment date
Special single tier	10 sen	31.12.2016	18,000,000	10.03.2017	24.03.2017
1 <sup>st</sup> interim single tier	4 sen	31.12.2017	7,200,000	15.06.2017	29.06.2017
Final single tier	4 sen	31.12.2016	7,200,000	11.07.2017	27.07.2017
2 <sup>nd</sup> interim single tier	4 sen	31.12.2017	7,200,000	12.09.2017	26.09.2017
3 <sup>rd</sup> interim single tier	4 sen	31.12.2017	7,200,000	14.12.2017	28.12.2017

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### 9. Segmental Reporting

The Group has the following reportable segments as shown below: -

2017	Furniture Manufacturing		Plantation		Other		Group	
	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000
<b>Revenue</b>								
Total revenue	185,342	719,033	-	-	8,239	53,240	193,581	772,273
Inter-segment revenue	(434)	(1,498)	-	-	(8,239)	(53,240)	(8,673)	(54,738)
<b>Revenue from external customers</b>	<b>184,908</b>	<b>717,535</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>184,908</b>	<b>717,535</b>
Interest income	528	2,256	-	-	380	975	908	3,231
Finance costs	(322)	(1,066)	-	-	-	-	(322)	(1,066)
Net finance income	206	1,190	-	-	380	975	586	2,165
Depreciation of property, plant and equipment	1,815	7,451	22	98	-	-	1,837	7,549
Amortisation of intangible asset	-	-	3	19	-	-	3	19
Segment profit/(loss) before tax	17,354	95,148	(68)	(1,441)	(88)	47	17,198	93,754
Additions to non-current assets	1,645	12,024	114	416	-	-	1,759	12,439
Segment assets		432,143		18,658		96,043		546,842
Segment liabilities		133,617		17,738		147		151,502

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The Group has the following reportable segments as shown below: -

2016	Furniture Manufacturing		Plantation		Other		Group	
	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000	4th Quarter RM'000	YTD RM'000
<b>Revenue</b>								
Total revenue	169,488	629,930	-	-	7,988	42,820	177,476	672,750
Inter-segment revenue	(982)	(6,470)	-	-	(7,988)	(42,820)	(8,970)	(49,290)
<b>Revenue from external customers</b>	<b>168,506</b>	<b>623,460</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>168,506</b>	<b>623,460</b>
Interest income	321	2,083	-	1	193	1,127	514	3,211
Finance costs	(295)	(1,193)	-	-	-	-	(295)	(1,193)
Net finance costs	26	890	-	1	193	1,127	219	2,018
Depreciation of property, plant and equipment	1,811	6,814	54	132	-	-	1,865	6,946
Amortisation of intangible asset	-	-	5	19	-	-	5	19
Segment profit/(loss) before tax	22,007	93,177	(18)	(198)	227	595	22,216	93,574
Additions to non-current assets	2,775	16,576	161	983	-	1	2,936	17,560
Segment assets		366,409		6,715		95,482		468,606
Segment liabilities		126,908		7,331		90		134,329



## LII HEN INDUSTRIES BHD (301361-U)

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The analysis of the furniture manufacturing segment can be furthered analyse into geographical segment: -

	Current Quarter 31 Dec		Year to Date 31 Dec	
	2017	2016	2017	2016
	RM'000	RM'000	RM'000	RM'000
Africa	565	365	2,330	2,119
America	127,796	126,037	516,717	470,751
Asia	32,574	22,733	104,287	87,270
Australia	869	806	2,197	2,024
Europe	359	274	851	426
Malaysia	22,745	18,291	91,153	60,870
	184,908	168,506	717,535	623,460

There are three (3) major customers with revenue equal or more than 10% of the Group's total revenue.

### 10. Valuation of property, plant and equipment

The properties which were revalued on 2014 have been brought forward from the previous financial statements and there were no valuations of properties, plant and equipment for period ended 31 December 2017.

### 11. Material events subsequent to the end of the period

There were no material events subsequent to 31 December 2017.

### 12. Changes in the composition of the Group

There were no changes in the composition of the Company for the period ended 31 December 2017 saved as the acquisition of the 100% share of Domain Partners Sdn Bhd by Favourite Design Sdn Bhd on 1 December 2017.

### 13. Changes in contingent liabilities

As at the date of this report, the Group has contingent liabilities as follows:-

	RM'000
Counter indemnities to banks for bank guarantees issued	
- secured	10,359
- unsecured	-
Corporate guarantees for credit facilities granted to subsidiary companies ( unsecured )	144,378

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### 14. Capital Commitments

There is no capital commitment incurred in the interim financial report as at 31 December 2017.

### 15. Significant Related Party Transactions

Subsidiaries	Transacting Parties	Relationship	Nature of Transactions	Current quarter ended 31.12.17	Cumulative Quarter ended 31.12.17
Favourite Design Sdn Bhd	Domain Partners Sdn Bhd	A company in which Chua Lee Seng, Tok Heng Leong, Tan Bee Eng and Chua Yong Haup have interest	Renting of buildings	RM275,482	RM1,515,151
Favourite Design Sdn Bhd	Double Soon Huat Enterprise	A company in which Chua Yong Haup is a connected person.	Provide subcontract charges	RM448,946	RM1,865,994
Favourite Design Sdn Bhd	NNST Capital Sdn Bhd	A company in which Tan Bee Eng has interest	Renting of building	RM62,910	RM251,640
Mayteck Kilang Kayu dan Perabut Sdn Bhd	T- Home Furniture Industry Sdn Bhd	A company in which Joey Tok Siew Tin has interest	Selling of furniture parts	RM70,007	RM362,630

## LII HEN INDUSTRIES BHD (301361-U)

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### ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS

#### 16 Review of performance

Financial review for current quarter and financial year to date as tabled below: -

	Individual Period (4th Quarter)		Changes (%)	Cumulative Period		Changes (%)
	31.12.17	31.12.16		31.12.17	31.12.16	
	RM'000	RM'000	RM'000	RM'000		
Revenue	184,908	168,506	10%	717,535	623,460	15%
Profit before tax	17,198	22,216	(23%)	93,754	93,574	-
Profit after tax	15,319	18,807	(18%)	71,556	73,130	(2%)
Profit attributable to Ordinary Equity of the Parent	15,383	18,951	(19%)	71,620	73,275	(2%)

The Group's revenue for the fourth quarter of 2017 grew 10% compared to the corresponding quarter of last year. This was mainly from higher sales generated, increased 14%, however the increase was partly offset by the recent depreciation of USD against RM by 4% compared to corresponding quarter of last year. (4<sup>th</sup> Qtr 2017: 4.15; 4<sup>th</sup> Qtr 2016: 4.32)

Irrespective of the rise in revenue, the Group's profit before tax decreased 22% due to the higher labour operating cost, up 3%, compared to corresponding quarter of last year. Fire occurred in October 2017 had caused assets and stocks been written off at RM3.91 million and RM2 million respectively.

#### 17 Variation of Results Against Preceding Quarter

Description	4th Qtr 2017 RM'000	3rd Qtr 2017 RM'000	Changes	
			RM'000	%
Revenue	184,908	189,996	(5,088)	(3%)
Profit before tax	17,198	25,581	(8,383)	(33%)
Profit after tax	15,319	19,467	(4,148)	(21%)
Profit attributable to Ordinary Equity Holders of the Parent	15,383	19,467	(4,084)	(21%)

Revenue in term of USD in the current quarter remained constant compared to immediate preceding quarter but registered lower in RM due to the depreciation of USD by 2.3%. (4<sup>th</sup> Qtr 2017 :4.15; 3<sup>rd</sup> Qtr 2017: 4.25)

The cost increases in labour and subcontractors charges continue to affect the Group's gross profit margin by 2% compared to the immediate preceding quarter. In the current quarter, RM5.3 million was provided for annual bonus and EPF which increased the operating costs.

## LII HEN INDUSTRIES BHD (301361-U)

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### 18. Current year prospects

The recent world economic outlook update for 2018 was positive with brighter prospects, optimistic markets albeit challenges ahead. The tax reform in U.S. on December 2017 are expected to have sizable effect on the investment and business activities, which in term will boost growth, job and wages.

However, the main challenge that the Group faces is at the local front where the acceleration of production costs and shortages of workforce will continue to affect the Group's financial performance. The recent weakening of USD will affect the Group's operating results, financial performance and liquidity. In view of that, the management will continue to focus on the Group's core products by diversifying its product range to strengthen the market position and expand the customer base and simultaneously continue to adopt an effective cost management. With better controllable cost structure and wider sales market base, the Group is committed to deliver a favourable result for year 2018.

### 19. Profit forecast

There was no profit forecast issued for the quarter under review.

### 20. Taxation

Taxation charged for the quarter and year to date comprise of: -

	Current Quarter RM'000	Year to Date RM'000
Current taxation		
- provision for the period	2,096	22,513
- over provision of prior years	-	-
- deferred taxation	<u>(217)</u>	<u>(315)</u>
	<u>1,879</u>	<u>22,198</u>

The lower effective tax rate was due to export allowance claimed for certain subsidiary companies resulted in the tax saving of RM2.3 million.

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### 21. Corporate proposal

On behalf of the Board, KAF Investment Bank Berhad had made an announcement on 30 January 2018 that the Final Purchase Consideration for the acquisition of Domain Partners Sdn Bhd was at RM20,462,650 after incorporating the audited PAT for the period from Post Management Accounts Date to Completion Date less costs and expenses incurred for the Post Management Accounts Date Audit.

### 22. Group Borrowings and Debt Securities

The Group's borrowings as at 31 December 2017 were as follows: -

	4th Quarter 2017 (RM'000)	4th Quarter 2016 (RM'000)
<b>Short Term</b>		
Overdraft	4,708	6,343
Bankers' acceptance	27,928	22,848
Term loans	2,772	3,373
<b>Total</b>	<b>35,408</b>	<b>32,564</b>
<b>Long Term</b>		
Term loans	3,032	4,735
<b>Total borrowings</b>	<b>38,440</b>	<b>37,299</b>

The loans and borrowings are secured and denominated in Ringgit Malaysia. The weighted average floating interest rate were ranged from 3.28% to 4.7%.

### 23. Financial Instruments - derivatives

As at 31 December 2017, the foreign currency contracts which have been entered into by the Group to hedge its foreign currency sales are as follows: -

Forward Foreign Currency Contracts	Contract Value(RM'000)	Fair Value(RM'000)	Changes in Fair Value(RM'000)
US Dollar – less than 1 year	Nil	Nil	Nil

Derivative financial assets and liabilities are initially recognised, and subsequently measured at fair value. The fair values of derivatives are determined based on market data (primarily exchange rate) to calculate the present value of all estimated flows associated with each derivative at the balance sheet date. The Group's derivatives are principally in respect of forward foreign currency contracts used to hedge its foreign currency sales.

Forward foreign currency contracts of the Group have been measured at fair value and the changes in the fair value are recognised in profit or loss.

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### 24. Other Operating Income/(expenses)

Other operating income/(expenses) comprises the followings: -

	Current Quarter 31 December		Year to Date 31 December	
	2017	2016	2017	2016
	RM'000	RM'000	RM'000	RM'000
Foreign exchange gain/(loss)				
-realised	(2,859)	2,404	(7,256)	1,537
-unrealised	(717)	132	(636)	308
Gain/(loss) on disposal of property, plant & equipment	5	140	87	221
Interest income	908	906	3,231	3,066
Fair value gain/(loss) on derivative Financial instruments	(282)	(2,436)	-	(2,650)
Rental income	98	(156)	402	143
Sundry revenue	70	95	241	334
Insurance claim	5,857	58	5,857	58
	3,081	1,143	1,926	3,017

### 25. Operating Expenses

The operating expenses included the following charges: -

	Current Quarter 31 December		Year to Date 31 December	
	2017	2016	2017	2016
	RM'000	RM'000	RM'000	RM'000
Depreciation & amortisation	1,840	1,865	7,568	6,965
Interest expenses	322	295	1,066	1,193
Property, plant & equipment written off	3,913	18	3,913	74
Biological asset written off	-	-	1,196	-
Stock written off due to fire	2,012	-	2,012	-

### 26. Realised and Unrealised Profits

	Current financial period ended 31/12/2017 RM'000
Total retained profits of the Company and its subsidiaries:	
- Realised	172,248
- Unrealised	(2,446)
	-----
Total group retained profits as per consolidated accounts	169,802
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### 27. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at 31 December 2017.

### 28. Material Litigations

The Group is not engaged in any material litigation as at the date of this announcement.

### 29. Dividends

The special single tier dividend of 8 sen totalling RM14.4 million in respect of the financial year ended 31 December 2017 is declared, payable on 27 March 2018 to depositors registered in the Records of Depositors at close of business on 13 March 2018.

### 30. Basic Earning per Share

	Current Quarter		Year to Date	
	31 Dec		31 Dec	
	2017	2016	2017	2016
	RM'000	RM'000	RM'000	RM'000
Profit attributable to shareholders	15,383	18,951	71,620	73,275
Weighted average number of shares	180,000	180,000	180,000	180,000
Basic Earning per Share (sen)	8.55	10.53	39.79	40.71

### 31. Authorisation for issue

The interim financial statements and the accompanying notes with authorised for issue by the Board of Directors in accordance with a resolution of the directors passed on 22 February 2018.

For and on behalf of the Board  
Lii Hen Industries Bhd.

Tan Wang Giap, MACS 00523  
Secretary