

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2016**

	3 MONTHS ENDED		PERIOD ENDED		
	Note	30/06/2016	30/06/2015	30/06/2016	30/06/2015
		RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>		<b>146,685</b>	<b>124,279</b>	<b>294,163</b>	<b>264,343</b>
Cost of sales		(114,040)	(95,893)	(229,320)	(201,911)
<b>Gross profit</b>		<b>32,645</b>	<b>28,386</b>	<b>64,843</b>	<b>62,432</b>
Other income		1,306	1,020	2,418	2,103
Selling & marketing expenses		(16,769)	(14,437)	(32,802)	(30,546)
Administrative expenses		(5,621)	(5,052)	(10,960)	(9,970)
Other expenses		(98)	(300)	(705)	(993)
Finance cost		(7)	(1)	(20)	(1)
Share of results of an associate		857	(540)	1,905	(2,069)
<b>Profit before tax</b>	A7	<b>12,313</b>	<b>9,076</b>	<b>24,679</b>	<b>20,956</b>
Income tax expense	B6	(2,658)	(2,474)	(5,205)	(5,908)
<b>Net profit for the period</b>		<b>9,655</b>	<b>6,602</b>	<b>19,474</b>	<b>15,048</b>
<b>Other comprehensive income:</b>					
Exchange differences on translation of foreign operations, net of tax		(19)	(2)	(2,149)	(2)
<b>Total comprehensive income for the period</b>		<b>9,636</b>	<b>6,600</b>	<b>17,325</b>	<b>15,046</b>
<b>Net profit attributable to:</b>					
Owners of the parent		9,649	6,603	19,462	15,049
Non-controlling interest		6	(1)	12	(1)
<b>Net profit for the period</b>		<b>9,655</b>	<b>6,602</b>	<b>19,474</b>	<b>15,048</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the parent		9,630	6,601	17,313	15,047
Non-controlling interest		6	(1)	12	(1)
<b>Total comprehensive income for the period</b>		<b>9,636</b>	<b>6,600</b>	<b>17,325</b>	<b>15,046</b>
<b>Earnings per share attributable to owners of the parent:</b>		<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
- Basic	B11	<b>8.24</b>	<b>5.64</b>	<b>16.61</b>	<b>12.85</b>
- Diluted	B11	<b>8.24</b>	<b>5.64</b>	<b>16.61</b>	<b>12.85</b>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the Interim Financial Statements.

	Note	As at 30/06/2016 RM'000	As at 31/12/2015 RM'000 <u>(Audited)</u>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	A12	96,248	100,151
Investment properties		6,205	6,413
Intangible assets		1,666	1,737
Investment in an associate		7,220	5,315
Deferred tax assets		257	124
Receivables		10,000	10,000
Long term investment		5,520	5,520
		<u>127,116</u>	<u>129,260</u>
<b>Current Assets</b>			
Inventories		65,081	60,866
Receivables		141,122	129,920
Prepayments		1,347	494
Tax recoverable		234	269
Derivative financial instruments	A15 & B12	118	52
Deposits, bank and cash balances		74,053	69,353
		<u>281,955</u>	<u>260,954</u>
<b>TOTAL ASSETS</b>		<b><u>409,071</u></b>	<b><u>390,214</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Current Liabilities</b>			
Borrowings	B8	12	13
Derivative financial instruments	A15 & B12	-	-
Payables		103,091	95,082
Current tax payable		2,686	1,688
		<u>105,789</u>	<u>96,783</u>
<b>Non-Current Liabilities</b>			
Borrowings	B8	17	24
Deferred tax liabilities		4,284	4,722
		<u>4,301</u>	<u>4,746</u>
<b>TOTAL LIABILITIES</b>		<b><u>110,090</u></b>	<b><u>101,529</u></b>
<b>NET ASSETS</b>		<b><u>298,981</u></b>	<b><u>288,685</u></b>
<b>EQUITY</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital		117,146	117,146
Reserves		9,049	11,198
Retained earnings	B14	172,391	159,958
		<u>298,586</u>	<u>288,302</u>
Non-controlling interest		395	383
<b>TOTAL EQUITY</b>		<b><u>298,981</u></b>	<b><u>288,685</u></b>
		<b>RM</b>	<b>RM</b>
<b>Net Assets per share attributable to owners of the parent</b>		<b><u>2.55</u></b>	<b><u>2.46</u></b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2016**

	← Non-Distributable	→ Distributable	Equity attributable to owners of the parent, total		Non-controlling Interest	Total Equity
	Share Capital	Foreign currency translation reserve	Retained Earnings	to owners of the parent, total	Interest	Equity
Note	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>PERIOD ENDED 30 JUNE 2016</b>						
Balance at 1 January 2016	117,146	11,198	159,958	288,302	383	288,685
Total comprehensive income	-	(2,149)	19,462	17,313	12	17,325
Transaction with owners						
Dividends on ordinary shares	-	-	(7,029)	(7,029)	-	(7,029)
Total transaction with owners	-	-	(7,029)	(7,029)	-	(7,029)
<b>Balance as at 30 June 2016</b>	<b>117,146</b>	<b>9,049</b>	<b>172,391</b>	<b>298,586</b>	<b>395</b>	<b>298,981</b>
<b>PERIOD ENDED 30 JUNE 2015</b>						
Balance at 1 January 2015	117,146	4,181	138,608	259,935	356	260,291
Total comprehensive income	-	(2)	15,049	15,047	(1)	15,046
Transaction with owners						
Dividends on ordinary shares	-	-	(7,029)	(7,029)	-	(7,029)
<b>Balance as at 30 JUNE 2015</b>	<b>117,146</b>	<b>4,179</b>	<b>146,628</b>	<b>267,953</b>	<b>355</b>	<b>268,308</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the Interim Financial Statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 30 JUNE 2016**

	PERIOD ENDED	
	30/06/2016	30/06/2015
	RM'000	RM'000
<b>Operating activities</b>		
Profit before tax	24,679	20,956
Adjustments for:		
Depreciation and amortisation	4,497	4,482
Net profit on disposal of property, plant and equipment	(36)	(225)
Property, plant and equipment written off	2	1
Share of results of an associate	(1,905)	2,069
Fair value changes of derivative financial instruments	(65)	52
Inventories written off and written down	164	197
Impairment loss on trade receivables	70	131
Interest expense	20	1
Interest income	(847)	(615)
Operating cash flows before changes in working capital	26,579	27,049
Inventories	(4,380)	(9,301)
Receivables	(12,125)	(9,728)
Payables	8,009	6,281
Cash generated from operations	18,083	14,301
Tax paid	(4,743)	(4,766)
<b>Net cash flows generated from operating activities</b>	<b>13,340</b>	<b>9,535</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment & intangible assets	(1,671)	(2,402)
Proceeds from disposal of property, plant and equipment	41	339
Withdrawal from short term deposit	3,711	3,771
Interest received	847	615
<b>Net cash flows generated from investing activities</b>	<b>2,928</b>	<b>2,323</b>
<b>Financing activities</b>		
Finance lease repaid	(7)	(6)
Dividends paid	(7,029)	(7,029)
Other financing activities paid	(20)	(1)
<b>Net cash flows used in financing activities</b>	<b>(7,056)</b>	<b>(7,036)</b>
<b>Net increase in cash and cash equivalents</b>	<b>9,212</b>	<b>4,822</b>
<b>Cash and cash equivalents at 1 January</b>	<b>56,817</b>	<b>44,260</b>
Effect of exchange rate changes on cash and cash equivalents	(801)	(2)
<b>Cash and cash equivalents at the end of the financial period</b>	<b>65,228</b>	<b>49,080</b>

Included in the deposits, bank and cash balances is RM 8,825,000 ( 30 June 2015 : RM 8,024,000) placed with money market fund held for investment purposes and does not form part of cash and cash equivalents.

**INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016  
(THE FIGURES HAVE NOT BEEN AUDITED)**

**A NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED 30 JUNE 2016**

**A1 Basis of preparation**

These unaudited condensed consolidated interim financial statements for the period ended 30 June 2016 have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These unaudited condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. It should be read in conjunction with the Group's most recent audited financial statements for the year ended 31 December 2015.

These unaudited condensed consolidated interim financial statements have been prepared on a historical cost basis except for the certain financial assets and liabilities classified as financial assets and liabilities at fair value through profit or loss and financial assets designated as available for sale.

**A2 Significant accounting policies**

The significant accounting policies adopted in preparing these unaudited condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2015 except for the adoption of the following standards, wherever applicable to the Group and Company:

Description	Effective for annual periods beginning on or after
Annual Improvements to MFRSs 2012 – 2014 Cycle	1 January 2016
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141: Agriculture: Bearer Plants	1 January 2016
Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 127: Equity Method in Separate Financial Statements	1 January 2016
Amendments to MFRS 101: Disclosure Initiatives	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities: Applying the Consolidation Exception	1 January 2016
MFRS 14 Regulatory Deferral Accounts	1 January 2016

The initial application of the abovementioned standards, amendments and interpretations did not have any material impacts to the current and prior periods financial statements upon their first adoption.

**A3 Seasonality or cyclicity of interim operations**

The Group's interim operations are not affected materially by any seasonal or cyclical factors.

**A4 Unusual items**

There were no unusual items that affected the assets, liabilities, equity, net income or cash flows for the period ended 30 June 2016.

**A5 Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial year.**

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

**A6 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities**

There were no issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the period ended 30 June 2016.

**A NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED 30 JUNE 2016 (continued)**

**A7 Profit before tax**

Included in profit before tax are the following items:

	3 MONTHS ENDED		PERIOD ENDED	
	30/06/2016 RM'000	30/06/2015 RM'000	30/06/2016 RM'000	30/06/2015 RM'000
Interest income	427	323	847	615
Other income including investment income	700	541	1,131	1,076
Interest expense	(7)	(1)	(20)	(1)
Depreciation and amortisation	(2,244)	(2,252)	(4,497)	(4,482)
Impairment loss on trade receivables net of reversals	(55)	(80)	(70)	(131)
Written off and written down of inventories	(104)	(97)	(164)	(197)
Net (loss)/profit on disposal of property, plant and equipment	(4)	-	36	225
Property, plant and equipment written off	(2)	-	(2)	(1)
Fair value gain/(loss) of derivative financial instruments	53	54	65	(52)
Foreign exchange gain/(loss)	253	(1)	28	(119)

**A8 Dividends paid and declared**

The amount of dividends paid/payable during the current and previous interim period are as follows:

	30/06/2016 RM'000	30/06/2015 RM'000
<u>In respect of the financial year ended 31 December</u>		
2015: Final dividend comprising 6.0 sen single tier per share paid on 17-June-16	7,029	-
2014: Final dividend comprising 6.0 sen single tier per share paid on 17-June-15	-	7,029
	<u>7,029</u>	<u>7,029</u>

**A9 Segment Information**

The Group is organised into three main business units based on their activities, and has three reportable operating segments as follows:

- (i) Manufacturing and marketing of pharmaceutical products;
- (ii) Wholesale and distribution of pharmaceutical and healthcare products; and
- (iii) Corporate comprising investments in retail pharmacy business and properties and the provision of management services.

OPERATING SEGMENTS	Manufacturing and Marketing	Wholesale and Distribution	Corporate	Adjustments and eliminations	GROUP
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>PERIOD ENDED 30/06/2016</b>					
External Revenue	11,378	278,612	4,173	-	294,163
Inter-segment revenue	46,566	384	5,640	(52,590)	-
<b>Total Revenue</b>	<b>57,944</b>	<b>278,996</b>	<b>9,813</b>	<b>(52,590)</b>	<b>294,163</b>
Segment Results (external)	16,231	9,621	430	(1,583)	24,699
Finance costs	-	-	-	-	(20)
<b>Profit before tax</b>					<b>24,679</b>
<b>PERIOD ENDED 30/06/2015</b>					
External Revenue	12,089	248,253	4,001	-	264,343
Inter-segment revenue	40,309	341	5,508	(46,158)	-
<b>Total Revenue</b>	<b>52,398</b>	<b>248,594</b>	<b>9,509</b>	<b>(46,158)</b>	<b>264,343</b>
Segment Results (external)	16,074	10,361	(4,306)	(1,172)	20,957
Finance costs	-	-	-	-	(1)
<b>Profit before tax</b>					<b>20,956</b>
<b>Segment assets</b>					
30-Jun-2016	104,893	263,007	48,580	(7,409)	409,071
31-Dec-2015	99,123	250,301	48,343	(7,553)	390,214
<b>Segment liabilities</b>					
30-Jun-2016	(11,935)	(87,306)	(3,880)	(6,969)	(110,090)
31-Dec-2015	(9,426)	(81,908)	(3,785)	(6,410)	(101,529)



**APEX HEALTHCARE BERHAD (473108-T)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016  
(THE FIGURES HAVE NOT BEEN AUDITED)**

**A NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED 30 JUNE 2016 (continued)**

**A10 Significant Events After the Reporting Date**

On 19 July 2016, Apex Retail Sdn Bhd, a wholly-owned subsidiary of the Company entered into sale and purchase agreements ("SPAs") with Impian Ekspresi Sdn. Bhd. to acquire six freehold strata office suites comprising 10,053 square feet on Level 10 of Corporate Tower 2 in the newly launched mixed development, Pavilion Damansara Heights, for a total consideration RM 9.1 million. A 10% deposit was paid on the date of the SPAs and vacant possession is expected to be delivered within forty eight months from the date of the SPAs. The Group will finance this acquisition through internally generated funds.

**A11 Changes in Group Composition**

The Group did not undertake any business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuation of operations during the current quarter ended 30 June 2016.

**A12 Property, plant and equipment**

During the current quarter ended 30 June 2016, the Group acquired assets at a cost of RM 1,397,000 (30 June 2015: RM 709,000). Assets with carrying amount of RM 5,000 were disposed of by the Group during the current quarter ended 30 June 2016 (30 June 2015: NIL), resulting in a net loss on disposal of RM 4,000 (30 June 2015: NIL), recognised and included in other income in the statement of comprehensive income.

**A13 Capital Commitments**

Capital commitments of property, plant and equipment not provided for in the financial statements as at 30 June 2016 are as follows:

	RM'000
Authorised capital expenditure approved and contracted for	6,769
Authorised capital expenditure approved but not contracted for	6,027
	<u>12,796</u>

**A14 Related Party Transactions**

The Group does not have any significant transactions with related parties during the period ended 30 June 2016 in addition to the related party transactions disclosed in the audited financial statements for the year ended 31 December 2015.

**A15 Fair value hierarchy**

The Group uses the following level of fair value hierarchy for determining the fair value of its financial instruments carried at fair value.

Financial assets:	30/06/2016	31/12/2015
	RM'000	RM'000
	(Level 2)	
Derivatives - Forward currency contracts	<u>118</u>	<u>52</u>

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

The fair value hierarchy has the following levels:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There have been no transfers between the fair value hierarchy during the current interim period and financial year ended 2015.

**A16 Changes in Contingent liabilities or Contingent assets.**

There were no contingent liabilities or contingent assets of the Group since the end of the last annual reporting date.



**APEX HEALTHCARE BERHAD (473108-T)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016**

**(THE FIGURES HAVE NOT BEEN AUDITED)**

**B NOTES PURSUANT TO BURSA LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A**

**B1 Detailed Performance Analysis of Operating Segments of the Group**

The Group achieved revenue of RM 146.7 million for the second quarter and RM 294.2 million for the first half year. Revenue in the second quarter improved by 18.0% over the same period in the previous year, which was dampened after the introduction of the Goods and Service Tax in Malaysia on 1st April 2015. Year to date revenue grew 11.3% over the same period in the previous year. Revenue from all business units performed in line with expectations, with strong contributions from Group branded pharmaceutical and consumer products, distribution agencies and pharmaceutical wholesale in Malaysia and Singapore.

Profit before Tax is RM 12.3 million for the second quarter and RM 24.7 million year to date, representing growth of 35.7% and 17.8% respectively over equivalent periods in 2015. There was continued pressure in the second quarter on profit margins due to the higher cost of imported raw materials and finished goods. Regardless, the Group maintained increased expenditure on international market development activities and the research and development of new products. For the first half year, the Group recognized RM 1.9 million as its share of profit from associate company Straits Apex Sdn Bhd as compared to recognized losses of RM 2.1 million in the same period last year.

**B2 Material changes in the profit before tax for the quarter**

The profit before taxation for the current quarter is RM 12.3 million. There is no material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter.

**B3 Commentary**

**a Prospects**

The Group's core businesses performed satisfactorily in the second quarter, driven by the Group's commitment and focus on growing market share, excellent customer service and improving operational efficiency. The initiatives of the Group's associate company engaged in the contract manufacturing of orthopaedic devices to broaden its customer base, raise orders and improve production efficiency have enabled it to operate profitably for the first six months of 2016.

There are no material changes to the business prospects furnished with the Group's first quarter report for the current year. We maintain our tempered expectations for 2016, given the continued uncertainties in the global economy and foreign currency volatility, which contribute to a challenging operating business environment. Without further unforeseen circumstances, the Board expects the Group to perform satisfactorily in 2016.

**b Progress to achieve forecast revenue or profit estimate**

Not applicable.

**B4 Statement by the Board of Directors' opinion on the achievability of forecast revenue or profit estimate**

Not applicable.

**B5 Profit Forecast /Profit Guarantee**

Not applicable.

**B6 Income Tax Expense**

	3 MONTHS ENDED		PERIOD ENDED	
	30/06/2016 RM'000	30/06/2015 RM'000	30/06/2016 RM'000	30/06/2015 RM'000
In respect of current period:				
Income tax	2,722	2,323	5,547	6,088
Deferred tax	(168)	82	(570)	(306)
Foreign tax	104	69	228	126
	<u>2,658</u>	<u>2,474</u>	<u>5,205</u>	<u>5,908</u>

The effective tax rate for the current quarter and cumulative period was lower than the statutory tax rate due to the net of tax profits contributed by the Group's associated company.



**B NOTES PURSUANT TO BURSA LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A (continued)**

**B7 Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at 11th August 2016.

**B8 Group Borrowings and Debt Securities**

	30/06/2016	31/12/2015
	RM'000	RM'000
Current		
Secured obligations under finance lease	12	13
Non-current		
Secured obligations under finance lease	17	24
Total	<u>29</u>	<u>37</u>
Obligations under finance lease denominated in foreign currency as at 30 June 2015:	SGD'000	RM'000
Singapore Dollars	<u>10</u>	<u>12</u>

The Group does not have any current or non-current debt securities denominated in Ringgit Malaysia or foreign currency as at 30 June 2016.

**B9 Material Litigation**

There is no pending material litigation at the date of this report.

**B10 Dividend Payable**

- a The Board of Directors is pleased to declare the payment of an interim single-tier dividend of 5.5 sen per share in respect of the financial year ending 31 December 2016, resulting in a total dividend to-date for the current financial year of 5.5 sen per share. (Year 2015: Interim single-tier dividend of 5.0 sen per share).
- b The interim dividend will be paid on 30 September 2016 and the entitlement date is 15 September 2016.

**B11 Earnings per share**

The following reflect the profit and share data used in the computation of basic and diluted earnings per share:

		3 MONTHS ENDED		PERIOD ENDED	
		30/06/2016	30/06/2015	30/06/2016	30/06/2015
<b><u>Basic Earnings per share</u></b>					
Profit after tax	RM'000	9,649	6,603	19,462	15,049
Weighted average number of ordinary shares in issue	'000	117,146	117,146	117,146	117,146
Basic earnings per share	sen	<u>8.24</u>	<u>5.64</u>	<u>16.61</u>	<u>12.85</u>
<b><u>Diluted Earnings per share</u></b>					
Profit after tax	RM'000	9,649	6,603	19,462	15,049
Weighted average number of ordinary shares in issue	'000	117,146	117,146	117,146	117,146
Diluted earnings per share	sen	<u>8.24</u>	<u>5.64</u>	<u>16.61</u>	<u>12.85</u>

**B NOTES PURSUANT TO BURSA LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A (continued)**

**B12 Derivative Financial Instruments**

a The Group's derivative financial instruments as at 30 June 2016 are as follows -

Type of Derivatives Forward Currency Contracts	Contract / Notional Amount RM'000	Changes in Fair Value	
		Assets RM'000	Liabilities RM'000
<u>Less than 1 year</u>			
Sale of goods	4,194	54	-
Purchase of goods	(2,624)	64	-
	<u>1,570</u>	<u>118</u>	<u>-</u>

b The Group does not anticipate any market or credit risks arising from these derivatives.

c The net cash requirements relating to these contracts was RM1,570,000.

d There have been no changes since the end of the previous financial year in respect of the following:

(i) the types of derivative contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;

(ii) the risk management policies in place for mitigating and controlling the risks joint venture / associate with these derivative contracts; and

(iii) the related accounting policies.

**B13 Fair Value Changes of Financial Liabilities**

As at 30 June 2016, the Group does not have any significant financial liabilities measured at fair value through profit or loss other than the disclosure in note A15.

**B14 Realised and Unrealised Profits/Losses Disclosure**

	Year ended	
	30/06/2016 RM'000	31/12/2015 RM'000
Total retained earnings of the Group:		
Realised	195,133	184,856
Unrealised	(3,004)	(3,331)
	<u>192,129</u>	<u>181,525</u>
Total share of results of a joint venture prior to becoming an associate:		
Realised	(695)	(695)
Total share of results of an associate:		
Realised	939	(966)
	<u>192,373</u>	<u>179,864</u>
Less: Consolidation adjustments	(19,982)	(19,906)
Total Group's retained earnings as per consolidated accounts	<u>172,391</u>	<u>159,958</u>

**B15 Auditors' report on preceding annual financial statements**

The Auditors' report on the Group's financial statements for the year ended 31 December 2015 was not qualified.

**Authorisation for issue**

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors dated 17th August 2016.