

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2017

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31.03.2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.03.2016 RM'000	CURRENT YEAR TO DATE ENDED 31.03.2017 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE ENDED 31.03.2016 RM'000
Revenue	43,286	38,572	43,286	38,572
Cost of sales	(23,526)	(20,152)	(23,526)	(20,152)
Gross Profit	19,760	18,420	19,760	18,420
Other Income	975	615	975	615
Administrative expenses	(8,359)	(7,213)	(8,359)	(7,213)
Other operating expenses	(8,501)	(8,115)	(8,501)	(8,115)
Finance costs	(336)	(420)	(336)	(420)
Profit before tax	3,539	3,287	3,539	3,287
Tax expense (Note B5)	(974)	(961)	(974)	(961)
Profit for the period	2,565	2,326	2,565	2,326
Profit attributable to:				
Owners of the Company	3,005	2,289	3,005	2,289
Non-controlling interests	(440)	37	(440)	37
Profit for the period	2,565	2,326	2,565	2,326
Basic earnings per ordinary share (sen) (Note B11)	2.30	1.75	2.30	1.75

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2017

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31.03.2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.03.2016 RM'000	CURRENT YEAR TO DATE ENDED 31.03.2017 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE ENDED 31.03.2016 RM'000
Profit for the period	2,565	308	2,565	2,326
<i>Other comprehensive income, net of tax:</i>				
Foreign currency translation differences for foreign operations	543	5,748	543	(8,298)
Total comprehensive income for the period	3,108	6,056	3,108	(5,972)
Total comprehensive income attributable to:				
Owners of the Company	3,304	4,248	3,304	(5,061)
Non-controlling interests	(196)	1,808	(196)	(911)
Total comprehensive income for the period	3,108	6,056	3,108	(5,972)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	As at 31.03.2017 RM'000 <i>(Unaudited)</i>	As at 31.12.2016 RM'000 <i>(Audited)</i>
ASSETS		
Non-current assets		
Property, plant and equipment	29,327	30,073
Investment properties	29,963	29,951
Goodwill	87	87
Deferred tax assets	862	822
	<u>60,239</u>	<u>60,933</u>
Current assets		
Inventories	217,033	210,324
Trade and other receivables	22,369	23,348
Prepayments and other assets	3,205	1,091
Current tax assets	1,607	1,712
Cash and cash equivalents	40,268	47,324
	<u>284,482</u>	<u>283,799</u>
TOTAL ASSETS	<u>344,721</u>	<u>344,732</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	67,000	67,000
Share premium	10,435	10,435
Reserves	171,615	168,311
	<u>249,050</u>	<u>245,746</u>
Non-controlling interests	<u>13,710</u>	<u>13,906</u>
Total equity	<u>262,760</u>	<u>259,652</u>
LIABILITIES		
Non-current liabilities		
Loans and borrowings	41,255	40,514
Deferred tax liabilities	401	401
	<u>41,656</u>	<u>40,915</u>
Current liabilities		
Loans and borrowings	3,129	6,014
Trade and other payables	34,979	35,833
Deferred revenue	951	1,192
Current tax liabilities	1,246	1,126
	<u>40,305</u>	<u>44,165</u>
Total liabilities	<u>81,961</u>	<u>85,080</u>
TOTAL EQUITY AND LIABILITIES	<u>344,721</u>	<u>344,732</u>
Net assets per share (RM)	2.01	1.98

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2017

	<----- Attributable to owners of the Company ----->							Non-controlling interests RM'000	Total equity RM'000
	< ----- Non-distributable ----- >			Distributable		Total RM'000			
	Share capital RM'000	Share premium RM'000	Other reserve RM'000	Treasury shares RM'000	Retained earnings RM'000				
At 1 January 2017	67,000	10,435	16,048	(3,194)	155,457	245,746	13,906	259,652	
Total comprehensive income for the period	-	-	299	-	3,005	3,304	(196)	3,108	
Shares repurchased	-	-	-	-	-	-	-	-	
Dividends to shareholders	-	-	-	-	-	-	-	-	
At 31 March 2017	67,000	10,435	16,347	(3,194)	158,462	249,050	13,710	262,760	
At 1 January 2016	67,000	10,435	14,143	(3,189)	149,826	238,215	13,516	251,731	
Total comprehensive income for the period	-	-	(7,350)	-	2,289	(5,061)	(911)	(5,972)	
Shares repurchased	-	-	-	-	-	-	-	(23)	
Dividends to shareholders	-	-	-	-	-	-	-	-	
At 31 March 2016	67,000	10,435	6,793	(3,189)	152,115	233,154	12,605	245,736	

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

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR-TO-DATE ENDED 31 MARCH 2017

These figures have not been audited

	31.03.2017 RM'000	31.03.2016 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	3,539	3,287
Adjustments for:		
Depreciation	854	927
Gain on derivative financial instruments	-	-
Interest expense	336	420
Provision for slow moving inventory	55	138
Property, plant and equipment written off	3	48
Gain on disposal of property, plant and equipment	-	(99)
Interest income	(78)	(52)
Unrealised foreign exchange loss / (gain)	(383)	385
Operating profit before working capital changes	4,326	5,054
Inventories	(6,765)	7,794
Receivables	2,221	3,164
Payables	(4,067)	(7,395)
Cash (used in)/ generated from operations	(4,285)	8,617
Interest paid	(336)	(420)
Income tax paid	(771)	(833)
Interest received	78	52
Net cash (used in) / generated from operating activities	(5,314)	7,416
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(14)	(299)
Proceeds from disposal of property, plant and equipment	-	160
Net cash used in investing activities	(14)	(139)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	-	-
Net repayment from borrowings	(2,620)	(637)
Payment of finance lease liabilities	(97)	(103)
Net cash (used in)/ generated from financing activities	(2,717)	(740)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	(8,045)	6,537
Effects of foreign exchange rate changes	988	(8,027)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	47,325	40,255
CASH AND CASH EQUIVALENTS AT 31 MARCH	40,268	38,765

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

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2017

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

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

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial 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 an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

The accounting policies applied by the Group in these interim financial statements are consistent with those applied by the Group in its annual audited financial statements for the year ended 31 December 2016 except for the adoption of the following Amendments to Standards during the current financial period:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

- Amendments to MFRS 12, *Disclosure of Interests in Other Entities (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 107, *Statement of Cash Flows – Disclosure Initiative*
- Amendments to MFRS 112, *Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 9, *Financial Instruments (2014)*
- MFRS 15, *Revenue from Contracts with Customers*
- Clarifications to MFRS 15, *Revenue from Contracts with Customers*
- IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*
- Amendments to MFRS 1, *First-time Adoption of Malaysia Financial Reporting Standards (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 2, *Share-based Payment – Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 4, *Insurance Contracts – Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 140, *Investment Property – Transfers of Investment Property*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

- MFRS 16, *Leases*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group plans to apply the abovementioned accounting standards, amendments and interpretations:

- from the annual period beginning on 1 January 2017 for those amendments that are effective for annual periods beginning on or after 1 January 2017.
- from the annual period beginning on 1 January 2018 for those accounting standards, amendments and interpretation that are effective for annual periods beginning on or after 1 January 2018, except for Amendments to MFRS 1, Amendments to MFRS 2, Amendments to MFRS 4, and Amendments to MFRS 128 which are not applicable to the Group.
- from the annual period beginning on 1 January 2019 for the accounting standard that is effective for annual periods beginning on or after 1 January 2019.

A2. Seasonality or Cyclicity of Operations

Festive seasons do have an effect on the operations of the Group.

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A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the financial period.

A4. Changes in Estimates

There were no material changes in the estimates used for the preparation of interim financial report.

A5. Issuance, Cancellation or Repayments of Debt and Equity Securities

Save as disclosed below, there were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities by the Company for the current financial period-to-date:

During the current quarter, there was no share repurchased. As at 31 December 2016, a total of 3,159,900 shares repurchased were held at a total cost of RM3,194,371.03. The shares repurchased are being held as treasury shares in accordance with Section 127 of the Companies Act 2016. None of the treasury shares held were resold or cancelled during the quarter under review and up to the date of this report.

A6. Dividend Paid

There was no dividend paid in respect of the current financial year to date.

A7. Segmental Information

Business Segment

Results for Year to Date Ended 31 March 2017

	Segment revenue		Segment profit
	External RM '000	Intersegment RM '000	before tax RM '000
Retail	40,907	17,745	2,138
Manufacturing	1,599	8,102	1,183
Others	780	583	218
Total	43,286	26,430	3,539
Consolidation adjustments:			
Intersegment transactions	-	(26,430)	-
Consolidated Total	43,286	-	3,539

Business Segment

Results for Year to Date Ended 31 March 2016

	Segment revenue		Segment profit
	External RM '000	Intersegment RM '000	before tax RM '000
Retail	37,601	7,182	2,384
Manufacturing	835	8,084	671
Others	136	717	232
Total	38,572	15,983	3,287
Consolidation adjustments:			
Intersegment transactions	-	(15,983)	-
Consolidated Total	38,572	-	3,287

A8. Material Events Subsequent To The Financial Period

There were no subsequent material events as at the date of this report.

A9. Changes in the Composition of the Company

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

A10. Contingent Liabilities

There were no contingent liabilities as at the date of this report.

A11. Capital Commitments

The Group did not have any capital commitments which were contracted but not provided for as at 31 March 2017

A12. Significant Related Party Transactions

There were no significant related party transactions during the current quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Performance

Quarter results

For the quarter under review, the Group recorded a revenue of RM43.3 million and a profit before tax ("PBT") of RM3.5 million as compared with a revenue of RM38.6 million and PBT of RM3.3million respectively for the preceding year corresponding quarter. The increase in revenue was mainly contributed by higher sales generated from existing outlets.

B2. Material Changes in Current Quarter Results compared to Immediate Preceding Quarter

For the current quarter, the Group registered a revenue of RM43.3 million and PBT of RM3.5 million versus a revenue of RM56.0 million and PBT of RM4.4 million recorded in the immediate preceding quarter. The decrease in revenue and PBT was mainly due to cyclical factors.

B3. Prospects For Financial Year 2017

The Financial Year 2017 to be challenging. The Group will continue it's marketing efforts to implement new strategies to achieve higher sales and enhance performance efficiency.

Barring any unforeseen circumstances, the Board remains cautiously optimistic of the Group's performance for the financial year ending 2017.

B4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2017 RM'000	Preceding Year Quarter 31.03.2016 RM'000	Current Year To date 31.03.2017 RM'000	Preceding Year Corresponding 31.03.2016 RM'000
Income Tax				
- Current period	974	961	974	961
- (Over)/Under provision in prior period	-	-	-	-
Deferred Taxation				
- Current period	-	-	-	-
- Prior period	-	-	-	-
	974	961	974	961

B6. Status of Corporate Proposals

There were no corporate proposals being announced during the current quarter under review.

B7. Borrowings and Debt Securities

The Group's borrowings as at 31 March 2017 are as follows:-

	Unsecured RM'000	Secured RM'000	Total RM'000
<i>Current</i>			
Finance lease liabilities	-	205	205
Term loans (in RM)	1,600	2,895	4,495
Term loans (in SGD)	-	29	29
	<u>1,600</u>	<u>3,129</u>	<u>4,729</u>
<i>Non-current</i>			
Finance lease liabilities	-	391	391
Term loans (in RM)	-	34,175	34,175
Term loans (in SGD)	-	3,560	3,560
	<u>-</u>	<u>38,126</u>	<u>38,126</u>
Total	<u>1,600</u>	<u>41,255</u>	<u>42,855</u>

B8. Material Litigation

There was no material litigation as at the date of this quarterly report and the financial year to date.

B9. Dividend

The Company has proposed a final dividend of 1.5sen per ordinary share for the financial year ended 31 December 2016, which has been approved by shareholders at the Twentieth Annual General Meeting held on 26 May 2017.

As of the date of this announcement, there was no dividend declared for the current financial period ended 31 March 2017.

B10. Qualification of Audit Report of the Preceding Annual Financial Statements

There was no qualification on audit report of the preceding annual financial statements.

B11. Earnings Per Share

Basic earnings per share is calculated by dividing the profit attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2017	Preceding Year Corresponding Quarter 31.03.2016	Current Year To date 31.03.2017	Preceding Year Corresponding Year To Date 31.03.2016
Profit attributable to the owners (RM'000)	3,005	2,289	3,005	2,289
Weighted average number of ordinary shares in issue ('000)	130,840	130,866	130,840	130,866
Basic earnings per share (sen)	2.30	1.75	2.30	1.75

Diluted earnings per share is not applicable for the Group.

B12. Notes To Condensed Consolidated Income Statements For The Quarter And Year-To-Date

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2017 RM'000	Preceding Year Corresponding Quarter 31.03.2016 RM'000	Current Year To date 31.03.2017 RM'000	Preceding Year Corresponding Year To Date 31.03.2016 RM'000
<i>After crediting :-</i>				
Interest Income	78	52	78	52
Foreign exchange gain - unrealised	383	-	383	-
Gain on disposal of property, plant and equipment	-	99	-	99
 <i>After charging :-</i>				
Interest Expense	336	420	336	420
Depreciation	854	927	854	927
Foreign exchange loss - realised	37	226	37	226
Allowance on slow moving inventories	55	138	55	138
Property, plant and equipment written off	3	-	3	-
Foreign exchange loss - unrealised	-	385	-	385

B13. Realised and Unrealised Profits and Losses

The breakdown of the retained earnings of the Group as at the reporting date, into realised and unrealised profits pursuant to Paragraphs 2.06 and 2.23 of the Bursa Malaysia Securities Berhad ("Bursa Malaysia"), are as follows:

	31.03.2017 RM'000	31.03.2016 RM'000
Total Retained earnings of the Group		
- Realised	161,184	154,673
- Unrealised	130	(410)
	<u>161,314</u>	<u>154,263</u>
Consolidation Adjustment	(2,852)	(2,148)
Total retained earnings of the Group	<u>158,462</u>	<u>152,115</u>

The determination of realised and unrealised profits or losses is based on Guidance of Special Matter No. 1, "Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements" as issued by the Malaysian Institute of Accountants on 20 December 2010.

BY ORDER OF THE BOARD

ANDREA HUONG JIA MEI

Company Secretary
MIA 36347

Dated: 26 May 2017