

GE-SHEN CORPORATION BERHAD
(Incorporated in Malaysia)

Interim Financial Statements

Second Quarter Results
Period ended
30 June 2017

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2017**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>	<u>Current Quarter</u>	<u>Preceding Year Corresponding Quarter</u>
	30 Jun 2017 RM'000	30 Jun 2016 RM'000	30 Jun 2017 RM'000	30 Jun 2016 RM'000
Revenue	60,361	38,212	108,233	76,361
Other income	(479)	(391)	511	350
Changes in inventories of finished goods and work-in-progress	2,051	(215)	2,236	(1,142)
Raw materials used	(26,309)	(17,985)	(46,782)	(34,558)
Employee benefits	(14,583)	(8,356)	(26,223)	(16,612)
Depreciation of property, plant and machinery	(2,305)	(1,682)	(4,575)	(3,280)
Other operating expenses	(11,943)	(5,686)	(21,015)	(14,373)
Finance costs	(813)	(413)	(1,580)	(637)
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Profit before tax	5,980	3,484	10,805	6,109
Tax expenses (Note B6)	(1,812)	(1,332)	(3,297)	(2,496)
	-----	-----	-----	-----
Profit for the period	4,168	2,152	7,508	3,613
Other Comprehensive Income				
Exchange differences on Translating foreign operations	(181)	136	(264)	(455)
	-----	-----	-----	-----
Total Comprehensive Income For the period	3,987	2,288	7,244	3,158
	=====	=====	=====	=====
Profit after tax attributable to:				
Owners of the Company	4,032	1,848	7,196	2,904
Non-Controlling Interest	136	304	312	709
	-----	-----	-----	-----
	4,168	2,152	7,508	3,613
	=====	=====	=====	=====
Total Comprehensive Income attributable to:				
Owners of the Company	3,851	1,984	6,932	2,449
Non-Controlling Interest	136	304	312	709
	-----	-----	-----	-----
	3,987	2,288	7,244	3,158
	=====	=====	=====	=====

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2017 – CONTINUED**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current</u> <u>Quarter</u>	<u>Preceding</u> <u>Year</u> <u>Corresponding</u> <u>Quarter</u>	<u>Current</u> <u>Quarter</u>	<u>Preceding</u> <u>Year</u> <u>Corresponding</u> <u>Quarter</u>
	30 Jun 2017 RM'000	30 Jun 2016 RM'000	30 Jun 2017 RM'000	30 Jun 2016 RM'000
Earnings per share (Sen)				
Basic (Note B14)	4.60	2.40	8.71	3.78
	=====	=====	=====	=====
Diluted (Note B14)	3.81	1.79	6.81	2.84
	=====	=====	=====	=====

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017**

	<u>Unaudited</u> 30 Jun 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
ASSETS		
Non-Current Assets		
Investment in associates	976	981
Property, plant and equipment	79,093	78,586
Prepaid lease payments	3,721	3,915
Goodwill on consolidation	31,195	31,195
	-----	-----
	114,985	114,677
	-----	-----
Current Assets		
Inventories	27,274	23,380
Trade receivables	46,959	44,670
Other receivables, deposits and prepayments	4,367	4,699
Current tax assets	1,597	744
Fixed deposits with licensed banks	2,663	2,798
Cash and bank balances	11,711	11,388
	-----	-----
	94,571	87,679
	-----	-----
Total Assets	209,556	202,356
	=====	=====
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000	40,000
Share premium	5,593	5,593
Treasury shares	(1,843)	(1,843)
Share option reserves	1,480	-
Redeemable convertible preference shares	13,738	13,738
Foreign exchange translation reserves	2,352	2,616
Retained earnings	32,243	25,047
	-----	-----
Total Equity Attributable to Owners of the Company	93,563	85,151
Non-controlling interest	5,897	5,585
	-----	-----
	99,460	90,736
	-----	-----
Non-Current Liabilities		
Long term borrowings (Note B10)	35,785	31,761
Redeemable convertible preference shares	2,449	2,836
Deferred taxation	3,815	3,821
Other payable	-	56
	-----	-----
	42,049	38,474
	-----	-----

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017 – CONTINUED**

	<u>UNAUDITED</u> 30 Jun 2017 RM'000	<u>AUDITED</u> 31 Dec 2016 RM'000
Current Liabilities		
Trade payables	27,076	27,011
Other payables and accruals	18,509	21,038
Short-term borrowings (Note B10)	15,308	16,429
Bank overdraft	3,420	7,085
Current tax liabilities	3,734	1,583
	-----	-----
	68,047	73,146
	-----	-----
Total Liabilities	110,096	111,620
	-----	-----
Total Equity and Liabilities	209,556	202,356
	=====	=====
Net Assets per Ordinary Share		
Attributable to Owners of the Company (RM)	1.22	1.11
	=====	=====

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE SECOND QUARTER ENDED 30 JUNE 2017**

	Current Year to Date 30 Jun 2017 RM'000	Preceding Year Corresponding Period 30 Jun 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	10,805	6,109
Adjustments for:		
Depreciation of property, plant and equipment	4,575	3,280
Impairment of prepaid lease payment	194	-
Interest expense	1,580	637
Loss on foreign exchange – unrealised	1,552	816
Share of results of an associate	5	-
Employee benefits expense	1,480	-
Gain on disposal of property, plant and equipment	(54)	(2)
Interest income	(68)	(47)
	-----	-----
Operating profit before working capital changes	20,069	10,793
(Increase)/Decrease in inventories	(3,894)	741
Increase in trade and other receivables	(3,513)	(248)
Decrease in trade and other payables	(2,809)	(1,066)
	-----	-----
CASH FLOWS FROM OPERATIONS	9,853	10,220
Interest paid	(1,580)	(637)
Tax paid	(2,459)	(3,255)
Tax refund	453	-
	-----	-----
NET CASH FROM OPERATING ACTIVITIES	6,267	6,328
	-----	-----
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest income received	68	47
Purchase of interest in a subsidiary	-	(18,328)
Proceeds from disposal of property, plant and equipment	198	2
Purchase of property, plant and equipment	(2,204)	(4,322)
	-----	-----
NET CASH FOR INVESTING ACTIVITIES	(1,938)	(22,601)
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GE-SHEN CORPORATION BERHAD

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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE SECOND QUARTER ENDED 30 JUNE 2017 – CONTINUED**

	Current Year to Date 30 Jun 2017 RM'000	Preceding Year Corresponding Period 30 Jun 2016 RM'000
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Changes in pledges fixed deposits	(40)	(38)
Dividend paid to non-controlling interest	-	(875)
Drawdown of term loans	6,727	18,000
Repayment of term loans	(3,927)	(151)
Net repayment of other short-term bank borrowings	(1,196)	(307)
Repayment of hire purchase obligations	(1,856)	(1,163)
	-----	-----
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(292)	15,466
	-----	-----
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	4,037	(807)
EFFECT OF CHANGES IN EXCHANGE RATES	(224)	(439)
CASH AND CASH EQUIVALENT AS AT BEGINNING OF PERIOD	5,458	17,008
	-----	-----
CASH AND CASH EQUIVALENT AS AT END OF PERIOD	9,271	15,762
	=====	=====

Cash and cash equivalents included in the cash flows statement comprise of the followings:

	30 Jun 2017 RM'000	30 Jun 2016 RM'000
Fixed deposits with licensed banks	2,663	2,193
Cash and bank balances	11,711	18,425
Bank overdrafts	(3,420)	(2,663)
Less: Fixed deposits pledged to licensed banks	(1,683)	(2,193)
	-----	-----
	9,271	15,762
	=====	=====

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

 Company No. 633814-X
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2017

	-----Non-Distributable----->					Foreign Exchange Translation Reserve RM'000	Distributable Retained Earnings RM'000	Total Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Shares Option Reserve RM'000	Redeemable Convertible Preference Share RM'000					
As at 1 January 2016	40,000	5,593	(1,843)	-	13,738	2,439	14,744	74,671	13,566	88,237
Profit for the period	-	-	-	-	-	-	2,904	2,904	709	3,613
Other comprehensive income:										
- Foreign currency translation differences	-	-	-	-	-	(455)	-	(455)	-	(455)
Dividends to non-controlling interest	-	-	-	-	-	-	-	-	(875)	(875)
Arising from acquisition of additional interest of subsidiary	-	-	-	-	-	-	(4,928)	(4,928)	(13,400)	(18,328)
As at 30 June 2016	40,000	5,593	(1,843)	-	13,738	1,984	12,720	72,192	-	72,192
As at 1 January 2017	40,000	5,593	(1,843)	-	13,738	2,616	25,047	85,151	5,585	90,736
Profit for the period	-	-	-	-	-	-	7,196	7,196	312	7,508
Other comprehensive income:										
- Foreign currency translation differences	-	-	-	-	-	(264)	-	(264)	-	(264)
Employees' share option reserve	-	-	-	1,480	-	-	-	1,480	-	1,480
As at 30 June 2017	40,000	5,593	(1,843)	1,480	13,738	2,352	32,243	93,563	5,897	99,460

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 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

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A. EXPLANATORY NOTES IN ACCORDANCE WITH MFRS 134

A1. Basis of Preparation

Statement of compliance

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

The 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 year ended 31 December 2016.

Significant accounting policies

- (a) The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 December 2016.
- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:

MFRSs and Interpretations	Effective for financial periods beginning on or after
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 16 Leases	1 January 2019
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018*
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associates or Joint Venture	Deferred
Amendments to MFRS 15: Effective Date of MFRS 15	1 January 2018
Amendments to MFRS 15: Clarifications to MFRS 15 'Revenue from Contracts with Customers'	1 January 2018
Amendments to MFRS 140 – Transfers of Investment Property	1 January 2018

GE-SHEN CORPORATION BERHAD

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A1. Basis of Preparation – continued

Significant accounting policies – continued

MFRSs and Interpretations	Effective for financial periods beginning on or after
Annual Improvements to MFRS Standards 2014 – 2017 Cycles: <ul style="list-style-type: none">• Amendments to MFRS 1: Deletion of Short-term Exemptions for Second-time Adopters• Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value	1 January 2018
<i>* Entities that meet the specific criteria in MFRS 4.20B may choose to defer the application of MFRS 9 until the earlier of the application of the forthcoming insurance contracts standard or annual periods beginning before 1 January 2021.</i>	

A2. Seasonality or Cyclicity Factors

The Group's operations experience certain seasonality or cyclicity that is common in the industry of which the Group operates in.

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

During the quarter, there were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence except those that are disclosed in B16.

A4. Change in Estimates

There were no changes in estimates of amounts reported in prior interim period that have a material effect on the results for the quarter.

A5. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

During the quarter, there were no issuance and repayment of debts and equity securities, share buy-backs, shares cancellation, shares held as treasury shares and resale of treasury shares for the quarter under review.

A6. Dividend Paid

There was no dividend paid during the quarter under review.

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A7. Segmental Reporting

The Group is organised into the two main geographical segments and operating in manufacturing of plastic moulded products, metal stamping products and components. The segmental information has been presented as follows:

(a) By Geographical Segment**Current Quarter**

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 30 Jun 2017				
Revenue				
- sales to external parties	53,744	6,617	-	60,361
- inter-segment sales	14	-	(14)	-
Total revenue	53,758	6,617	(14)	60,361
Segment results	7,319	(511)	(15)	6,793
Finance costs				(813)
Profit before taxation				5,980

Preceding Quarter

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 Mar 2017				
Revenue				
- sales to external parties	41,481	6,391	-	47,872
- inter-segment sales	14	-	(14)	-
Total revenue	41,495	6,391	(14)	47,872
Segment results	5,826	(218)	(16)	5,592
Finance costs				(767)
Profit before taxation				4,825

GE-SHEN CORPORATION BERHAD

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A7. Segmental Reporting – continued**(a) By Geographical Segment – continued****Preceding Year Corresponding Quarter**

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 30 Jun 2016				
Revenue				
- sales to external parties	32,922	5,290	-	38,212
- inter-segment sales	1,268	-	(1,268)	-
Total revenue	34,190	5,290	(1,268)	38,212
Segment results	8,014	(305)	(3,812)	3,897
Finance costs				(413)
Profit before taxation				3,484

(b) By Industry Segment

Industrial segmental information is not applicable.

A8. Material Events Subsequent to the End of the Quarter Under Review

There was no material event subsequent to the end of the quarter that has not been reflected in the interim financial statements.

A9. Changes in the Composition of the Group

There are no material changes in the composition of the Group for the current financial period ended 30 June 2017.

A10. Changes in Contingent Liabilities or Contingent Assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter except for the company provided corporate guarantee of RM72.72 million to subsidiary companies and RM43.03 million was utilised as at 30 June 2017.

GE-SHEN CORPORATION BERHAD

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A11. Capital Commitments

The amount of capital commitments not provided for in the interim financial statements are as follows:

	<u>Unaudited</u> 30 Jun 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
Approved and contracted for:		
Purchase of property, plant and equipment	9,498	203
	=====	=====
Approved but not contracted for:		
Purchase of property, plant and equipment	891	1,022
	=====	=====

A12. Related Party Transactions

Significant transactions between the Company and related parties are as follows:

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	30 Jun 2017 RM'000	30 Jun 2016 RM'000	30 Jun 2017 RM'000	30 Jun 2016 RM'000
Transaction with related parties:				
Purchase of components	409	16	840	22
Transport charges	22	25	41	46
Rental of premises	181	164	362	292
Technical fee	-	-	33	-
Sales of goods	487	24	1,046	90
	=====	=====	=====	=====

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
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B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of Group's Results for the Quarter Ended 30 June 2017

i) Quarter Ended 30 June 2017 compared to Quarter Ended 30 June 2016

Revenue of the Group for the current quarter increased by 58% to RM60.36 million when compared with the Revenue of the corresponding quarter of the preceding financial year of RM38.21 million. The Group recorded a Profit Before Tax of RM5.98 million for the current quarter representing a growth of 72% compared to previous year corresponding quarter.

Results of the Group has significantly improved due to the contribution of the newly acquired subsidiary in Q3FY2016 and higher sales arising from the CAPEX investments and strong business development. The financial impact of ESOS programme amounting to RM1.48 million was taken into account during the quarter under review.

ii) Six Months Ended 30 June 2017 compared to Six Months Ended 30 June 2016

The Group achieved Revenue of RM108.23 million for the current financial period ended 30 June 2017 as compared to RM76.36 million reported in the preceding financial period which represents an increase of 42%. The higher revenue was contributed from the newly acquired subsidiary and from all operating subsidiaries.

The Profit Before Tax was RM10.81 million for the current financial period ended 30 June 2017 as compared to RM6.11 million reported in the preceding financial period. The increase was mainly due to the to higher revenue recorded and effective cost management.

B2. Variation of Results Against Preceding Quarter

The Group's Revenue for the current quarter has increased by RM12.49 million from RM47.87 million in the preceding quarter to RM60.36 million. Profit Before Taxation has increased by 24% from RM4.83 million in the immediate preceding quarter to RM5.98 million for the current period.

The increase is mainly due to higher sales generated from business development efforts. During the current quarter, the Group has also incurred additional Staff benefits expenses for the ESOS programme amounting to RM1.48 million. However, this cost will be non-cash in nature and is expected to align the interests of employees and the Company and reward employees according to the future performance of the Group.

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B3. Prospects of the Group

The Management expects that the Revenues of the 2H2017 to be stronger than the 1H2017 in line with seasonality or cyclicity that is common in the industry of which the Group operates in. As such further economies of scale is expected to be achieved in the 2H2017.

The implementation of the Financial Market Stabilisation Measures has resulted in more customer contracts being negotiated in Ringgit terms. The immediate impact of this policy has yet to be seen, but we anticipate that there would be much less volatility in the translation and conversion of foreign exchange to the Ringgit moving forward and this will result in less foreign exchange gain and/or loss.

The Group continues to focus on business development activities and is trying to grow revenues from existing and new customers. The drive to increase our capabilities and capacities across all subsidiaries in the group remains on the Group's agenda.

The construction of the factory building on the recently acquired leasehold land in Vietnam is ongoing and is expected to complete early 2018. Upon full completion of the new site, the Management is confident that further cost savings and efficiencies can be improved. Nevertheless, the Company has invested in several machines and have stepped up efforts to increase Revenue in Vietnam to further achieve economies of scale. We are also renovating the three-storey office on the recently acquired freehold land in Johor in order to make additional manufacturing space for additional machineries in Johor. This initiative is expected to complete before the end of 3Q2017.

In addition to the above, Group is looking to further do further CAPEX in additional land and buildings for future expansion purposes, which should materialize in 2H2017.

While cost pressures is significant, the Management hopes that with all the above mentioned initiatives, these pressures can be mitigated.

B4. Profit Forecast

The Group did not publish any profit forecast during the quarter.

B5. Explanation Note on Profit Forecast

Not Applicable.

B6. Tax Expense

Tax expense comprises of the followings:

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>30 Jun</u>	<u>30 Jun</u>	<u>30 Jun</u>	<u>30 Jun</u>
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
In respect of the current period:				
Income tax	1,827	1,265	3,328	2,378
Deferred tax	(15)	67	(31)	118
Tax expense	<u>1,812</u>	<u>1,332</u>	<u>3,297</u>	<u>2,496</u>

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B7. Sale of Unquoted Investments, or Properties

There was no disposal of unquoted investments, or properties during the quarter.

B8. Purchase or Disposal of Quoted and Marketable Securities

There was no purchase or disposal of quoted and marketable securities during the quarter.

B9. Corporate Proposals

There are no corporate proposal announced but not completed in the interval from the date of the last report and the date of this announcement.

B10. Borrowings (Secured)

The Group's borrowings, all are repayable in Ringgit Malaysia and secured, as of the end of the quarter are as follows:

	<u>Unaudited</u> 30 Jun 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
Short term borrowings:		
Bankers' acceptance	7,195	8,391
Hire purchase payables	3,217	2,795
Term loans	4,896	5,243
	-----	-----
	15,308	16,429
	-----	-----
Long term borrowings:		
Hire purchase payables	5,610	5,347
Term loans	30,175	26,414
	-----	-----
	35,785	31,761
	-----	-----
	51,093	48,190
	=====	=====

B11. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B12. Material Litigation

The directors do not have any knowledge of any proceedings pending or threatened against the Group as the date of this report.

B13. Dividend Proposed

A preference dividend of 1.65 sen per RCPS was declared by the Company for the current quarter ended 30 June 2017.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**B14. Earnings per Share (EPS)****Basic earnings per share**

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>30 Jun</u> <u>2017</u>	<u>30 Jun</u> <u>2016</u>	<u>30 Jun</u> <u>2017</u>	<u>30 Jun</u> <u>2016</u>
Profit after tax (RM'000)	4,032	1,848	7,196	2,904
Dividends on RCPS (RM'000)	(495)		(495)	
	-----	-----	-----	-----
Profit attributable to owners of the Company (RM'000)	3,537	1,848	6,701	2,904
	=====	=====	=====	=====
Weighted average number of shares in issue ('000)*	76,908	76,908	76,908	76,908
	=====	=====	=====	=====
Basic EPS (Sen)	4.60	2.40	8.71	3.78
	=====	=====	=====	=====

Diluted earnings per share

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>30 Jun</u> <u>2017</u>	<u>30 Jun</u> <u>2016</u>	<u>30 Jun</u> <u>2017</u>	<u>30 Jun</u> <u>2016</u>
Profit after tax (RM'000)	4,032	1,848	7,196	2,904
Interest expenses on RCPS (RM'000)	50	65	108	136
	-----	-----	-----	-----
Profit attributable to owners of the Company for diluted earnings per share	4,082	1,913	7,304	3,040
	=====	=====	=====	=====
Weighted average number Of shares in issue ('000)*	76,908	76,908	76,908	76,908
Weighted average number of new ordinary shares, assumption on conversion of the remaining :-				
- RCPS ('000)	30,000	30,000	30,000	30,000
- ESOS ('000)	330	-	330	-
	-----	-----	-----	-----
	107,238	106,908	107,238	106,908
	=====	=====	=====	=====
Diluted EPS (Sen)	3.81	1.79	6.81	2.84
	=====	=====	=====	=====

Note:

* Upon deducting 3,092,000 treasury shares held by the company as at end of the quarter under review.

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B15. Audit Report

The auditors' report of the company for the financial year ended 31 December 2016 was not subject to any qualification.

B16. Notes to the Statement of Comprehensive Income

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	<u>30 Jun</u> <u>2017</u> <u>RM'000</u>	<u>30 Jun</u> <u>2016</u> <u>RM'000</u>	<u>30 Jun</u> <u>2017</u> <u>RM'000</u>	<u>30 Jun</u> <u>2016</u> <u>RM'000</u>
Profit before taxation is arrived at after crediting:				
Interest income	32	25	68	47
Gain on foreign exchange				
- realised	(646)	604	173	1,103
- unrealised	-	201	-	(811)
Gain on disposal of property, plant and equipment	5	-	54	2
and charging:				
Depreciation of property, plant and equipment	2,305	1,682	4,575	3,280
Interest expense	813	441	1,580	637
Loss on foreign exchange				
- realised	-	120	-	1,653
- unrealised	291	-	1,552	5
	=====	=====	=====	=====

Save as disclosed in the above, there were no gain/(loss) on disposal of quoted/unquoted investments, exceptional items, and other items required to be disclosed under the additional disclosure requirement for public listed companies that are listed on Main or Ace Markets of the Bursa Malaysia Securities Berhad.

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B17. Breakdown of Retained Profits

	<u>Unaudited</u> 30 Jun 2017 RM'000	<u>Audited</u> 31 Dec 2016 RM'000
Total retained profits:		
- realised	29,980	26,925
- unrealised	2,263	(1,878)
	----- 32,243 =====	----- 25,047 =====