

D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

	(UNAUDITED) AS AT 30 JUNE 2017 RM'000	(AUDITED) AS AT 31 DECEMBER 2016 RM'000
NON-CURRENT ASSETS		
PROPERTY, PLANT & EQUIPMENT	162,953	153,659
INVESTMENTS IN UNQUOTED SHARES	8,373	8,453
INVESTMENT IN QUOTED SHARES	16,489	17,365
INTANGIBLE ASSETS	2,807	3,231
GOODWILL	24,207	24,207
	<u>214,829</u>	<u>206,915</u>
CURRENT ASSETS		
INVENTORIES	111,527	116,617
TRADE RECEIVABLES	68,252	93,362
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	5,456	6,537
TAX REFUNDABLE	109	100
INVESTMENT IN MARKETABLE SECURITIES	520	460
DEPOSITS WITH FINANCIAL INSTITUTIONS		
- NOT PLEDGED (MATURITY PERIOD < 3 MONTHS)	2,738	3,218
- NOT PLEDGED (MATURITY PERIOD > 3 MONTHS)	6,565	6,158
- PLEDGED	439	433
CASH AND BANK BALANCES	55,580	33,463
	<u>251,186</u>	<u>260,348</u>
TOTAL ASSETS	<u>466,015</u>	<u>467,263</u>
EQUITY AND LIABILITIES		
EQUITY		
SHARE CAPITAL	107,881	98,983
SHARE PREMIUM	-	5,873
RESERVES	95,401	92,447
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	<u>203,282</u>	<u>197,303</u>
NON-CONTROLLING INTERESTS	96,240	91,074
TOTAL EQUITY	<u>299,522</u>	<u>288,377</u>
NON-CURRENT LIABILITIES		
LONG-TERM BORROWINGS	15,074	5,894
DEFERRED INCOME	-	143
DEFERRED TAXATION	8,014	6,998
	<u>23,088</u>	<u>13,035</u>
CURRENT LIABILITIES		
TRADE PAYABLES	85,810	99,750
OTHER PAYABLES AND ACCRUALS	22,421	21,780
DEFERRED INCOME	286	286
PROVISION FOR TAXATION	1,558	1,064
SHORT-TERM BORROWINGS	33,330	42,971
	<u>143,405</u>	<u>165,851</u>
TOTAL LIABILITIES	166,493	178,886
TOTAL EQUITY AND LIABILITIES	<u>466,015</u>	<u>467,263</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)	20.37	19.93

Note: This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2017

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE PERIOD 6 MONTHS ENDED	
	(UNAUDITED) CURRENT YEAR QUARTER 30 JUNE 2017 RM'000	(UNAUDITED) CORRESPONDING QUARTER 30 JUNE 2016 RM'000	(UNAUDITED) CURRENT YEAR ENDED 30 JUNE 2017 RM'000	(UNAUDITED) CORRESPONDING YEAR ENDED 30 JUNE 2016 RM'000
CONTINUING OPERATIONS				
REVENUE	101,770	100,839	220,132	198,373
COST OF SALES	(77,211)	(77,821)	(165,920)	(153,599)
GROSS PROFIT	24,559	23,018	54,212	44,774
OTHER EXPENSE	(581)	(1,478)	(4,114)	(4,959)
DISTRIBUTION EXPENSES	(1,215)	(913)	(2,480)	(2,305)
ADMINISTRATIVE EXPENSES	(9,726)	(9,173)	(20,208)	(17,681)
RESEARCH AND DEVELOPMENT EXPENSES	(4,819)	(4,198)	(10,454)	(8,077)
RESULTS FROM OPERATING ACTIVITIES	8,218	7,256	16,956	11,752
FINANCE COSTS	(564)	(579)	(1,128)	(1,269)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	7,654	6,677	15,828	10,483
INCOME TAX EXPENSE	(1,049)	(609)	(2,192)	(903)
PROFIT AFTER TAX FROM CONTINUING OPERATIONS	6,605	6,068	13,636	9,580
OTHER COMPREHENSIVE EXPENSES, NET OF TAX	(3,424)	(2,757)	(388)	(5,521)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	3,181	3,311	13,248	4,059
PROFIT ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	3,713	3,277	8,699	4,954
NON-CONTROLLING INTERESTS	2,892	2,791	4,937	4,626
PROFIT FOR THE PERIOD	6,605	6,068	13,636	9,580
TOTAL COMPREHENSIVE INCOME/(EXPENSES) ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	703	690	8,082	(518)
NON-CONTROLLING INTERESTS	2,478	2,621	5,166	4,577
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	3,181	3,311	13,248	4,059
EARNINGS PER SHARE(SEN)*				
Basic(Sen)	0.37	0.33	0.88	0.50
Diluted(Sen)	0.36	0.32	0.84	0.49

* Earnings per share is calculated based on the Profit Attributable to Owners of the Company divided by the weighted average number of ordinary shares of RM0.10 each in issue during the respective period.

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D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 30 JUNE 2017

	(UNAUDITED) CURRENT YEAR 6 MONTHS ENDED 30 JUNE 2017 RM'000	(UNAUDITED) PRECEDING YEAR 6 MONTHS ENDED 30 JUNE 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	15,828	10,483
Adjustments for:-		
Amortisation of government grant	(143)	(143)
Amortisation of intangible assets	424	424
Depreciation of property, plant and equipment	13,346	12,658
Property, plant and equipment written off	-	457
Dividend income	(11)	(10)
Employees' share option scheme	1,219	879
Loss/(Gain) on disposal of property, plant & equipment	710	(3)
Gain on disposal of unquoted investment	(14)	-
Government grant income		
Interest expense	870	1,048
Interest income	(71)	(412)
Net fair value (gain)/loss on marketable securities	(48)	118
Inventories written down	1,685	1,059
Unrealised foreign exchange gain	(640)	(543)
Reversal of impairment losses on trade receivables	-	(42)
Operating profit before working capital changes	33,155	25,973
Decrease/(Increase) in inventories	3,406	(12,468)
Decrease in trade and other receivables	25,353	22,981
(Decrease)/Increase in trade and other payables	(13,945)	14,245
CASH FROM OPERATIONS	47,969	50,731
Income tax paid	(683)	(884)
Interest paid	(870)	(1,048)
NET CASH FROM OPERATING ACTIVITIES	46,416	48,799
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	71	412
Dividend received	11	10
Purchase of marketable securities	(11)	(9)
Net (Placement)/Withdrawal of fixed deposits with maturity period more than three months	(524)	3,816
Placement of fixed deposit pledged with licensed banks	(6)	323
Proceeds from disposal of unquoted shares	94	-
Proceeds from disposal of property, plant & equipment	6,306	6
Purchase of property, plant and equipment	(30,129)	(33,076)
NET CASH FOR INVESTING ACTIVITIES	(24,188)	(28,518)
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES		
Dividend Paid	-	(1,363)
Net repayment of bankers' acceptances	(3,196)	(26,933)
Repayment of hire purchase	(108)	(93)
Net drawdown of term loans	13,814	-
Exercise of employees share option scheme	1,670	289
Repayment of revolving credits	(10,500)	(1,000)
NET CASH FROM/(FOR) FINANCING ACTIVITIES	1,680	(29,100)
NET INCREASE IN CASH AND CASH EQUIVALENTS	23,908	(8,819)
CURRENCY TRANSLATION DIFFERENCES	(2,272)	455
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	36,682	50,608
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	58,318	42,244

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D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2017

	Non-distributable					Distributable				Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Translation Reserve RM'000	Employees' Share Option Scheme ("ESOS") Reserve RM'000	Capital Reserve RM'000	Fair Value Reserve RM'000	Retained Profit RM'000	Equity Attributable To Owners of the Company RM'000	Non-controlling Interests RM'000	
Balance at 1 January 2016	98,645	5,142	(2,508)	11,464	29,918	14,245	28,299	185,205	82,639	267,844
Total comprehensive income/(expenses) for the year	-	-	29	-	-	(1,551)	11,273	9,751	9,798	19,549
Contribution by and distribution to Owners of the Company:										
-ESOS vested	-	-	-	1,740	-	-	-	1,740	-	1,740
-Issuance of shares	338	269	-	-	-	-	-	607	-	607
Total transactions with owners	338	269	-	1,740	-	-	-	2,347	-	2,347
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	(370)	-	-	370	-	-	-
Transfer to share premium for ESOS options exercised	-	462	-	(462)	-	-	-	-	-	-
Dividend by a subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(1,363)	(1,363)
Balance at 31 December 2016 / 1 January 2017	98,983	5,873	(2,479)	12,372	29,918	12,694	39,942	197,303	91,074	288,377
Total comprehensive income for the year	-	-	258	-	-	(875)	8,699	8,082	5,166	13,248
Contribution by and distribution to Owners of the Company:										
-ESOS vested	-	-	-	1,219	-	-	-	1,219	-	1,219
-Issuance of shares	1,669	-	-	-	-	-	-	1,669	-	1,669
Total transactions with owners	1,669	-	-	1,219	-	-	-	2,888	-	2,888
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	(71)	-	-	71	-	-	-
Transfer to share capital for ESOS options exercised	1,356	-	-	(1,356)	-	-	-	-	-	-
Dividends payable to shareholders of the Company	-	-	-	-	-	-	(4,991)	(4,991)	-	(4,991)
Transition to no par value regime ⁽¹⁾	5,873	(5,873)	-	-	-	-	-	-	-	-
Balance at 30 June 2017	107,881	-	(2,221)	12,164	29,918	11,819	43,721	203,282	96,240	299,522

Note

⁽¹⁾ Effective from 31 January 2017, the new Companies Act 2016 ("the Act") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balance of the share premium becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use this amount for purposes as set out in Section 618(3) of the Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

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