

D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	(UNAUDITED) AS AT 31 DECEMBER 2017 RM'000	(AUDITED) AS AT 31 DECEMBER 2016 RM'000
NON-CURRENT ASSETS		
PROPERTY, PLANT & EQUIPMENT	166,111	153,659
INVESTMENTS IN UNQUOTED SHARES	8,373	8,453
INVESTMENT IN QUOTED SHARES	16,056	17,365
INTANGIBLE ASSETS	2,383	3,231
GOODWILL	24,207	24,207
	<u>217,130</u>	<u>206,915</u>
CURRENT ASSETS		
INVENTORIES	113,331	116,617
TRADE RECEIVABLES	101,178	93,362
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	7,145	6,537
TAX REFUNDABLE	11	100
INVESTMENT IN MARKETABLE SECURITIES	509	460
DEPOSITS WITH FINANCIAL INSTITUTIONS		
- NOT PLEDGED (MATURITY PERIOD < 3 MONTHS)	6,545	3,218
- NOT PLEDGED (MATURITY PERIOD > 3 MONTHS)	1,286	6,158
- PLEDGED	446	433
CASH AND BANK BALANCES	34,968	33,463
	<u>265,419</u>	<u>260,348</u>
TOTAL ASSETS	<u>482,549</u>	<u>467,263</u>
EQUITY AND LIABILITIES		
EQUITY		
SHARE CAPITAL	110,350	98,983
SHARE PREMIUM	-	5,873
RESERVES	108,100	92,447
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	<u>218,450</u>	<u>197,303</u>
NON-CONTROLLING INTERESTS	98,781	91,074
TOTAL EQUITY	<u>317,231</u>	<u>288,377</u>
NON-CURRENT LIABILITIES		
LONG-TERM BORROWINGS	11,027	5,894
DEFERRED INCOME	-	143
DEFERRED TAXATION	10,067	6,998
	<u>21,094</u>	<u>13,035</u>
CURRENT LIABILITIES		
TRADE PAYABLES	91,990	99,750
OTHER PAYABLES AND ACCRUALS	23,737	21,780
DEFERRED INCOME	143	286
PROVISION FOR TAXATION	1,070	1,064
SHORT-TERM BORROWINGS	27,284	42,971
	<u>144,224</u>	<u>165,851</u>
TOTAL LIABILITIES	165,318	178,886
TOTAL EQUITY AND LIABILITIES	<u>482,549</u>	<u>467,263</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)	21.76	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 31 DECEMBER 2017

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE PERIOD 12 MONTHS ENDED	
	(UNAUDITED) CURRENT YEAR QUARTER 31 DECEMBER 2017 RM'000	(UNAUDITED) CORRESPONDING QUARTER 31 DECEMBER 2016 RM'000	(UNAUDITED) CURRENT YEAR ENDED 31 DECEMBER 2017 RM'000	(AUDITED) CORRESPONDING YEAR ENDED 31 DECEMBER 2016 RM'000
CONTINUING OPERATIONS				
REVENUE	132,527	128,642	463,337	430,100
COST OF SALES	(97,895)	(96,867)	(345,727)	(329,929)
GROSS PROFIT	34,632	31,775	117,610	100,171
OTHER EXPENSE	(1,850)	(3,892)	(1,645)	(10,534)
DISTRIBUTION EXPENSES	(1,490)	(1,069)	(5,382)	(4,425)
ADMINISTRATIVE EXPENSES	(11,195)	(10,251)	(42,708)	(37,464)
RESEARCH AND DEVELOPMENT EXPENSES	(4,617)	(3,853)	(20,046)	(15,793)
RESULTS FROM OPERATING ACTIVITIES	15,480	12,710	47,829	31,955
FINANCE COSTS	(467)	(539)	(2,110)	(2,379)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	15,013	12,171	45,719	29,576
INCOME TAX EXPENSE	(3,437)	(4,927)	(9,464)	(8,513)
PROFIT AFTER TAX FROM CONTINUING OPERATIONS	11,576	7,244	36,255	21,063
OTHER COMPREHENSIVE INCOME/(EXPENSES), NET OF TAX	826	3,213	(965)	(1,514)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	12,402	10,457	35,290	19,549
PROFIT ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	6,940	3,799	22,369	11,273
NON-CONTROLLING INTERESTS	4,636	3,445	13,886	9,790
PROFIT FOR THE PERIOD	11,576	7,244	36,255	21,063
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	7,671	7,472	21,235	9,751
NON-CONTROLLING INTERESTS	4,731	2,985	14,055	9,798
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	12,402	10,457	35,290	19,549
EARNINGS PER SHARE(SEN)*				
Basic(Sen)	0.69	0.38	2.24	1.14
Diluted(Sen)	0.66	0.38	2.14	1.11

* Earnings per share is calculated based on the Profit Attributable to Owners of the Company divided by the weighted average number of ordinary shares 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 31 DECEMBER 2017

	(UNAUDITED) CURRENT YEAR 12 MONTHS ENDED 31 DECEMBER 2017 RM'000	(AUDITED) PRECEDING YEAR 12 MONTHS ENDED 31 DECEMBER 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	45,719	29,576
Adjustments for:-		
Amortisation of government grant	(286)	(286)
Amortisation of intangible assets	848	849
Depreciation of property, plant and equipment	27,051	26,319
Property, plant and equipment written off	145	1,012
Dividend income	(697)	(639)
Employees' share option scheme	2,625	1,740
Loss on disposal of property, plant & equipment	695	43
Gain on disposal of unquoted investment	(14)	(9)
Government grant income	(2,048)	(1,487)
Interest expense	1,600	1,902
Interest income	(149)	(451)
Net fair value gain on marketable securities	(63)	(7)
Inventories written down	3,306	7,133
Unrealised foreign exchange loss	2,701	2,370
Allowance for impairment losses on receivables	153	144
Reversal of impairment losses on trade receivables	(153)	(142)
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Operating profit before working capital changes	81,433	68,067
Increase in inventories	(20)	(16,841)
Decrease in trade and other receivables	(10,471)	(7,399)
Increase in trade and other payables	456	4,691
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CASH FROM OPERATIONS	71,398	48,518
Income tax paid	(6,295)	(1,154)
Interest paid	(1,600)	(1,902)
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NET CASH FROM OPERATING ACTIVITIES	63,503	45,462
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	149	451
Dividend received	697	639
Purchase of marketable securities	(22)	(24)
Additional investments in an existing subsidiary	(7,140)	-
Net withdrawal of fixed deposits with maturity period more than three months	5,015	2,813
(Placement)/Withdrawal of fixed deposit pledged with licensed banks	(12)	316
Proceeds from disposal of marketable securities	36	-
Proceeds from disposal of unquoted shares	94	89
Proceeds from disposal of property, plant & equipment	6,696	4,805
Purchase of property, plant and equipment	(48,096)	(54,636)
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NET CASH FOR INVESTING ACTIVITIES	(42,583)	(45,547)
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividend paid to:		
-shareholders of the Company	(4,991)	-
-non-controlling interest of the Company	-	(1,363)
Net repayment of bankers' acceptances	(3,810)	(17,224)
Repayment of hire purchase	(178)	(198)
Government grant received	2,048	1,487
Net drawdown of term loans	10,351	7,757
Exercise of employees share option scheme	3,071	607
Repayment of revolving credits	(15,500)	(4,500)
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NET CASH FOR FINANCING ACTIVITIES	(9,009)	(13,434)
NET INCREASE IN CASH AND CASH EQUIVALENTS	11,911	(13,519)
CURRENCY TRANSLATION DIFFERENCES	(7,080)	(407)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	36,682	50,608
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CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	41,513	36,682

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D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 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	-	-	174	-	-	(1,308)	22,369	21,235	14,055	35,290
Contribution by and distribution to Owners of the Company:										
-ESOS vested	-	-	-	2,625	-	-	-	2,625	-	2,625
-Issuance of shares	3,071	-	-	-	-	-	-	3,071	-	3,071
Total transactions with owners	3,071	-	-	2,625	-	-	-	5,696	-	5,696
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	(124)	-	-	124	-	-	-
Transfer to share capital for ESOS options exercised	2,423	-	-	(2,423)	-	-	-	-	-	-
Dividends paid to shareholders of the Company	-	-	-	-	-	-	(4,991)	(4,991)	-	(4,991)
Transition to no par value regime ⁽¹⁾	5,873	(5,873)	-	-	-	-	-	-	-	-
Changes in a subsidiary's ownership interest that do not result in a loss of control	-	-	-	-	-	-	(793)	(793)	(6,348)	(7,141)
Balance at 31 December 2017	110,350	-	(2,305)	12,450	29,918	11,386	56,651	218,450	98,781	317,231

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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