

D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2018

	(UNAUDITED) AS AT 31 MARCH 2018 RM'000	(AUDITED) AS AT 31 DECEMBER 2017 RM'000
NON-CURRENT ASSETS		
PROPERTY, PLANT & EQUIPMENT	165,104	166,111
INVESTMENTS IN UNQUOTED SHARES	8,293	8,374
INVESTMENT IN QUOTED SHARES	14,638	16,056
INTANGIBLE ASSETS	2,171	2,383
GOODWILL	24,207	24,207
	<u>214,413</u>	<u>217,131</u>
CURRENT ASSETS		
INVENTORIES	115,789	113,331
TRADE RECEIVABLES	91,513	101,178
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	5,712	7,269
TAX REFUNDABLE	6,316	3,830
INVESTMENT IN MARKETABLE SECURITIES	448	509
DEPOSITS WITH FINANCIAL INSTITUTIONS		
- NOT PLEDGED (MATURITY PERIOD < 3 MONTHS)	6,275	6,545
- NOT PLEDGED (MATURITY PERIOD > 3 MONTHS)	1,354	1,286
- PLEDGED	448	446
CASH AND BANK BALANCES	42,478	35,634
	<u>270,333</u>	<u>270,028</u>
TOTAL ASSETS	<u>484,746</u>	<u>487,159</u>
EQUITY AND LIABILITIES		
EQUITY		
SHARE CAPITAL	112,259	110,350
IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES	274,765	-
RESERVES	(90,207)	108,100
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	<u>296,817</u>	<u>218,450</u>
NON-CONTROLLING INTERESTS	27,123	98,780
TOTAL EQUITY	<u>323,940</u>	<u>317,230</u>
NON-CURRENT LIABILITIES		
LONG-TERM BORROWINGS	9,062	11,027
DEFERRED TAXATION	10,203	10,203
	<u>19,265</u>	<u>21,230</u>
CURRENT LIABILITIES		
TRADE PAYABLES	86,168	91,990
OTHER PAYABLES AND ACCRUALS	20,170	24,392
DEFERRED INCOME	71	143
PROVISION FOR TAXATION	6,945	4,890
SHORT-TERM BORROWINGS	28,187	27,284
	<u>141,541</u>	<u>148,699</u>
TOTAL LIABILITIES	160,806	169,929
TOTAL EQUITY AND LIABILITIES	<u>484,746</u>	<u>487,159</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)	29.44	21.76

Note: This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2017 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 MARCH 2018

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE PERIOD 3 MONTHS ENDED	
	(UNAUDITED) CURRENT YEAR QUARTER 31 MARCH 2018 RM'000	(UNAUDITED) CORRESPONDING QUARTER 31 MARCH 2017 RM'000	(UNAUDITED) CURRENT PERIOD ENDED 31 MARCH 2018 RM'000	(UNAUDITED) CORRESPONDING PERIOD ENDED 31 MARCH 2017 RM'000
CONTINUING OPERATIONS				
REVENUE	113,081	118,362	113,081	118,362
COST OF SALES	(82,241)	(88,709)	(82,241)	(88,709)
GROSS PROFIT	30,840	29,653	30,840	29,653
OTHER EXPENSE	(4,073)	(3,533)	(4,073)	(3,533)
DISTRIBUTION EXPENSES	(1,475)	(1,265)	(1,475)	(1,265)
ADMINISTRATIVE EXPENSES	(10,603)	(10,482)	(10,603)	(10,482)
RESEARCH AND DEVELOPMENT EXPENSES	(4,358)	(5,635)	(4,358)	(5,635)
RESULTS FROM OPERATING ACTIVITIES	10,331	8,738	10,331	8,738
FINANCE COSTS	(463)	(564)	(463)	(564)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	9,868	8,174	9,868	8,174
INCOME TAX EXPENSE	(2,220)	(1,143)	(2,220)	(1,143)
PROFIT AFTER TAX FROM CONTINUING OPERATIONS	7,648	7,031	7,648	7,031
OTHER COMPREHENSIVE (EXPENSES)/INCOME, NET OF TAX	(2,470)	3,036	(2,470)	3,036
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	5,178	10,067	5,178	10,067
PROFIT ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	5,132	4,986	5,132	4,986
NON-CONTROLLING INTERESTS	2,516	2,045	2,516	2,045
PROFIT FOR THE PERIOD	7,648	7,031	7,648	7,031
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
OWNERS OF THE COMPANY	2,974	7,379	2,974	7,379
NON-CONTROLLING INTERESTS	2,204	2,688	2,204	2,688
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	5,178	10,067	5,178	10,067
EARNINGS PER SHARE(SEN)*				
Basic(Sen)	0.51	0.50	0.51	0.50
Diluted(Sen)	0.34	0.49	0.34	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 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 MARCH 2018

	(UNAUDITED) CURRENT YEAR 3 MONTHS ENDED 31 MARCH 2018 RM'000	(UNAUDITED) PRECEDING YEAR 3 MONTHS ENDED 31 MARCH 2017 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	9,868	8,174
Adjustments for:-		
Amortisation of government grant	(71)	(71)
Amortisation of intangible assets	212	212
Depreciation of property, plant and equipment	7,100	6,601
Property, plant and equipment written off	85	-
Employees' share option scheme	764	610
Loss on disposal of property, plant & equipment	503	710
Gain on disposal of unquoted investment	(16)	(14)
Interest expense	350	433
Interest income	(20)	(55)
Net fair value loss/(gain) on marketable securities	61	(1)
Inventories written down	1,346	1,675
Unrealised foreign exchange loss/(gain)	151	(529)
Operating profit before working capital changes	20,333	17,745
(Increase)/Decrease in inventories	(3,804)	3,258
Decrease in trade and other receivables	11,490	4,473
(Decrease)/Increase in trade and other payables	(10,732)	450
CASH FROM OPERATIONS	17,287	25,926
Income tax paid	(2,651)	(212)
Interest paid	(350)	(433)
NET CASH FROM OPERATING ACTIVITIES	14,286	25,281
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	20	55
Net placement of fixed deposits with maturity period more than three months	(121)	(334)
Placement of fixed deposit pledged with licensed banks	(3)	(3)
Proceeds from disposal of unquoted shares	96	94
Proceeds from disposal of property, plant & equipment	47	6,306
Purchase of property, plant and equipment	(7,364)	(18,335)
NET CASH FOR INVESTING ACTIVITIES	(7,325)	(12,217)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net repayment of bankers' acceptances	(1,488)	(2,165)
Repayment of hire purchase	(26)	(54)
Net (repayment)/drawdown of term loans	(1,670)	10,303
Exercise of employees share option scheme	836	325
Net drawdown/(repayment) of revolving credits	2,500	(6,500)
NET CASH FROM FINANCING ACTIVITIES	152	1,909
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,113	14,973
CURRENCY TRANSLATION DIFFERENCES	(539)	(1,622)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	42,179	36,682
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	48,753	50,033

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D & O GREEN TECHNOLOGIES BERHAD (645371 - V)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2018

	←		→				Distributable				
	Share Capital RM'000	Share Premium RM'000	Irredeemable Convertible Preference Shares ("ICPS") RM'000	Non-distributable 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	Total Equity RM'000
Balance at 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	-	-	-	462	-	-	1,931	4,986	7,379	2,688	10,067
Contribution by and distribution to Owners of the Company:											
-ESOS vested	-	-	-	-	610	-	-	-	610	-	610
-Issuance of shares	325	-	-	-	-	-	-	-	325	-	325
Total transactions with owners	325	-	-	-	610	-	-	-	935	-	935
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	-	(19)	-	-	19	-	-	-
Transfer to share capital for ESOS options exercised	261	-	-	-	(261)	-	-	-	-	-	-
Transfer to share capital upon implementation of Companies Act 2016 ⁽¹⁾	5,873	(5,873)	-	-	-	-	-	-	-	-	-
Balance at 31 March 2017	105,442	-	-	(2,017)	12,702	29,918	14,625	44,947	205,617	93,762	299,379
Balance at 1 January 2018	110,350	-	-	(2,305)	12,449	29,918	11,386	56,652	218,450	98,780	317,230
Impact arising from adoption of:											
-MFRS 9	-	-	-	-	-	-	-	(68)	(68)	-	(68)
Total comprehensive (expense)/income for the year	-	-	-	(741)	-	-	(1,417)	5,132	2,974	2,204	5,178
Contribution by and distribution to Owners of the Company:											
-ESOS vested	-	-	-	-	764	-	-	-	764	-	764
-Issuance of ordinary shares	836	-	-	-	-	-	-	-	836	-	836
-Issuance of ICPS	-	-	275,213	-	-	-	-	-	275,213	-	275,213
-Conversion of ICPS	448	-	(448)	-	-	-	-	-	-	-	-
-Changes in a subsidiary's ownership interests that do not result in a loss of control	-	-	-	-	-	-	-	(201,352)	(201,352)	(73,861)	(275,213)
Total transactions with owners	1,284	-	274,765	-	764	-	-	(201,352)	75,461	(73,861)	1,600
Transfer of ESOS Reserve for lapsed ESOS options	-	-	-	-	(49)	-	-	49	-	-	-
Transfer to share capital for ESOS options exercised	625	-	-	-	(625)	-	-	-	-	-	-
Balance at 31 March 2018	112,259	-	274,765	(3,046)	12,539	29,918	9,969	(139,587)	296,817	27,123	323,940

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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