



UZMA BERHAD

(Company No : 769866-V)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016**

	(Unaudited) Quarter Ended 30.09.16 RM'000	(Unaudited) Quarter Ended 30.09.15 RM'000	(Unaudited) Period To Date 30.09.16 RM'000	(Unaudited) Period To Date 30.09.15 RM'000
Revenue	121,635	114,905	332,297	403,520
Cost of sales	<u>(92,314)</u>	<u>(90,616)</u>	<u>(250,584)</u>	<u>(312,390)</u>
Gross profit	29,321	24,289	81,713	91,130
Other income	<u>(806)</u>	<u>2,138</u>	<u>3,247</u>	<u>3,246</u>
	28,515	26,427	84,960	94,376
Administrative expenses	(12,437)	(12,973)	(36,793)	(36,648)
Operating expenses	<u>(6,175)</u>	<u>(4,605)</u>	<u>(18,641)</u>	<u>(15,505)</u>
	9,903	8,849	29,526	42,223
Unrealised gain / (loss) on foreign exchange	(3,667)	(26,699)	7,205	(34,450)
Finance costs	(3,350)	(2,437)	(9,243)	(5,893)
Share of profit of investments accounted for using the equity method	<u>603</u>	<u>1,030</u>	<u>2,616</u>	<u>5,701</u>
Profit/(Loss) before taxation	3,489	(19,257)	30,104	7,581
Income tax expense	<u>2,511</u>	<u>(942)</u>	<u>(700)</u>	<u>(7,398)</u>
Profit/(Loss) after taxation	6,000	(20,199)	29,404	183
Other comprehensive income/(expenses), net of tax Item that may be reclassified subsequently to profit or loss:				
-Foreign currency translation differences	4,747	9,751	(9,259)	16,702
Total comprehensive income/(loss) for the financial period	<u><u>10,747</u></u>	<u><u>(10,448)</u></u>	<u><u>20,145</u></u>	<u><u>16,885</u></u>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015



UZMA BERHAD

(Company No : 769866-V)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016**

	(Unaudited) Quarter Ended 30.09.16 RM'000	(Unaudited) Quarter Ended 30.09.15 RM'000	(Unaudited) Period To Date 30.09.16 RM'000	(Unaudited) Period To Date 30.09.15 RM'000
Profit/(Loss) after taxation attributable to :-				
Owners of the Company	5,017	(21,613)	26,554	(4,302)
Non-Controlling Interest	983	1,414	2,850	4,485
	<u>6,000</u>	<u>(20,199)</u>	<u>29,404</u>	<u>183</u>
Total comprehensive income/(loss) attributable to:-				
Owners of the Company	9,815	(12,006)	17,410	12,182
Non-Controlling Interest	932	1,558	2,735	4,703
	<u>10,747</u>	<u>(10,448)</u>	<u>20,145</u>	<u>16,885</u>
Earning per share (Note 27)				
- Basic (sen)	1.72	(7.62)	9.13	(1.57)
- Adjusted (sen)	2.98	1.79	6.65	11.02
- Diluted (sen)	-	-	-	-

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015.

UZMA BERHAD*(Company No : 769866-V)***CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016**

	(Unaudited) As at 30.09.16 RM'000	(Audited) As at 31.12.15 RM'000
ASSETS		
Non-current assets		
Investments in joint venture and associates	65,011	56,092
Other investment	4,191	11
Property, plant and equipment	407,591	251,769
Development expenditure	131,601	151,478
Goodwill on consolidation	61,368	61,368
Intangible assets	1,694	1,992
Deferred tax assets	112	112
	<u>671,568</u>	<u>522,822</u>
Current assets		
Inventories	25,813	16,767
Trade receivables	185,551	161,321
Other receivables, deposits and prepayments	37,894	31,327
Tax recoverable	12,959	11,305
Amount owing by contract customers	2,015	4,515
Amount owing by an associate	5,169	5,209
Short-term investments	40	39
Fixed deposits with licensed banks	23,170	23,912
Cash and bank balances	89,310	45,404
	<u>381,921</u>	<u>299,799</u>
TOTAL ASSETS	<u><u>1,053,489</u></u>	<u><u>822,621</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	145,468	145,468
Reserves	228,094	210,684
Shareholders' equity	<u>373,562</u>	<u>356,152</u>
Non-controlling interests	17,885	15,150
Total equity	<u>391,447</u>	<u>371,302</u>
Non-current liabilities		
Long-term borrowings	379,706	101,892
Deferred tax liabilities	3,380	7,471
	<u>383,086</u>	<u>109,363</u>
Current liabilities		
Trade payables	123,204	81,190
Other payables and accruals	17,712	49,589
Provision for taxation	2,019	2,169
Short-term borrowings	110,350	191,277
Bank overdraft	25,671	17,731
	<u>278,956</u>	<u>341,956</u>
Total liabilities	<u>662,042</u>	<u>451,319</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,053,489</u></u>	<u><u>822,621</u></u>
Net assets per share attributable to owners of the Company (RM)	1.28	1.22

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015.

UZMA BERHAD
(Company No : 769866-V)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016**

	<-----Non- Distributable----->					Distributable			
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Translation Reserves RM'000	Merger Deficit RM'000	Capital Reserve RM'000	Retained Profits RM'000	Attributable To The Owners Of The Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
Balance at 01.01.2015	132,000	44,247	1,576	(29,700)	51	106,356	254,530	9,136	263,666
Profit after taxation for the financial period	-	-	-	-	-	(4,302)	(4,302)	4,485	183
Other comprehensive income for the financial period, net of tax	-	-	16,484	-	-	-	16,484	218	16,702
Total comprehensive income for the financial period	-	-	16,484	-	-	(4,302)	12,182	4,703	16,885
Contribution by owners of the Company									
- Issuance of ordinary shares	13,468	51,995	-	-	-	-	65,463	-	65,463
- Share issue expenses	-	(268)	-	-	-	-	(268)	-	(268)
Balance at 30.09.2015	145,468	95,974	18,060	(29,700)	51	102,054	331,907	13,839	345,746

	<-----Non- Distributable----->					Distributable			
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Reserve RM'000	Merger Deficit RM'000	Capital Reserve RM'000	Retained Profits RM'000	Attributable To The Owners Of The Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
Balance at 01.01.2016	145,468	95,853	32,863	(29,700)	76	111,592	356,152	15,150	371,302
Profit after taxation for the financial period	-	-	-	-	-	26,554	26,554	2,850	29,404
Other comprehensive income for the financial period, net of tax	-	-	(9,144)	-	-	-	(9,144)	(115)	(9,259)
Total comprehensive income for the financial period	-	-	(9,144)	-	-	26,554	17,410	2,735	20,145
Balance at 30.09.2016	145,468	95,853	23,719	(29,700)	76	138,146	373,562	17,885	391,447

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015.

UZMA BERHAD*(Company No : 769866-V)***CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016**

	(Unaudited) Cummulative Period To Date 30.09.16 RM'000	(Unaudited) Corresponding Period To Date 30.09.15 RM'000
Profit before taxation	30,104	7,581
Adjustments for non-cash items :		
Depreciation of property, plant and equipment	11,994	10,195
Amortisation of intangible assets	299	299
Share of profit of investments accounted for using the equity method	(2,616)	(5,701)
Other non-cash items	(1,621)	40,084
Operating profit before working capital changes	38,160	52,458
Changes in working capital	3,279	(64,479)
	41,439	(12,021)
Tax paid	(6,594)	(13,789)
Interest paid	(9,234)	(5,121)
Net cash from/(for) operating activities	25,611	(30,931)
Investing activities		
Interest received	397	259
Dividend received from a joint venture	-	980
Additional investment in a joint venture	-	(18,568)
Investment in an associate	(6,303)	-
Long term investment	(4,180)	-
Partial payment for investment	(6,470)	-
Purchase of property, plant and equipment	(168,208)	(20,587)
Development expenditure incurred	(1,581)	(99,235)
(Placement)/ withdrawal of deposits pledged with licensed banks	(3,885)	907
Net cash for investing activities	(190,230)	(136,244)
Financing activities		
Proceeds from issuance of ordinary shares	-	53,963
Share issue expenses	-	(268)
Drawdown of bank loans, net	195,739	150,260
Drawdown/(Repayment) of factoring, net	592	(4,149)
Repayment of hire purchase	(375)	(164)
Dividend paid to owners of the Company	-	(9,979)
Net cash from financing activities	195,956	189,663
Net change in cash and cash equivalents	31,337	22,488
Effect of exchange rate changes	2	607
Cash and cash equivalents at beginning of the period	32,301	23,080
Cash and cash equivalents at end of the period	63,640	46,175
Cash and cash equivalents at end of the period comprised:		
Fixed deposit with licences banks	23,170	13,195
Cash and bank balances	89,310	57,896
Bank overdrafts	(25,671)	(14,592)
	86,809	56,499
Less: Fixed deposits pledged with licensed banks	(23,169)	(10,324)
	63,640	46,175

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015



UZMA BERHAD

(Company No: 769866-V)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

1. BASIS OF REPORTING PREPARATION

The condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provision of the Listing Requirements of the Bursa Malaysia Securities Berhad and Malaysia Financial Reporting Standard 134: *Interim Financial Reporting* (“MFRS 134”).

The condensed consolidated interim financial statements should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2015. The explanatory notes attached to the condensed consolidated 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 2015.

The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those applied by the Group in its audited financial statements for the year ended 31 December 2015.

(a) Adoption of Amendments to Standards and IC Interpretations

The Group has adopted the following Amendments to Standards and IC Interpretations, with a date of initial application of 1 January 2016:

Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 10, MFRS 12 and MFRS 128 (2011):
Investment Entities – Applying the Consolidation Exception
Amendments to MFRS 101: Presentation of Financial Statements – Disclosure Initiative
Amendments to MFRS 116 and MFRS 138:
Clarification of Acceptable Methods of Depreciation and Amortization
Amendments to MFRS 116 and MFRS 141: Agriculture – Bearer Plants
Amendments to MFRS 127 (2011): Equity Method in Separate Financial Statements
Annual Improvements to MFRSs 2012 – 2014 Cycle

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

1. BASIS OF REPORTING PREPARATION (CONT'D)

(b) Standards issued but not yet effective

The Group will adopt the following pronouncements when they become effective in the respective financial periods:

Description	Effective Date
MFRS 15 Revenue from Contracts with Customers & Amendments to MFRS 15: Effective Date of MFRS 15	1 January 2018
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
Amendments to MFRS 10 and MFRS 128 (2011): Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

These pronouncements are not expected to have any material impact to the financial statements of the Group upon their initial application, except for described below:

MFRS 9 Financial Instruments

MFRS 9 (IFRS 9 issued by IASB in July 2015) replaces MFRS 139. This Standard made changes to the requirements for classification and measurement, impairment, and hedge accounting. The Group is currently assessing the impact of the adoption of this Standard in relation to the new requirements for classification and measurement and impairment. The requirements for hedge accounting are not relevant to the Group.

2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no qualification on the audited financial statements of the Company for the financial year ended 31 December 2015.

3. SEASONAL OR CYCLICAL FACTORS

The principal business operations of the Group are not significantly affected by seasonal or cyclical factors during the period under review.

4. ITEMS OF UNUSUAL NATURE AND AMOUNT

There were no items affecting assets, liabilities, equity, net income or cash flow that are unusual because of their nature, size or incidence in the interim financial reports.

5. MATERIAL CHANGES IN ESTIMATES

There were no changes in the estimates of amount relating to the prior financial years that have a material effect in the current quarter under review.

6. ISSUANCES, REPURCHASES, AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

There were no issuances, repurchases, and repayments of debt and equity securities during the current quarter and period to date.

7. DIVIDENDS PAID

No dividend had been paid and / or recommended for the current financial period.

8. SEGMENTAL INFORMATION

The Group is organised into 3 main business segments as follows:-

- (i) Services segment - involved in provision of geoscience and reservoir engineering, drilling, project and oilfield operations services, wireline services and other specialised services.
- (ii) Trading segment - involved in manufacturing, marketing, distribution and supply of oilfield chemicals, petrochemical and chemical products, equipment and services, trading of hardware and equipment for oil refinery.
- (iii) Investment holding

	SERVICES RM'000	TRADING RM'000	INVESTMENT HOLDING RM'000	ELIMINATIONS RM'000	THE GROUP RM'000
REVENUE					
External revenue	261,657	70,640	-	-	332,297
Inter-segment revenue	3,943	3,349	225	(7,517)	-
Total revenue	<u>265,600</u>	<u>73,989</u>	<u>225</u>	<u>(7,517)</u>	<u>332,297</u>
RESULTS					
Segment results	24,941	10,592	1,198	-	36,731
Finance costs	(9,089)	(49)	(105)	-	(9,243)
Share of profit of investments accounted for using the equity method					<u>2,616</u>
Profit from ordinary activities before taxation					30,104
Income tax expense					<u>(700)</u>
Profit from ordinary activities after taxation					29,404
Non- controlling interest					<u>(2,850)</u>
Net profit attributable to owners of the Company					<u>26,554</u>

9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of property, plant and equipment in the current period under review.

10. CAPITAL COMMITMENTS

Approved and contracted for plant and equipment RM58,000,000

11. MATERIAL EVENTS SUBSEQUENT TO THE END OF PERIOD REPORTED

There were no material events subsequent to the end of the current quarter.

12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group from the beginning of the period up to 29 November 2016.

13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in the contingent liabilities and contingent assets of the Group during the quarter under review.

The Company has given corporate guarantees to licensed financial institutions for banking facilities granted to its subsidiaries. In relation thereto, the Company has contingent liabilities amounting to approximately RM579.0 million as at 30 September 2016.

14. REVIEW OF PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES

	(Unaudited) Cumulative Period To Date 30.09.2016 RM'000	(Unaudited) Cumulative Period To Date 30.09.2015 RM'000	Difference	
			RM'000	%
Revenue	332,297	403,520	(71,223)	-17.7%
Gross profit	81,713	91,130	(9,417)	-10.3%
Profit before taxation	30,104	7,581		
Less: Unrealised gain / (loss) on foreign exchange	7,205	(34,450)		
	<u>22,899</u>	<u>42,031</u>	(19,132)	-45.5%

The Group's revenue decreased by RM71.2 million or 17.7% as compared to PTD 2015. As a result of lower revenue, gross profit decreased by RM9.4 million or 10.3%.

The Group reported a decrease in profit before taxation (excluding unrealised gain / (loss) on foreign exchange) of RM19.1 million or 45.5% in PTD 2016 as compared to PTD 2015, mainly caused by lower gross profit, higher finance costs, and lower share of profit in joint venture.

15. MATERIAL CHANGES IN THE RESULTS OF THE CURRENT QUARTER COMPARED TO THE RESULTS OF THE PRECEDING QUARTER

	(Unaudited) Current Quarter Ended 30.09.2016 RM'000	(Unaudited) Preceding Quarter Ended 31.06.2016 RM'000	Difference	
			RM'000	%
Revenue	121,635	91,525	30,110	32.9%
Gross profit	29,321	26,351	2,970	11.3%
Profit before taxation	3,489	3,157		
Less: Unrealised gain / (loss) on foreign exchange	(3,667)	(4,917)		
	7,156	8,074	(918)	-11.4%

The Group's revenue increased by RM30.1 million or 32.9%. Gross profit increased by RM3.0 million or 11.3% in the current quarter as compared to the preceding quarter.

However the Group reported a decrease in profit before taxation (excluding unrealised gain / (loss) on foreign exchange) of RM0.9 million or 11.4% in the current quarter as compared to the preceding quarter, mainly due to lower share of profit in joint venture.

16. PROSPECTS AND PROGRESS TO ACHIEVE FORECAST FOR THE REMAINING PERIOD TO THE END OF FINANCIAL YEAR OR NEXT FINANCIAL YEAR

The joint venture between Uzma Energy Venture (Sarawak) Sdn. Bhd. and EQ Petroleum Developments Malaysia Sdn. Bhd. (the "Contractors") had achieved first oil from Tanjung Baram Fields (as disclosed in note (v) below) on 18 August 2015. Pursuant to the Small Field Risk Service Contract signed with Petroliaam Nasional Berhad, the Contractors are responsible for incurring costs for development and production of petroleum from the Tanjung Baram Fields, and will be reimbursed for the costs incurred. The Contractors will also receive remuneration fee, linked to performance variables, for a contract period of nine years.

Barring any unforeseen circumstances, the Directors remain optimistic with the Group's prospects for the remaining period to the end of financial year and next financial year, based on the positive developments of the Company specific in 2016 as follows:

- (i) As announced on 16 February 2012, UESB was awarded a contract by PETRONAS to provide well testing equipment and services for Petronas Drilling Programmes – West Region. The contract value is estimated at RM350 million for contract period of five (5) years effective from 1 April 2012 to 31 March 2017.

16. PROSPECTS AND PROGRESS TO ACHIEVE FORECAST FOR THE REMAINING PERIOD TO THE END OF FINANCIAL YEAR OR NEXT FINANCIAL YEAR (CONT'D)

- (ii) As announced on 19 January 2012, the Group has completed the acquisition of 30.02 % equity interest in SVP principally engaged in the business of oil and gas services specialising in providing well-pumping and coil tubing services within the oil and gas sector. SVP is currently contributing positively to the Group's earnings.
- (iii) As announced on 6 August 2012, Malaysian Energy Chemical & Services Sdn. Bhd. ("MECAS") was awarded a contract by Talisman Malaysia Limited for the supply of chemical and related services. The contract value is estimated at RM62 million for contract period of five (5) years effective from 6 July 2012 to 5 July 2017 with four extension option of 1 year each.
- (iv) As announced on 19 April 2013, MECAS received a Letter of Award from EMEPMI for the provision of oilfield chemicals and associated services. The contract period is for 5 years (primary term) from 1 April 2013 to 31 March 2018 with an extension option of 2 years. The value for the primary term is estimated at RM238 million.
- (v) On 1 April 2014, the Company announced that a contractor Group that includes its wholly owned subsidiary, Uzma Energy Venture (Sarawak) Sdn. Bhd. and EQ Petroleum Developments Malaysia Sdn. Bhd. ("Contractor Group"), had on 27 March 2014 signed a Small Field Risk Service Contract ("SFRSC") with Petroliam Nasional Berhad to carry out the development and production of petroleum from the Tanjung Baram Fields.
- (vi) As announced on 23 July 2014, Uzma completed the acquisition of the entire equity interest in MMSVS Group Holdings Limited ("MMSVS"). The principal activities of MMSVS are the provision of services in relation to the repair and maintenance of exploratory and production wells utilizing Hydraulic Workover Units. The acquisition is expected to contribute positively to the Group's future earnings.
- (vii) As announced on 4 August 2014, Uzma completed the acquisition of the entire issued and paid-up share capital of Premier Enterprise Corporation (M) Sdn Bhd ("PEC"). PEC is principally engaged in the business of oil and gas services specialising in the business of trading of chemical and other commodities in oil refinery. The acquisition is envisaged to provide earning accretion to the Company upon completion of the acquisition.
- (viii) As announced on 16 January 2015, UESB was awarded by PETRONAS Carigali Sdn Bhd, a contract for the provision of Through Tubing Downhole Tools and Services. The contract period will be for 2 years which is effective from 1 January 2015 to 31 December 2016 with an extension option of 1 year. The value of the contract is estimated at RM50 million.
- (ix) As announced on 17 February 2015, UESB was awarded by PETRONAS Carigali Sdn Bhd with a contract for the provision of Cased Hole Electric-Line Logging Perforation and other services. The contract is valued at RM59 million. The duration of the contract is for 2 years effective from 28 January 2015, with an option to extend for an additional 1 year.

16. PROSPECTS AND PROGRESS TO ACHIEVE FORECAST FOR THE REMAINING PERIOD TO THE END OF FINANCIAL YEAR OR NEXT FINANCIAL YEAR (CONT'D)

- (x) On 21 May 2015, Sazma Aviation Sdn. Bhd., a 40% associate company of Uzma, was awarded by PETRONAS Carigali Sdn Bhd (“PCSB”) with a contract for the provision of aviation services for PETRONAS Sabah Operations (SBO). The contract is valued at RM154 million. The duration of the contract is for five years effective from 23 March 2015 to 22 March 2020 with an extension option exercisable by PCSB of 1 year until 22 March 2021.
- (xi) As announced on 10 July 2015, UESB was awarded by PETRONAS Carigali Sdn Bhd (“PCSB”) with a contract for Leasing, Operation and Maintenance of the D18 Water Injection Facility for PCSB. The contract value is estimated at RM350 million to RM400 million. The duration of the contract is for 5 years leasing period effective from 31 March 2016.

17. STATEMENT BY DIRECTORS

Not applicable.

18. VARIANCE BETWEEN ACTUAL PROFIT AND FORECAST PROFIT

Not applicable as the Group has not previously disclosed or announced any revenue or profit forecast, estimate, projection or internal targets since the beginning of financial year ending 31 December 2016.

19. TAXATION

	(Unaudited) Current Quarter Ended 30.09.2016 RM'000	(Unaudited) Corresponding Quarter Ended 30.09.2015 RM'000	(Unaudited) Cumulative Period To Date 30.09.2016 RM'000	(Unaudited) Corresponding Period To Date 30.09.2015 RM'000
Current tax	1,037	(3,115)	(4,791)	(10,242)
Deferred tax	267	1,173	1,046	(156)
MIDA tax deduction*	1,207	1,000	3,045	3,000
	<u>2,511</u>	<u>(942)</u>	<u>(700)</u>	<u>(7,398)</u>

*Tax incentive is given by Malaysian Investment Development Authority (“MIDA”) for acquisition of MMSVS as disclosed in Note 16 (vi).

20. ADDITIONAL DISCLOSURE

	(Unaudited) Current Quarter Ended 30.09.2016 RM'000	(Unaudited) Cumulative Period To Date 30.09.2016 RM'000
<u>Profit for the period is arrived at after crediting/ (charging):</u>		
- Net foreign exchange gain / (loss)	(4,977)	5,893
- Depreciation of property, plant and equipment	(4,129)	(11,994)
- Amortisation of intangible assets	(100)	(299)

Other than the above, there is no impairment loss on trade receivables, impairment loss on property, plant and equipment, gain or loss on disposal of quoted or unquoted securities, inventories written off, gain or loss on derivatives and exceptional items included in the results for current quarter.

21. STATUS OF CORPORATE PROPOSAL

There are no corporate proposals announced by the Group that have not been completed as at 29 November 2016.

22. STATUS OF UTILISATION OF PROCEEDS

In year 2014, the Company issued 132,000,000 new ordinary shares of RM0.50 each at an issue price of RM0.75 per right share on the basis of one right share for every one existing ordinary share ("Right Issue"). The total proceeds raised from the Right Issue was RM99,000,000. The proceeds had been fully utilised as at 31 March 2016.

23. GROUP BORROWINGS AND DEBT SECURITIES

The Group's borrowings as at 30 September 2016 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short-term borrowings:</u>			
Bank loans	110,207	-	110,207
Hire purchase payables	143	-	143
	<u>110,350</u>	<u>-</u>	<u>110,350</u>
<u>Long-term borrowings:</u>			
Bank loans	378,360	-	378,360
Hire purchase payables	1,346	-	1,346
	<u>379,706</u>	<u>-</u>	<u>379,706</u>
Total	<u>490,056</u>	<u>-</u>	<u>490,056</u>

24. OFF STATEMENT OF FINANCIAL POSITION FINANCIAL INSTRUMENTS

The Group does not have any off statement of financial position financial instruments.

25. MATERIAL LITIGATION

As at 29 November 2016, neither the Company nor its subsidiaries is involved in any material litigation and arbitration either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiaries and the Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Company or its subsidiaries.

26. PROPOSED DIVIDEND

No dividend has been proposed for the current quarter.

27. EARNINGS PER SHARE (“EPS”)

	(Unaudited) Current Quarter ended 30.09.2016	(Unaudited) Corresponding Quarter ended 30.09.2015	(Unaudited) Cumulative Period to date 30.09.2016	(Unaudited) Corresponding Period to date 30.09.2015
(i) Basic EPS				
Net profit/(loss) attributable to owners of the Company (RM'000)	5,017	(21,613)	26,554	(4,302)
Weighted average number of ordinary shares in issue ('000)	290,936	283,740	290,936	273,552
Basic EPS (sen)	<u>1.72</u>	<u>(7.62)</u>	<u>9.13</u>	<u>(1.57)</u>
(ii) Adjusted EPS				
Net profit/(loss) attributable to owners of the Company (RM'000)	5,017	(21,613)	26,554	(4,302)
Less : Unrealised gain / (loss) on foreign exchange	(3,667)	(26,699)	7,205	(34,450)
	8,684	5,086	19,349	30,148
Weighted average number of ordinary shares in issue ('000)	290,936	283,740	290,936	273,552
Adjusted EPS (sen)	<u>2.98</u>	<u>1.79</u>	<u>6.65</u>	<u>11.02</u>

(a) Basic EPS

The basic EPS is calculated based on the Group's profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the reporting period.

(b) Adjusted EPS

The adjusted EPS is calculated based on the Group's profit attributable to owners of the Company (excluding unrealised gain / loss on foreign exchange) divided by the weighted average number of ordinary shares in issue during the reporting period.

(c) Fully diluted EPS

Fully diluted EPS were not computed as there were no outstanding potential ordinary shares to be issued as at the end of the reporting period.

28. REALISED AND UNREALISED PROFITS DISCLOSURE

The retained profits as at 30 September 2016 and 31 December 2015 are analysed as follows:

	(Unaudited) As at 30.09.2016 RM'000	(Audited) As at 31.12.2015 RM'000
Total retained profits / (accumulated losses) of the Company and the subsidiaries		
- Realised	117,224	138,364
- Unrealised	3,937	(40,942)
	<u>121,161</u>	<u>97,422</u>
Total share of profit of investments accounted for using the equity method		
- Realised	16,985	14,170
Total Group retained profits	<u>138,146</u>	<u>111,592</u>