



**TIEN WAH PRESS HOLDINGS BERHAD**  
**(CO.NO. 340434-K)**

Quarterly report on consolidated results for the twelve months ended 31 December 2017

The figures have not been audited.

**PART A2: SUMMARY OF KEY FINANCIAL INFORMATION**

	INDIVIDUAL QUARTER			Changes (Amount/ %)	CUMULATIVE QUARTER		Changes (Amount/ %)
	CURRENT YEAR QUARTER 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2016 RM'000			CURRENT YEAR TO DATE 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 December 2016 RM'000	
1	Revenue	93,948	82,218	14.3%	417,309	328,704	27.0%
2	Profit/(loss) before tax	648	34,311	(98.1%)	(35,970)	51,194	(170.3%)
3	Profit/(loss) for the period	543	38,196	(98.6%)	(32,192)	52,603	(161.2%)
4	(Loss)/Profit attributable to ordinary equity holders of the Company	(1,275)	48,304	(102.6%)	(18,685)	64,188	(129.1%)
5	Basic (loss)/earnings per share (sen)	(0.88)	33.69	(102.6%)	(12.91)	44.77	(128.8%)
6	Proposed / Declared Dividend per share (sen)	4.00	8.00	(50.0%)	6.00	12.00	(50.0%)
		AS AT END OF CURRENT QUARTER			AS AT PRECEDING FINANCIAL YEAR END		
7	Net assets per share attributable to ordinary equity holders of the Company (RM)	2.31			2.63		
	Remarks :						

**PART A3: ADDITIONAL INFORMATION**

	INDIVIDUAL QUARTER			Changes (Amount/ %)	CUMULATIVE QUARTER		Changes (Amount/ %)
	CURRENT YEAR QUARTER 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2016 RM'000			CURRENT YEAR TO DATE 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 December 2016 RM'000	
1	Gross interest income	850	921	(7.7%)	3,673	1,945	88.8%
2	Gross interest expense	(1,922)	(544)	(253.0%)	(6,525)	(2,168)	(201.0%)
	Remarks :						



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO.NO. 340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2017**

	2017 Current Quarter Ended 31 December (RM '000)	2016 Comparative Quarter Ended 31 December (RM '000)	Changes (Amount / %)	2017 Cumulative Twelve months Ended 31 December (RM '000)	2016 Cumulative Twelve months Ended 31 December (RM '000)	Changes (Amount / %)
Revenue	93,948	82,218	14.3%	417,309	328,704	27.0%
Cost of sales	(83,449)	(69,212)	20.6%	(366,168)	(272,577)	34.3%
<b>Gross profit</b>	<b>10,499</b>	<b>13,006</b>	<b>(19.3%)</b>	<b>51,141</b>	<b>56,127</b>	<b>(8.9%)</b>
Other income	1,747	35,389	(95.1%)	6,070	42,683	(85.8%)
Distribution expenses	(1,477)	(2,228)	(33.7%)	(7,911)	(8,786)	(10.0%)
Administrative expenses	(7,750)	(7,752)	(0.0%)	(33,404)	(29,795)	12.1%
Other expenses	(1,375)	(5,987)	(77.0%)	(49,530)	(13,389)	269.9%
<b>Results from operating activities</b>	<b>1,644</b>	<b>32,428</b>	<b>(94.9%)</b>	<b>(33,634)</b>	<b>46,840</b>	<b>(171.8%)</b>
Finance income	850	921	(7.7%)	3,673	1,945	88.8%
Finance costs	(1,922)	(544)	253.0%	(6,525)	(2,168)	201.0%
<b>Operating profit/(loss)</b>	<b>572</b>	<b>32,805</b>	<b>(98.3%)</b>	<b>(36,486)</b>	<b>46,617</b>	<b>(178.3%)</b>
Share of profit of equity-accounted associate, net of tax	-	1,334	(100.0%)	-	5,102	(100.0%)
Share of profit/(loss) of equity-accounted joint venture, net of tax	76	172	(55.8%)	516	(525)	(198.3%)
<b>Profit/(Loss) before tax</b>	<b>648</b>	<b>34,311</b>	<b>(98.1%)</b>	<b>(35,970)</b>	<b>51,194</b>	<b>(170.3%)</b>
Tax expense	(105)	3,885	(102.7%)	3,778	1,409	168.1%
<b>Profit/(Loss) for the period</b>	<b>543</b>	<b>38,196</b>	<b>(98.6%)</b>	<b>(32,192)</b>	<b>52,603</b>	<b>(161.2%)</b>
<b>Profit for the period attributable to:</b>						
Owners of the Company	(1,275)	48,304	(102.6%)	(18,685)	64,188	(129.1%)
Non-controlling interests	1,818	(10,108)	(118.0%)	(13,507)	(11,585)	16.6%
<b>Profit/(Loss) for the period</b>	<b>543</b>	<b>38,196</b>	<b>(98.6%)</b>	<b>(32,192)</b>	<b>52,603</b>	<b>(161.2%)</b>
<b>Earnings/(Loss) per ordinary share :</b>						
-basic (sen)	(0.88)	33.69		(12.91)	44.77	

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2016)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO.NO.340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2017**

	2017 Current Quarter Ended 31 December (RM '000)	2016 Comparative Quarter Ended 31 December (RM '000)	2017 Cumulative Twelve months Ended 31 December (RM '000)	2016 Cumulative Twelve months Ended 31 December (RM '000)
<b>Profit/(Loss) for the period</b>	543	38,196	(32,192)	52,603
<b>Items that are or may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(10,259)	10,489	(13,925)	7,107
<b>Total comprehensive(loss)/income for the period, net of tax</b>	<u>(9,716)</u>	<u>48,685</u>	<u>(46,117)</u>	<u>59,710</u>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	(9,760)	56,232	(32,684)	69,159
Non-controlling interests	44	(7,547)	(13,433)	(9,449)
<b>Total comprehensive (loss)/income for the period, net of tax</b>	<u>(9,716)</u>	<u>48,685</u>	<u>(46,117)</u>	<u>59,710</u>

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2016)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2017**

	As at 31 December 2017	As at 31 December 2016
	(RM '000)	(RM '000)
<b>Assets</b>		
Property, plant and equipment	249,008	262,936
Investment properties	43,451	-
Intangible assets	80,178	91,497
Investment in joint venture	7,455	5,938
Deferred tax assets	2,314	1,496
Other receivables	3,606	8,662
<b>Total non-current assets</b>	<b>386,012</b>	<b>370,529</b>
Trade and other receivables	149,418	155,269
Inventories	82,006	85,571
Current tax assets	1,478	1,178
Asset classified as held for sale	442	-
Cash & cash equivalents	33,043	72,067
<b>Total current assets</b>	<b>266,387</b>	<b>314,085</b>
<b>Total assets</b>	<b>652,399</b>	<b>684,614</b>
<b>Equity</b>		
Share capital ( <i>Note</i> )	156,187	144,743
Reserves	177,974	236,576
<b>Total equity attributable to owners of the Company</b>	<b>334,161</b>	<b>381,319</b>
<b>Non-controlling interests</b>	<b>34,237</b>	<b>47,670</b>
<b>Total equity</b>	<b>368,398</b>	<b>428,989</b>
<b>Liabilities</b>		
Deferred tax liabilities	3,235	8,524
Employee benefits	662	822
Loans and borrowings	66,207	87,209
Trade and other payables	33,143	12,409
<b>Total non-current liabilities</b>	<b>103,247</b>	<b>108,964</b>
Loans and borrowings	67,804	50,952
Trade and other payables	112,578	95,513
Current tax liabilities	372	196
<b>Total current liabilities</b>	<b>180,754</b>	<b>146,661</b>
<b>Total liabilities</b>	<b>284,001</b>	<b>255,625</b>
<b>Total equity and liabilities</b>	<b>652,399</b>	<b>684,614</b>

*Note:* Number of ordinary shares issued as at 31 December 2017 is 144,742,500 (31 December 2016 is 144,742,500)

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2016)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO.NO. 340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017**

	Attributable to Equity Holders of the Company				Total	Non-controlling Interest	Total Equity
	Non-Distributable		Distributable				
	Share Capital (RM '000)	Share Premium (RM '000)	Translation Reserve (RM '000)	Retained Earnings (RM '000)	(RM '000)	(RM '000)	(RM '000)
At 1 January 2017	144,743	11,444	35,140	189,992	381,319	47,670	428,989
Foreign currency translation differences for foreign operations	-	-	(13,999)	-	(13,999)	74	(13,925)
Total other comprehensive income for the period	-	-	(13,999)	-	(13,999)	74	(13,925)
(Loss)/Profit for the period	-	-	-	(18,685)	(18,685)	(13,507)	(32,192)
<b>Total comprehensive income for the period</b>	-	-	<b>(13,999)</b>	<b>(18,685)</b>	<b>(32,684)</b>	<b>(13,433)</b>	<b>(46,117)</b>
Transfer in accordance with Section 618(2) of the Companies Act 2016	11,444	(11,444)	-	-	-	-	-
Dividends to owners of the Company	-	-	-	(14,474)	(14,474)	-	(14,474)
Dividends to non-controlling interest	-	-	-	-	-	-	-
Total transactions with owners of the Company	11,444	(11,444)	-	(14,474)	(14,474)	-	(14,474)
At 31 December 2017	156,187	-	21,141	156,833	334,161	34,237	368,398
<i>Note</i>							
At 1 January 2016	96,495	12,504	30,169	145,103	284,271	62,168	346,439
Foreign currency translation differences for foreign operations	-	-	4,971	-	4,971	2,136	7,107
Total other comprehensive income for the period	-	-	4,971	-	4,971	2,136	7,107
Profit for the period	-	-	-	64,188	64,188	(11,585)	52,603
<b>Total comprehensive income for the period</b>	-	-	<b>4,971</b>	<b>64,188</b>	<b>69,159</b>	<b>(9,449)</b>	<b>59,710</b>
Issue of ordinary shares	48,248	-	-	-	48,248	-	48,248
Share issuance expenses	-	(1,060)	-	-	(1,060)	-	(1,060)
Dividends to owners of the Company	-	-	-	(19,299)	(19,299)	-	(19,299)
Dividends to non-controlling interest	-	-	-	-	-	(5,049)	(5,049)
Total transactions with owners of the Company	48,248	(1,060)	-	(19,299)	27,889	(5,049)	22,840
At 31 December 2016	144,743	11,444	35,140	189,992	381,319	47,670	428,989

*Note:* With the Companies Act 2016 ("New Act") coming into effect on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, the amount standing to the credit of the share premium account of RM11,444,000 becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. There is no impact on the number of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition. Pursuant to Section 618(3) of the New Act, the Group may exercise its right to use the credit amounts being transferred from share premium account within 24 months after the commencement of the New Act. The Board of Directors will make a decision thereon by 31 January 2019.

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2016)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017**

	2017 Twelve months ended 31 December RM '000	2016 Twelve months ended 31 December RM '000
<b>Cash flows from operating activities</b>		
(Loss)/Profit before tax	(35,970)	51,194
Adjustments for :		
- Amortisation of intangible assets	4,334	1,401
- Depreciation of property, plant and equipment	36,400	26,604
- Gain on disposal of property, plant and equipment	(34)	(32,533)
- Gain on disposal of an associate	-	(936)
- Impairment loss on property, plant and equipment	7,280	-
- Net interest expense	2,852	223
- Share of (profit)/loss of equity-accounted joint venture, net of tax	(516)	525
- Share of profit of equity-accounted associate, net of tax	-	(5,102)
- Employee benefits, included employee redundancy	32,011	14,653
- Other non-cash items	8,921	(591)
Operating profit before changes in working capital	55,278	55,438
-Changes in inventories	(4,275)	6,870
-Changes in trade and other receivables	4,509	(20,712)
-Changes in trade and other payables	27,573	12,225
<b>Cash from operations</b>	83,085	53,821
- Interest received	3,673	1,945
- Employee benefits used, included employee redundancy	(36,460)	(17,217)
- Income tax paid	(2,413)	(3,390)
<b>Net cash from operating activities</b>	47,885	35,159
<b>Cash flows from investing activities</b>		
- Acquisition of property, plant and equipment	(103,790)	(37,630)
- Acquisition of subsidiary, net of cash and cash equivalents acquired	-	(102,794)
- Increase in intangible assets	-	(6,280)
- Proceeds from disposal of property, plant and equipment	11,633	8,409
- Proceeds from disposal of an associate	-	10,500
- Investment in joint venture	(1,000)	(5,000)
- Change in pledged deposits	(3)	(4)
- Dividend received	-	5,730
<b>Net cash used in investing activities</b>	(93,160)	(127,069)
<b>Cash flows from financing activities</b>		
- Proceeds from loans and borrowings	312,563	267,248
- Proceeds from issue of ordinary shares	-	48,248
- Dividend paid to owners of the Company	(14,474)	(19,299)
- Dividend paid to non-controlling interests	-	(5,049)
- Interest paid	(6,525)	(2,168)
- Repayment of loans and borrowings	(304,176)	(203,362)
- Advance from ultimate holding company	21,235	4,773
- Rights issued expenses	-	(1,060)
<b>Net cash generated from financing activities</b>	8,623	89,331
Net decrease in cash & cash equivalents	(36,652)	(2,579)
Effect of exchange rate fluctuations on cash held	(2,375)	3,312
Cash & cash equivalents at 1 January	71,958	71,225
<b>Cash &amp; cash equivalents at 31 December</b>	32,931	71,958

**Cash & cash equivalents**

Cash & cash equivalents included in the condensed consolidated statement of cash flows comprise the following:

	As at 31 December 2017 RM '000	As at 31 December 2016 RM '000
Cash and bank balances	32,725	42,535
Deposits with licensed banks	318	29,532
	33,043	72,067
Less: Deposit pledged	(112)	(109)
	32,931	71,958

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2016)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**Notes to the Interim Financial Statements for the quarter and twelve months ended 31 December 2017**

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1. Basis of Preparation**

These condensed consolidated interim financial statements have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRSs”) 134, *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2016.

The accounting policies and methods of computation adopted by the Group in this interim financial statement are consistent with those adopted in the financial statements for the year ended 31 December 2016 except for those standards, amendments and interpretations which are effective from the annual period beginning on or after 1 January 2017. The adoption of these standards, amendments and interpretations has no material impact to these interim financial statements. The explanatory notes attached to the Interim Financial Statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

**Companies Act 2016**

The Companies Act 2016 (“New Act”) was enacted to replace the Companies Act 1965 with the objectives to create a legal and regulatory structure that will facilitate business and promote accountability as well as protection of corporate directors and shareholders, taking into consideration the interest of other stakeholders.

Amongst the key changes introduced in the New Act which will affect the financial statements of the Group upon the commencement of the New Act on 31 January 2017 includes:

- Removal of the authorized share capital
- Shares of the Company will cease to have par or nominal value
- The Company’s share premium account will become part of the Company’s share capital

The adoption of the New Act did not have any financial impact to the financial statements of the Group, if applicable, the effect of adoption mainly will be on disclosure to the annual report and financial statements.

**A2. Significant Accounting Policies**

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issues Committee (“IC”) Interpretations were issued but not yet effective and have not been applied by the Group:-

***MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2018***

- Amendments to MFRS 2, *Share-based Payment - Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 4, *Insurance Contracts* - Applying MFRS 9, *Financial Instruments* with MFRS 4, *Insurance Contracts*
- MFRS 9, *Financial Instruments (2014)*



**TIEN WAH PRESS HOLDINGS BERHAD**  
**(CO. NO. 340434-K)**

- MFRS 15, *Revenue from Contracts with Customers*
- Clarifications to MFRS 15, *Revenue from Contracts with Customers*
- Amendments to MFRS 140, *Investment Property - Transfer of Investment Property*
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- Amendments to MFRS 128, *Investment in Associates and Joint Ventures (Annual Improvements to MFRS Standards 2014-2016 Cycle)*
- IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*

***MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2019***

- MFRS 16, *Leases*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 9, *Prepayment features with Negative Compensation*
- Amendments to MFRS 11, *Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 128, *Investment in Associates and Joint Ventures - Long-term Interests in Associates and Joint Ventures*
- IC Interpretation 23 *Uncertainty over Income Tax Treatments*

***MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2021***

- MFRS 17, *Insurance contracts*

***MFRSs, Interpretations and Amendments effective for a date yet to be confirmed***

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impacts to the financial statements of the Group, except MFRS 9, MFRS 15 and MFRS 16.

The Group is in the process of assessing the financial impact that may arise from the adoption of MFRS 15, MFRS 9 and MFRS 16.





**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**A3. Audit Report Qualification and Status of Matters Raised**

The audit report of the preceding annual financial statements was not qualified.

**A4. Seasonal or Cyclical Nature of Operations**

The operations of the Group were not affected by seasonal or cyclical factors.

**A5. Items of Unusual Nature**

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial year, except for the following:

- i) On 15 June 2017, the Company announced that in line with the Group's reorganization of its production footprint which is part of normal routine operational function to improve the Group's strategic positioning to service the customers and reduce operating cost over the longer term, it has decided to cease the remaining printing business of its 51%-owned subsidiary, Anzpac Services (Australia) Pty Limited. In relation to the aforesaid proposed cessation, the Group has paid employees' redundancy and related expenses of RM20.0 million and asset impairment costs of RM10.9 million in the current financial year.
- ii) On 20 July 2017, the Company announced that in line with the Group's reorganization of its production footprint which is part of normal routine operational function to improve the Group's strategic positioning to service the customers and reduce operating cost over the longer term, it has decided to cease the printing business of its wholly-owned subsidiary, Tien Wah Press (Malaya) Sdn Bhd ("TWPM"). In relation to the aforesaid proposed cessation, the Group has recorded employees' redundancy and related expenses of RM11.6 million and asset impairment costs of RM0.6 million in the current financial year.

**A6. Changes in Estimates of Amounts Reported**

There were no changes in estimates of amounts reported in prior financial year that have a material effect in the current financial year.

**A7. Changes in Debt and Equity Securities**

For the current financial year, there were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities.



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**A8. Dividends Paid**

The total dividends paid out of the shareholders' equity for the ordinary shares were as follows:-

	<b>Twelve months ended</b>	
	<b>31 December</b>	
	<b>2017</b>	<b>2016</b>
	<b>RM'000</b>	<b>RM'000</b>
Interim paid on 27 October 2017 in respect of the financial year ended 31 December 2017 – single-tier dividend of 2.00 sen per share of RM1.00 each	2,895	
Final paid on 30 June 2017 In respect of the financial year ended 31 December 2016 – single-tier dividend of 8.00 sen per share	11,579	
Interim paid on 28 October 2016 in respect of the financial year ended 31 December 2016 – single-tier dividend of 4.00 sen per share of RM1.00 each		5,790
Final paid on 30 June 2016 In respect of the financial year ended 31 December 2015 – single-tier dividend of 14.00 sen per share of RM1.00 each		13,509
	<hr/> <hr/>	<hr/> <hr/>
	14,474	19,299

**A9. Operating Segments**

The Group takes the view that there is effectively only one segment as both the printing business and trading activities are inter-twined and all purchases for the trading activities are from companies within the Group.

Other non-reportable segments comprise operations related to investment holdings and property investments.

	<b>Twelve months ended</b>	
	<b>31 December</b>	
	<b>2017</b>	<b>2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<i>Included in the measure of segment profit are:</i>		
Revenue from external customers	417,309	328,704
Segment profit	11,341	29,549
Segment assets	567,904	567,276
Segment liabilities	(382,358)	(328,916)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

	Twelve months ended	
	31 December	
	2017	2016
	RM'000	RM'000
<b>Reconciliation of reportable segment profit or loss</b>		
Total profit for reporting segments	11,341	29,549
Other non-reportable segments	2,114	97,883
Elimination of inter-segment profits	(6,355)	(52,587)
Depreciation and amortization	(40,734)	(28,005)
Finance costs	(6,525)	(2,168)
Finance income	3,673	1,945
Share of profit/(loss) of joint venture not included in reportable segments	516	(525)
Share of profit of associate not included in reportable segments	-	5,102
Consolidated (loss)/profit before tax	<u>(35,970)</u>	<u>51,194</u>

**A10. Material Events Subsequent to the End of Quarterly Period**

There were no material events not reflected in the interim financial statements subsequent to the balance sheet date.

**A11. Changes in the Composition of the Group**

There were no changes in the composition of the Group for the current financial year including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations except as stated in item A5 above.

**A12. Changes in Contingent Liabilities**

There were no material changes to contingent liabilities disclosed in the last audited statement of financial position as at 31 December 2016.

**A13. Capital Commitments**

	As at
	31 December 2017
	RM'000
Property, plant and equipment	
- Authorised but not contracted for	1,189
- Contracted but not provided for	20,925



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**A14. Related Party Transactions**

For the purposes of these interim financial statements, parties are considered to be related to the Group, if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The following transactions have been entered into with related parties that were necessary for the day-to-day operations in the ordinary course of business and are transacted on negotiated and arm's length basis.

	<b>Twelve months ended 31 December 2017 RM'000</b>
Ultimate holding company	
- Management fees expense	2,916
- Interest expense	1,385
Related companies	
- Sales	(8,337)
- Purchases	7,125
- Rental of warehouse	699
- Sales of scrap paper	(2,358)
- Rental income	(1)
- Commission income	(15)
Joint venture company	
- Management fees received	(77)
- Interest received	(2,725)
- Sales	(157)
- Purchases	84
- Rental expenses	2,864

**A15. Fair value information**

The carrying amounts of cash and cash equivalents, short term receivables and payables and short-term borrowings reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

The Group uses the following hierarchy in determining the fair value of all financial instruments at fair value:-

Level 1: Fair value is derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

Level 3: Fair value is estimated using unobservable inputs for the financial assets and liabilities.



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

As at 31 December 2017, the Group held the following financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position:-

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total fair value</b>	<b>Carrying amount</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Fair value of financial instruments carried at fair value</b>					
Financial assets					
- Other receivables	-	-	9,510	9,510	9,510
<b>Fair value of financial instruments not carried at fair value</b>					
Financial liabilities					
- Bank borrowings			(133,699)	(133,699)	(133,699)
- Finance lease liabilities	-	-	(298)	(298)	(312)
- Ultimate holding company	-	-	(54,380)	(54,380)	(57,212)
Total	-	-	(178,867)	(178,867)	(181,713)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA  
MALAYSIA SECURITIES BERHAD**

**B1. Review of Performance**

**(a) Current Quarter against Previous Year Corresponding Quarter**

Revenue

Group's revenue for the fourth quarter ended 31 December 2017 increased by 14.2% or RM11.7 million to RM93.9 million from RM82.2 million in the preceding year corresponding quarter. This growth was mainly attributable to the revenue consolidation of a newly acquired foreign subsidiary.

Profit before tax

Fourth quarter ended 31 December 2017 reported a profit before tax of RM0.6 million, a decrease of RM33.7 million as compared to the preceding year corresponding quarter profit before tax of RM34.3 million.

The current quarter results have been impacted by a FOREX loss of RM0.6 million as compared to a FOREX gain of RM1.1 million in the corresponding quarter. In addition, Q4 2016 had the additional contribution due to the gain from disposal of a property amounting to RM32.5 million by TWPSB, a wholly owned subsidiary of the Company and gain from disposal of an associate of RM0.9 million.

**(b) Current Year-to-date against Previous Year-to-date**

Revenue

Group's revenue for the twelve months ended 31 December 2017 of RM417.3 million was RM88.6 million or 27.0% higher than the previous corresponding period of RM328.7 million for reason stated above.

Loss / Profit before tax

Year-to-date ended 31 December 2017 reported a loss before tax of RM36.0 million, a drop of RM87.2 million as compared to the preceding year-to-date profit before tax of RM51.2 million.

The current year-to-date loss before tax was due to the proposed closure of the Australian and Malaysian operations as announced on 15 June 2017 and 20 July 2017 respectively at a total cost of RM40.7million, a FOREX loss of RM6.5 million as compared to a FOREX gain of RM2.5 million in the previous corresponding period and cost incurred for the new operations in Dubai of RM4.7 million, which commenced commercial production in October 2017. Excluding the aforesaid, the profit before tax for the year-to-date ended 31 December 2017 would have been RM18.2 million.

In the corresponding year-to-date, there was also additional contribution due to the gain from disposal of a property amounting to RM32.5 million by TWPSB, a wholly owned subsidiary of the Company and gain from disposal of an associate of RM 0.9million.



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**B2. Variation of Results against Preceding Quarter**

Revenue

Group's revenue for the fourth quarter ended 31 December 2017 decreased by 10.1% or RM10.6 million to RM93.9 million from RM104.5 million in the preceding quarter.

Profit / Loss before tax

Fourth quarter ended 31 December 2017 reported a profit before tax of RM0.6 million, an increase of RM13.4 million as compared to the preceding quarter loss before tax of RM12.8 million.

Preceding quarter results have been impacted by the cessation of its Malaysia's printing operations announced on 20 July 2017, which the Group recorded a total closure cost of RM 13.6m (including redundancy expense of RM12.0 million). The current quarter results have been impacted by FOREX loss of RM0.6 million and cost incurred for the new operations in Dubai of RM1.2 million, which commenced commercial production in October 2017. Excluding the aforesaid, the profit before tax for the fourth quarter ended 31 December 2017 would have been RM2.4 million

**B3. Prospects**

Due to the unforeseen increase in demands by its major customer, the Group expects the completion of the restructuring of its production footprint by Q2 of FY2018. Moving forward, the Group will be better placed to capitalize on the growth opportunities in Indonesia and Dubai and to identify growth opportunities in other geographical market segments.

**B4. Profit Forecast**

None.

**B5. Tax Expense**

	Current quarter ended 31 December		Twelve months ended 31 December	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Income tax expense				
- Current year	103	(266)	2,313	2,270
- Prior year	12	123	27	123
	<hr/>	<hr/>	<hr/>	<hr/>
	115	(143)	2,340	2,393
Deferred tax				
- Origination and reversal of temporary differences	960	(4,039)	(4,766)	(4,099)
- Prior year	(970)	297	(1,352)	297
	<hr/>	<hr/>	<hr/>	<hr/>
	105	(3,885)	(3,778)	(1,409)



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

The Group's effective tax rate for the twelve months ended 31 December 2017 was lower than the Malaysian statutory tax rate of 24% due to effects of lower tax rates and tax incentives in certain tax jurisdictions and effects of certain foreign sourced income which are not subject to tax. In addition, in the current quarter, there was a reversal of deferred tax liability originally made for taxable temporary differences of plant and equipment, the realization of which will not result in taxable gains or losses due to the proposed closure of the Malaysian operations and the transfer of plant and equipment to Dubai, which is in a tax-free zone.

**B6. Status of corporate proposals announced**

The Group does not have any corporate proposal as at the date of this announcement.

**B7. Borrowings and Debt Securities**

	31 December 2017		
	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Short-term borrowings</b>			
Borrowings – Revolving Credits	-	14,125	14,125
Borrowings – Finance lease liabilities	1	60	61
Borrowings – Term loan	4,146	-	4,146
Borrowings – Trust receipt	-	375	375
Borrowings – Trade facilities	-	49,097	49,097
Sub-totals	4,147	63,657	67,804
<b>Long-term borrowings</b>			
Borrowings – Revolving Credits	-	31,406	31,406
Borrowings – Finance lease liabilities	-	251	251
Borrowings – Term loan	34,550	-	34,550
Sub-totals	34,550	31,657	66,207
Grand total	38,697	95,314	134,011





**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

Group's borrowings in Ringgit Malaysia equivalent analysed by currencies in which the borrowings are denominated were as follows:-

<b>31 December 2017</b>			
	<b>Long-term borrowings</b>	<b>Short-term borrowings</b>	
	<b>RM'000</b>	<b>RM'000</b>	
Ringgit Malaysia	251	8,561	
United States Dollar	55,461	55,805	Equivalent to USD27 million
Indonesian Rupiah	10,495	3,438	Equivalent to IDR46.5 million
Total	<u>66,207</u>	<u>67,804</u>	

**B8. Derivative Financial instruments**

As at 31 December 2017, there were no forward foreign exchange contracts for purchases or sales.

**B9. Changes in Material Litigation**

As at the date of issuance of this quarterly report, the Company was not engaged in any material litigation.

**B10. Dividends**

Total dividend declared and paid for the twelve months ended 31 December 2017 comprising:

- The Directors have recommended the payment of a final single-tier dividend of 4.00 sen per ordinary share in respect of the financial year ended 31 December 2017. The proposed final dividend will be subject to the shareholders' approval at the forthcoming Annual General Meeting.
- The payment date for the final dividend in respect of the financial year ended 31 December 2017 is on 29 June 2018. In respect of the deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at 8 June 2018.
- The Company had on 27 October 2017 paid an interim single-tier dividend of 2.00 sen per ordinary share totaling RM2,894,850 in respect of the financial year ended 31 December 2017.
- The Company had on 30 June 2017 paid a final single-tier dividend of 8.00 sen per ordinary share totaling RM11,579,400 in respect of the financial year ended 31 December 2016.



**TIEN WAH PRESS HOLDINGS BERHAD**  
(CO. NO. 340434-K)

**B11. Earnings per share**

(a) *Basic (loss)/earnings per share*

The calculation of basic earnings per share is based on the net profit attributable to ordinary shareholders over the weighted average number of ordinary shares outstanding.

	<b>Twelve months ended 31 December</b>	
	<b>2017</b>	<b>2016</b>
(Loss) / Profit attributable to equity holders of the Company (RM'000)	(18,685)	64,188
Weighted average number of ordinary shares in issue ('000)	144,743	143,365
Basic (loss)/earnings per share (sen)	(12.91)	44.77

(b) *Diluted earnings per share*

Not applicable for the Group.

**B12. Auditor's Report on Preceding Annual Financial Statements**

The auditor's report on the audited annual financial statements for the financial year ended 31 December 2016 was unqualified.

**B13. Profit for the period**

	<b>Current quarter ended 31 December 2017 RM'000</b>	<b>Twelve months ended 31 December 2017 RM'000</b>
Profit for the period is arrived at after charging:-		
Amortisation of intangible assets	1,045	4,334
Depreciation of property, plant and equipment	10,307	36,400
Impairment loss of property, plant and equipment	(129)	7,280
Allowance for inventories obsolescence	(577)	2,367
Write down of inventories to net realisable value	1,771	1,771
Employee redundancy	(894)	31,046
Net foreign exchange loss	589	6,538
Gain on disposal of property, plant and equipment	16	34

Other than the above, there were no allowance for doubtful debts, bad debts written off, gain or loss on disposal of quoted or unquoted securities or investments or properties, gain or loss on derivatives and exceptional items included in the results for the current quarter and financial year ended 31 December 2017.