



**EDEN INC. BERHAD**

(Co. No. 36216-V)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2016**



**EDEN INC. BERHAD (36216-V)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2016**

|  | Note | Individual Quarter  |   | Cumulative Quarter   |  |
|--|------|---|---|--|--|
|  |      | 2016<br>Current<br>quarter<br>ended<br>31.12.2016<br>(RM'000) | 2015<br>Corresponding<br>quarter<br>ended<br>31.12.2015<br>(RM'000) | 2016<br>Current<br>year to date<br>ended<br>31.12.2016<br>(RM'000) | 2015<br>Corresponding<br>year to date<br>ended<br>31.12.2015<br>(RM'000) |
| <b>Revenue</b>   | 4    | 14,731  | 15,571  | 51,432   | 52,522   |
| Cost of sales  |      | (10,664)  | (13,318)  | (45,068)   | (47,408)   |
| <b>Gross profit</b>  |      | <b>4,067</b>  | <b>2,253</b>  | <b>6,364</b>   | <b>5,114</b>   |
| Other income   |      | 1,936   | 6,277   | 27,961   | 25,437   |
| Administrative expenses  |      | (7,583)   | (10,912)  | (28,782)   | (34,321)   |
| Selling and marketing<br>expenses  |      | (598)   | (950)   | (1,655)  | (2,240)  |
| Other expenses   |      | (14,239)  | (11,711)  | (16,394)   | (14,002)   |
| <b>Operating profit/(loss)</b>   |      | <b>(16,417)</b>   | <b>(15,043)</b>   | <b>(12,506)</b>  | <b>(20,012)</b>  |
| Finance costs  |      | (1,828)   | (2,403)   | (7,786)  | (9,128)  |
| Share of profit of associates  |      | 2   | 117   | 2  | 117  |
| <b>Profit/(loss) before taxation</b>   | 4, 5 | <b>(18,243)</b>   | <b>(17,329)</b>   | <b>(20,290)</b>  | <b>(29,023)</b>  |
| Income tax expense   | 19   | (3,349)   | (13,157)  | (3,857)  | (14,553)   |
| <b>Profit/(loss) net of tax</b>  |      | <b>(21,592)</b>   | <b>(30,486)</b>   | <b>(24,147)</b>  | <b>(43,576)</b>  |
| <b>Profit/(loss) attributable to:<br/>attributable to:</b>   |      |   |   |  |  |
| Owners of the parent   |      | (20,958)  | (30,280)  | (24,286)   | (42,995)   |
| Non-controlling interests  |      | (634)   | (206)   | 139  | (581)  |
|  |      | <b>(21,592)</b>   | <b>(30,486)</b>   | <b>(24,147)</b>  | <b>(43,576)</b>  |
| <b>Earnings/(loss) per share<br/>attributable to<br/>equity holders of the<br/>Company (sen per share)</b> |      |   |   |  |  |
| - Basic  | 27   | (6.73)  | (9.73)  | (7.80)   | (13.81)  |
| - Diluted  |      | N/A   | N/A   | N/A  | N/A  |

These Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.



**EDEN INC. BERHAD (36216-V)**  
*(Incorporated in Malaysia)*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
 FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2016**

|  | <b>Individual Quarter</b>                                     |   | <b>Cumulative Quarter</b>  |  |
|--|---|---|--|--|
|  | 2016<br>Current<br>quarter<br>ended<br>31.12.2016<br>(RM'000) | 2015<br>Corresponding<br>quarter<br>ended<br>31.12.2015<br>(RM'000) | 2016<br>Current<br>year to date<br>ended<br>31.12.2016<br>(RM'000) | 2015<br>Corresponding<br>year to date<br>ended<br>31.12.2015<br>(RM'000) |
| <b>Profit/(loss) net of tax</b>                                      | (21,592)  | (30,486)  | (24,147)   | (43,576)   |
| <b>Other comprehensive<br/>income/(expense):</b>                     |   |   |  |  |
| Foreign currency<br>translation reserve                              | -   | (60)  | -  | (60)   |
| <b>Total comprehensive<br/>income/(expense) for<br/>the year</b>     | <b>(21,592)</b>   | <b>(30,546)</b>   | <b>(24,147)</b>  | <b>(43,636)</b>  |
| <b>Total comprehensive<br/>income/(expense)<br/>attributable to:</b> |   |   |  |  |
| Owners of the parent   | (20,958)  | (30,334)  | (24,286)   | (43,049)   |
| Non-controlling interests  | (634)   | (212)   | 139  | (587)  |
|  | <b>(21,592)</b>   | <b>(30,546)</b>   | <b>(24,147)</b>  | <b>(43,636)</b>  |

These Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2016**

|   | Note | As At<br>31.12.2016<br>RM'000<br>(Unaudited) | As At<br>31.12.2015<br>RM'000<br>(Audited) |
|---|------|--|--|
| <b>Assets</b>   |      |  |  |
| <b>Non-current assets</b>                                       |      |  |  |
| Property, plant and equipment                                   | 10   | 104,623                                      | 137,487                                    |
| Investment properties   |      | 167,114                                      | 168,377                                    |
| Land use rights   |      | 333  | 375  |
| Finance lease receivables                                       |      | 13,385                                       | 14,010                                     |
| Investment in associates  |      | 52   | 499  |
| Other investments   |      | 8  | 8  |
| Other receivables   |      | 33,596                                       | 36,446                                     |
| Deferred tax assets   |      | 36,572                                       | 38,300                                     |
|   |      | <u>355,683</u>                               | <u>395,502</u>                             |
| <b>Current assets</b>   |      |  |  |
| Inventories   |      | 18,131                                       | 21,694                                     |
| Trade and other receivables                                     |      | 16,238                                       | 15,725                                     |
| Finance lease receivables                                       |      | 625  | 593  |
| Other current assets  |      | 1,331  | 3,739                                      |
| Cash and bank balances  |      | 8,268  | 15,653                                     |
|   |      | <u>44,593</u>                                | <u>57,404</u>                              |
| <b>Total assets</b>   |      | <b>400,276</b>                               | <b>452,906</b>                             |
| <b>Equity and liabilities</b>                                   |      |  |  |
| <b>Current liabilities</b>                                      |      |  |  |
| Deferred income   |      | 4,400  | 5,536                                      |
| Loans and borrowings  | 23   | 32,593                                       | 35,490                                     |
| Trade and other payables  |      | 61,897                                       | 57,313                                     |
|   |      | <u>98,890</u>                                | <u>98,339</u>                              |
| <b>Net current liabilities</b>                                  |      | <b>(54,297)</b>                              | <b>(40,935)</b>                            |
| <b>Non-current liabilities</b>                                  |      |  |  |
| Deferred income   |      | 11,906                                       | 19,712                                     |
| Loans and borrowings  | 23   | 75,224                                       | 96,191                                     |
| Deferred tax liabilities  |      | 2,295  | 2,557                                      |
|   |      | <u>89,425</u>                                | <u>118,460</u>                             |
| <b>Total liabilities</b>  |      | <b>188,315</b>                               | <b>216,799</b>                             |
| <b>Net assets</b>   |      | <b>211,961</b>                               | <b>236,107</b>                             |
| <b>Equity attributable to equity holders<br/>of the Company</b> |      |  |  |
| Share capital   |      | 311,362                                      | 311,362                                    |
| Other reserves  |      | (188)  | (188)                                      |
| Accumulated losses  |      | (103,030)                                    | (78,745)                                   |
|   |      | <u>208,144</u>                               | <u>232,429</u>                             |
| <b>Non-controlling interests</b>                                |      | <b>3,817</b>                                 | <b>3,678</b>                               |
| <b>Total equity</b>   |      | <b>211,961</b>                               | <b>236,107</b>                             |
| <b>Total equity and liabilities</b>                             |      | <b>400,276</b>                               | <b>452,906</b>                             |
| Net assets per share (RM)                                       |      | 0.68   | 0.76                                       |

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2016

| Note                                 | Equity,<br>total<br>RM'000 | ----- Attributable to owners of the parent -----            |                            |                             |                                 | Non-<br>controlling<br>Interest<br>RM'000 |
|--------------------------------------|----------------------------|---|----------------------------|-----------------------------|---------------------------------|---|
|                                      |                            | Equity,<br>attributable<br>to the parent<br>total<br>RM'000 | Share<br>capital<br>RM'000 | Other<br>Reserves<br>RM'000 | Accumulated<br>losses<br>RM'000 |   |
| <b>At 1 January 2016</b>             | 236,107                    | 232,429   | 311,362                    | (188)                       | (78,745)                        | 3,678                                     |
| Total comprehensive income/(expense) | (24,147)                   | (24,286)  | -                          | -                           | (24,286)                        | 139                                       |
| <b>At 31 December 2016</b>           | <b>211,960</b>             | <b>208,143</b>  | <b>311,362</b>             | <b>(188)</b>                | <b>(103,031)</b>                | <b>3,817</b>                              |
| <b>At 1 January 2015</b>             | 279,742                    | 275,475   | 311,362                    | (136)                       | (35,751)                        | 4,267                                     |
| Total comprehensive income/(expense) | (43,635)                   | (43,046)  | -                          | (52)                        | (42,994)                        | (589)                                     |
| <b>At 31 December 2015</b>           | <b>236,107</b>             | <b>232,429</b>  | <b>311,362</b>             | <b>(188)</b>                | <b>(78,745)</b>                 | <b>3,678</b>                              |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2016**

|  | <b>12 months ended</b>       |                              |
|--|------------------------------|------------------------------|
|  | <b>31.12.2016<br/>RM'000</b> | <b>31.12.2015<br/>RM'000</b> |
| <b>Cash flow from operating activities</b>                                   |                              |                              |
| Profit/(loss) before taxation  | (20,290)                     | (29,023)                     |
| Adjustment for:  |                              |                              |
| Interest income  | (953)                        | (896)                        |
| Interest expense   | 7,786                        | 9,128                        |
| Impairment loss on financial assets  | -                            | 6,739                        |
| Impairment loss of goodwill  | -                            | 4,206                        |
| Impairment loss on property, plant and equipment                             | 11,590                       | -                            |
| Net fair value adjustment on investment properties                           | 1,263                        | (2,073)                      |
| Depreciation and amortisation  | 17,235                       | 17,424                       |
| Amortisation of deferred income  | (8,942)                      | (9,759)                      |
| Gain on disposal of investment properties                                    | -                            | (3,648)                      |
| Gain on disposal of property, plant and equipment                            | (4,565)                      | (32)                         |
| Unrealised foreign exchange loss   | -                            | 19                           |
| Share of profit of associates  | 447                          | (117)                        |
| Operating cash flows before changes in working capital                       | <u>3,571</u>                 | <u>(8,032)</u>               |
| <u>Changes in working capital</u>  |                              |                              |
| Decrease/(increase) in inventories   | 3,563                        | (416)                        |
| Decrease/(increase) in trade and other receivables                           | 4,769                        | 114                          |
| Increase/(decrease) in trade and other payables                              | 4,976                        | 14,254                       |
| Net movement in related companies  | 1,643                        | (4,261)                      |
| Cash generated from operating activities                                     | <u>18,522</u>                | <u>1,659</u>                 |
| Taxation paid  | (3,857)                      | (2,603)                      |
| Interest paid  | <u>(7,786)</u>               | <u>(10,005)</u>              |
| <b>Net cash generated from/(used in) operating activities</b>                | <u>6,879</u>                 | <u>(10,949)</u>              |
| <b>Cash flows from investing activities</b>                                  |                              |                              |
| Purchase of property, plant and equipments                                   | (353)                        | (1,136)                      |
| Proceeds from disposal of property, plant and equipments                     | 9,000                        | 94                           |
| Proceeds from disposal of investment properties                              | -                            | 35,685                       |
| Net dividend received  | -                            | 250                          |
| Interest received  | 953                          | 135                          |
| <b>Net cash generated from/(used in) investing activities</b>                | <u>9,600</u>                 | <u>35,028</u>                |
| <b>Cash flows from financing activities</b>                                  |                              |                              |
| Increase/(Decrease) of deposit with licensed banks and financial institution | 6,224                        | (3,090)                      |
| Net repayment of loans and borrowings  | (19,863)                     | (22,256)                     |
| Net changes in bankers acceptances, trust receipts and bill purchase         | 939                          | (939)                        |
| <b>Net cash used in from financing activities</b>                            | <u>(12,700)</u>              | <u>(26,285)</u>              |
| Net increase/(decrease) in cash and cash equivalents                         | 3,779                        | (2,206)                      |
| Cash and cash equivalent at beginning of year                                | <u>(5,826)</u>               | <u>(3,620)</u>               |
| <b>Cash and cash equivalents at end of period</b>                            | <u><b>(2,047)</b></u>        | <u><b>(5,826)</b></u>        |
| <b>Cash and cash equivalents comprise the following:</b>                     |                              |                              |
| Cash and bank balances   | 8,268                        | 15,653                       |
| Deposits with licensed banks and financial institution                       | (7,325)                      | (13,549)                     |
| Bank overdraft   | <u>(2,990)</u>               | <u>(7,930)</u>               |
|  | <u><b>(2,047)</b></u>        | <u><b>(5,826)</b></u>        |

The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2016**

**Part A - Explanatory Notes Pursuant to MFRS 134**

**1. Basis of Preparation**

The condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements 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.

**2. Significant Accounting Policies**

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

The adoption of the Amendments to MFRSs and Issues Committee (IC) that came into effect on 1 January 2016 did not have any material impact on the condensed consolidated interim financial statements upon their initial application.

**3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31 December 2015 were unqualified with emphasis of matter.

**4. Segment Information**

| 3 months ended |            | 12 months ended |            |
|----------------|------------|-----------------|------------|
| 31.12.2016     | 31.12.2015 | 31.12.2016      | 31.12.2015 |
| RM'000         | RM'000     | RM'000          | RM'000     |

**Segment Revenue**

Revenue from continuing operations:

|   |        |        |         |         |
|---|--------|--------|---------|---------|
| Energy Sector                               | 394    | 2,395  | 5,041   | 4,274   |
| F&B and Tourism Sector                      | 9,633  | 7,501  | 28,211  | 26,450  |
| Manufacturing Sector                        | 4,703  | 4,775  | 18,180  | 20,899  |
| Investment Sector                           | 556    | 463    | 2,206   | 1,852   |
| Others                                      | -      | 900    | -       | 900     |
| Total revenue including inter-segment sales | 15,286 | 16,034 | 53,638  | 54,375  |
| Elimination of inter-segment sales          | (555)  | (463)  | (2,206) | (1,853) |
| Total                                       | 14,731 | 15,571 | 51,432  | 52,522  |

#### 4. Segment Information (cont'd)

|                                     | 3 months ended       |                      | 12 months ended      |                      |
|-------------------------------------|----------------------|----------------------|----------------------|----------------------|
|                                     | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 |
| <b>Segment Results</b>              |                      |                      |                      |                      |
| Results from continuing operations: |                      |                      |                      |                      |
| Energy Sector                       | (15,906)             | (10,864)             | (36,611)             | (30,580)             |
| F&B and Tourism Sector              | 2,131                | 1,141                | 5,854                | 6,444                |
| Manufacturing Sector                | (1,642)              | (597)                | 1,226                | (1,367)              |
| Investment Sector                   | (26,734)             | (49,257)             | (14,671)             | (45,252)             |
| Others                              | (16)                 | 13                   | (17)                 | 9                    |
|                                     | (42,167)             | (59,564)             | (44,219)             | (70,746)             |
| Elimination                         | 23,924               | 42,235               | 23,929               | 41,723               |
| Total                               | (18,243)             | (17,329)             | (20,290)             | (29,023)             |

#### 5. Profit/(Loss) Before Tax

Included in the (loss)/profit before tax are the following items:

|  | 3 months ended       |                      | 12 months ended      |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 |
| Interest income  | (345)                | (248)                | (953)                | (896)                |
| Interest expense   | 1,828                | 2,403                | 7,786                | 9,128                |
| Depreciation and amortisation                                | 4,319                | 4,366                | 17,235               | 17,424               |
| Impairment loss on financial assets                          | -                    | 6,739                | -                    | 6,739                |
| Impairment of goodwill                                       | -                    | 4,206                | -                    | 4,206                |
| Impairment loss on property, plant and equipment             | 11,590               | -                    | 11,590               | -                    |
| Amortisation of deferred income                              | (5,931)              | (3,862)              | (8,943)              | (7,103)              |
| Gain on land acquisition by JKR                              | -                    | -                    | (8,422)              | -                    |
| Gain on disposal of property, plant and equipment            | -                    | -                    | (4,565)              | (32)                 |
| Gain on disposal of investment properties                    | -                    | -                    | -                    | (3,648)              |
| Net gain from fair value adjustment of investment properties | -                    | -                    | -                    | (2,073)              |

#### 6. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 December 2015.

#### 7. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

#### 8. Comments about Seasonal or Cyclical Factors

There were no seasonal or cyclical effects for the Energy and Manufacturing Sector. However, the performance of Food & Beverages and Tourism Sector is affected positively by the major festivals and school holidays.



**9. Dividends Paid**

There was no dividend paid to the shareholders for the current financial period to date.

**10. Carrying Amount of Revalued Assets**

The carrying amount of property, plant and equipment is recorded at cost and has been brought forward without amendment from the financial statements for the year ended 31 December 2015.

**11. Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury in the current quarter.

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

There were no changes in the composition of the Group during the current quarter under review.

**13. Capital Commitments**

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 30 September 2016 and 31 December 2015 are as follows:

|                                  | As at<br>31.12.2016<br>RM'000 | As at<br>31.12.2015<br>RM'000 |
|----------------------------------|-------------------------------|-------------------------------|
| <b>Capital expenditure</b>       |                               |                               |
| Approved but not contracted for: |                               |                               |
| Property, plant and equipment    | 3,230                         | 3,583                         |

**14. Material Events Subsequent to the Reporting Period**

There were no material events subsequent to the end of the interim period reported which have not been reflected in the financial statements.

## **Part B - Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

### **15. Performance review**

For the current quarter ended 31 December 2016 ("4Q 2016"), the Group recorded higher Loss Before Tax ("LBT") of RM18.24 million, as compared to the LBT of RM17.33 million in the corresponding quarter ended 31 December 2015 ("4Q 2015"). The variance was primarily due to the lower other income recognised on the fair value of investment properties. In addition, there was also lower administration expenses incurred in 4Q 2016.

**Energy Sector:** The sector recorded higher LBT of RM15.91 million, as compared to the LBT of RM10.87 million recorded in 4Q 2015. The higher losses was due to higher impairment made in 4Q 2016 compared to the corresponding quarter.

**Food & Beverage and Tourism Sector:** The sector recorded Profit Before Tax (PBT) of RM2.13 million, an increase by RM0.99 million as compared to the 4Q 2015. This was due to the lower personnel costs incurred and higher other income recognised under Tourism Sector.

**Manufacturing Sector:** The sector recorded revenue of RM4.7 million and LBT of RM1.64 million as compared to the corresponding quarter of RM4.77 million and LBT of RM0.59 million respectively. The higher losses recorded was mainly due to the recognition of loss on disposal of associate companies and higher provision made on obsolete stocks.

### **16. Comment on Material Change in Loss Before Taxation**

The Group recorded an LBT of RM18.24 million for the quarter under review, compared to the LBT of RM3.6 million for the preceding quarter ended 30 September 2016 ("3Q 2016"). No impairment was made in 3Q 2016 compared to the impairment that were made in 4Q 2016.

### **17. Commentary on Prospects**

The F&B and Tourism Sector is expected to continue to contribute positively to the performance of the Group driven by the Tourism and catering segment.

The Company will continue to make efforts on the development of the LED Street Light business. The management have tendered and secured several LED Street Light projects which is expected to materialize in 2017.

The Energy Sector is expected to reduce its deficit with the additional engines being in operations.

#### 18. Profit Forecast of Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter under review.

#### 19. Income Tax Expense

|                          | 3 months ended       |                      | 12 months ended      |                      |
|--------------------------|----------------------|----------------------|----------------------|----------------------|
|                          | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 |
| Current tax:             |                      |                      |                      |                      |
| Malaysian income tax     | (1,906)              | (1,867)              | (1,965)              | (2,072)              |
| Deferred tax             | (1,443)              | (11,290)             | (1,892)              | (12,481)             |
| Total income tax expense | <u>(3,349)</u>       | <u>(13,157)</u>      | <u>(3,857)</u>       | <u>(14,553)</u>      |

The effective tax rate for the year was higher than the statutory tax rate of 25% principally due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries, and certain expenses which are not deductible for tax purposes.

#### 20. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties in the current quarter under review.

#### 21. Quoted Securities

There were no purchase or disposal of quoted securities in the current quarter under review.

#### 22. Corporate Proposals

There were no corporate proposals in the current quarter under review.

#### 23. Loans and Borrowings

Group loans and borrowings as at 30 September 2016 and 31 December 2015 denominated in Ringgit Malaysia were:

|                                   | As at<br>31.12.2016<br>RM'000 | As at<br>31.12.2015<br>RM'000 |
|-----------------------------------|-------------------------------|-------------------------------|
| <b>Current</b>                    |                               |                               |
| Secured                           | 32,593                        | 35,490                        |
| <b>Non-current</b>                |                               |                               |
| Secured                           | 75,224                        | 96,191                        |
| <b>Total loans and borrowings</b> | <u>107,817</u>                | <u>131,681</u>                |

Included in the short term borrowings are bank overdrafts amounting to RM2.99 million (31 December 2015: RM7.93 million).

**24. Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risks in the current quarter under review.

**25. Changes in Material Litigation**

There are no material litigation as at the reporting date.

**26. Dividend Payable**

No dividend has been declared for the quarter under review.

**27. Earnings/(Loss) Per Share**

**(a) Basic**

The basic earnings/(loss) per share of the Group was calculated by dividing the net profit for the period attributable to the owners of the parent by the weighted average number of ordinary shares in issue to the public as follows:

|  | 3 months ended       |                      | 12 months ended      |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 | 31.12.2016<br>RM'000 | 31.12.2015<br>RM'000 |
| Profit/(loss) attributable to<br>to owners of the parent | (20,958)             | (30,280)             | (24,286)             | (42,995)             |
| Weighted average number of ordinary<br>shares in issues  | 311,362              | 311,362              | 311,362              | 311,362              |
| Basic earnings/(loss) per share (sen)                    | (6.73)               | (9.73)               | (7.80)               | (13.81)              |

**(b) Diluted**

There is no dilution in loss per share.

## 28. Realised and Unrealised Profits/(Losses)

The breakdown of the retained earnings of the Group as at the reporting date, into realised and unrealised profits/(losses) is tabulated below:

|  | <b>As at<br/>31.12.2016<br/>RM'000</b> | <b>As at<br/>31.12.2015<br/>RM'000</b> |
|--|--|--|
| Total accumulated losses of the Company and subsidiaries |  |  |
| Realised   | (166,540)                              | (244,914)                              |
| Unrealised   | 122,626                                | 123,905                                |
|  | <u>(43,914)</u>                        | <u>(121,009)</u>                       |
| Total shares of retained earnings of associates          |  |  |
| Realised   | (23)                                   | (23)                                   |
| Unrealised   | (1)                                    | (1)                                    |
|  | <u>(24)</u>                            | <u>(24)</u>                            |
| Consolidation adjustments                                | (59,092)                               | 42,288                                 |
| Total Group accumulated losses                           | <u>(103,030)</u>                       | <u>(78,745)</u>                        |

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirement stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

## 39. Authorisation for Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with resolution of the Directors on 27 November 2017.

By order of the Board.

Date: 27 November 2017