

SENI JAYA CORPORATION BERHAD (279860-X)

(Incorporated In Malaysia)

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30/09/17 RM' 000	Comparative Quarter Ended 30/09/16 RM' 000	Current Year To Date 30/09/17 RM' 000	Comparative Year To Date 30/09/16 RM' 000
Revenue	4,265	4,385	13,597	13,013
Operating Expenses	(4,267)	(3,896)	(13,553)	(12,945)
Other Operating Income	544	284	1,417	1,287
Profit from Operation	542	773	1,461	1,355
Share of result in Associates	(141)	0	(198)	0
Finance costs	-	(1)	-	(5)
Profit before tax	401	772	1,263	1,350
Income tax expense	(1,207)	(248)	(1,510)	(433)
Profit for the period	(806)	524	(247)	917
Attributable to:				
Shareholders of the company	(806)	524	(247)	917
Minority interest	-	-	-	-
	(806)	524	(247)	917
EPS - Basic (sen)	(1.99)	1.29	(0.61)	2.26
- Diluted	NA	NA	NA	NA

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30/09/17 RM' 000	Comparative Quarter Ended 30/09/16 RM' 000	Current Year To Date 30/09/17 RM' 000	Comparative Year To Date 30/09/16 RM' 000
(Loss)/Profit for the period	(806)	524	(247)	917
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive (expense)/ income for the period, net of tax	<u>(806)</u>	<u>524</u>	<u>(247)</u>	<u>917</u>
Total comprehensive(expense)/ income attributable to:				
Shareholders of the company	(806)	524	(247)	917
Non-controlling interests	-	-	-	-
(Loss)/Profit for the period	<u>(806)</u>	<u>524</u>	<u>(247)</u>	<u>917</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)
(Incorporated In Malaysia)

QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 30/9/2017 (Unaudited) RM' 000	As At 31/12/2016 (Audited) RM' 000
ASSETS		
Non-current assets		
Property, plant and equipment	14,379	14,636
Investment properties	8,553	8,733
Investment in associates	221	419
Other investments	3	3
Total non-current assets	23,156	23,791
Current Assets		
Trade receivables	7,495	8,969
Other receivables	8,793	5,937
Short term placements	17,402	23,676
Marketable securities	111	190
Cash and bank balances	4,014	3,442
Tax recoverable	1,734	2,065
Total current assets	39,549	44,279
TOTAL ASSETS	62,705	68,070
EQUITY & LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	40,533	40,533
Retained profits	13,417	14,069
	53,950	54,602
Minority interest	-	-
Total Equity	53,950	54,602
Non-current liabilities		
Advance billings	2,681	3,151
Deferred taxation	1,144	1,144
Total non-current liabilities	3,825	4,295
Current liabilities		
Trade payables	1,536	961
Other payables	3,394	8,212
Total current liabilities	4,930	9,173
Total Liabilities	8,755	13,468
TOTAL EQUITY & LIABILITIES	62,705	68,070
Net assets per share (RM)	1.33	1.35

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)

(Incorporated In Malaysia)

QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Period Ended 30/09/17	Attributable to shareholders of the Company			Minority Interest RM'000	Total Equity RM' 000
	Share Capital RM' 000	Distributable Retained Profits RM' 000	Total RM' 000		
As at 1 January 2017	40,533	14,069	54,602	-	54,602
Profit for the period	-	(247)	(247)	-	(247)
Dividend	-	(405)	(405)	-	(405)
As at 30 September 2017	40,533	13,417	53,950	-	53,950

Period Ended 30/09/16	Attributable to shareholders of the Company			Minority Interest RM'000	Total Equity RM' 000
	Share capital RM' 000	Distributable Retained Profits RM' 000	Total RM' 000		
As at 1 January 2016	40,533	13,879	54,412	-	54,412
Profit for the period	-	917	917	-	917
Dividend	-	(405)	(405)	-	(405)
As at 30 September 2016	40,533	14,391	54,924	-	54,924

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)
(Incorporated In Malaysia)

QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Period Ended 30/09/17 RM' 000	Period Ended 30/09/16 RM' 000
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	1,263	1,350
Adjustment for non-cash flow :-		
Non cash items	2,385	892
	<hr/>	<hr/>
Operating profit before changes in working capital	3,648	2,242
Changes in working capital		
Net change in current assets	(1,364)	2,067
Net change in current liabilities	(4,713)	(961)
	<hr/>	<hr/>
Cash flow used in operations	(2,429)	3,348
Taxation & interest paid	(1,179)	(629)
Net cash flow used in operating activities	<hr/>	<hr/>
	(3,608)	2,719
CASHFLOW FROM INVESTING ACTIVITIES		
Equity investment	-	-
Other investment	(1,689)	(4,695)
Net cash used in investing activities	<hr/>	<hr/>
	(1,689)	(4,695)
CASHFLOW FROM FINANCING ACTIVITIES		
Dividends paid on ordinary shares	(405)	-
Net cash used in financing activities	<hr/>	<hr/>
	(405)	-
Net decrease in cash and cash equivalents	(5,702)	(1,976)
Cash and cash equivalents at the beginning of the Year	27,118	29,190
Cash and cash equivalents at the end of the Year	<hr/>	<hr/>
	21,416	27,214
Cash and cash equivalent at the end of the financial year comprise the following:		
Cash on hand and at banks	4,014	4,069
Deposits with licensed banks	17,402	23,145
	<hr/>	<hr/>
	21,416	27,214

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SENI JAYA CORPORATION BERHAD (279860-X)
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Note 1 Basis of Preparation, Changes in Accounting Policies & Comparatives

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016. The explanatory notes attached to the 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 2016.

Note 2 Summary of Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2016, except the adoption of the following Malaysian Financial Reporting,

Standards (“MFRSs”), Amendments to MFRSs and IC Interpretations:

- Amendments to MFRS 12, *Disclosure of Interests in Other Entities (Annual Improvements to MFRS Standards 2014 – 2016 Cycle)*
- Amendments to MFRS 107, *Statements of Cash Flows – Disclosure Initiative*
- Amendments to MFRS 112, *Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses*

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

Note 3 Auditors’ Report on Preceding Annual Financial Statements

The audit report in respect of the financial statements for the year ended 31 December 2016 was not subject to any qualification.

Note 4 Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by seasonal or cyclical factors.

Note 5 Exceptional Items

There were no exceptional or unusual items for the current financial period.

Note 6 Accounting Estimates

There were no changes in estimates of amount reported in previous financial year that have a material effect in the current quarter.

Note 7 Debt and Equity Securities

There was no issuance or repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current financial period.

Note 8 Dividends Paid

A final tax exempt (single tier) dividend of 1% on 40,533,330 ordinary shares amounting to a total dividend of RM405,333.33 for the year ended 31 December 2016 was approved by shareholders in the 24th annual general meeting and was paid on 14 July 2017.

Note 9 Segmental Reporting

No segment reporting is provided as the Group's activities are predominantly in the outdoor advertising industry and are conducted in Malaysia.

Note 10 Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment has been brought forward without any amendment from the previous annual report.

Note 11 Subsequent Material Events

No material event has occurred subsequent to the current quarter that have not been reflected in the financial statements for the said quarter as at the date of issue of this quarterly report.

Note 12 Changes in Composition of the Group

There were no changes in the composition of the Group for current financial period.

Note 13 Contingent Liabilities

Contingent liabilities of the Company as at 30 September 2017 are in respect of bank guarantees for financing facilities of subsidiaries which amount to approximately RM50,000.00.

Note 14 Recurrent Related Party Transactions

There was no recurrent related party transaction for quarter and period ended 30 September 2017.

Note 15 Review of Performance For The Current Quarter VS. Corresponding Quarter of the Preceding Financial Year

For the quarter under review, the Group recorded revenue of RM4.27 million and a profit before tax ("PBT") of RM0.40 million respectively, as compared with the revenue of RM4.39 million and a PBT of RM0.77 million in the corresponding quarter of preceding financial year. The revenue for the 2 comparative periods were about the same. The PBT of the group decreased mainly due to share of loss in associated companies and cost for maintenance work.

Note 16 Review of Performance for the Current Period VS. Preceding Period

In the period under review, the Group recorded lower revenue of RM4.27million, as compared to the preceding period of RM4.74 million. The slight decrease in revenue is due to the effect of more media contracts secured and started to contribute to group performance in the last quarter. Meanwhile, the PBT in the period under review is RM0.40 million, as opposed to profit before tax of RM0.69 million in the preceding period. This mainly contributed by higher sales recorded in last quarter.

Note 17 Coming Year's Prospects

Barring unforeseen circumstances, the Board is of the opinion that the Group's performance will remain positive in the current financial year with provision of improvement on sites for rental and continuous support from the existing customers. The Group is striving for providing best service to the local advertisers and working aggressively to obtain a bigger market penetration.

Note 18 Profit Forecast or Profit Guarantee

a) Profit Forecast

This is not applicable to the Group for the quarter under review.

b) Profit Guarantee

This is not applicable to the Group for the quarter under review.

Note 19 Taxation

The effective rate of taxation of the Group is higher than the statutory rate of taxation mainly due to adjustment for under provision for taxation in respect of the taxation imposed on advanced billing as a result of changes in tax ruling.

Note 20 Profit on Sale of Unquoted Investments and/or Properties

There was no disposal for the financial quarter under review.

Note 21 Acquisitions or Disposal of Quoted Securities

There were no acquisitions and disposals of quoted securities by the Group during the financial quarter under review.

Investments in quoted securities as at 30 September 2017 are as follows: -

- i) at cost RM134,527
- ii) at book value RM110,464
- iii) at market value RM110,464

Note 22 Corporate Proposals

a) Status of Corporate Proposals

As at the date of this report, being the latest practicable date, there are no corporate proposals announced and pending completions.

b) Status of Utilisation of Proceeds

This is not applicable to the Group for the quarter under review.

Note 23 Group Borrowings and Debt Securities

There were no borrowings and debt securities as at 30 September 2017.

Note 24 Financial Instruments with off Balance Sheet Risks

There is no financial instrument with off balance sheet risks as at the date of this report.

Note 25 Material Litigation

- i) SJSB and Orion Mesra Sdn Bhd (“The Plaintiffs”) have instituted a legal suit in the Federal Court of Malaya against Dato’ Hj Ahmad Termizi B. Hj Puteh (1st Defendant) and Majlis Bandaraya Petaling Jaya (2nd Defendant) for breach of contract and damages commensurate with the substantial losses suffered by the SJSB and Orion.

The aforesaid legal suit was dismissed by Shah Alam High Court on 31 December 2014 with cost RM60,000 to be paid by the plaintiffs to the 2nd Defendant.

Records and the Memorandum of Appeal has been filed and next hearing date for the appeal at Federal Court has not been fixed pending filing of the required documents to the Federal Court.

- ii) SJSB and SJP claimed against Ghazand Media Sdn. Bhd. (“GM”) for the sum of RM437,841.45 and RM75,123.50 respectively being services rendered.

The Shah Alam Sessions Court has granted decision on 2 December 2014 in favour of SJSB and SJP, and has ordered full settlement of the abovementioned claim amount with applicable interests and costs of RM3,000 to be paid by GM to SJSB and SJP.

The sealed order and judgement pertaining to the above has been served to GM’s solicitor as at 26 January 2016. However to-date, GM has not made any payment pertaining to the settlement. SJSB and SJP is currently in midst of considering further legal alternatives to be taken against GM.

- iii) SJSB claimed against ACMS Resources Sdn Bhd (“ACMS”) for the sum of RM120,002.60 being services rendered.

ACMS Resources Sdn Bhd (“ACMS”) had been wound up by the Court via winding-up filed by another creditor. SJSB is currently considering for filing the proof of debts against ACMS at the Insolvency Department to claim for the debts owned by ACMS.

Note 26 Dividend

- (i) A final tax exempt (single tier) dividend of 1.0 cents per ordinary share was paid on 14 July 2017 in respect of the previous financial year.
- (ii) The Directors do not recommend the payment of any dividend for the current period ended 30 September 2017.

Note 27 Realised and Unrealised Profits/Losses

Realised and unrealised profits/losses of the Group is analysed as follows:

	Group RM'000	Company RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	20,383	878
- Unrealised	(1,165)	(18)
	<hr/> 19,218	<hr/> 860
Total share of retained profits from associate		
- Realised	-	-
- Unrealised	-	-
	<hr/> 19,218	<hr/> 860
Less: Consolidation adjustments	(5,801)	-
Retained profits as per financial statements	<hr/> <hr/> 13,417	<hr/> <hr/> 860

Note 28 Earnings Per Share

The basic earnings per share for the current period and comparative period are calculated by dividing the profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689)

YAU JYE YEE (MAICSA 7059233)

Company Secretaries

Date: 27 November 2017