

KKB ENGINEERING BERHAD

(Company No : 26495 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016**Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

	3 MONTHS ENDED		CUMULATIVE 6 MONTHS ENDED	
	CURRENT QUARTER ENDED 30/06/2016 RM	COMPARATIVE QUARTER ENDED 30/06/2015 RM	CURRENT PERIOD ENDED 30/06/2016 RM	COMPARATIVE PERIOD ENDED 30/06/2015 RM
Revenue	27,178,555	30,122,622	49,341,202	106,849,315
Cost of sales	<u>(24,096,826)</u>	<u>(16,303,481)</u>	<u>(45,565,127)</u>	<u>(54,895,221)</u>
Gross profit	3,081,729	13,819,141	3,776,075	51,954,094
Other income	1,574,960	1,842,075	3,536,036	3,126,272
Distribution costs	(224,173)	(124,022)	(389,180)	(306,413)
Administrative expenses	(4,229,933)	(4,069,875)	(7,854,753)	(8,737,955)
Other expenses	(397,616)	(745,691)	(827,324)	(1,213,421)
Finance costs	(100,457)	(141,646)	(210,434)	(290,773)
Share of results of associates	640,340	(142,346)	(347,552)	279,599
Profit/(Loss) before tax	344,850	10,437,636	(2,317,132)	44,811,403
Income tax expense	<u>149,495</u>	<u>(2,876,689)</u>	<u>859,091</u>	<u>(8,643,063)</u>
Profit/(Loss) for the period	494,345	7,560,947	(1,458,041)	36,168,340
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income/(Expense) for the period	494,345	7,560,947	(1,458,041)	36,168,340
Profit/(Loss) for the period attributable to:				
Owners of the parent	374,147	6,667,691	(1,581,810)	33,338,401
Non-controlling interests	<u>120,198</u>	<u>893,256</u>	<u>123,769</u>	<u>2,829,939</u>
	<u>494,345</u>	<u>7,560,947</u>	<u>(1,458,041)</u>	<u>36,168,340</u>
Total Comprehensive Income/(Expense) for the period attributable to:				
Owners of the parent	374,147	6,667,691	(1,581,810)	33,338,401
Non-controlling interests	<u>120,198</u>	<u>893,256</u>	<u>123,769</u>	<u>2,829,939</u>
	<u>494,345</u>	<u>7,560,947</u>	<u>(1,458,041)</u>	<u>36,168,340</u>
Earnings/(Loss) per share attributable to owners the parent:				
Basic, for profit/(loss) for the period (sen)	<u>0.15</u>	<u>2.59</u>	<u>(0.61)</u>	<u>12.93</u>
Diluted, for profit for the period (sen) - Not Applicable				

(These Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

KKB ENGINEERING BERHAD

(Company No : 26495 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016**Unaudited Condensed Consolidated Statements of Financial Position**

	AS AT 30/06/2016 RM	AS AT 31/12/2015 RM
ASSETS		
Non-current assets		
Property, plant & equipment	146,974,931	149,400,879
Investment in associates	<u>1,670,112</u>	<u>2,017,664</u>
	<u>148,645,043</u>	<u>151,418,543</u>
Current assets		
Inventories	31,213,050	27,973,871
Amount due from customers for contract work	7,217,105	-
Trade and other receivables	8,756,956	15,006,202
Other current assets	3,468,966	987,140
Investment securities	101,385,174	121,286,411
Cash and bank balances	<u>17,433,506</u>	<u>16,763,950</u>
	<u>169,474,757</u>	<u>182,017,574</u>
TOTAL ASSETS	<u>318,119,800</u>	<u>333,436,117</u>
EQUITY AND LIABILITIES		
Current liabilities		
Amount due to customers for contract work	-	1,169,544
Loans and borrowings	3,303,877	3,227,713
Trade and other payables	9,818,139	7,692,799
Income tax payable	<u>189,182</u>	<u>1,463,844</u>
	<u>13,311,198</u>	<u>13,553,900</u>
Net Current assets	<u>156,163,559</u>	<u>168,463,674</u>
Non-current liabilities		
Loans and borrowings	5,101,559	6,772,538
Deferred tax liabilities	<u>793,504</u>	<u>1,676,419</u>
	<u>5,895,063</u>	<u>8,448,957</u>
Total liabilities	<u>19,206,261</u>	<u>22,002,857</u>
Net assets	<u>298,913,539</u>	<u>311,433,260</u>
Equity attributable to owners of the parent		
Share capital	128,896,000	128,896,000
Retained earnings	<u>160,562,290</u>	<u>172,455,780</u>
	289,458,290	301,351,780
Non-controlling interests	<u>9,455,249</u>	<u>10,081,480</u>
Total equity	<u>298,913,539</u>	<u>311,433,260</u>
TOTAL EQUITY AND LIABILITIES	<u>318,119,800</u>	<u>333,436,117</u>

(These Condensed Consolidated Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

KKB ENGINEERING BERHAD

(Company No : 26495 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016**Unaudited Condensed Consolidated Statements of Changes in Equity**

	<----- Attributable to owners of the parent ----->			Non-controlling Interests	Total Equity
	Non-Distributable Share Capital RM	Distributable Retained Earnings RM	Total RM		
At 1 January 2015	128,896,000	156,736,492	285,632,492	10,007,295	295,639,787
Profit for the period	-	33,338,401	33,338,401	2,829,939	36,168,340
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	33,338,401	33,338,401	2,829,939	36,168,340
Dividend paid to non-controlling interests	-	-	-	(1,500,000)	(1,500,000)
First and final dividend for FYE 31 December 2014	-	(10,311,680)	(10,311,680)	-	(10,311,680)
At 30 June 2015	<u>128,896,000</u>	<u>179,763,213</u>	<u>308,659,213</u>	<u>11,337,234</u>	<u>319,996,447</u>
At 1 January 2016	128,896,000	172,455,780	301,351,780	10,081,480	311,433,260
Profit/(loss) for the period	-	(1,581,810)	(1,581,810)	123,769	(1,458,041)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	(1,581,810)	(1,581,810)	123,769	(1,458,041)
Dividend paid to non-controlling interest of a subsidiary	-	-	-	(750,000)	(750,000)
First and final dividend for FYE 31 December 2015	-	(10,311,680)	(10,311,680)	-	(10,311,680)
At 30 June 2016	<u>128,896,000</u>	<u>160,562,290</u>	<u>289,458,290</u>	<u>9,455,249</u>	<u>298,913,539</u>

(These Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

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INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2016**Unaudited Condensed Consolidated Statements of Cash Flows**

	CUMULATIVE 6 MONTHS ENDED 30/06/2016 RM	CUMULATIVE 6 MONTHS ENDED 30/06/2015 RM
(Loss)/Profit before taxation	(2,317,132)	44,811,403
Adjustments for:		
Depreciation of property, plant & equipment	6,050,471	6,233,624
Interest expense	210,434	290,773
Property, plant & equipment written off	1	6,236
Impairment loss on trade receivables	73,461	344,142
Dividend income	(1,502,057)	(826,406)
Fair value changes in investment securities	(829,778)	(909,659)
Unrealised foreign exchange gain	(17,586)	(4,846)
Interest income	(143,277)	(462,436)
Share of results of associates	347,552	(279,599)
Total adjustments	<u>4,189,221</u>	<u>4,391,829</u>
Operating cash flows before changes in working capital	1,872,089	49,203,232
Changes in working capital		
(Increase)/decrease in inventories	(3,239,179)	8,855,716
Increase in amount due from customers for contract work	(7,217,105)	(307,050)
Decrease in amount due to customers for contract work	(1,169,544)	(2,035,871)
Decrease in receivables	6,251,647	14,550,433
Increase/(decrease) in payables	2,142,926	(3,567,832)
Increase in other current assets	(5,743)	(5,961)
Cash flows from operations	<u>(1,364,909)</u>	<u>66,692,667</u>
Interest paid	(210,434)	(290,773)
Taxation paid, net of refund	<u>(3,794,569)</u>	<u>(7,643,343)</u>
Net cash flows (used in)/from operating activities	<u>(5,369,912)</u>	<u>58,758,551</u>
Investing activities		
Acquisition of property, plant & equipment	(3,624,523)	(1,068,274)
Additional investment in an associate	-	(860,000)
Net proceeds from/(acquisition of) investment securities	22,233,072	(29,794,801)
Interest received	67,415	89,422
Dividend received from an associate	20,000	20,000
Net cash flows from/(used in) investing activities	<u>18,695,964</u>	<u>(31,613,653)</u>
Financing activities		
Dividend paid to shareholders of the Company	(10,311,680)	(10,311,680)
Dividend paid to non-controlling interests	(750,000)	(1,500,000)
Net repayment of bankers' acceptances	-	(11,200,000)
Repayment of lease instalments	<u>(1,594,816)</u>	<u>(2,050,904)</u>
Net cash flows used in financing activities	<u>(12,656,496)</u>	<u>(25,062,584)</u>
Net increase in cash and cash equivalents	669,556	2,082,314
Cash and cash equivalents at the beginning of the period	16,763,950	7,549,362
Cash and cash equivalents at the end of the period	<u><u>17,433,506</u></u>	<u><u>9,631,676</u></u>

(These Condensed Consolidated Statements of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.)

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

Selected explanatory notes pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”), IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited annual financial statements of the Group for the financial 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 and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2015 except for the adoption of the following with effect from 1 January 2016:

- ❖ Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation
- ❖ Amendments to MFRS 116 and MFRS 141: Agriculture: Bearer Plants
- ❖ Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations
- ❖ Amendments to MFRS 127: Equity Method in Separate Financial Statements
- ❖ Amendments to MFRS 101: Disclosure Initiatives
- ❖ Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities: Applying the Consolidation Exception
- ❖ MFRS 14: Regulatory Deferral Accounts
- ❖ Annual Improvements 2012-2014 Cycle
 - MFRS 7: Financial Instruments: Disclosures
 - MFRS 134: Interim Financial Reporting

The initial application of the above is not expected to have any material financial impact on the Group's results.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the financial year ended 31 December 2015 was not qualified.

4. Seasonal or cyclical factors

The business operations of the Group are not significantly affected by any seasonal or cyclical factors in the current quarter and financial year to date.

5. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, equities, net income or cash flows of the Group in the current quarter and financial year to date.

6. Changes in Estimates

There were no significant changes in estimates of amounts reported in prior financial years which have a material effect in the current quarter and financial year to date.

7. Debt and equity securities

There were no issuances and repayments of debt and equity securities, share buy backs, shares cancellation, shares held as treasury shares and resale of treasury shares in the current quarter and financial year to date.

8. Dividend paid

On 13 June 2016, the Company paid a first and final single tier dividend of 4.0 sen per ordinary share of RM0.50 each, in respect of the financial year ended 31 December 2015.

9. Segmental Reporting

The information for business segments predominantly conducted in Malaysia for the current financial year to date was as follows:

RESULTS FOR PERIOD-TO-DATE ENDED 30 JUNE 2016

	Manufacturing RM	Engineering RM	Consolidated RM
Total revenue	16,816,678	42,034,532	58,851,210
Less: Inter-segment revenue	(9,297,918)	(212,090)	(9,510,008)
External revenue	7,518,760	41,822,442	49,341,202
Results	(1,175)	(1,757,971)	(1,759,146)
Finance costs	-	(210,434)	(210,434)
Share of results of associates	(18,943)	(328,609)	(347,552)
Loss before tax	(20,118)	(2,297,014)	(2,317,132)
Income tax expense	79,419	779,672	859,091
Profit/(loss) after tax	59,301	(1,517,342)	(1,458,041)
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OTHER INFORMATION			
Interest income	36,895	106,382	143,277
Depreciation	536,537	5,513,934	6,050,471
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RESULTS FOR PERIOD-TO-DATE ENDED 30 JUNE 2015

	Manufacturing RM	Engineering RM	Consolidated RM
Total revenue	87,748,941	32,428,283	120,177,224
Less: Inter-segment revenue	(454,849)	(12,873,060)	(13,327,909)
External revenue	87,294,092	19,555,223	106,849,315
Results	35,784,829	9,037,748	44,822,577
Finance costs	(5,540)	(285,233)	(290,773)
Share of results of associates	(14,083)	293,682	279,599
Profit before tax	35,765,206	9,046,197	44,811,403
Income tax expense	(9,022,381)	379,318	(8,643,063)
Profit after tax	26,742,825	9,425,515	36,168,340
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OTHER INFORMATION

Interest income	89,657	372,779	462,436
Depreciation	753,187	5,480,437	6,233,624
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10. Material subsequent events

There were no material subsequent events as at the date of this announcement.

11. Changes in composition of the Group

There were no changes in composition of the Group for the current quarter and financial year to date.

12. Contingent liabilities/Contingent assets as at 30 June 2016

There were no material contingent liabilities or contingent assets as at the date of this announcement.

13. Capital Commitments

	As at 30/06/2016 RM	As At 30/06/2015 RM
Commitments in respect of capital expenditure:		
Approved and contracted for:		
Property, plant and equipment	99,040	930,431
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14. Related Party Transactions

	3 Months Ended		Cumulative 6 Months Ended	
	Current Quarter Ended 30/06/2016 RM	Comparative Quarter Ended 30/06/2015 RM	Current Period Ended 30/06/2016 RM	Comparative Period Ended 30/06/2015 RM
Transactions with an associate, Edisi Optima Sdn. Bhd.				
- Sale of fabricated and galvanized steel products	25,083	8,435	51,390	8,435
- Provision of miscellaneous services such as machineries, equipments and labour	28,736	12,873	36,672	31,646
- Rental income	6,000	6,000	12,000	12,000
- Purchase of miscellaneous services such as machineries, equipments and labour	12,711	12,019	22,430	27,473
Transactions with an associate, OceanMight Sdn. Bhd.				
- Rental income	96,900	85,400	191,800	170,300
- Sales of fabricated/galvanised steel products, structural steel works and other related products	18,587,190	2,796,938	30,138,842	7,313,076
Transactions with subsidiaries of an investor, Cahya Mata Sarawak Bhd.				
- Sales of steel pipes and pipe fittings to CMS Infra Trading Sdn. Bhd.	-	20,390,852	-	80,435,167
- Sales of steel pipes, pipe fittings, fabricated/galvanized steel products and structural steel works to PPES Works (Sarawak) Sdn. Bhd.	761,550	27,500	761,550	115,500
- Sales of fabricated/galvanized steel products and structural steel works to CMS Wires Sdn. Bhd.	200	-	200	-
- Purchase of steel and concrete products from CMS Concrete Products Sdn. Bhd.	8,584	-	131,445	-
Rental expense paid to companies in which certain directors of the Company have substantial financial interest and/or are also directors				
- KKB Development Sdn. Bhd.	17,850	17,850	35,700	35,700
- KKB Realty Sdn. Bhd.	17,400	17,400	34,800	34,800
- Sepang Kaya Sdn. Bhd.	30,857	30,857	61,714	61,714
Rental expense paid to a director, Dato Kho Kak Beng				
	19,200	7,200	38,400	14,400

Rental expense paid to a person connected with certain directors of the Company				
- Kho Siew Lan	4,800	-	6,400	-
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	19,617,061	23,413,324	31,523,343	88,260,211
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These transactions have been entered into with related parties on terms and conditions that are not more favourable to the related party than those generally available to the public.

Explanatory notes pursuant to Appendix 9B of Main Market Listing Requirements of Bursa Malaysia Securities Berhad

15. Detailed Review Of Performance

The Group recorded a total revenue of RM27.2 million (2Q15: RM30.1 million) and was able to achieve a positive turnaround this quarter to register a pre-tax profit of RM345K.

This quarter registered a substantial shift in the proportion of revenue contribution on the overall group activities from the manufacturing sector of 13% (2Q15: 75%) to the engineering sector of 87% (2Q15: 25%).

Revenue decreased by 9.6% due to lower activities of the Group's major subsidiaries i.e Harum Bidang Sdn Bhd and KKB Industries (Sabah) Sdn Bhd resulting in a reduced revenue recorded by the Steel Pipes manufacturing business.

Engineering Sector

Revenue contribution from Civil Construction Division was lower in the absence of new projects to date, but the reduction was offset by higher revenue registered under the Steel Fabrication and Hot Dip Galvanising Divisions resulting in an overall improved revenue of 218.9% for the Engineering Sector.

For Steel Fabrication Division, the current quarter's revenue of RM22.7 million marked a strong recovery. The quarter's revenue more than tripled the preceding year 2nd quarter's revenue of RM6.9 million. Current quarter's revenue were mainly derived from the on-going fabrication works involving the supply of Low/High Tension Steel Poles, supply of fabricated steel structures for Tank 7 New Jetty-PAF Projects for Petronas LNG Train 9 project, subcontract works for the fabrication of Wellhead Platforms and other miscellaneous fabrication works.

HDG Division's sales increased 66.3% to RM833K (2Q15: RM501K), as increased sales from Steel Fabrication Division also benefitted the Division through higher volume of "inter-division" works received for galvanizing.

Manufacturing Sector

The Sector's revenue of RM3.6 million was 84.1% lower as compared to the preceding year corresponding quarter's sales of RM22.7 million, attributed to lower sales recorded by the Group's Steel Pipes manufacturing business.

LPG Cylinders manufacturing division recorded an increase in revenue of approximately RM1.9 million (representing an increase of 205.7%), resulting from higher offtake of LPG cylinders as compared to the preceding year 2nd quarter. 2Q16 revenue of RM2.8 million (2Q15: RM916K) was for the supply of LPG cylinders to Petron Malaysia Refining & Marketing Bhd (formerly known as Esso Malaysia Bhd) and to Mygaz Sdn Bhd.

Revenue from the Group's Steel Pipes manufacturing business reduced by 96.4% compared to the preceding year corresponding quarter, mainly due to a somewhat slowdown with the economy and

reduced sales for both its Steel Pipes Plant in Kuching, Sarawak and Kota Kinabalu, Sabah. Quarter's revenue of RM780K (2Q15: RM21.8 million) were mostly for the supply of MSCL Pipes and Special to ad-hoc customers.

16. Material changes in the quarterly results compared to the results of the preceding quarter

The Group's current quarter revenue of RM27.2 million (1Q16: RM22.2 million) was 22.5% higher as a result of higher progress billings recognized from the Engineering sector in particular from the Steel Fabrication Division but offset by lower sales from the LPG Cylinders manufacturing division.

17. Prospects

Amidst the continued uncertainties in the global economy, the Group's financial performance and operations continues to be challenging for the second half of year 2016.

The Group is continuously pursuing various engineering projects, particularly projects related to the basic social-infrastructure works for Steel Fabrication, Water Supply and related infrastructure projects that are planned to be implemented throughout Sarawak and Sabah.

In addition, the Group is actively participating in potential business opportunities in the Major Onshore Fabrication to move up the value chain in Fabrication Engineering and related disciplines, in collaboration with its associate Company i.e OceanMight Sdn Bhd and other strategic partner(s).

Whilst inflation is expected to remain high due to the depreciating ringgit and the rise in minimum wages effective July 2016, the Group will continue to be prudent in its activities to further improve its efficiency and managing costs exposure.

We remain focused and continue our efforts to strengthen and grow our core business in both the engineering and manufacturing activities and to optimise our operations to remain competitive and working towards sustainable growth for the financial year ending 2016, barring any unforeseen circumstances.

18. Variances from financial estimate, forecast or projection, or profit guarantee

Not applicable to the Group as no financial estimate, forecast or projection, or profit guarantee were published.

19. Commentary on the company's progress to achieve the financial estimate, forecast, projection or internal targets in the remaining period to the end of the financial year and the forecast period which was previously announced or disclosed in a public document and steps taken or proposed to be taken to achieve the financial estimate, forecast, projection or internal targets

Not applicable to the Group as no announcements or disclosures were published in a public document as to the financial estimate, forecast, projection or internal targets as at the date of this announcement.

20. Statement of the Board of Directors' opinion as to whether the financial estimate, forecast, projection or internal targets in the remaining period to the end of the financial year and the forecast period which was previously announced or disclosed in a public document are likely to be achieved

Not applicable to the Group as no announcements or disclosures were published in a public document as to the financial estimate, forecast, projection or internal targets as at the date of this announcement.

21. Taxation

	3 Months Ended		Cumulative 6 Months Ended	
	Current Quarter Ended 30/06/2016 RM	Comparative Quarter Ended 30/06/2015 RM	Current Period Ended 30/06/2016 RM	Comparative Period Ended 30/06/2015 RM
Malaysian taxation				
- Current year	23,824	2,860,732	23,824	9,053,889
- Prior year	-	(3,007)	-	(3,007)
Deferred tax	(173,319)	18,964	(882,915)	(407,819)
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	(149,495)	2,876,689	(859,091)	8,643,063
	=====	=====	=====	=====

22. Status of Corporate Proposals

There were no new or outstanding corporate proposals announced which have not been completed as at the date of this announcement.

23. Group's Borrowings and Debt Securities

Total Group's loans and borrowings as at 30 June 2016 were as follows: -

Loans and Borrowings (denominated in Ringgit Malaysia)	Secured RM
<u>Current</u>	
Lease payables	3,303,877

<u>Non-Current</u>	
Lease payables	5,101,559

Total borrowings	8,405,436
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24. Material Litigations

The hearing of the arbitration proceedings between KKB Builders Sdn Bhd (a wholly owned subsidiary of the Company) as the Claimant and Global Upline Sdn Bhd as the Respondent is on-going.

The legal opinion given by the Company's lawyers is that the Respondent's claim is without basis.

Save as disclosed above, there were no pending material litigations against the Group which might materially and adversely affect the Group's financial position.

25. Dividend

No interim dividend has been recommended for payment in the current quarter and financial year-to-date.

26. Earnings per share

	3 Months Ended		Cumulative 6 Months Ended	
	Current Quarter Ended 30/06/2016	Comparative Quarter Ended 30/06/2015	Current Period Ended 30/06/2016	Comparative Period Ended 30/06/2015
Net profit/(loss) attributable to owners of the parent (RM)	<u>374,147</u>	<u>6,667,691</u>	<u>(1,581,810)</u>	<u>33,338,401</u>
Weighted average number of ordinary shares in issue	<u>257,792,000</u>	<u>257,792,000</u>	<u>257,792,000</u>	<u>257,792,000</u>
Basic earnings/(loss) per share for the period attributable to owners of the parent (sen)	<u>0.15</u>	<u>2.59</u>	<u>(0.61)</u>	<u>12.93</u>

There is no dilution in its earnings/(loss) per ordinary share in the current quarter and financial year to date as there are no dilutive potential ordinary shares outstanding at the end of the reporting period.

27. Realised and Unrealised Profits/Losses

	As at 30/06/2016 RM	As at 31/12/2015 RM
Total retained profits of the Company and its subsidiaries:		
- Realised	166,107,806	179,152,861
- Unrealised	7,444,290	6,561,375
	-----	-----
	173,552,096	185,714,236
Total share of accumulated losses from associates:		
- Realised	(3,176,883)	(2,809,331)
- Unrealised	-	-
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	170,375,213	182,904,905
Less: Consolidation adjustments	(9,812,923)	(10,449,125)
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Total group retained profits as per consolidated accounts	160,562,290	172,455,780
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28. Additional Disclosures on Profit for the period

	3 Months Ended		Cumulative 6 Months Ended	
	Current Quarter Ended 30/06/2016 RM	Comparative Quarter Ended 30/06/2015 RM	Current Period Ended 30/06/2016 RM	Comparative Period Ended 30/06/2015 RM
Profit for the period is arrived at after charging/(crediting):				
Interest income	(62,931)	(218,989)	(143,277)	(462,436)
Realised foreign exchange gain	(196,438)	(203,434)	(132,062)	(206,567)
Unrealised foreign exchange gain	-	-	(17,586)	(4,846)
Rental income	(114,900)	(103,400)	(227,800)	(209,800)
Depreciation of property, plant and equipment	3,056,633	3,112,424	6,050,471	6,233,624
Interest expense	100,457	141,646	210,434	290,773
Impairment loss on trade receivables	35,589	186,087	73,461	344,142

Property, plant and equipment written off	-	-	1	6,236
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Other than the above items which have been included in the statement of profit or loss and other comprehensive income, there were no provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments, gain or loss on derivatives and exceptional items for the current quarter and period ended 30 June 2016.