

**PINTARAS JAYA BERHAD**(189900H)

Interim financial statements for the twelve months ended 30 June 2017

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**
For the Financial Year Ended 30 June 2017

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Revenue	21,660	40,926	193,737	136,874
Cost of sales	<u>(20,612)</u>	<u>(34,169)</u>	<u>(153,756)</u>	<u>(113,863)</u>
Gross profit	1,048	6,757	39,981	23,011
Other operating income	2,030	2,330	11,217	8,695
Administrative expenses	(1,350)	(1,613)	(4,262)	(4,143)
Other operating expenses	<u>(892)</u>	<u>(725)</u>	<u>(4,514)</u>	<u>(4,523)</u>
Profit before taxation	836	6,749	42,422	23,040
Taxation	<u>2,436</u>	<u>(1,609)</u>	<u>(6,175)</u>	<u>(5,254)</u>
Profit for the period/year	<u>3,272</u>	<u>5,140</u>	<u>36,247</u>	<u>17,786</u>
Other comprehensive income:				
- Available-for-sale financial assets:				
- net changes in fair value	700	450	4,945	(3,819)
- reclassification to profit or loss	<u>(136)</u>	<u>(316)</u>	<u>(2,532)</u>	<u>(564)</u>
Changes in other comprehensive income	<u>564</u>	<u>134</u>	<u>2,413</u>	<u>(4,383)</u>
Total comprehensive income for the period/year	<u>3,836</u>	<u>5,274</u>	<u>38,660</u>	<u>13,403</u>
Profit attributable to:				
Equity holders of the Company	<u>3,272</u>	<u>5,140</u>	<u>36,247</u>	<u>17,786</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>3,836</u>	<u>5,274</u>	<u>38,660</u>	<u>13,403</u>
Earnings per share (sen)				
- Basic	<u>2.0</u>	<u>3.2</u>	<u>22.1</u>	<u>10.9</u>
- Diluted	<u>2.0</u>	<u>3.2</u>	<u>22.1</u>	<u>10.9</u>

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.

**PINTARAS JAYA BERHAD(189900H)**

Interim financial statements for the twelve months ended 30 June 2017

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 June 2017

	As at 30.06.2017 RM'000	As at 30.06.2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	93,478	97,154
Investment properties	123	126
Available-for-sale financial assets	29,089	24,782
Deferred tax assets	3,940	2,179
	<u>126,630</u>	<u>124,241</u>
Current assets		
Amounts due from customers on contracts	44	4,210
Inventories	17,453	17,951
Tax recoverable	4,082	2,889
Receivables	86,523	83,028
Short-term deposits	171,040	162,445
Cash and bank balances	8,425	9,239
	<u>287,567</u>	<u>279,762</u>
TOTAL ASSETS	<u>414,197</u>	<u>404,003</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Capital and reserves		
Share capital	176,173	163,526
Share premium	-	8,477
Share option reserve	1,284	1,786
Available-for-sale reserve	6,399	3,986
Retained earnings	156,974	153,554
Total equity	<u>340,830</u>	<u>331,329</u>
Non-current liability		
Deferred tax liabilities	12,995	13,296
	<u>12,995</u>	<u>13,296</u>
Current liabilities		
Amounts due to customers on contracts	557	1,391
Payables	44,905	42,871
Dividend payable	13,178	13,082
Taxation	1,732	2,034
	<u>60,372</u>	<u>59,378</u>
Total liabilities	<u>73,367</u>	<u>72,674</u>
TOTAL EQUITY AND LIABILITIES	<u>414,197</u>	<u>404,003</u>
Net assets per share attributable to equity holders of the Company (RM)	2.07	2.03

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.

**PINTARAS JAYA BERHAD**(189900H)

Interim financial statements for the twelve months ended 30 June 2017

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**
For The Financial Year Ended 30 June 2017

	← Attributable to equity holders of the Company →					Total equity RM'000
	Share capital RM'000	Share premium RM'000	Non-distributable Share option reserve RM'000	Available-for-sale reserve RM'000	Distributable Retained earnings RM'000	
At 1 July 2016	163,526	8,477	1,786	3,986	153,554	331,329
Total comprehensive income for the year	-	-	-	2,413	36,247	38,660
Employee share option scheme("ESOS")						
- value of employee services	-	-	291	-	-	291
Issuance of shares						
- exercise of ESOS	3,546	624	(793)	-	-	3,377
Dividends	-	-	-	-	(32,827)	(32,827)
Effects from adoption of CA 2016*	9,101	(9,101)	-	-	-	-
At 30 June 2017	<u>176,173</u>	<u>-</u>	<u>1,284</u>	<u>6,399</u>	<u>156,974</u>	<u>340,830</u>
At 1 July 2015	162,681	6,369	1,729	8,369	166,756	345,904
Total comprehensive income for the year	-	-	-	(4,383)	17,786	13,403
Employee share option scheme("ESOS")						
- value of employee services	-	-	619	-	-	619
Issuance of shares						
- exercise of ESOS	845	2,108	(562)	-	-	2,391
Dividends	-	-	-	-	(30,988)	(30,988)
At 30 June 2016	<u>163,526</u>	<u>8,477</u>	<u>1,786</u>	<u>3,986</u>	<u>153,554</u>	<u>331,329</u>

* Pursuant to Section 618(2) of the Companies Act 2016 ("CA 2016"), any outstanding share premium and capital redemption reserve accounts shall become part of Share Capital.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.

**PINTARAS JAYA BERHAD**(189900H)

Interim financial statements for the twelve months ended 30 June 2017

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**
For The Financial Year Ended 30 June 2017

	12 months ended	
	30.06.2017	30.06.2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the financial year	36,247	17,786
Adjustments for:-		
Depreciation of property, plant and equipment and investment properties	14,881	16,203
Gain on disposals of available-for-sale financial assets	(2,990)	(1,094)
Impairment losses of available-for-sale financial assets	50	-
Value of employee services in relation to ESOS	291	619
Taxation	6,175	5,254
Other non-cash items	365	(1,145)
Other non-operating items	(6,353)	(6,669)
	<u>48,666</u>	<u>30,954</u>
Changes in working capital:		
Net changes in current assets	(3,555)	(4,422)
Net changes in current liabilities	6,373	6,565
Cash generated from operations	51,484	33,097
Tax paid	(9,733)	(13,177)
Tax refunded	1	1
Interest income received	4,325	4,934
Net cash flows generated from operating activities	<u>46,077</u>	<u>24,855</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(12,014)	(2,451)
Proceeds from disposals of property, plant and equipment	177	54
Purchases of available-for-sale financial assets	(17,174)	(13,351)
Proceeds from disposals of available-for-sale financial assets	17,741	11,367
Dividend income received	2,179	1,767
(Increase)/decrease in short-term deposits and bank balances used for investment purposes	(196)	1,602
Net cash flows used in investing activities	<u>(9,287)</u>	<u>(1,012)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from ESOS exercised	3,377	2,391
Dividends paid	(32,732)	(29,293)
Net cash flows used in financing activities	<u>(29,355)</u>	<u>(26,902)</u>
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS	7,435	(3,059)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	169,210	172,111
CURRENCY TRANSLATION DIFFERENCES	149	158
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u>176,794</u>	<u>169,210</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the twelve months ended 30 June 2017

Notes to the Interim Financial Statements

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (MFRS) No. 134 - Interim Financial Reporting 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 financial statements for the financial year ended 30 June 2016. These 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 financial year ended 30 June 2016.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2016.

2. Auditors' Report on Preceding Annual Financial Statements

The audit report of the Group's most recent annual audited financial statements for the financial year ended 30 June 2016 was not qualified.

3. Seasonal or Cyclical Factors

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

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial year ended 30 June 2017.

5. Changes in Estimates

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

6. Changes in Debt and Equity Securities

During the financial year ended 30 June 2017, a total of 1,193,200 new ordinary shares were issued and allotted pursuant to the exercise of the Company's Employee Share Option Scheme ("ESOS") at an exercise price of RM2.83 per ordinary share.

Other than as mentioned above, there were no other issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial year under review.

7. Dividend Paid

An interim single-tier dividend of 8 sen per share amounting to RM13,082,064 in respect of the financial year ended 30 June 2016 was declared on 18 May 2016 and paid on 12 July 2016.

The final single-tier dividend of 12 sen per share amounting to RM19,649,736 in respect of the financial year ended 30 June 2016 was approved by the shareholders during the Annual General Meeting on 18 October 2016 and paid on 12 January 2017.

A first interim single-tier dividend of 8 sen per share amounting to RM13,177,520 in respect of the financial year ended 30 June 2017 was declared on 26 May 2017 and paid on 12 July 2017.

**PINTARAS JAYA BERHAD (189900-H)**

(Incorporated in Malaysia)

Interim financial statements for the twelve months ended 30 June 2017**8. Segmental Information**

	Piling, civil engineering and construction works RM'000	Manufacturing RM'000	Group RM'000
12 months ended 30 June 2017			
<u>Revenue</u>			
Construction contracts	163,086	-	163,086
Sale of goods	-	30,651	30,651
Total revenue			<u>193,737</u>
<u>Results</u>			
Segment results	28,399	5,593	33,992
Unallocated income			9,314
Unallocated costs			<u>(884)</u>
Profit before taxation			42,422
Taxation			<u>(6,175)</u>
Profit for the financial year			<u>36,247</u>

	Piling, civil engineering and construction works RM'000	Manufacturing RM'000	Group RM'000
12 months ended 30 June 2016			
<u>Revenue</u>			
Construction contracts	103,083	-	103,083
Sale of goods	-	33,791	33,791
Total revenue			<u>136,874</u>
<u>Results</u>			
Segment results	10,656	5,235	15,891
Unallocated income			7,954
Unallocated costs			<u>(805)</u>
Profit before taxation			23,040
Taxation			<u>(5,254)</u>
Profit for the financial year			<u>17,786</u>

Segmental reporting by geographical area is not presented as the Group's activities are entirely carried out in Malaysia.

9. Valuation of Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the twelve months ended 30 June 2017

10. Material Events Subsequent to the End of Financial Period

There were no material events subsequent to the end of the current financial year ended 30 June 2017 up to the date of this report that have not been reflected in this financial statements.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the financial year ended 30 June 2017.

12. Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets since the last audited financial statements of the Group.

13. Capital Commitments

There were no material capital commitments not provided for in the financial statements as at 30 June 2017.

14. Review of Performance of the Company and its Principal Subsidiaries

(a) Current Year 4th Quarter (4Q2017) versus Preceding Year 4th Quarter (4Q2016)

The Group recorded a revenue and profit before taxation ('PBT') of RM21.7 million and RM0.8 million in 4Q2017, representing a decrease of 47% and 88% respectively compared to 4Q2016. The decline was attributable to significantly lower contribution from the construction division as well as lower investment income over the preceding comparative financial quarter. Contribution from the manufacturing division, however, was higher.

The construction division recorded a loss before taxation of RM2.1 million on revenue of RM14.3 million in 4Q2017 against PBT of RM3.7 million on revenue of RM32.7 million reported in 4Q2016. The shortfall was mainly due to reduced and insufficient construction activities as a result of very low rate of project replenishment. Fixed costs, particularly labour costs and depreciation charges, have not reduced proportionately resulting in losses in the construction division.

Sales from manufacturing division dropped by 11% to RM7.3 million in 4Q2017 as compared to RM8.2 million in the same financial quarter last year. However, despite the lower sales, earnings remained at RM1.7 million primarily due to lower material costs which cushioned the impact of lower sales volume.

(b) Current Year-to-date versus Preceding Year Corresponding Period

For the twelve months ended 30 June 2017, the Group's revenue increased by 41% to RM193.7 million from RM136.9 million in the preceding financial year. Correspondingly, the PBT of RM42.4 million outperformed earnings for the same period last financial year by 84%, spurred mainly by better performance from the construction division as well as higher investment income.

The construction division achieved a substantially higher revenue of RM163.1 million compared to RM103.1 million last financial year. Consequently, PBT rose by 165% to RM28.4 million from RM10.7 million last financial year. The increase in revenue and PBT were mainly due to increased volume of construction works.

Revenue in the manufacturing division reduced by 9% to RM30.7 million from RM33.8 million compared to last financial year. The decline was mainly due to lower sales volume as well as lower selling prices. Nevertheless, the manufacturing division achieved a better PBT of RM5.6 million compared to RM5.2 million previous financial year, primarily due to lower material costs.

**PINTARAS JAYA BERHAD (189900-H)**

(Incorporated in Malaysia)

Interim financial statements for the twelve months ended 30 June 2017**15. Material Changes in the Quarterly Results compared to the results of the Immediate Preceding Quarter**

	4th quarter ended 30.06.2017 RM'000	3rd quarter ended 31.03.2017 RM'000	Variance %
Revenue	21,660	52,570	-59%
Profit before taxation	836	10,859	-92%

For the 4th financial quarter under review, the Group recorded a much lower revenue and PBT of RM21.7 million and RM0.8 million, representing a decrease of 59% and 92% respectively compared to the immediate preceding quarter. The significant reduction was mainly due to much lesser construction activities as projects reached completion stage coupled with much higher costs incurred to complete some of the current projects as well as lower investment income over the preceding quarter. Contribution from the manufacturing division, however, was higher.

16. Prospects for the Next Financial Year ending 30 June 2018

The Group capped off the year with a satisfactory performance and recovery from the previous financial year. The outlook for FY 2018 continues to remain competitive and challenging with the surprisingly slow replenishment of order book for the construction division. We can expect a very slow first quarter of FY2018 as our new job wins are just commencing. Some mega projects such as LRT 3 and Bandar Malaysia appear to be out of schedule but with the current high tender book, the Board is very optimistic of replenishing our order book in the coming months. Many property developers are focusing on new projects with high density, smaller built-up and affordable units to counter the subdued property market. For our manufacturing division, we are attempting to expand our export market to compensate for the slower domestic market.

17. Variance of Actual Profit from Forecast Profit/Profit Guarantee

There were no profit forecast/profit guarantee issued by the Group.

18. Taxation

Taxation comprises the following: -

	Current quarter ended 30.06.2017 RM'000	Cumulative quarter ended 30.06.2017 RM'000
Current taxation	2,188	(8,237)
Deferred taxation	248	2,062
	<u>2,436</u>	<u>(6,175)</u>

The average effective tax rate differs from the statutory income tax rate of Malaysia as follows:

	Current quarter ended %	Cumulative quarter ended %
Statutory income tax rate	24	24
Tax effects of:		
- income not subject to tax	(16)	(3)
- expenses not deductible for tax purposes	24	1
- reduced tax rate for increase in chargeable business income	(325)	(6)
- utilisation of previously unrecognised deferred tax assets	1	-
- over provision in prior financial years	-	(1)
Average effective tax rate	<u>(292)</u>	<u>15</u>



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the twelve months ended 30 June 2017

19. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

20. Group borrowings and Debt Securities

The Group does not have any borrowings or debt securities as at 30 June 2017.

21. Derivative Financial Instruments

The Group has no derivative financial instruments for the current financial year ended 30 June 2017.

22. Fair Value Changes of Financial Liabilities

There are no financial liabilities measured at fair value through profit or loss as at 30 June 2017.

23. Changes in Material Litigation

There is no material litigation at the date of this report.

24. Dividend

- (a) (i) The Board of Directors has recommended a final dividend in respect of the financial year ended 30 June 2017.
(ii) Amount per share : 12.0 sen single tier
(iii) Previous corresponding period : 12.0 sen single tier
(iv) Date payable : To be determined later
(v) In respect of deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at a date to be determined later.

The proposed final dividend is subject to shareholders' approval at the Annual General Meeting to be held on a date to be announced later.

- (b) Total dividend for the current financial year : 20.0 sen single tier

25. Earnings Per Share

Basic earnings per share is calculated by dividing the Group's profit attributable to equity holders by the weighted average number of ordinary shares in issue during the financial year.

	Current quarter ended 30.06.2017	Cumulative quarter ended 30.06.2017
- Profit attributable to equity holders of the Company (RM'000)	3,272	36,247
- Weighted average number of ordinary shares in issue ('000)	163,900	163,900
- Basic earnings per share (sen)	2.0	22.1

For the diluted earnings per share calculation, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

- Profit attributable to equity holders of the Company (RM'000)	3,272	36,247
- Weighted average number of ordinary shares in issue ('000)	163,900	163,900
Effect of dilution arising from ESOS ('000)	358	358
Weighted average number of ordinary shares for diluted earnings per share ('000)	164,258	164,258
- Diluted earnings per share (sen)	2.0	22.1

**PINTARAS JAYA BERHAD (189900-H)**

(Incorporated in Malaysia)

Interim financial statements for the twelve months ended 30 June 2017**26. Realised and Unrealised Profits/Losses Disclosure**

	As at 30.06.2017 RM'000	As at 30.06.2016 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	157,297	155,202
- Unrealised	(7,898)	(10,112)
	<u>149,399</u>	<u>145,090</u>
Add: Consolidation adjustments	7,575	8,464
Total group retained profits as per consolidated accounts	<u>156,974</u>	<u>153,554</u>

27. Profit before Taxation

	Current quarter ended 30.06.2017 RM'000	Cumulative quarter ended 30.06.2017 RM'000
Profit before taxation is arrived at after charging/(crediting):-		
(a) Interest income	(1,051)	(4,135)
(b) Other income including investment income		
- dividend income	(621)	(2,164)
- gain on disposals of property, plant and equipment	14	(55)
(c) Interest expenses	N/A	N/A
(d) Depreciation of property, plant and equipment and investment properties	3,654	14,881
(e) Reversal of provision for impairment of receivables	(391)	(22)
(f) Bad debt written off	9	9
(g) Inventories written off	7	51
(h) Inventories written down	317	317
(i) Gain or loss on disposal of quoted or unquoted investments or properties		
- gain on disposals of available-for-sale financial assets	36	(2,990)
- gain on disposal of investment property	N/A	N/A
(j) Impairment of assets		
- property, plant and equipment	N/A	N/A
- available-for-sale financial assets	17	50
(k) Net loss/(gain) on foreign exchange	49	(4)
(l) Gain or loss on derivatives	N/A	N/A
(m) Exceptional items	N/A	N/A

By order of the Board

KHOO YOK KEE
Executive DirectorShah Alam
29 August 2017