ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the quarter ended 30 September 2016
(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER ENDED 30/92016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30/09/2015 RM'000	CURRENT PERIOD TO-DATE 30/92016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30/09/2015 RM'000
Revenue	60,050	56,100	123,385	112,752
Cost of sales	(48,179)	(42,257)	(98,422)	(83,574)
Gross Profit	11,871	13,843	24,963	29,178
Other operating income/(expense)	1,390	6,851	2,059	8,156
Selling & distribution costs	(4,341)	(4,496)	(10,021)	(10,673)
Administrative expenses	(3,169)	(3,197)	(6,315)	(5,717)
Finance costs	(88)	(127)	(181)	(240)
Profit Before Tax	5,663	12,874	10,505	20,704
Tax expense	(283)	(2,150)	(1,017)	(3,885)
Profit net of tax, representing total comprehensive income for the period	5,380	10,724	9,488	16,819
Total Comprehensive Income Attributable to :				
Owners of the parent	5,383	10,726	9,493	16,813
Non-controlling interest	(3)	(2)	(5)	6
	5,380	10,724	9,488	16,819
Earnings per share (Note B 14)				
- Basic (Sen)	2.24	4.47	3.96	7.01
- Diluted	N/A	N/A	N/A	N/A

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

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	30 September 2016 Unaudited RM'000	31 March 2016 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	111,008	100,628
Investment properties	3,036	3,088
Investment security	372	372
Land held for property development	962	958
Investment properties under construction	2,095	1,570
	117,473	106,616
Current assets		
Inventories	22,724	20,882
Trade and other receivables	44,937	40,152
Other current assets	18,354	13,543
Income tax recoverable	1,931	341
Cash and bank balances	30,197	43,266
	118,143	118,184
TOTAL ASSETS	**235,616**	**224,800**
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	120,000	120,000
Retained earnings	58,136	53,443
	178,136	173,443
Non-controlling interest	655	660
Total equity	178,791	174,103
Non-current liabilities		
Loans and borrowings	12,223	5,242
Deferred tax liabilities	10,208	10,371
	22,431	15,613
Current liabilities		
Trade and other payables	27,314	27,497
Dividend payable	2,400	2,400
Income tax payable	-	346
Loans and borrowings	4,680	4,841
	34,394	35,084
Total liabilities	56,825	50,697
TOTAL EQUITY AND LIABILITIES	**235,616**	**224,800**
	-	-
Net assets per share attributable to owners of the Parent (RM) **	**0.74**	**0.72**

**** Net assets per share is calculated based on total assets (including intangibles) minus total liabilities divided by the total number of ordinary shares of RM0.50 each in issue as at 30th September 2016.**

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2016 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the quarter ended 30 September 2016
(The figures have not been audited)

	<— Attributable to Owners of the Parent		—>	Non-Controlling Interest	Total Equity
	Share Capital RM'000	Retained Earnings RM'000	Total RM'000	RM'000	RM'000
6 months period ended 30 September 2016					
Balance as at 1 April 2016	120,000	53,443	173,443	660	174,103
Total comprehensive income for the period	-	9,493	9,493	(5)	9,488
Transactions with owners					
Fourth interim dividend for the year ended 31 March 2016		(2,400)	(2,400)	-	(2,400)
First interim dividend for the year ending 31 March 2017	-	(2,400)	(2,400)	-	(2,400)
Total transactions with owners	-	(4,800)	(4,800)	-	(4,800)
Balance as at 30 September 2016	120,000	58,136	178,136	655	178,791
6 months period ended 30 September 2015					
Balance as at 1 April 2015	60,000	99,984	159,984	644	160,628
Total comprehensive income for the period	-	16,813	16,813	6	16,819
Transactions with owners					
Capitalisation as Bonus Issue	60,000	(60,000)	-	-	-
Fourth interim dividend for the year ended 31 March 2015	-	(3,000)	(3,000)	-	(3,000)
Final dividend for the year ended 31 March 2015	-	(1,200)	(1,200)	-	(1,200)
First interim dividend for the year ended 31 March 2016	-	(1,800)	(1,800)	-	(1,800)
Total transactions with owners	60,000	(66,000)	(6,000)	-	(6,000)
Balance as at 30 September 2015	120,000	50,797	170,797	650	171,447

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2016 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the quarter ended 30 September 2016
(The figures have not been audited)

	CURRENT PERIOD ENDED 30/09/2016 RM'000	PRECEDING PERIOD ENDED 30/09/2015 RM'000
OPERATING ACTIVITIES		
Profit before tax	10,505	20,704
Adjustments for non cash items	2,625	28
	13,130	20,732
Changes in working capital	(5,215)	1,922
Net cash generated from operating activities	7,915	22,654
Interest income	180	98
Interest paid	(181)	(240)
Income taxes paid	(3,316)	(1,288)
Income taxes refunded	200	-
Net cash flows from operating activities	4,798	21,224
INVESTING ACTIVITIES		
Purchase of:		
Purchase of property, plant and equipment	(15,201)	(7,009)
Advances to suppliers of property, plant & equipment	(4,191)	-
Investment properties under construction	(524)	-
Proceeds from disposal of:		
- property, plant and equipment	12	175
Net cash used in investing activities	(19,904)	(6,834)
FINANCING ACTIVITIES		
Dividends paid on ordinary shares	(4,800)	(6,000)
Repayment of loans and borrowings	6,820	(1,613)
Net cash used in financing activities	2,020	(7,613)
Net Change in Cash & Cash Equivalents	(13,086)	6,777
Effect of exchange rate changes on cash and cash equivalents	1,107	3,553
Cash and Cash Equivalents at beginning of period	42,176	32,416
Cash and Cash Equivalents at end of period	30,197	42,746

Cash and cash equivalents at the end of the financial period comprise the following:	**30/09/2016 RM'000**	**30/09/2015 RM'000**
Cash and bank balances	30,197	43,817
Investment in money market fund	-	(1,071)
	30,197	42,746

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

A. INFORMATION REQUIRED BY MFRS 134

1. *Basis of Preparation*

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These condensed consolidated interim financial statements also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board ('IASB").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 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 31 March 2016.

2. *Changes in Accounting Policies*

The significant accounting policies and the methods adopted for the unaudited condensed financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 March 2016.

The adoption of the following MFRS and amendments to MFRS for financial periods beginning on or after 1 April 2016 do not have significant impact on the unaudited condensed consolidated financial statements upon their initial applications:

- MFRS 14 Regulatory Deferral Accounts
- Amendments to MFRS 101 Disclosure Initiative
- Amendments to MFRS 10, MFRS 12 and MFRS 128 Investment Entities : Applying the Consolidation Exception
- Amendments to MFRS 127 Equity Method in Separate Financial Statements
- Amendments to MFRS 11 Accounting for Acquisitions of Interests in Joint Operations
- 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
- Annual Improvements to MFRSs 2012-2014 Cycle

At the date of authorisation of the interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

- Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions
- Amendments to MFRS 107 Disclosure Initiative
- Amendments to MFRS 112 Recognition of Deferred Tax Assets for Unrealised Losses
- MFRS 9 Financial Instruments
- MFRS 15 Revenue from Contracts with Customers
- Clarifications to MFRS 15 Revenue from Contracts with Customers
- MFRS 16 Leases
- Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

3. *Seasonal or Cyclical Factors*

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

4. *Exceptional / Extraordinary Items*

There were no exceptional / extraordinary items for the financial period under review.

5. *Changes in Estimates*

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

6. *Debts and Equity Securities*

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current financial quarter.

7. *Dividend Paid*

A fourth interim single tier dividend of 1 sen per share, amounting to RM2,400,000 for the financial year ended 31 March 2016 was approved during the 66th Board of Directors Meeting held on 26 May 2016 and was paid on 5 July 2016.

A first interim single tier dividend of 1 sen per share, amounting to RM2,400,000 for the financial year ending 31 March 2017 was approved during the 67th Board of Directors Meeting held on 23 August 2016 and was paid on 6 October 2016.

8. *Segment Information*

Management has determined the operating segments based on the reports used to make strategic decisions.

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

i. Manufacturing and marketing of snack food and confectioneries
ii. Property development
iii. Investment holding

As the activities of the Group are carried out in Malaysia, segmental reporting by geographical location is not presented.

8. Segment information (continued)

30 September 2016	**Manufacturing and marketing of snack food and confectioneries RM'000**	**Property development RM'000**	**Investment holding RM'000**	**Adjustments and eliminations RM'000**	**Notes**	**Per condensed consolidated financial statements RM'000**
Revenue:						
External customers	123,385	-	-	-		123,385
Inter-segment	-	-	5,728	(5,728)	A	-
Total revenue	123,385	-	5,728	(5,728)		123,385
Results:						
Interest income	109	70	1	-		180
Depreciation of:						
- Property, plant and equipment	4,655	-	-	-		4,655
- Investment properties	8	44	-	-		52
Other non-cash income	2,083	-	-	-	B	2,083
Segment profit	10,536	(31)	5,359	(5,359)	C	10,505
Assets:						
Additions to non-current assets	15,201	-	-	-	D	15,201
Segment assets	225,267	7,771	2,578	-	E	235,616
Segment liabilities	53,906	306	2,613	-	F	56,825

8. **Segment information (continued)**

30 September 2015	**Manufacturing and marketing of snack food and confectioneries RM'000**	**Property development RM'000**	**Investment holding RM'000**	**Adjustments and eliminations RM'000**	**Notes**	**Per condensed consolidated financial statements RM'000**
Revenue:						
External customers	112,752	-	-	-		112,752
Inter-segment	-	-	66,567	(66,567)	A	-
Total revenue	112,752	-	66,567	(66,567)		112,752
Results:						
Interest income	95	1	2	-		98
Depreciation of:						
- Property, plant and equipment	4,509	-	-	-		4,509
- Investment properties	8	31	-	-		39
Other non-cash incomes	4,644	-	-	-	B	4,644
Segment profit	20,608	96	65,986	(65,986)	C	20,704
Assets:						
Additions to non-current assets	2,669	-	-	-	D	2,669
Segment assets	209,223	7,108	600	-	E	216,931
Segment liabilities	44,907	319	258	-	F	45,484

8. *Segment Information (continued)*

A Inter-segment revenues are eliminated on consolidation.

B Other non-cash incomes/(expenses) consist of the following items as presented in the respective notes to the financial statements:

	30.09.2016 RM'000	30.09.2015 RM'000
Loss on disposal of property, plant and equipment	(119)	(117)
Property, plant and equipment written off	(35)	-
Unrealised foreign exchange gain	2,665	5,358
Inventories written down	(428)	(597)
	2,083	4,644

C The following items are added to/(deducted from) segment profit to arrive at total consolidated profit before tax:

	30.09.2016 RM'000	30.09.2015 RM'000
Dividend income from inter-segment	5,728	66,570
Unallocated corporate expenses	(369)	(584)
	5,359	65,986

D Additions to non-current assets consist of property, plant and equipment.

E Inter-segment assets are deducted from segment assets to arrive at total assets reported in the condensed consolidated statement of financial position.

F Inter-segment liabilities are deducted from segment liabilities to arrive at total liabilities reported in the condensed consolidated statement of financial position.

Revenue information based on the geographical location of customers is as follows:

	Revenues			
	01.04.2016 - 30.09.2016		01.04.2015 - 30.09.2015	
	RM'000	%	RM'000	%
Malaysia	43,970	36%	44,326	39%
Asia	54,513	44%	46,153	41%
Others	24,902	20%	22,273	20%
Total reported segments	123,385	100%	112,752	100%

The Group does not have single external customer that constitute 10% or more of the Group's revenue.

9. *Significant Related Party Disclosures*

The significant related party transactions and outstanding balance described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than that available to other third parties.

	Transactions for the 6 months period ended 30.09.2016 RM'000	Outstanding balance as at 30.09.2016 RM'000
Sale of goods to Syarikat Perniagaan Chong Mah	1,099	248
Rental income received from Skyline Motion Sdn Bhd	24	-

Syarikat Perniagaan Chong Mah, a company incorporated in Malaysia, is a substantial shareholder of the Company. The transactions with this related party are conducted in accordance with the general mandate obtained from shareholders for recurrent related party transactions.

The Tenancy Agreement entered between OFI Properties Sdn Bhd and Skyline Motion Sdn Bhd are in the ordinary course of business and the transaction has been entered into in arm's-length basis.

10. *Material Events Subsequent to the End of the Reporting Period*

There was no material events subsequent to the end of the current quarter reported.

11. *Changes in the Composition of the Group*

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

12. *Contingent Liabilities*

There were no contingent liabilities of a material nature to be disclosed.

13. *Capital Commitments*

	As at 30.09.2016 RM'000
Authorised, contracted but not provided for:-	
- purchase of property, plant and equipment	6,171
- investment properties	118
	6,289

B. Additional information required by Bursa Malaysia Listing Requirements

1. *Review of Performance*

	Current quarter 30.09.2016 RM'000	Preceding year corresponding quarter 30.09.2015 RM'000	Current period to date 30.09.2016 RM'000	Preceding year corresponding period to date 30.09.2015 RM'000
Revenue	60,050	56,100	123,385	112,752
Profit before tax	5,663	12,874	10,505	20,704

For the current quarter and current period to date, the Group recorded higher revenue of 9.4% as a result of higher sales from export customers in the snack food and confectioneries segment, as compared to the corresponding preceding year quarter and period to date.

Profit before tax for the current quarter and current period to date is lower mainly due to increase in raw material cost, higher revenue related expenditure and lower foreign exchange gain as compared to preceding year corresponding quarter and period to date.

2. *Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter*

	Current Quarter RM'000	Preceding Quarter RM'000
Revenue	60,050	63,335
Profit before tax	5,663	4,842

The decrease in revenue for the current quarter as compared to the preceding quarter was mainly due to the drop in export demand during the low season.

Profit before tax for the current quarter is however higher due to lower selling and distribution cost and gain from foreign exchange.

3. *Group's Prospects*

The Group is currently in the midst of machinery acquisitions for some expansion projects for new product lines. The management expects that these new lines will contribute positively towards the growth and profitability of the Group. These programs are expected to be completed in stages in the next few years.

The Board expects that the performance of the Group will be satisfactory for the financial year ending 31 March 2017, despite facing various challenges of competitive markets.

4. ***Board of Directors' Opinion on Revenue or Profit Estimate, Forecast, Projection or Internal Targets***

The Group does not announce or disclose any revenue or profit estimate, forecast, projection or internal targets in a public document.

5. ***Variance of Actual Profit from Profit Forecast***

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interest and forecasted profit after tax and non-controlling interest and for the shortfall in profit guarantee are not applicable.

6. ***Taxation***

	Current quarter 30.09.2016	Preceding year corresponding quarter 30.09.2015	Current period to date 30.09.2016	Preceding year corresponding period to date 30.09.2015
	RM'000	RM'000	RM'000	RM'000
Income taxation in Malaysia				
- current year	622	2,145	1,180	3,253
Deferred taxation				
- origination and reversal of temporary differences	(339)	5	(163)	632
	283	2,150	1,017	3,885

The Group's effective tax rate for the current quarter and current period to date is lower than the statutory tax rate mainly due to the availability of tax incentives granted to its subsidiary.

7. ***Profits on Sale of Unquoted Investments and / or Properties***

There was no sale of unquoted investments and / or properties for the current quarter.

8. ***Purchases or Disposals of Quoted Securities***

There were no purchase and sale of quoted securities for the current quarter.

9. ***Status of Corporate Proposals***

There was no corporate proposal announced but not completed as at the date of this quarterly report

10. *Group Borrowings*

	As at 30.09.2016 RM'000
Borrowings – current	
Term loan - unsecured	1,303
- secured	3,377
	4,680
Borrowings – non-current	
Term loan - unsecured	-
- secured	12,223
	12,223

The borrowings are denominated in Ringgit Malaysia.

11. Derivatives

There were no forward foreign exchange contracts outstanding as at 30 September 2016.

12. *Material Litigation*

There was no pending material litigation since the last annual statement of financial position date till the date of this interim report.

13. *Dividend*

(a) A second interim single tier dividend for the financial year ending 31 March 2017, amounting to RM2,400,000 computed based on 240,000,000 ordinary shares as at 30 September 2016, has been declared by the Board of Directors on 24 November 2016:

(i) Amount per share : Single tier dividend of 1.0 sen per share

(ii) The previous corresponding period as at 30 September 2015 : Single tier dividend of 1.5 sen per share

(iii) Entitlement date : 14 December 2016

(iv) Payment date : 6 January 2017

(b) The total dividend declared for the current financial year ending 31 March 2017 : 2.0 sen per share

14. *Earnings per Share*

	Current Quarter 30.09.2016	Preceding Year Corresponding Quarter 30.09.2015	Current Period To Date 30.09.2016	Preceding Year Corresponding Period To Date 30.09.2015
Profit attributable to owners of the parent (RM'000)	5,383	10,726	9,493	16,813
Number of ordinary shares in issue ('000)	240,000	240,000	240,000	240,000
Basic earnings per share (sen)	2.24	4.47	3.96	7.01

15. *Audit Report*

The audited report of the preceding annual financial statements did not contain any qualification.

16. *Profit before Tax*

Profit before tax is arrived at after charging/(crediting):

	Current Quarter 30.09.2016 RM'000	Current Period To Date 30.09.2016 RM'000
Interest income	(131)	(180)
Rental income	(37)	(83)
Interest expense	88	181
Property, plant and equipment		
- depreciation	2,334	4,655
- loss/(gain) on disposal	(5)	119
- written off	35	35
Investment properties		
- depreciation	26	52
Foreign exchange (gain)/loss		
- realised	57	803
- unrealised	(1,260)	(2,665)
Inventories written off	195	428

Other than the above items, there were no provision for and write off of receivables, impairment of assets and exceptional items for the current quarter and current financial period to date ended 30 September 2016.

17. *Realised and Unrealised Profits/Losses Disclosure*

	As at 30.09.2016 RM'000	As at 30.09.2015 RM'000
Total retained earnings of Oriental Food Industries Holdings Berhad and its subsidiaries:		
- Realised	101,485	91,917
- Unrealised	(7,543)	(5,320)
	93,942	86,597
Less: Consolidation adjustments	(35,806)	(35,800)
	58,136	50,797

For and on behalf of
ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD

Datuk Seri Son Chen Chuan
Managing Director

Dated: 24 November 2016