



YINSON HOLDINGS BERHAD
Company No: 259147-A
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT
For The Twelve Months Year Ended 31 Jan 2017

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Unaudited RM'000	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
Continuing operations				
Revenue	185,468	116,188	543,255	424,398
Direct expenses	(85,980)	(47,216)	(271,355)	(261,519)
Gross profit	99,488	68,972	271,900	162,879
Other operating income	(13,983)	47,594	13,200	168,202
Administrative expenses	(56,229)	(33,451)	(122,937)	(91,521)
Profit from operations	29,276	83,115	162,163	239,560
Finance costs	(8,669)	(10,756)	(32,314)	(40,514)
Share of results of joint ventures	8,903	25,549	82,457	92,165
Share of results of associates	773	222	873	1,549
Profit before tax from continuing operations	30,283	98,130	213,179	292,760
Income tax expense	20,918	(50,127)	(18,706)	(77,710)
Profit after tax from continuing operations	51,201	48,003	194,473	215,050
Discontinued operations				
Profit/(loss) from discontinued operations, net of tax	-	(792)	2,282	771
Profit for the period	51,201	47,211	196,755	215,821
Profit attributable to:				
Owners of the parent	51,201	50,098	197,048	224,663
Non-controlling interests	-	(2,887)	(293)	(8,842)
	51,201	47,211	196,755	215,821
Earnings per share attributable to owners of the parent:				
Basic (sen)	4.71	4.69	18.07	21.05
Diluted (sen)	4.70	4.69	18.07	21.05
Earnings per share from continuing operations attributable to owners of the parent:				
Basic (sen)	4.71	4.70	17.84	21.07
Diluted (sen)	4.70	4.70	17.84	21.07
Earnings/(loss) per share from discontinued operations attributable to owners of the parent:				
Basic (sen)	-	(0.01)	0.23	(0.02)
Diluted (sen)	-	(0.01)	0.23	(0.02)

These condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For The Twelve Months Year Ended 31 Jan 2017

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Unaudited RM'000	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
Profit for the period	51,201	47,211	196,755	215,821
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
- Exchange differences on translation of foreign operations	115,374	(80,562)	141,940	143,111
- Realisation of other comprehensive income arising from disposal of foreign subsidiaries and associate	(9,575)	-	(9,575)	-
- Cash flows hedge reserve	86,070	(48,836)	47,670	(149,701)
- Net loss on available-for-sale financial assets	-	(1,452)	-	(7,272)
- Reclassification of cumulative loss of available-for-sale reserve recognised as impairment loss to profit & loss	-	1,452	-	18,622
Total comprehensive income/(loss) for the period	243,070	(82,187)	376,790	220,581
Total comprehensive income for the period attributable to:				
Owners of the parent	243,070	(80,900)	377,141	227,823
Non-controlling interests	-	(1,287)	(351)	(7,242)
	243,070	(82,187)	376,790	220,581

These condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 Jan 2017

	AS AT 31.1.2017 Unaudited RM'000	AS AT 31.1.2016 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,609,661	2,997,573
Investment properties	29,931	-
Intangible assets	27,611	22,540
Investment in joint ventures	725,545	598,263
Investment in associates	2,599	2,039
Other receivables	10,165	9,417
Deferred tax assets	6,956	-
	5,412,468	3,629,832
Current assets		
Inventories	5,309	3,585
Trade and other receivables	231,447	165,788
Advances to joint ventures	64,254	55,595
Advances to associates	8,256	1,627
Other current assets	45,770	13,438
Tax recoverable	5,708	3,486
Other investment	27,296	76,916
Cash and bank balances	633,922	416,187
	1,021,962	736,622
Assets of disposal group classified as held for sale	-	473,356
	1,021,962	1,209,978
TOTAL ASSETS	6,434,430	4,839,810

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 Jan 2017

	AS AT 31.1.2017 Unaudited RM'000	AS AT 31.1.2016 Audited RM'000
EQUITY AND LIABILITIES		
Equity		
Share capital	1,099,462	546,399
Share premium	-	553,063
Treasury shares	(12,633)	-
Reserves of disposal group classified as held for sale	-	7,125
Foreign currency translation reserve	347,501	207,953
Cash flows hedge reserve	(102,031)	(149,701)
Share-based option reserve	304	-
Retained earnings	636,110	649,235
Equity attributable to owners of the parent	1,968,713	1,814,074
Perpetual securities of a subsidiary	437,460	437,460
Non-controlling interests	-	1,850
Total equity	2,406,173	2,253,384
Non-current liabilities		
Loans and borrowings	3,170,819	1,446,630
Unfavourable contracts	26,563	44,860
Derivatives	102,031	149,701
Deferred tax liabilities	5,450	26,773
	3,304,863	1,667,964
Current liabilities		
Loans and borrowings	222,354	207,521
Trade and other payables	443,868	422,153
Unfavourable contracts	21,258	19,942
Derivatives	425	6,177
Tax payables	35,489	34,170
	723,394	689,963
Liabilities of disposal group classified as held for sale	-	228,499
	723,394	918,462
Total liabilities	4,028,257	2,586,426
TOTAL EQUITY AND LIABILITIES	6,434,430	4,839,810
Net assets per share attributable to owners of the parent (RM)	1.8015	1.6600

These condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Twelve Months Year Ended 31 January 2017

	Attributable to owners of the parent										Perpetual securities of a subsidiary RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium	Treasury Shares RM'000	Foreign currency translation reserve RM'000	Reserves of disposal group classified as held for sale RM'000	Cash Flows Hedge reserve RM'000	Share-based option reserve RM'000	Available-for-sale reserve RM'000	Retained earnings RM'000	Total equity attributable to owners of the parent RM'000			
At 1 February 2015	516,399	417,163	-	73,567	-	-	-	(11,350)	454,731	1,450,510	-	8,999	1,459,509
Total comprehensive income for the period	-	-	-	141,511	-	(149,701)	-	11,350	224,663	227,823	-	(7,242)	220,581
Accrued perpetual securities distributions by a subsidiary	-	-	-	-	-	-	-	-	(10,250)	(10,250)	-	-	(10,250)
Issue of perpetual securities by a subsidiary	-	-	-	-	-	-	-	-	-	-	437,460	-	437,460
Cash dividend	-	-	-	-	-	-	-	-	(16,392)	(16,392)	-	-	(16,392)
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	(3,517)	(3,517)	-	93	(3,424)
Disposal of subsidiaries	-	-	-	(7,125)	7,125	-	-	-	-	-	-	-	-
Issue of share capital	30,000	139,800	-	-	-	-	-	-	-	169,800	-	-	169,800
Share issuance expenses	-	(3,900)	-	-	-	-	-	-	-	(3,900)	-	-	(3,900)
At 31 January 2016 (Audited)	546,399	553,063	-	207,953	7,125	(149,701)	-	-	649,235	1,814,074	437,460	1,850	2,253,384
At 1 February 2016	546,399	553,063	-	207,953	7,125	(149,701)	-	-	649,235	1,814,074	437,460	1,850	2,253,384
Total comprehensive income for the period	-	-	-	139,548	(7,125)	47,670	-	-	197,048	377,141	-	(351)	376,790
Realisation arising from disposal of foreign subsidiaries and associate	-	-	-	-	-	-	-	-	-	-	-	-	-
Accrued and paid perpetual securities distributions	-	-	-	-	-	-	-	-	(29,305)	(29,305)	-	-	(29,305)
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(1,499)	(1,499)
Buy-back of shares by the Company	-	-	(12,633)	-	-	-	-	-	-	(12,633)	-	-	(12,633)
Issuance of ESS	-	-	-	-	-	-	304	-	-	304	-	-	304
Cash dividends	-	-	-	-	-	-	-	-	(180,868)	(180,868)	-	-	(180,868)
Transition to no-par value regime on 31 January 2017 [^]	553,063	(553,063)	-	-	-	-	-	-	-	-	-	-	-
At 31 January 2017 (Unaudited)	1,099,462	-	(12,633)	347,501	-	(102,031)	304	-	636,110	1,968,713	437,460	-	2,406,173

[^] The new Companies Act 2016 (the "Act"), which came into operation on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. Consequently, the amounts standing to the credit of the share premium account become part of the Company's share capital pursuant to the transitional provisions set out in Section 618 (2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use the amount standing to the credit of its share premium account of RM553,063,000 for purposes as set out in Sections 618 (3). There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

These condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Twelve Months Year Ended 31 January 2017

	12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
OPERATING ACTIVITIES		
Profit before tax from continuing operations	213,179	292,760
Profit before tax from discontinued operations	2,889	3,266
Profit before tax, total	216,068	296,026
Adjustments for:		
Amortisation and depreciation	111,000	110,907
Amortisation of favourable contracts	-	6,841
Amortisation of unfavourable contracts	(19,938)	(19,047)
Unrealised gain on foreign exchange	(26,953)	(98,997)
Finance costs	45,118	46,919
Loss on disposal of subsidiaries and associate	3,511	-
Gain on disposal of financial assets	(784)	-
Loss on disposal of property, plant and equipment	-	1,029
Write off of debt of an associate	-	1,589
Impairment loss on trade and other receivables	32,349	7,271
Reversal of impairment loss on receivables	-	(6,194)
Impairment loss on available-for-sale financial assets	-	18,622
Impairment loss on property, plant and equipment	11,630	20,983
Property, plant and equipment written off	2,387	9
Fair value loss on investment properties	-	1,321
Fair value adjustment on derivatives	-	5,963
Fair value adjustment on marketable securities	857	(25)
Loss on derivatives upon settlement	-	8,153
(Reversal of)/write-down of inventories	(577)	2,177
Inventories written off	-	5,843
Share of results of joint ventures	(82,457)	(92,165)
Share of results of associates	(1,529)	(4,314)
Interest income	(5,927)	(4,111)
Operating cash flows before working capital changes	284,755	308,800
Receivables	(72,681)	(126,734)
Other current assets	(48,756)	(6,149)
Inventories	249	14,238
Payables	77,715	312,891
Cash flows from operations	241,282	503,046
Interest received	5,927	4,111
Interest paid	(45,118)	(46,919)
Tax paid	(44,716)	(40,738)
Net cash flows from operating activities	157,375	419,500

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Twelve Months Year Ended 31 January 2017

	12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	3,310	833
Proceeds from disposal of investment	61,626	-
Proceeds from disposal of subsidiaries	136,087	-
Addition in investment	(10,955)	-
Addition in investment properties	(29,969)	(5,903)
Purchase of intangible assets	(6,798)	(12,599)
Purchase of property, plant and equipment	(1,560,205)	(1,865,799)
Investment in joint ventures	-	(97,926)
Investment in associates	2,246	(7)
Withdrawal of fixed deposits for investment purpose	-	8,550
Withdrawal/(placement) of fixed deposits pledged as security	104,631	(141,858)
Placement of short term investment	(12)	(75,010)
Net cash flows used in investing activities	(1,300,039)	(2,189,719)
FINANCING ACTIVITIES		
(Repayment to)/advances from directors	(19,090)	19,340
Dividends paid	(180,868)	(16,392)
Increase in borrowings	249,161	71,811
Drawdown of term loans	1,784,821	1,397,333
Repayment of term loans	(487,886)	(493,396)
Repayment of obligations under finance leases	(4,197)	(6,800)
Proceed from settlement of derivatives	-	22,364
Proceeds from issuance of perpetual securities	-	437,460
Perpetual securities distribution paid	(28,600)	-
Purchase of treasury shares	(12,633)	-
Proceeds from issuance of shares	-	169,800
Shares issuance expenses	-	(3,900)
Acquisition of non-controlling interest	-	(3,424)
Net cash flows from financing activities	1,300,708	1,594,196

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Twelve Months Year Ended 31 January 2017

	12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	158,044	(176,023)
Effects of foreign exchange rate changes	135,568	112,397
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	210,969	274,595
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	504,581	210,969
	As at 31.1.2017 RM'000	As at 31.1.2016 RM'000
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances		
- Continuing operations	633,922	416,187
- Discontinued operations	-	21,523
Bank overdrafts (included within short-term borrowings)		
- Continuing operations	(8,626)	(6,364)
- Discontinued operations	-	(1,679)
	625,296	429,667
Short term investment	(337)	(325)
Deposits pledged to banks	(120,378)	(218,373)
	504,581	210,969

These condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

1. Basis of Preparation

This unaudited condensed consolidated interim financial statements (Condensed Report) of Yinson Holdings Berhad (the “Group” or “YHB”) for the year ended 31 January 2017 have been prepared in accordance with *MFRS134: Interim Financial Reporting*, paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with *IAS34: Interim Financial Reporting* issued by the International Accounting Standards Board (“IASB”).

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 31 January 2016. The significant accounting policies and methods adopted for the Condensed Report are consistent with those adopted for the audited financial statements for the financial year ended 31 January 2016 except for the adoption of Amendments to Standards and Issue Committee (IC) Interpretations effective as of 1 January 2016.

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

MFRSs and Amendments to MFRSs issued but not yet effective

At the date of authorisation of the Condensed Report, the following Standards were issued but not yet effective and have not been adopted by the Group.

- a) Effective for financial periods beginning on or after 1 January 2017
 - Amendments to MFRS 107 : *Statements of Cash Flows - Disclosure Initiative*
 - Amendments to MFRS 112 : *Income taxes – Recognition of Deferred Tax Assets for Unrealised Losses*
- b) Effective for financial periods beginning on or after 1 January 2018
 - MFRS 15 : *Revenue from Contracts with Customers*
 - MFRS 9 : *Financial Instruments*
 - Amendments to MFRS 2 : *Classification and Measurement of Share-based Payment Transactions*
- c) Effective for financial periods beginning on or after 1 January 2019
 - MFRS 16 : *Leases*

1. Basis of Preparation (continued)

MFRSs and Amendments to MFRSs issued but not yet effective (continued)

d) Effective for financial periods beginning on or after a date to be determined by Malaysian Accounting Standards Board

- Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between Investor and its Associate or Joint Venture*

The directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the year of initial application except for MFRS 9, MFRS 15 and MFRS 16. The adoption of these new standards may result in change in accounting policies for which the effect of adopting will be quantified when the standards are effective.

2. Seasonal or Cyclical Factors

The Group's operations were generally not affected by any material seasonal or cyclical factors.

3. 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 quarter ended 31 January 2017 except for impairment losses on receivables and property, plant and equipment disclosed in Note 6 and Note 20.

4. Changes in Accounting Estimate

There were no material changes in accounting estimates during the period under review that would have a material effect that would substantially affect the results of the Group.

5. Changes in the Composition of the Group

There were no changes in the composition of the Group during the quarter ended 31 January 2017 except for:

- i). YHB incorporated a wholly-owned subsidiary, Yinson Corporate Services Pte Ltd ("YCS"), a company incorporated in Singapore on 4 January 2017. The principal activities of YCS are business and management consultancy services and investment holding.
- ii). YHB Group had on 12 January 2017, completed an internal reorganisation by merging three (3) dormant wholly-owned Norwegian subsidiary companies namely, Nevis 1 AS, Dee AS and Taggart AS into Allan AS, the wholly-owned Norwegian subsidiary of Yinson Production AS, which in turn is the wholly-owned subsidiary of Yinson Production Limited.

6. Segmental Information

For the Twelve Months Year Ended 31 January 2017

	Marine RM'000	Other Operations RM'000	Discontinued Operations RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales					
Gross revenue	585,224	27,282	221,121	(290,372)	543,255
Elimination	(42,489)	(26,762)	(155)	69,406	-
Net revenue	542,735	520	220,966	(220,966)	543,255
Results					
Segment results	145,344	16,819	9,283	(9,283)	162,163
Finance costs					(32,314)
Share of results of joint ventures					82,457
Share of results of associates					873
Income tax expense					(18,706)
Profit after tax from continuing operations					194,473

For the Twelve Months Year Ended 31 January 2016

	Marine RM'000	Other Operations RM'000	Discontinued Operations RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales					
Gross revenue	460,721	33,673	551,974	(621,970)	424,398
Elimination	(36,453)	(33,543)	(836)	70,832	-
Net revenue	424,268	130	551,138	(551,138)	424,398
Results					
Segment results	159,866	79,694	12,869	(12,869)	239,560
Finance costs					(40,514)
Share of results of joint ventures					92,165
Share of results of associates					1,549
Income tax expense					(77,710)
Profit after tax from continuing operations					215,050

For management purposes, the Group is organized into business units based on their product and services, and has following operating segments:

Continuing operations

- The marine segment consists of leasing of vessels and marine related services.
- Other operations mainly consist of investment, management services and treasury services.

Discontinued operations include the following segments:

- The transport segment consists of the provision of trucking services.
- The trading segment consists of trading activities mainly in the construction related materials.
- Other discontinued operations consist of provision of warehouses and rental from investment properties

Transactions between segments are carried out on mutually agreed basis. The effects of such inter-segment transactions are eliminated on consolidation.

6. Segmental Information (continued)

Marine

Revenue from marine segment for the period under review has increased by RM118.47 million to RM542.74 million as compared to RM424.27 million in the corresponding prior year ended 31 January 2016. The increase arose mainly from higher marine business and the stronger US Dollar had resulted in the higher revenue on translation into Ringgit. The segment results decreased by RM14.52 million mainly due to decrease in favourable net foreign exchange difference of RM3.47 million, higher impairment loss on receivables of RM29.33 million and reversal of other operating income related to accrued reimbursable income tax expenses of RM69.28 million, but offset by improvement in gross profit margin arising from more efficient cost control measures and lower impairment loss on plant and equipment of RM7.35 million.

Other Operations

The segment profit of other operations has decreased by RM62.87 million to RM16.82 million as compared to RM79.69 million in the corresponding prior year ended 31 January 2016. The decrease in profit was mainly attributable to the decrease in favourable net foreign exchange difference by about RM83.77 million and loss on disposal of subsidiaries of RM3.51 million but offset by lower impairment loss on available-for-sale financial assets RM17.55 million and absence of one-off realised loss on derivatives of RM8.15 million in corresponding prior year.

Discontinued Operations

Discontinued operations has ceased contributing to the Group upon completion of the divestment exercise on such non-oil & gas subsidiaries in July 2016.

Results of Joint Ventures and Associates

The share of the results of joint ventures has decreased by RM9.71 million to profit of RM82.46 million for the year ended 31 January 2017 as compared to RM92.17 million for the corresponding prior year ended 31 January 2016 mainly due to share of impairment loss on property, plant and equipment of RM18.10 million from a joint venture but offset by higher profits from other joint ventures and favorable conversion of USD profits due to appreciation of USD against RM.

The share of results of associates has decreased to profit of RM0.87 million for the year ended 31 January 2017 compared to a total profit of RM1.55 million for the year ended 31 January 2016 due to lower results of some associates.

Consolidated profit after tax

For the current year under review, the Group's profit after tax has decreased by RM19.06 million or 8.83% to RM196.76 million as compared to RM215.82 million for the corresponding prior year ended 31 January 2016. The decrease was mainly attributable to the decrease in favourable net foreign exchange difference by about RM83.77 million and RM3.47 million from other operations and marine segments respectively, higher impairment loss on receivables of RM29.33 million and lower contribution from joint ventures due to share of impairment loss on property, plant and equipment of RM18.10 million. However, the decrease was offset by improvement in marine segment results with higher gross profit margin, lower impairment loss on plant and equipment by RM7.35 million, lower impairment of available-for-sale financial assets RM17.55 million and absence of one-off realized loss on derivatives of RM8.15 million.

7. Profit Before Tax

Included in the profit before tax are the following items:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Unaudited RM'000	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
Interest income	(2,835)	(1,015)	(5,927)	(4,111)
Other income including investment income	35,579	(45,629)	23,111	(47,635)
Bad debts recovered	-	(1,147)	(202)	(1,230)
Finance costs	14,420	6,869	45,118	46,919
Depreciation of property, plant and equipment	28,543	28,817	108,389	109,718
Amortisation of land use rights	-	-	-	72
Amortisation of intangible assets	670	903	2,611	1,117
Amortisation of favourable contracts	-	1,858	-	6,841
Amortisation of unfavourable contracts	(5,301)	(5,172)	(19,938)	(19,047)
Loss on disposal on property, plant and equipment	-	390	-	1,029
Loss on disposal of subsidiaries and associate	-	-	3,511	-
Gain on disposal on other investment	(589)	-	(784)	-
Impairment/(reversal of impairment) loss on receivables - net	19,436	(7,947)	32,349	1,077
(Reversal of impairment)/impairment loss on available-for-sale financial assets	(755)	1,452	-	18,622
Impairment loss on property, plant and equipment	9,596	2,000	11,630	20,983
Property, plant and equipment written off	2,336	-	2,387	9
Gain on foreign exchange - realised	(6,139)	(2,074)	(3,446)	(14,761)
(Gain)/loss on foreign exchange - unrealised	(14,774)	4,888	(26,953)	(98,997)
Loss on derivatives upon settlement	-	-	-	8,153
Net fair value (gain)/loss on other investment	(741)	(25)	857	(25)
(Reversal)/write down of inventories	-	20	(577)	8,020

8. Income Tax Expense

The income tax expense figures consist of:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 Unaudited RM'000	31.1.2016 Unaudited RM'000	31.1.2017 Unaudited RM'000	31.1.2016 Audited RM'000
Continuing operations				
Current income tax	(4,757)	27,668	40,360	55,251
Deferred income tax	(16,161)	22,459	(21,654)	22,459
	(20,918)	50,127	18,706	77,710
Income tax attributable to discontinued operations	-	2,759	607	2,495
Total income tax expense	(20,918)	52,886	19,313	80,205

The effective tax rate of continuing operations for the year ended 31 January 2017 is lower than the statutory tax rate in Malaysia due to certain income of subsidiaries are not subject to taxation and certain income of subsidiaries are subject to lower tax rates.

9. Earnings Per Share

(a) Basic

Basic earnings per share amount are calculated by dividing the profit for the current and cumulative quarter of the financial years, net of tax, attributable to owners of the parent by the weighted average number of shares outstanding during the year.

The following reflect the profit and share data used in the computation of basic earnings per share:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 Unaudited	31.1.2016 Unaudited	31.1.2017 Unaudited	31.1.2016 Audited
Profit net of tax attributable to owners of the parent used in the computation of EPS (RM'000)	51,201	50,098	197,048	224,663
Weighted average number of ordinary shares in issue ('000)	1,088,191	1,067,154	1,090,185	1,067,154
Basic earnings per share (sen)	4.71	4.69	18.07	21.05

9. Earnings Per Share (continued)

(b) Diluted

Diluted earnings per share are calculated by dividing the Group's profit for the financial year attributable to owners of the Company (adjusted for interest income, net of tax, earned on the proceeds arising from the conversion of the Employee Share Scheme ("ESS") options) ("Adjusted profit") by the weighted average number of ordinary shares as adjusted for the basic EPS and includes all potential dilutive shares arising from the ESS options granted by the reporting date, as if the options had been exercised on the first day of the financial year or the date of the grant, if later.

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 Unaudited	31.1.2016 Unaudited	31.1.2017 Unaudited	31.1.2016 Audited
Adjusted profit net of tax attributable to owners of the parent used in the computation of EPS (RM'000)	51,207	50,098	197,055	224,663
Weighted average number of ordinary shares in issue ('000)	1,088,191	1,067,154	1,090,185	1,067,154
Adjustments for ESS ('000)	308	-	77	-
Weighted average number of ordinary shares for diluted earnings per share ('000)	1,088,499	1,067,154	1,090,262	1,067,154
Diluted earnings per share (sen)	4.70	4.69	18.07	21.05

10. Acquisitions and disposals of property, plant and equipment

During the current year under review, the Group acquired property, plant and equipment ("PPE") with aggregate cost of RM1,560.21 million (31 January 2016: RM1,865.80 million).

The Group disposed PPE with a carrying amount of RM3.31 million (31 January 2016: RM1.86 million) and a gain on disposal of RM0.001 million (31 January 2016: loss on disposal of RM1.03 million) was recognized in the current year under review.

11. Fair Value Hierarchy

The Group uses the following hierarchy for determining the fair value of the financial instruments carried at fair value:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

As at reporting date, the carrying amounts of marketable securities were measured using Level 1 method of hierarchy and interest rate swap were measured by using Level 2 method in the hierarchy in determining their fair value.

12. Debt and Equity Securities

There were no other issuances, repayment of debts, share cancellations and resale of treasury shares during the current financial year under review except for the following:

- a) During the twelve months ended 31 January 2017, the Company had repurchased 4,607,200 of its issued ordinary shares from the open market. The total consideration paid for the repurchase including transaction costs was RM12.63 million and this was financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with Section 127(6) of the Companies Act 2016.

13. Interest-bearing Loans and Borrowings

The Group's total borrowings as at 31 January 2017 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings	169,106	53,248	222,354
Long term borrowings	3,123,290	47,529	3,170,819
Total borrowings	3,292,396	100,777	3,393,173

Except for the borrowings of RM3,092.27 million denominated in United States Dollar, all other borrowings are denominated in Ringgit Malaysia.

14. Dividend Paid

Dividend approved and paid in respect of ordinary shares:

	2017		2016	
	Dividend per share Sen	Amount of single-tier dividend RM'000	Dividend per share Sen	Amount of single-tier dividend RM'000
The Company				
Final dividend paid in respect of the financial years ended:				
- 31 January 2016	2.0	21,791	-	-
- 31 January 2015	-	-	1.5	16,392
Special dividend paid in respect of the financial year ended:				
- 31 January 2017	14.6	159,077	-	-
Dividends recognised as distribution to ordinary equity holders of the Company	16.6	180,868	1.5	16,392

At the Annual General Meeting held on 29 June 2016, the shareholders of the Company have approved the payment of Final Single-tier Dividend of 2.0 sen per share in respect of the financial year ended 31 January 2016. The dividend was paid on 29 August 2016.

A single-tier special cash dividend of 14.6 sen per share in respect of the financial year ended 31 January 2017 was paid on 21 November 2016.

15. Capital Commitments

As at 31 January 2017, the capital commitment for property, plant and equipment not provided for in the interim condensed financial statements is as follows:

- approved and contracted for – RM206.51 million
- approved but not contracted for – RM587.49 million

16. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent assets and no changes in contingent liabilities since the last audited financial statements.

17. Event After The Reporting Date

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

18. Related Party Disclosures

Significant related party transactions are as follows:

	Current quarter 3 months ended		Cumulative quarter 12 months ended	
	31.1.2017 RM'000	31.1.2016 RM'000	31.1.2017 RM'000	31.1.2016 RM'000
<u>With companies substantially owned by Directors, Lim Han Weng and Bah Kim Lian</u>				
Rental income from Yinson Tyres Sdn Bhd	-	15	30	60
Transport income from Liannex Corporation (S) Pte Ltd	-	721	797	2,394
Transport income from Liannex Corporation Sdn Bhd	-	-	1,955	-
Transport income from Handal Indah Sdn Bhd	-	1	1	9
Transport income from Handal Ceria Sdn Bhd	-	-	-	9
Transport income from Waja Securities Sdn Bhd	-	100	21	268
Barge income from Liannex Corporation (S) Pte Ltd	-	434	-	1,337
Barge income from Kargo indera Sdn Bhd	-	315	788	931
Sales of goods to Handal Indah Sdn Bhd	-	271	-	271
Purchases from Yinson Tyres Sdn Bhd	-	701	1,384	3,131
Management fee income from Liannex Corporation (S) Pte Ltd	250	-	250	-
<u>With Joint Ventures</u>				
Interest income from PTSC South East Asia Pte Ltd	586	505	2,086	1,803
Interest income from PTSC Asia Pacific Pte Ltd	31	31	118	114
<u>With Associates</u>				
Ship management fee to Regulus Offshore Sdn Bhd	1,517	225	3,183	854
Purchase from Regulus Offshore Sdn Bhd	1,131	850	5,202	2,461
Rental income from Regulus Offshore Sdn Bhd	-	63	63	250
Management fee income from Regulus Offshore Sdn Bhd	-	10	-	40
Management fee income from Yinson Energy Sdn Bhd	-	20	-	77
Marine chartering income from Regulus Offshore Sdn Bhd	1,604	1,464	3,529	5,039
Consultancy fee to Yinson Energy Sdn Bhd	742	701	2,430	2,559
Barge income from Kargo indera Sdn Bhd	-	-	509	-
Interest income from Yinson Energy	3	-	12	-
Interest income from Regulus Offshore Sdn Bhd	27	-	77	-

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties. All outstanding balances with these related parties are unsecured and are to be settled in cash within three months of reporting date.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

19. Performance Review

Explanatory comment on the performance of the Group's business activities is provided in Note 6.

20. Material Changes in the Profit Before Taxation of Current Quarter Compared with Preceding Quarter

	Quarter ended		%+ / (-)
	31.1.2017 RM'000	31.10.2016 RM'000	
<u>Continuing operations</u>			
Revenue	185,468	127,944	45%
Direct expenses	(85,980)	(66,806)	29%
Gross profit	99,488	61,138	63%
Other operating income	(13,983)	11,553	-221%
Administrative expenses	(56,229)	(13,600)	313%
Profit from operations	29,276	59,091	-50%
Finance costs	(8,669)	(7,011)	24%
Share of results of joint ventures	8,903	25,104	-65%
Share of results of associates	773	251	-208%
Profit before tax from continuing operations	30,283	77,435	-61%
Income tax expense	20,918	(15,113)	-238%
Profit after tax from continuing operations	51,201	62,322	-18%
<u>Discontinued operations</u>			
Profit from discontinued operations, net of tax	-	787	-100%
Profit for the period	51,201	63,109	-19%

The Group's profit before tax from continuing operations for the 4th quarter of current financial year has decreased by 60.90% or RM47.16 million to RM30.28 million as compared to the RM77.44 million in the preceding quarter. The decrease was mainly attributable to higher impairment loss on receivables by RM18.95 million, higher impairment loss on property, plant and equipment of RM11.63 million, lower results from joint ventures approximately RM16.20 million and reversal of other operating income previously accrued for reimbursable income tax expenses approximately RM41.38 million but offset by better Marine segment's profit contribution, increase in favourable net foreign exchange difference by about RM11.11 million, absence of one-off loss on disposal of non-oil and gas subsidiaries of RM3.51 million and higher fair value movement in interest rate swap contracts approximately RM1.58 million.

21. Commentary on Prospects

The short-term to medium-term outlook in the oil and gas sector remains challenging and uncertain due to protracted oversupply. Overall global economic conditions remain challenging, with higher downside risks. Moving forward, global economic activity is expected to remain subdued despite unprecedented easing of monetary conditions in major economies. Amid the challenging global economic environment and the volatility of other currencies against USD, the Group shall strive to achieve satisfactory results for the next financial year ending 31 January 2018.

22. Profit Forecast

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interests and forecast profit after tax and non-controlling interests are not applicable.

23. Status of Corporate Proposals

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

24. Material Litigation

As at 31 January 2017, there was no material litigation against the Group since the last audited financial statements.

25. Dividend Payable

The Board of Directors recommends a final single-tier dividend of 2.0 sen per share for the financial year ended 31 January 2017. The proposed dividend is subject to shareholders' approval at the forthcoming Annual General Meeting. The entitlement date for the final single-tier dividend shall be determined by the Board of Directors at a later date.

26. Derivatives

Details of derivative financial instruments outstanding as at 31 January 2017 are as follows: -

Types of derivatives	Contract / Notional Amount	Fair Value Assets/ (Liabilities)
	RM'000	RM'000
<u>Interest rate swaps</u>		
Within 1 year	29,356	6
More than 3 years	3,498,673	(102,462)

The fair values of the interest rate swaps were based on quotes obtained from the respective counterparty banks.

Interest rate swaps

The Group entered into the following interest rate swap contracts to mitigate the Group's exposure from fluctuations in interest rate arising from a floating rate term loans:-

- i. contract amounting to RM29.36 million that receives floating interest at US\$ LIBOR + 2.75% p.a. and pays fixed interest at 3.40% p.a.;
- ii. contract amounting to RM442.87 million that receives floating interest at 3 months US\$ LIBOR and pays fixed interest at 1.58% p.a.; and
- iii. contracts amounting to RM3,055.80 million that receive floating interest at 3 months US\$ LIBOR and pays fixed interest at 2.88% p.a.

The interest rate swaps have similar maturity terms as the term loans.

26. Derivatives (continued)

For item i and ii, the interest rate swaps have been classified as At Fair Value through Profit or Loss which is measured at fair value and the changes in fair value will be taken to profit or loss. As at 31 January 2017, the net fair value gain on interest rate swap derivative measured at fair value through profit and loss is RM5.75 million.

For item iii, the interest rate swaps have been classified as Cash Flows Hedge which is measured at fair value and the changes in fair value will be taken to cash flows hedge reserve. As at 31 January 2017, the net fair value gain on interest rate swap derivative measured at fair value through the reserve is RM47.67 million.

27. Realised and Unrealised Retained Earnings

The breakdown of the retained earnings of the Group as at 31 January 2017 into realised and unrealised is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, and prepared in accordance with *Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses* in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	Current financial year ended 31.1.2017 RM'000	Previous financial year ended 31.1.2016 RM'000
Total retained earnings of the Company and its subsidiaries:		
- Realised	336,757	331,072
- Unrealised	29,072	81,903
	365,829	412,975
Total retained earnings from joint ventures - realised	284,404	201,946
Total retained earnings from associates - realised	2,718	3,061
Less: Consolidation adjustments	(16,841)	31,253
Total Group retained earnings as per consolidated financial statements	636,110	649,235

28. Auditors' Report on Preceding Annual Financial Statements

The Auditors' Report on the financial statements for the year ended 31 January 2016 was not qualified.

29. Authorised For Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 March 2017.