

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income****For the first quarter ended 30 June 2017 (Unaudited)**

	Current Quarter Ended 30 Jun 2017 RM'000	Corresponding Quarter Ended 30 Jun 2016 RM'000	Current Year-To-Date 30 Jun 2017 RM'000	Corresponding Year-To-Date 30 Jun 2016 RM'000
Revenue	601,041	401,827	601,041	401,827
Operating expenses	(492,522)	(326,920)	(492,522)	(326,920)
Operating Profit	108,519	74,907	108,519	74,907
Other operating income/(expense)	8,969	(6,577)	8,969	(6,577)
Finance costs	(1,752)	(201)	(1,752)	(201)
Profit before tax	115,736	68,129	115,736	68,129
Taxation	(19,307)	(11,731)	(19,307)	(11,731)
Net profit for the period	96,429	56,398	96,429	56,398
Other comprehensive income, net of tax Items that may be reclassified subsequently to profit or loss				
Foreign exchange translation difference	(261)	(125)	(261)	(125)
Total comprehensive income for the period	96,168	56,273	96,168	56,273
Profit attributable to:				
Owners of the Company	96,386	56,176	96,386	56,176
Non-controlling interest	43	222	43	222
	96,429	56,398	96,429	56,398
Total comprehensive income attributable to:				
Owners of the Company	96,041	56,075	96,041	56,075
Non-controlling interest	127	198	127	198
	96,168	56,273	96,168	56,273
EPS - Basic (sen)	5.86	3.42	5.86	3.42
- Diluted (sen)	5.81	3.40	5.81	3.40

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2017 and the accompanying notes attached to this interim financial report.)

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)
Condensed Consolidated Statement of Financial Position as at 30 June 2017

	<i>Unaudited</i> <i>At 30 Jun 2017</i> <i>RM'000</i>	<i>Audited</i> <i>At 31 Mar 2017</i> <i>RM'000</i>
ASSETS		
Non current assets		
Property, Plant & Equipment	1,399,289	1,393,169
Capital work in progress	214,875	177,216
Intangible assets	19,048	19,799
Deferred tax assets	1,074	4,876
	<u>1,634,286</u>	<u>1,595,060</u>
Current assets		
Inventories	241,480	270,434
Trade receivables	280,707	254,699
Other receivables, deposits and prepayments	52,858	45,416
Tax assets	155	155
Derivatives	3,540	-
Cash & cash equivalents	137,459	121,009
	<u>716,199</u>	<u>691,713</u>
TOTAL ASSETS	<u>2,350,485</u>	<u>2,286,773</u>
EQUITY AND LIABILITIES		
Share capital	840,256	830,316
Reserves	917,885	851,845
Equity attributable to owners of the Company	<u>1,758,141</u>	<u>1,682,161</u>
Non-controlling interests	<u>2,752</u>	<u>2,625</u>
Total Equity	<u>1,760,893</u>	<u>1,684,786</u>
Non current liabilities		
Long term borrowings	140,868	162,550
Deferred tax liabilities	78,382	76,421
	<u>219,250</u>	<u>238,971</u>
Current liabilities		
Trade payables	105,569	113,155
Other payables and accruals	100,163	93,816
Short term borrowings	156,607	147,492
Derivatives	-	1,728
Tax payables	8,003	6,825
	<u>370,342</u>	<u>363,016</u>
Total Liabilities	<u>589,592</u>	<u>601,987</u>
TOTAL EQUITY AND LIABILITIES	<u>2,350,485</u>	<u>2,286,773</u>
Net assets per share attributable to the owners of the Company (sen)		
	106.87	102.38

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2017 and the accompanying notes attached to this interim financial report)

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)

Condensed Consolidated Statement of Changes in Equity

For the first quarter ended 30 June 2017 (Unaudited)

	←-----Attributable to Owners of the Company----->							
	<i>Share Capital RM'000</i>	<i>Share Premium RM'000</i>	<i>Translation Reserve RM'000</i>	<i>Share-based Payment Reserve RM'000</i>	<i>Retained Profits RM'000</i>	<i>Sub Total RM'000</i>	<i>Non-controlling Interest RM'000</i>	<i>Total Equity RM'000</i>
3 Months Ended 30 June 2017								
Balance as at 1 April 2017	830,316	-	805	37,508	813,532	1,682,161	2,625	1,684,786
Total comprehensive income for the period	-	-	(345)	-	96,386	96,041	127	96,168
Transaction with owners								
Dividends	-	-	-	-	(32,879)	(32,879)	-	(32,879)
Share-based payment granted under ESOS	-	-	-	4,792	-	4,792	-	4,792
Issuance of ordinary shares pursuant to ESOS	8,026	-	-	-	-	8,026	-	8,026
Transfer from Share-based payment upon exercise of ESOS	1,914	-	-	(1,914)	-	-	-	-
Total transaction with owners	9,940	-	-	2,878	(32,879)	(20,061)	-	(20,061)
Balance as at 30 June 2017	840,256	-	460	40,386	877,039	1,758,141	2,752	1,760,893
3 Months Ended 30 June 2016								
Balance as at 1 April 2016	820,514	698	(215)	19,093	661,852	1,501,942	2,083	1,504,025
Total comprehensive income for the period	-	-	(101)	-	56,176	56,075	198	56,273
Transaction with owners								
Dividends	-	-	-	-	(32,821)	(32,821)	-	(32,821)
Share-based payment granted under ESOS	-	-	-	5,106	-	5,106	-	5,106
Issuance of ordinary shares pursuant to ESOS	25	164	-	-	-	189	-	189
Transfer from Share-based payment upon exercise of ESOS	-	40	-	(40)	-	-	-	-
Total transaction with owners	25	204	-	5,066	(32,821)	(27,526)	-	(27,526)
Balance as at 30 June 2016	820,539	902	(316)	24,159	685,207	1,530,491	2,281	1,532,772

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2017 and the accompanying notes attached to this interim financial report.)

HARTALEGA HOLDINGS BERHAD(Company No. 741883-X)**Condensed Consolidated Statement of Cash Flows****For the first quarter ended 30 June 2017 (Unaudited)**

	Current Year-To-Date 30 Jun 2017 RM'000	Corresponding Year-To-Date 30 Jun 2016 RM'000
Cash Flows from/(used in) Operating Activities		
Profit before tax	115,736	68,129
Adjustments for:		
Depreciation and amortisation	20,548	17,071
Other adjustments	(5,500)	17,324
Operating profit before changes in working capital	130,784	102,524
Changes in working capital		
Net change in inventories	28,954	(1,016)
Net change in receivables	(28,029)	16,618
Net change in payables	(1,239)	4,465
Cash generated from operations	130,470	122,591
Interest received	274	392
Income from fixed income fund	917	185
Tax refunded	14	-
Taxation paid	(12,408)	(13,354)
Net cash from operating activities	119,267	109,814
Cash Flows from/(used in) Investing Activities		
Proceeds from disposal of property, plant and equipment	20	-
Capital work in progress incurred	(55,727)	(52,969)
Purchase of property, plant and equipment	(7,937)	(22,545)
Net change in escrow account	-	4,802
Net cash used in investing activities	(63,644)	(70,712)
Cash Flows from/(used in) Financing Activities		
Draw down of term loan	-	5,165
Repayment of term loans	(23,802)	(27)
Repayment of finance lease	(10)	(6)
Net change in bank borrowings	11,245	4,311
Interest paid	(1,752)	(201)
Proceeds from issuance of shares-ESOS	8,026	189
Dividend paid	(32,879)	(32,821)
Net cash from financing activities	(39,172)	(23,390)
Net change in cash & cash equivalents	16,451	15,712
Cash & cash equivalents at beginning of period	121,008	79,051
Cash & cash equivalents at end of period	137,459	94,763
Cash & cash equivalents at end of period comprise:		
Deposits with licensed banks	-	7,800
Licensed Fund Management Companies-Fixed income fund	29,468	18,504
Cash in hand and at banks	107,991	68,988
	137,459	95,292
Less : Bank Balance Pledged-Escrow Account	-	(529)
	137,459	94,763

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2017 and the accompanying notes attached to this interim financial report.)



Notes to the Interim financial report for the First Quarter ended 30 June 2017

A. NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with requirement of Malaysian Financial Reporting Standards 134 (MFRS 134): Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), International Accounting Standard (“IAS”) 34: Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”) and paragraph 9.22 (Appendix 9B part A) of the Main Market Listing Requirements (“Listing Requirements”) of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 March 2017 except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRS”):

MFRSs

Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets Under Unrealised Losses

The adoption of these new and revised MFRSs did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance or position of the Group.

Standards in issue but not yet effective

At the date of authorisation for issue of these financial statements, the new and revised Standards which were in issue but not yet effective and not early adopted by the Group are as listed below:

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014) ¹
MFRS 15	Revenue from Contracts with Customers ¹
Amendments to MFRS 2	Classification and measurement of Share-based Payment Transactions ¹
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts ¹
Amendments to MFRS 16	Leases ²
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture ³
Amendments to MFRS 140	Transfers of Investment Property ¹



Amendments to MFRSs	Annual Improvement to MFRSs 2014 – 2016 cycle ¹
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration ¹

- ¹ Effective for annual periods beginning on or after 1 January 2018, with earlier application permitted
- ² Effective for annual periods beginning on or after 1 January 2019, with earlier application permitted provided MFRS 15 is also applied
- ³ Effective date deferred to a date to be determined and announced, with earlier application still permitted

The directors anticipate that the adoption of the abovementioned standards, when they become effective, are not expected to have material impact on the financial statements of the Group in the period of initial application.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2017 and the accompanying explanatory notes attached to this interim financial report.

A2. Auditors' Report

The auditors' report for the immediate preceding annual financial statements of the Group for the financial year ended 31 March 2017 is not subject to any qualification.

A3. Seasonal and Cyclical Factors

The principal business operations of the Group were not affected by any seasonal and cyclical factors.

A4. Items of Unusual Nature and Amount

There were no items affecting the assets, liabilities, equity, net income or cash flow of the Group that are unusual because of their nature, size or incidence for the current quarter and financial year-to-date.

A5. Changes in Estimates of amount reported previously

There were no changes in the estimates of amounts reported in the prior interim period of the current financial year or changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter or financial year-to-date.



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A6. Issues, Repurchases and Repayments of Debt and Equity Securities

During the current quarter and financial year-to-date ended 30 June 2017, a total of 2,087,700 new ordinary shares were allotted and issued pursuant to the Company's Employees Share Option Scheme.

Other than the above, there were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations and shares held as treasury shares for the current quarter and financial year-to-date.

A7. Dividends Paid

During the current quarter and financial year-to-date ended 30 June 2017, the Company paid third interim single tier exempt dividend of 2 sen per share amounting to RM32,879,294.28 in respect of the financial year ended 31 March 2017, declared on 9 May 2017 and paid on 23 June 2017.

A8. Segment Information

The Group's business mainly comprises the manufacturing and sale of latex gloves and its manufacturing activities are operated solely in Malaysia. On this basis, the Group Managing Director reviews the operating results of the Group as a whole. Accordingly, no reportable operating segment is presented.

A9. Valuation of property, plant and equipment

The valuations of property plant and equipment have been brought forward without amendment from the previous annual financial statements.

A10. Capital Commitments

Capital commitment in respect of Property, Plant and Equipment as at end of the current quarter and financial year-to-date are as follows:-

	30 June 2017
	RM'000
Approved and contracted for	230,111
Approved but not contracted for	884,113
Total	<u>1,114,224</u>



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A11. Material Events Subsequent to the End of Period Reported

There were no material events subsequent to 30 June 2017 up to latest practicable date 1 August 2017 that have not been reflected in the financial statements for the current quarter and financial year-to-date.

A12. Changes in the Composition of the Group

On 01 April 2017, Hartalega Sdn. Bhd., a wholly-owned subsidiary of the Company, incorporated a 70% owned subsidiary company, namely Foshan Dynamic Limited in China. The registered share capital of Foshan Dynamic Limited is USD250,000. Consequently, Foshan Dynamic Limited became an indirect subsidiary of the Company.

A13. Contingent liabilities and Contingent Assets

There were no contingent liabilities or contingent assets that had arisen since the last annual statement of financial position date except as disclosed in the material litigation under Section B11.



B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA'S LISTING REQUIREMENTS

B1. Review of Performance of the Company and its Subsidiaries

	1st Quarter Ended 30 Jun 2017	1st Quarter Ended 30 Jun 2016	Variance		Year-To- Date 30 Jun 2017	Year-To- Date 30 Jun 2016	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	601,041	401,827	199,214	49.6	601,041	401,827	199,214	49.6
Profit before tax	115,736	68,129	47,607	69.9	115,736	68,129	47,607	69.9

The Group's performance for the quarter under review and the corresponding quarter of the previous financial year are as follows:

The Group's revenue increased by RM199.2 million or 49.6% to RM601.0 million compared with the corresponding quarter of previous financial year of RM401.8 million. The significant achievement in revenue is in line with the Group's continuous expansion in production capacity and increase in demand.

The profit before tax increased by RM47.6 million or 69.9% to RM115.7 million compared with the corresponding quarter of previous financial year of RM68.1 million. The significant increase in profit mainly due to increase in sales volume and average selling price, strengthening of USD and improvement in operation efficiency.

B2. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

	Current Quarter ended 30 Jun 2017	Preceding Quarter ended 31 Mar 2017	Variance	
	RM'000	RM'000	RM'000	%
Revenue	601,041	526,784	74,257	14.1
Profit before tax	115,736	118,762	(3,026)	(2.5)

For the current quarter, the Group's revenue increased by RM74.3 million or 14.1% and profit before tax reduced by RM3.0 million down by 2.5% when compared with the preceding quarter. The increase in revenue is due to increase in sales volume and average selling price. The lower profit before tax mainly due to higher upkeep cost, depreciation expense, packaging material cost, chemical cost and term loan interest expense.



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B3. Commentary on Prospects and Targets

The demand for rubber gloves remains in resurgent mood with demand supply dynamics in healthy balance. The nitrile wave continues with 60% of Malaysian rubber glove export denominated by nitrile gloves. Hartalega NGC's capacity growth is on track to meet the increasing demand for rubber gloves. We have completed commissioning of NGC Phase 1 comprising Plant 1 and 2 in early 2016 and have completed Phase 2 Plant 3 in June 2017. We will begin commissioning of the first production line at Plant 4 in August 2017 and the remaining production lines will be commissioned progressively. Plant 4 is scheduled to complete in 1st quarter of calendar year 2018. The progressive commissioning of Plant 4 is expected to contribute further to Group earnings.

Hartalega continues to forge forward by focusing on quality, maintaining high utilization rates and concerted efforts to enhance efficiency via cost management, economies of scale and technological integration in order to sustain organic growth.

We remain committed to executing our deliverables and meeting our targets.

B4. Variance of Profit Forecast/Profit Guarantee

Not applicable as no profit forecast/profit guarantee was issued.

B5. Profit For The Period

Profit for the period is arrived at after crediting/(charging):

	1st Quarter Ended 30 Jun 2017	1st Quarter Ended 30 Jun 2016	Year-To- Date 30 Jun 2017	Year-To- Date 30 Jun 2016
	RM'000	RM'000	RM'000	RM'000
Interest income	275	392	275	392
Other income including investment income	917	796	917	796
Interest expense	(1,752)	(201)	(1,752)	(201)
Depreciation and amortisation	(20,548)	(17,071)	(20,548)	(17,071)
Foreign exchange gain/(loss)-realised	(2,789)	4,815	(2,789)	4,815
Foreign exchange gain/(loss)-unrealised	5,420	3,040	5,420	3,040
Fair value gain/(loss) on derivatives	5,268	(15,488)	5,268	(15,488)



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B6. Taxation

	Current quarter	Current year-to-date
	RM'000	RM'000
Current tax expense	13,593	13,593
Deferred tax expense	5,735	5,735
Over-provision in prior years	(21)	(21)
	<u>19,307</u>	<u>19,307</u>

The effective tax rate of the Group is lower than the statutory tax rate mainly due to the utilisation of tax incentives in some of the local subsidiaries.

B7. Status of Corporate Proposal

As at the latest practicable date, 1 August 2017, there was no corporate proposal announced and not completed in the current quarter and financial year-to-date.

B8. Group Borrowings and Debt Securities

Total Group borrowings as at 30 June 2017 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short term borrowings</u>			
Term Loans (USD denominated)	67,106	-	67,106
Term Loans(RM denominated)	61	-	61
Bank Borrowings (USD denominated)	-	89,409	89,409
Finance Lease (USD denominated)	31	-	31
	<u>67,198</u>	<u>89,409</u>	<u>156,607</u>
	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Long term borrowings</u>			
Term Loans (USD denominated)	140,868	-	140,868
	<u>140,868</u>	<u>-</u>	<u>140,868</u>



B9. Financial Derivative Instruments

As at 30 June 2017, the outstanding foreign currency forward contracts are as follows:

Type of Derivatives	Contract/Notional Value (RM'000)	Fair Value (RM'000)
Foreign Exchange Contracts		
Less than 1 year		
-USD denominated	575,530	579,070

The Group enters into foreign currency forward contracts to hedge its estimated net exposure to movements in exchange rates arising mainly from sales and purchases.

As foreign currencies contracts are hedged with creditworthy financial institutions in line with the Group's policy, the Group does not foresee any significant credit risks.

There are also no cash requirement risks as the Group only uses forward foreign currencies contracts as its hedging instruments.

The fair value derivative assets amounting to RM3,540,000 has been recognised in the financial statements.

B10. Realised and Unrealised Profits/Losses Disclosure

	As at 30/06/2017 RM'000	As at 31/03/2017 RM'000
Total retained profits of Hartalega Holdings Berhad and its subsidiaries:		
- Realised	1,050,632	1,003,876
- Unrealised	(68,348)	(83,967)
	<u>982,284</u>	<u>919,909</u>
Less: Consolidation adjustments	(105,245)	(106,377)
Total group retained profits as per consolidated accounts	<u>877,039</u>	<u>813,532</u>



B11. Material Litigation

As at the latest practicable date, 1 August 2017, there are no material litigations against the Group or taken by the Group saved as disclosed below:

Mr. Seow Hoon Hin (the “Plaintiff”), a shareholder of the Company and a former shareholder of Hartalega Sdn. Bhd. (“HSB”) vs Hartalega Holdings Berhad (“the Company” or “1st Defendant”), HSB (“2nd Defendant”) and three (3) individuals (3rd, 4th and 5th defendant”) (collectively “the Defendants”) (Kuala Lumpur High Court Writ and Statement of Claim).

The Plaintiff has instituted legal proceedings against the Defendants by filing a Writ of Summons and a Statement of Claim in the High Court of Malaya at Kuala Lumpur (the “Action”). The Writ of Summons and Statement of Claim were served on the Company on 24 March 2011.

The Plaintiff claims against the Defendants for the following:

- (i) he had delivered to the 3rd Defendant, acting on behalf of the 2nd Defendant substantial part of another two (2) assembly lines for the manufacture of gloves for storage at the 2nd Defendant’s factory to which he purportedly intended to be reimbursed for. The Plaintiff contends that the 3rd Defendant (whom the Plaintiff contends is the controlling mind and person behind the 2nd Defendant) has represented to him that the said parts would be kept in the possession of the 2nd Defendant as a trustee for the Plaintiff;
- (ii) the Plaintiff contends that the 2nd Defendant had in flagrant breach of trust utilised the said parts to assemble another 2 assembly lines for the manufacture of latex gloves and that the 2nd Defendant had in breach of trust converted the same for its use and acquired proceeds and/or profits from the assembly of the said parts and as a consequence thereof has purportedly been unjustly enriched
- (iii) the Plaintiff further claims that there was a conspiracy to injure the Plaintiff by the 3rd, 4th and 5th Defendant culminating in the share allotment on 4 April 2005. The Plaintiff states that 3rd, 4th and 5th Defendant had agreed to use the said allotment of shares for the predominant purpose of injuring the Plaintiff and that the said allotment was done pursuant to a purported agreement between the 3rd, 4th and 5th Defendants to injure the Plaintiff resulting in damage and loss to him;
- (iv) that the 2nd Defendant is a trustee for the unpaid dividends amounting to RM488,765.25 due and owing to the Plaintiff; and
- (v) that the Company is guilty of negligent misstatement or alternatively in breach of statutory duty pursuant to Section 357 of the Capital Markets and Services Act, 2007 (“CMSA”) read together with, inter alia, Section 214 of the CMSA and/or tort of breach of statutory duty pursuant to Section 177 and/or Section 179 of the CMSA.

The Plaintiff claims against the Company for the following:

- (i) damages for negligent misstatement or alternatively of breach of statutory duty pursuant to Section 357 of the CMSA read together with, inter alia, Section 214 of the CMSA and/or tort of breach of statutory duty pursuant to Section 177 and/or Section 179 of the CMSA;
- (ii) interest on the said damages at the rate of 8% per annum or any other rate deemed appropriate from 7 April 2008 or such other date deemed appropriate until full satisfaction thereof;
- (iii) such further or other relief the Court deems fit; and
- (iv) costs.



The matter has since gone for trial on 5, 6, 7 December 2012, 29 and 30 January 2013 and 1 and 2 April 2013 in which the trial has been concluded. The Judge heard parties' oral submissions on 19 March 2014, 2 May 2014, 5 May 2014, and 9, 10, 11 and 13 June 2014. Decision was pronounced on 12 December 2014, wherein the learned Judge held the following:

- (i) That the Plaintiff has failed in all claims against the Defendants, as prayed for in the Statement of Claim; and
- (ii) That the Plaintiff's action be dismissed with costs of RM150,000.00 to the 1st to 3rd Defendants and RM50,000.00 each to the 4th and 5th Defendants.

The Plaintiff filed a Notice of Appeal on 8 January 2015 against the entire Judgement of the Kuala Lumpur High Court dated 12 December 2014 which dismissed the plaintiff's claims. The hearing before the Court of Appeal which was initially fixed on 15 September 2016 had been adjourned to 5 December 2016 and 6 December 2016. However, the hearing did not proceed on 5 December 2016 and 6 December 2016 but was subsequently adjourned to 29 March 2017. Further, the hearing did not proceed on 29 March 2017 and was adjourned to 20 July 2017. On 20 July 2017, the appeal was heard in part. The continued hearing of the appeal has been fixed on 18 August 2017.

The directors of the Company, in consultation with the solicitors, are of the opinion that there is no real merit in the Appellant's appeal. Accordingly, the Group has not made any provision on the financial statements.

B12. Dividend

No dividend was proposed or declared for the current quarter under review.

On 4 July 2017, the Board of Directors proposed a final single tier dividend of 2.5 sen per share in respect of the financial year ended 31 March 2017 which is subject to the approval of the shareholders at the forthcoming Annual General Meeting scheduled on 22 August 2017. If the final dividend is approved, it will be paid on 27 September 2017 to the depositors registered in the Record of Depositors at the close of business on 15 September 2017.



B13. Earnings per Share

Basic Earnings Per Share	Current Quarter Ended 30/06/2017	Corresponding Quarter Ended 30/06/2016	Current Year-To- Date 30/06/2017	Corresponding Year-To-Date 30/06/2016
Profit attributable to owners of the parent (RM'000)	96,386	56,176	96,386	56,176
Number of shares in issue as at beginning of the year ('000)	1,643,009	1,641,029	1,643,009	1,641,029
Effect of exercise of ESOS ('000)	1,866	42,850	1,866	42,850
Weighted average number of ordinary shares in issue ('000)	1,644,875	1,641,072	1,644,875	1,641,072
Basic earnings per share (sen)	5.86	3.42	5.86	3.42

Diluted Earnings Per Share	Current Quarter Ended 30/06/2017	Corresponding Quarter Ended 30/06/2016	Current Year-To- Date 30/06/2017	Corresponding Year-To-Date 30/06/2016
Profit attributable to owners of the parent (RM'000)	96,386	56,176	96,386	56,176
Weighted average number of ordinary shares in issue ('000)	1,644,875	1,641,072	1,644,875	1,641,072
Effect of dilution : share options ('000)	14,107	13,082	14,107	13,082
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,658,982	1,654,154	1,658,982	1,654,154
Diluted earnings per share (sen)	5.81	3.40	5.81	3.40