

**OCK GROUP BERHAD (Company No: 955915 – M)****QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

|   | <b>CURRENT<br/>QUARTER<br/>ENDED<br/>31-Dec-17<br/>RM'000</b> | <b>PRECEDING YEAR<br/>CORRESPONDING<br/>QUARTER ENDED<br/>31-Dec-16<br/>RM'000</b> | <b>CURRENT<br/>YEAR TO<br/>DATE ENDED<br/>31-Dec-17<br/>RM'000</b> | <b>PRECEDING<br/>YEAR TO<br/>DATE ENDED<br/>31-Dec-16<br/>RM'000</b> |
|---|---|--|--|--|
| Revenue   | 134,406   | 107,140  | 485,428  | 401,513  |
| Cost of sales                                       | (104,534)   | (83,766)   | (366,462)  | (313,834)  |
| Gross profit  | 29,872  | 23,374   | 118,966  | 87,679   |
| Other income  | 6,478   | 11,151   | 8,552  | 14,797   |
| Administrative expenses                             | (17,386)  | (14,707)   | (61,433)   | (50,120)   |
| Operating profit                                    | 18,964  | 19,818   | 66,085   | 52,356   |
| Finance costs                                       | (7,945)   | (4,250)  | (22,229)   | (10,596)   |
| Share of results of associates/ JV                  | 75  | (61)   | 75   | (61)   |
| Profit before tax                                   | 11,094  | 15,507   | 43,931   | 41,699   |
| Taxation  | (3,053)   | (4,095)  | (12,391)   | (11,343)   |
| Profit for the financial period                     | 8,041   | 11,412   | 31,540   | 30,356   |
| Other comprehensive income, net of tax:             |   |  |  |  |
| Actuarial gain from employee benefits               | 28  | 8  | 28   | 8  |
| Foreign currency translation                        | (3,677)   | (1,541)  | (3,168)  | (1,541)  |
| Total comprehensive income for the financial period | 4,392   | 9,879  | 28,400   | 28,823   |
| Profit attributable to:                             |   |  |  |  |
| Owners of the Company                               | 6,974   | 11,950   | 24,571   | 26,574   |
| Non-controlling interests                           | 1,067   | (538)  | 6,969  | 3,782  |
|   | 8,041   | 11,412   | 31,540   | 30,356   |
| Total comprehensive income attributable to:         |   |  |  |  |
| Owners of the Company                               | 3,390   | 9,902  | 20,546   | 24,526   |
| Non-controlling interests                           | 1,002   | (23)   | 7,854  | 4,297  |
|   | 4,392   | 9,879  | 28,400   | 28,823   |

**Note:**

The Condensed Consolidated Statement of Comprehensive Income for the fourth quarter ended 31 December 2017 should be read in conjunction with the Audited Financial Statements for the financial year ended (“FYE”) 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

**OCK GROUP BERHAD (Company No: 955915 – M)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017**

|   | <b>UNAUDITED</b><br>As at<br><b>31-Dec-17</b><br>RM'000 | <b>AUDITED</b><br>As at<br><b>31-Dec-16</b><br>RM'000 |
|---|---|---|
| <b>ASSETS</b>   |   |   |
| <b>Non-Current Assets</b>                                       |   |   |
| Property, plant and equipment                                   | 383,881   | 268,548   |
| Investment properties   | 16,800  | 14,500  |
| Deferred tax assets   | 267   | 173   |
| Intangible assets   | 172,237   | 21,944  |
| Investment in an associate company and a joint venture          | 475   | -   |
| Trade receivables   | 22,420  | 19,790  |
|   | <b>596,080</b>  | <b>324,955</b>  |
| <b>Current Assets</b>   |   |   |
| Inventories   | 72,226  | 50,368  |
| Amount due from contract customers                              | 11,034  | 13,870  |
| Other Investments   | -   | 226   |
| Trade and other receivables                                     | 321,968   | 292,231   |
| Tax recoverable   | 3,069   | 1,681   |
| Derivative financial assets                                     | -   | 195   |
| Fixed deposits placed with licensed banks                       | 19,927  | 14,430  |
| Cash and bank balances  | 98,239  | 114,854   |
|   | <b>526,463</b>  | <b>487,855</b>  |
| <b>TOTAL ASSETS</b>   | <b>1,122,543</b>  | <b>812,810</b>  |
| <b>EQUITY AND LIABILITIES</b>                                   |   |   |
| <b>Equity attributable to owners of the Company</b>             |   |   |
| Share capital   | 244,305   | 87,147  |
| Share premium   | -   | 157,150   |
| Warrant reserve   | 84,134  | 84,136  |
| Revaluation reserve   | 4,306   | 4,405   |
| Foreign currency translation reserve                            | (5,553)   | (1,587)   |
| Reserve arising from reverse acquisition                        | (17,007)  | (17,007)  |
| Capital reserve   | 208   | -   |
| Retained earnings   | 116,115   | 100,619   |
|   | 426,508   | 414,863   |
| Non-controlling interests                                       | 56,452  | 49,038  |
| <b>Total Equity</b>   | <b>482,960</b>  | <b>463,901</b>  |
| <b>Non-Current Liabilities</b>                                  |   |   |
| Loan and borrowings   | 178,564   | 65,214  |
| Deferred tax liabilities  | 14,258  | 8,189   |
| Trade payables  | 3,541   | 19,795  |
| Post employment benefit liabilities                             | 353   | 325   |
|   | <b>196,716</b>  | <b>93,523</b>   |
| <b>Current Liabilities</b>                                      |   |   |
| Amount due to contract customers                                | 978   | 637   |
| Trade and other payables  | 163,355   | 168,431   |
| Loan and borrowings   | 277,128   | 81,843  |
| Tax payables  | 1,406   | 4,475   |
|   | <b>442,867</b>  | <b>255,386</b>  |
| <b>TOTAL LIABILITIES</b>  | <b>639,583</b>  | <b>348,909</b>  |
| <b>TOTAL EQUITY AND LIABILITIES</b>                             | <b>1,122,543</b>  | <b>812,810</b>  |
| Net assets per share attributable to owners of the Company (RM) | <b>0.49</b>   | <b>0.48</b>   |

**OCK GROUP BERHAD (Company No: 955915 – M)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31  
DECEMBER 2017 (CONT'D)**

Note:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2017

|  | ← Attributable to owners of the Company → |               |                 |                                   |                             |                 |                   |         |                           |              |
|--|---|---------------|-----------------|-----------------------------------|-----------------------------|-----------------|-------------------|---------|---------------------------|--------------|
|  | Non-distributable                         |               |                 |                                   |                             | Distributable   |                   |         | Non-Controlling Interests | Total Equity |
|  | Share Capital                             | Share Premium | Warrant Reserve | Translation / Revaluation Reserve | Reverse Acquisition Reserve | Capital Reserve | Retained Earnings | Total   |                           |              |
| RM'000   | RM'000                                    | RM'000        | RM'000          | RM'000                            | RM'000                      | RM'000          | RM'000            | RM'000  |                           |              |
| <b>At 1 January 2017</b>                                   | 87,147                                    | 157,150       | 84,136          | 2,818                             | (17,007)                    | -               | 100,619           | 414,863 | 49,038                    | 463,901      |
| <b>Transfer to share capital (Note 1)</b>                  | 157,150                                   | (157,150)     | -               | -                                 | -                           | -               | -                 | -       | -                         | -            |
| <b>Acquisition of a subsidiary</b>                         | -   | -             | -               | -                                 | -                           | -               | -                 | -       | (266)                     | (266)        |
| <b>Subscription of shares by NCI in a subsidiary</b>       | -   | -             | -               | -                                 | -                           | -               | -                 | -       | 1,983                     | 1,983        |
| <b>Dividend paid</b>                                       | -   | -             | -               | -                                 | -                           | -               | (8,715)           | (8,715) | (2,349)                   | (11,064)     |
| <b>Bonus Issue in a subsidiary</b>                         | -   | -             | -               | -                                 | -                           | 208             | (400)             | (192)   | 192                       | -            |
| <b>Exercise of Warrants</b>                                | 8   | -             | (2)             | -                                 | -                           | -               | -                 | 6       | -                         | 6            |
| <b>Actuarial gain from employee benefits</b>               | -   | -             | -               | -                                 | -                           | -               | 24                | 24      | 4                         | 28           |
| <b>Foreign currency translation</b>                        | -   | -             | -               | (4,049)                           | -                           | -               | -                 | (4,049) | 881                       | (3,168)      |
| <b>Realisation of revaluation reserve</b>                  | -   | -             | -               | (16)                              | -                           | -               | 16                | -       | -                         | -            |
| <b>Total comprehensive income for the financial period</b> | -   | -             | -               | -                                 | -                           | -               | 24,571            | 24,571  | 6,969                     | 31,540       |
| <b>At 31 December 2017</b>                                 | 244,305                                   | -             | 84,134          | (1,247)                           | (17,007)                    | 208             | 116,115           | 426,508 | 56,452                    | 482,960      |
| <b>At 1 January 2016</b>                                   | 79,224                                    | 102,869       | 84,136          | 4,971                             | (17,007)                    | -               | 78,693            | 332,886 | 10,370                    | 343,256      |
| <b>Subscription of shares by NCI in subsidiaries</b>       | -   | -             | -               | -                                 | -                           | -               | -                 | -       | 35,174                    | 35,174       |
| <b>Dividend paid</b>                                       | -   | -             | -               | -                                 | -                           | -               | (4,754)           | (4,754) | (803)                     | (5,556)      |
| <b>Private Placement</b>                                   | 7,923                                     | 56,249        | -               | -                                 | -                           | -               | -                 | 64,172  | -                         | 64,172       |
| <b>Share issuance expenses</b>                             | -   | (1,968)       | -               | -                                 | -                           | -               | -                 | (1,968) | -                         | (1,968)      |
| <b>Actuarial gain from employee benefits</b>               | -   | -             | -               | -                                 | -                           | -               | 7                 | 7       | 1                         | 8            |
| <b>Foreign currency translation</b>                        | -   | -             | -               | (2,054)                           | -                           | -               | -                 | (2,054) | 513                       | (1,541)      |
| <b>Realisation of revaluation reserve</b>                  | -   | -             | -               | (99)                              | -                           | -               | 99                | -       | -                         | -            |
| <b>Total comprehensive income for the financial period</b> | -   | -             | -               | -                                 | -                           | -               | 26,574            | 26,574  | 3,782                     | 30,356       |
| <b>At 31 December 2016</b>                                 | 87,147                                    | 157,150       | 84,136          | 2,818                             | (17,007)                    | -               | 100,619           | 414,863 | 49,038                    | 463,901      |

**OOCK GROUP BERHAD (Company No: 955915 – M)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2017 (CONT'D)**

Note:

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

Note 1:

The new Companies Act 2016 ("New Act"), which came into effect on 31 January 2017, abolished the concept of authorized share capital and par value of share capital. Consequently, the amounts standing to the credit of the share premium account becomes part of the Company's share capital pursuant to the transitional provisions set out in Section 618(2) of the New Act. 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.

**OCK GROUP BERHAD (Company No: 955915 – M)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2017**

|  | <b>Current Year<br/>To Date Ended<br/>31-Dec-17<br/>RM'000</b> | <b>Preceding Year<br/>To Date Ended<br/>31-Dec-16<br/>RM'000</b> |
|--|--|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |  |  |
| Profit before tax  | 43,931   | 41,699   |
| Adjustments for:   |  |  |
| Depreciation   | 30,345   | 11,719   |
| Net unrealised loss/(gain) on foreign exchange                                       | -  | 3,182  |
| Amortisation of intangibles  | 2,907  | 1,751  |
| Reversal of fair value gain on derivative assets                                     | 195  | (163)  |
| Provision for post employment benefits   | -  | 78   |
| Gain on disposal of property, plant and equipment                                    | -  | (156)  |
| Interest expenses  | 22,229   | 10,596   |
| Interest income  | (972)  | (5,360)  |
| Share of results of an associate / JV  | (75)   | 61   |
|  | <u>98,560</u>  | <u>63,407</u>  |
| Changes in working capital:  |  |  |
| Inventories  | (21,802)   | (19,433)   |
| Receivables  | (13,930)   | (92,686)   |
| Payables   | (33,057)   | 23,811   |
| Amount due from customer for contract works  | -  | 1,607  |
|  | <u>29,771</u>  | <u>(23,294)</u>  |
| Tax paid   | (11,987)   | (11,062)   |
| Tax refunded   | -  | 7  |
| Interests received   | 972  | 3,310  |
| <b>Net cash flows used in operating activities</b>                                   | <u>18,756</u>  | <u>(31,039)</u>  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |  |  |
| Acquisition of a subsidiary  | (213,027)  | -  |
| Advances to ultimate holding company   | -  | (18)   |
| Advances to an associated company  | -  | (1,136)  |
| Change in pledged deposits   | 891  | (3,082)  |
| Income from short term cash investments  | -  | 2,050  |
| Purchase of property, plant and equipment and investment properties                  | (99,607)   | (127,414)  |
| Proceeds from disposal of property plant and equipment                               | -  | 168  |
| Investment in an associate / JV  | (400)  | (61)   |
| Other investments  | 226  | (186)  |
| <b>Net cash flows used in investing activities</b>                                   | <u>(311,917)</u>   | <u>(129,679)</u>   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |  |  |
| Advances from shareholder of a subsidiary  | -  | 649  |
| Interests paid   | (22,229)   | (10,596)   |
| Net drawdown of borrowings   | 317,817  | 19,273   |
| Proceed from private placement   | -  | 64,172   |
| Share issuance expenses  | -  | (1,967)  |
| Proceeds from exercise of warrants   | 6  | -  |
| Subscription of shares by non-controlling interests in a subsidiary                  | 1,929  | 35,174   |
| Dividends paid to:   |  |  |
| - owners of the Company  | -  | (4,753)  |
| - non-controlling interests  | (2,349)  | (802)  |
| <b>Net cash flows from financing activities</b>                                      | <u>295,174</u>   | <u>101,149</u>   |
| Net change in cash and cash equivalents  | 2,013  | (59,569)   |
| Effects of exchange rate changes   | (3,058)  | (5,411)  |
| Cash and cash equivalents:   |  |  |
| At the beginning of the financial period   | <u>84,825</u>  | <u>149,805</u>   |
| At the end of the financial period   | <u>83,780</u>  | <u>84,825</u>  |
| Cash and cash equivalents at the end of the financial period comprise the following: |  |  |
| Cash and bank balances   | 98,239   | 114,854  |
| Fixed deposits   | 19,927   | 14,430   |
| Bank overdraft   | (23,474)   | (32,656)   |
|  | <u>94,692</u>  | <u>96,628</u>  |
| Less: Fixed deposits pledged with licensed banks                                     | <u>(10,912)</u>  | <u>(11,803)</u>  |
|  | <u>83,780</u>  | <u>84,825</u>  |

**OCK GROUP BERHAD (Company No: 955915 – M)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED  
31 DECEMBER 2017 (CONT'D)**

Note:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with Audited Financial Statements for the FYE 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

**QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2017**

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED (“FPE”) 31 DECEMBER 2017**

**A. NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS 134):**

**A1. Basis of Preparation**

These condensed consolidated interim financial statements (“interim financial report”) have been prepared in accordance with MFRS 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 FYE 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

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

**Companies Act 2016**

The Companies Act 2016 (“New Act”) was enacted to replace the Companies Act 1965 with the objectives to create a legal and regulatory structure that will facilitate business, and promote accountability as well as protection of corporate directors and shareholders, taking into consideration the interest of other stakeholders. The New Act was passed on 4 April 2016 by the Dewan Rakyat (House of Representative) and gazette on 15 September 2016. The New Act (except section 241 and Division 8 of Part III) becomes effective on 31 January 2017.

Amongst the key changes introduced in the New Act which will affect the financial statements of the Group and of the Company upon the commencement of the New Act on 31 January 2017 are:

- a) removal of the authorised share capital;
- b) shares of the Company will cease to have par or nominal value; and
- c) the Company’s share premium account will become part of the Company’s share capital.

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

**A2. Summary of Significant Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the FYE 31 December 2016 except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs effective for financial year beginning on or after 1 January 2017.

Amendments/Improvements to MFRSs:

|          |   |
|----------|---|
| MFRS 12  | Disclosure of Interests in Other Entities |
| MFRS 107 | Statement of Cash Flows                   |
| MFRS 112 | Income Taxes                              |

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

**A3. Auditors' Report**

There was no qualification on the audited financial statements of the Company and its subsidiary companies for the FYE 31 December 2016.

**A4. Comments about Seasonal or Cyclical Factors**

The Group's businesses did not experience significant fluctuations due to seasonal or cyclical factors during the current quarter under review.

**A5. Items of Unusual Nature and Amount**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter under review.

**A6. Material Changes in Estimates**

There were no changes in the estimates of amounts reported in prior year that had a material effect in the current quarter under review.

**A7. Issuances, Cancellations, Repurchase, Resale and Repayments of Debts and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period under review.

**A8. Dividends Paid**

There is no dividend paid in the current quarter under review.

**A9. Segmental Information**

The segmental results of the Group for the FPE 31 December 2017 based on segment activities are as follows:

| <b>Cumulative Quarter<br/>31 December 2017</b> | <b>Telecommunication<br/>Network<br/>Services<br/>RM'000</b> | <b>Green Energy and<br/>Power Solution<br/>RM'000</b> | <b>Trading<br/>RM'000</b> | <b>M&amp;E<br/>Engineering<br/>Services<br/>RM'000</b> | <b>Investment<br/>Holding<br/>Company<br/>RM'000</b> | <b>Elimination<br/>RM'000</b> | <b>Group<br/>RM'000</b> |
|--|--|---|---------------------------|--|--|-------------------------------|-------------------------|
| Revenue from                                   |  |   |                           |  |  |                               |                         |
| External customers                             | 416,418  | 38,325  | 4,419                     | 26,266   | -  | -                             | 485,428                 |
| Inter-segment revenue                          | 27,511   | 2,521   | 3,976                     | 4,579  | -  | (38,587)                      | -                       |
| <b>Total Revenue</b>                           | <b>443,929</b>   | <b>40,846</b>   | <b>8,395</b>              | <b>30,845</b>  | <b>-</b>   | <b>(38,587)</b>               | <b>485,428</b>          |
| Profit before tax                              | 37,663   | 3,708   | 1,284                     | 1,086  | 9,771  | (9,581)                       | 43,931                  |
| Taxation                                       | (10,177)   | (645)   | (297)                     | (437)  | (1,685)  | 850                           | (12,391)                |
| <b>Profit for the financial<br/>period</b>     | <b>27,486</b>  | <b>3,063</b>  | <b>987</b>                | <b>649</b>   | <b>8,086</b>   | <b>(8,731)</b>                | <b>31,540</b>           |

| <b>Cumulative Quarter<br/>31 December 2016</b> | <b>Telecommunication<br/>Network<br/>Services<br/>RM'000</b> | <b>Green Energy and<br/>Power Solution<br/>RM'000</b> | <b>Trading<br/>RM'000</b> | <b>M&amp;E<br/>Engineering<br/>Services<br/>RM'000</b> | <b>Investment<br/>Holding<br/>Company<br/>RM'000</b> | <b>Elimination<br/>RM'000</b> | <b>Group<br/>RM'000</b> |
|--|--|---|---------------------------|--|--|-------------------------------|-------------------------|
| Revenue from                                   |  |   |                           |  |  |                               |                         |
| External customers                             | 334,634  | 37,279  | 8,774                     | 20,826   | -  | -                             | 401,513                 |
| Inter-segment revenue                          | 23,044   | 108   | 6,122                     | 2,974  | -  | (32,248)                      | -                       |
| <b>Total Revenue</b>                           | <b>357,678</b>   | <b>37,387</b>   | <b>14,896</b>             | <b>23,800</b>  | <b>-</b>   | <b>(32,248)</b>               | <b>401,513</b>          |
| Profit before tax                              | 32,754   | 1,107   | 2,754                     | 1,096  | 6,531  | (2,543)                       | 41,699                  |
| Taxation                                       | (8,671)  | (465)   | (705)                     | (325)  | (1,615)  | 438                           | (11,343)                |
| <b>Profit for the financial<br/>period</b>     | <b>24,083</b>  | <b>642</b>  | <b>2,049</b>              | <b>771</b>   | <b>4,916</b>   | <b>(2,105)</b>                | <b>30,356</b>           |

**A9. Segmental Information (Cont'd)**

The segmental results of the Group for the FPE 31 December 2017 based on geographical segment are as follows:

| <b>Cumulative Quarter<br/>31 December 2017</b> | <b>Malaysia<br/>RM'000</b> | <b>Regional<br/>RM'000</b> | <b>Elimination<br/>RM'000</b> | <b>Group<br/>RM'000</b> |
|--|----------------------------|----------------------------|-------------------------------|-------------------------|
| Revenue from                                   |                            |                            |                               |                         |
| External customers                             | 322,685                    | 162,743                    | -                             | 485,428                 |
| Inter-segment revenue                          | 36,896                     | 1,691                      | (38,587)                      | -                       |
| <b>Total Revenue</b>                           | <b>359,581</b>             | <b>164,434</b>             | <b>(38,587)</b>               | <b>485,428</b>          |
| Profit before tax                              | 37,696                     | 15,817                     | (9,581)                       | 43,931                  |
| Taxation                                       | (8,450)                    | (4,791)                    | 850                           | (12,391)                |
| <b>Profit for the financial<br/>period</b>     | <b>29,246</b>              | <b>11,026</b>              | <b>(8,731)</b>                | <b>31,540</b>           |

| <b>Cumulative Quarter<br/>31 December 2016</b> | <b>Malaysia<br/>RM'000</b> | <b>Regional<br/>RM'000</b> | <b>Elimination<br/>RM'000</b> | <b>Group<br/>RM'000</b> |
|--|----------------------------|----------------------------|-------------------------------|-------------------------|
| Revenue from                                   |                            |                            |                               |                         |
| External customers                             | 321,067                    | 80,446                     | -                             | 401,513                 |
| Inter-segment revenue                          | 32,248                     | -                          | (32,248)                      | -                       |
| <b>Total Revenue</b>                           | <b>353,315</b>             | <b>80,446</b>              | <b>(32,248)</b>               | <b>401,513</b>          |
| Profit before tax                              | 38,194                     | 6,048                      | (2,543)                       | 41,699                  |
| Taxation                                       | (9,654)                    | (2,127)                    | 438                           | (11,343)                |
| <b>Profit for the financial<br/>period</b>     | <b>28,540</b>              | <b>3,921</b>               | <b>(2,105)</b>                | <b>30,356</b>           |

**A10. Valuation of property, plant and equipment**

There was no valuation of property, plant and equipment in the current quarter under review.

**A11. Capital Commitments**

As at 31 December 2017, the capital commitments are as follows:

|   | <b>UNAUDITED</b> | <b>AUDITED</b>   |
|---|------------------|------------------|
|   | <b>as at</b>     | <b>as at</b>     |
|   | <b>31-Dec-17</b> | <b>31-Dec-16</b> |
|   | <b>RM'000</b>    | <b>RM'000</b>    |
| Capital expenditure approved and contracted for | 64,770           | 154,352          |

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**A12. Material subsequent event**

There are no material events subsequent to the end of the current financial quarter under review.

**A13. Changes in the Composition of the Group**

There are no changes in the composition of the Group in current quarter under review.

**A14. Contingent Liabilities and Contingent Assets**

As at 31 December 2017, the contingent liabilities are as follows:

|   | <b>UNAUDITED</b><br>as at<br><b>31-Dec-17</b><br><b>RM'000</b> | <b>AUDITED</b><br>as at<br><b>31-Dec-16</b><br><b>RM'000</b> |
|---|--|--|
| Financial guarantees given by OCK Group Berhad to licensed banks for facilities granted to subsidiaries | 454,385  | 145,229  |
| Financial guarantees given to a third party for the sales of goods to a subsidiary                      | 21,561   | 41,858   |
|   | <u>21,561</u>  | <u>41,858</u>  |

**A15. Significant Related Party Transaction**

Save as disclosed below, there was no other significant related party transactions for the current quarter under review:

| <b>Nature of Transactions</b> | <b>UNAUDITED</b><br>as at<br><b>31-Dec-17</b><br><b>RM'000</b> | <b>AUDITED</b><br>as at<br><b>31-Dec-16</b><br><b>RM'000</b> |
|-------------------------------|--|--|
| Sales                         | <u>(8,173)</u>   | <u>(20,092)</u>  |

All the above transactions were carried out on terms and conditions not materially different from those obtainable in transactions with unrelated parties and in the ordinary course of business of the Group.

**B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS**

**B1. Review of Performance**

| Individual Quarter      | Telecommunication<br>Network<br>Services<br>RM'000 | Green Energy<br>and<br>Power Solution<br>RM'000 | Trading<br>RM'000 | M&E<br>Engineering<br>Services<br>RM'000 | Investment<br>Holding<br>Company<br>RM'000 | Elimination<br>RM'000 | Group<br>RM'000 |
|-------------------------|--|---|-------------------|--|--|-----------------------|-----------------|
| <b>31 December 2017</b> |  |   |                   |  |  |                       |                 |
| Total Revenue           | 113,694  | 7,534   | 1,841             | 15,688                                   | -  | (4,351)               | 134,406         |
| Profit before tax       | 5,056  | (323)   | 139               | 971                                      | 10,878                                     | (5,627)               | 11,094          |

| Individual Quarter      | Telecommunication<br>Network<br>Services<br>RM'000 | Green Energy and<br>Power Solution<br>RM'000 | Trading<br>RM'000 | M&E<br>Engineering<br>Services<br>RM'000 | Investment<br>Holding<br>Company<br>RM'000 | Elimination<br>RM'000 | Group<br>RM'000 |
|-------------------------|--|--|-------------------|--|--|-----------------------|-----------------|
| <b>31 December 2016</b> |  |  |                   |  |  |                       |                 |
| Total Revenue           | 100,700  | 9,891  | 4,199             | 3,846                                    | -  | (11,496)              | 107,140         |
| Profit before tax       | 8,744  | (850)  | 971               | 485                                      | 6,618                                      | (461)                 | 15,507          |

| Cumulative Quarter      | Telecommunication<br>Network<br>Services<br>RM'000 | Green Energy and<br>Power Solution<br>RM'000 | Trading<br>RM'000 | M&E<br>Engineering<br>Services<br>RM'000 | Investment<br>Holding<br>Company<br>RM'000 | Elimination<br>RM'000 | Group<br>RM'000 |
|-------------------------|--|--|-------------------|--|--|-----------------------|-----------------|
| <b>31 December 2017</b> |  |  |                   |  |  |                       |                 |
| Total Revenue           | 443,929  | 40,846                                       | 8,395             | 30,845                                   | -  | (38,587)              | 485,428         |
| Profit before tax       | 37,663   | 3,708  | 1,284             | 1,086                                    | 9,771                                      | (9,581)               | 43,931          |

| Cumulative Quarter      | Telecommunication<br>Network<br>Services<br>RM'000 | Green Energy and<br>Power Solution<br>RM'000 | Trading<br>RM'000 | M&E<br>Engineering<br>Services<br>RM'000 | Investment<br>Holding<br>Company<br>RM'000 | Elimination<br>RM'000 | Group<br>RM'000 |
|-------------------------|--|--|-------------------|--|--|-----------------------|-----------------|
| <b>31 December 2016</b> |  |  |                   |  |  |                       |                 |
| Total Revenue           | 357,678  | 37,387                                       | 14,896            | 23,800                                   | -  | (32,248)              | 401,513         |
| Profit before tax       | 32,754   | 1,107  | 2,754             | 1,096                                    | 6,531                                      | (2,543)               | 41,699          |

For the current quarter and cumulative quarter ended 31 December 2017, the Group reported a higher revenue as compared to the corresponding quarter and cumulative quarter of previous year, mainly due to higher revenue contribution from telecommunication network services (“TNS”). For the cumulative quarter, there are higher revenue contribution from the tower leasing business from Myanmar and Vietnam. In addition, the managed services/ site maintenance business also has higher year-on-year revenue contribution from both the Malaysian and Indonesian markets.

**B2. Material Changes in the Current Quarter’s results compared to the results of the immediate Preceding Quarter**

| Individual Quarter | Telecommunication Network Services | Green Energy and Power Solution | Trading | M&E Engineering Services | Investment Holding Company | Elimination | Group   |
|--------------------|------------------------------------|---------------------------------|---------|--------------------------|----------------------------|-------------|---------|
| 31 December 2017   | RM'000                             | RM'000                          | RM'000  | RM'000                   | RM'000                     | RM'000      | RM'000  |
| Total Revenue      | 113,694                            | 7,534                           | 1,841   | 15,688                   | -                          | (4,351)     | 134,406 |
| Profit before tax  | 5,056                              | (323)                           | 139     | 971                      | 10,878                     | (5,627)     | 11,094  |

| Individual Quarter | Telecommunication Network Services | Green Energy and Power Solution | Trading | M&E Engineering Services | Investment Holding Company | Elimination | Group   |
|--------------------|------------------------------------|---------------------------------|---------|--------------------------|----------------------------|-------------|---------|
| 30 September 2017  | RM'000                             | RM'000                          | RM'000  | RM'000                   | RM'000                     | RM'000      | RM'000  |
| Total Revenue      | 116,482                            | 11,440                          | 2,077   | 5,016                    | -                          | (9,777)     | 125,238 |
| Profit before tax  | 14,040                             | 1,208                           | 347     | (72)                     | (322)                      | (2,911)     | 12,290  |

The total revenue of RM134.4 million recorded for the current quarter was higher as compared to the revenue in the preceding quarter of RM125.2 million mainly due to higher revenue contribution from M&E Engineering services in current quarter.

**B3. Prospects**

Major telecommunications companies (“telcos”) have been investing in upgrading their equipment and infrastructures to accommodate the growth in data by expanding their LTE (Long Term Evolution) coverage in Malaysia and Vietnam. The Group is expected to benefit from the increase projects coming out from the networks expansion and upgrade undertaken by these telcos.

The mobile network operators (“MNOs”) in Malaysia continued with expand their LTE-A and LTE coverage, and the network optimisation that is on-going would provide business opportunity for the Group. In addition, the Group has also secured an over RM100 million of frame contracts on Full-turnkey, Upgrading and Network fiberisation in end FY2017. All these will drive the revenue growth of our Malaysia’s business.

The Group will continue to grow its recurring revenue business via build-own-and-lease and acquiring existing tower sites operators in ASEAN. For our tower leasing business expansion, the Group is leveraging on its established presence in ASEAN and its vast experiences in building telecommunication infrastructures and site maintenance of telecommunication infrastructure. The build-own-and-lease business model is based on building, owning and leasing back the tower sites to telecommunication operators over a long-term period.

**B3. Prospects (Cont'd)**

In Myanmar, to-date the Group owned over ~780 towers and is continuing its works for the rollout of towers in Myanmar. Whilst the Group continued to build our footprint in Myanmar, the Group have successfully signed on with all the major MNOs in Myanmar. Our customers list now includes Telenor Myanmar Limited (“Telenor”), Myanma Posts and Telecommunications (“MPT”), Telecom International Myanmar Company Limited (“Mytel”) and Ooredoo Myanmar Limited (“Ooredoo”).

In Vietnam, the Group has completed the acquisition of 60% of SEATH, on 13 January 2017. The Group current owns close to 2,000 towers. The Vietnam’s mobile market will be an exciting business space moving forward as the telco operators are gearing up for their 4G LTE roll-out in the near future, and the Group foresees that the tower business in Vietnam also will grow in-line with this trend.

With the Group’s continuous investment to grow its regional business, the Group expects significant contribution from its overseas business in Indonesia, Myanmar and Vietnam moving forward.

Apart from focusing on the Group’s telecommunication business, the Group is also sourcing for more business and/or investment opportunities in the sustainable energy sector.

Based on the current industry outlook and the plans as indicated above, the Board of Directors is of the opinion that the business and performance of the Group are expected to remain positive for the FYE 31 December 2018.

**B4. Profit forecast**

No profit forecast has been issued by the Group previously in any public document.

**B5. Taxation**

|                                      | Quarter Ended |           | Year-To-Date Ended |           |
|--------------------------------------|---------------|-----------|--------------------|-----------|
|                                      | 31-Dec-17     | 31-Dec-16 | 31-Dec-17          | 31-Dec-16 |
|                                      | RM'000        | RM'000    | RM'000             | RM'000    |
| Taxation for the period              | 2,828         | 4,143     | 11,935             | 11,177    |
| (Over)/Under provision in prior year | (686)         | (267)     | (686)              | (48)      |
| Deferred Tax                         | 911           | 219       | 1,142              | 214       |
| Total taxation                       | 3,053         | 4,095     | 12,391             | 11,343    |

The Group’s effective tax rate for the current quarter and financial year-to-date is higher than statutory tax rate of 24%, mainly due to tax effects of non-deductible expenses.

**B6. Status of Corporate Proposal**

There was no corporate proposal announced but not completed as at the date of this announcement.

**B7. Group borrowings and debt securities**

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

|                         | <b>Secured<br/>RM'000</b> | <b>Unsecured<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|-------------------------|---------------------------|-----------------------------|-------------------------|
| Long term borrowings:-  |                           |                             |                         |
| Hire purchase           | 30,860                    | -                           | 30,860                  |
| Term loans              | 147,704                   | -                           | 147,704                 |
|                         | <u>178,564</u>            | <u>-</u>                    | <u>178,564</u>          |
| Short term borrowings:- |                           |                             |                         |
| Overdraft               | 23,474                    | -                           | 23,474                  |
| Bankers' acceptance     | 14,794                    | -                           | 14,794                  |
| Bonds                   | -                         | 1,306                       | 1,306                   |
| Revolving project loan  | 58,323                    | -                           | 58,323                  |
| Hire purchase payables  | 7,169                     | -                           | 7,169                   |
| Term loans              | 172,062                   | -                           | 172,062                 |
|                         | <u>275,822</u>            | <u>1,306</u>                | <u>277,128</u>          |

The above borrowings are denominated in Ringgit Malaysia, except for term loans amounting to RM273.6 million and RM3.6 million which are denominated in USD and IDR, respectively.

**B8. Material Litigation**

Since the preceding FYE 31 December 2016, there is no change in material litigation as at the date of this announcement.

**B9. Earnings Per Share**

The basic and diluted earnings per share is calculated based on the Group's profit attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

|   | Quarter Ended |           | Year-To-Date Ended |           |
|---|---------------|-----------|--------------------|-----------|
|   | 31-Dec-17     | 31-Dec-16 | 31-Dec-17          | 31-Dec-16 |
| Group's profit attributable to equity holders of the Company (RM'000) | 6,974         | 11,950    | 24,571             | 26,574    |
| Weighted average number of ordinary shares ('000)                     | 871,473       | 821,978   | 871,471            | 821,978   |
| Upon conversion of warrants ('000)                                    | 55,749        | 20,578    | 55,749             | 20,578    |
| Adjusted weighted average number of ordinary shares ('000)            | 927,222       | 842,556   | 927,220            | 842,556   |
| Earnings per share (sen):   |               |           |                    |           |
| - Basic ^   | 0.80          | 1.45      | 2.82               | 3.23      |
| - Diluted *   | 0.75          | 1.42      | 2.65               | 3.15      |

Notes:

^ Basic earnings per share are based on the profit attributable to owners of the Company and weighted average number of ordinary shares outstanding during the quarter/period.

\* Diluted earnings per share are based on the profit attributable to owners of the Company and the weighted average number of ordinary shares outstanding during the quarter/period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

**OOCK GROUP BERHAD (Company No: 955915 – M)**

**B10. Profit for the year**

|  | Quarter Ended |           | Year-To-Date Ended |           |
|--|---------------|-----------|--------------------|-----------|
|  | 31-Dec-17     | 31-Dec-16 | 31-Dec-17          | 31-Dec-16 |
|  | RM'000        | RM'000    | RM'000             | RM'000    |
| Profit before tax is arrived at<br>after charging/(crediting): |               |           |                    |           |
| - depreciation and amortisation                                | 10,030        | 5,151     | 33,252             | 13,470    |
| - interest expenses  | 7,945         | 4,250     | 22,229             | 10,596    |
| - interest income  | (623)         | (3,539)   | (972)              | (5,360)   |
| - (gain)/loss on foreign exchange                              | 1,683         | (3,756)   | 1,224              | (4,301)   |
| - other income   | -             | (1,394)   | (1,725)            | (3,220)   |

**B11. Dividend**

On 29 December 2017, the Board of Directors approved and declared an interim dividend of RM0.01 per share under the single tier system in respect of the financial year ended 31 December 2017, which is payable on 28 March 2018, amounting to approximately RM8.7 million.

By Order of the Board

Wong Youn Kim (MAICSA 7018778)

Company Secretary

Kuala Lumpur

Date: 26 February 2018