

**LAFARGE MALAYSIA BERHAD (1877-T)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	1 <sup>st</sup> Quarter Ended		Year to Date Ended	
	31 March	31 March	31 March	31 March
	2017	2016	2017	2016
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	<b>561,854</b>	<b>669,780</b>	<b>561,854</b>	<b>669,780</b>
Operating expenses	(573,795)	(579,854)	(573,795)	(579,854)
Depreciation and amortisation	(58,119)	(44,622)	(58,119)	(44,622)
Other income/(expenses)	10,725	(10,197)	10,725	(10,197)
Investment income	2,383	1,914	2,383	1,914
Interest income	1,412	552	1,412	552
<b>(Loss)/profit from operations</b>	<b>(55,540)</b>	<b>37,573</b>	<b>(55,540)</b>	<b>37,573</b>
Finance cost	(5,162)	(3,467)	(5,162)	(3,467)
Share in results of joint venture	(2,747)	(3,356)	(2,747)	(3,356)
<b>(Loss)/profit before tax</b>	<b>(63,449)</b>	<b>30,750</b>	<b>(63,449)</b>	<b>30,750</b>
Income tax credit/(expense)	14,572	(9,927)	14,572	(9,927)
<b>(Loss)/profit for the period</b>	<b>(48,877)</b>	<b>20,823</b>	<b>(48,877)</b>	<b>20,823</b>
<b>Other comprehensive loss, Items that may be reclassified subsequently to profit or loss:</b>				
Foreign currency translation differences for foreign operation	(2,462)	2,116	(2,462)	2,116
Net change in cash flow hedges	(391)	(2,831)	(391)	(2,831)
<b>Total other comprehensive loss for the period, net of tax</b>	<b>(2,853)</b>	<b>(715)</b>	<b>(2,853)</b>	<b>(715)</b>
<b>Total comprehensive (loss)/income for the period</b>	<b>(51,730)</b>	<b>20,108</b>	<b>(51,730)</b>	<b>20,108</b>
<b>(Loss)/profit attributable to:</b>				
Owners of the Company	(48,934)	20,653	(48,934)	20,653
Non-controlling interests	57	170	57	170
	<b>(48,877)</b>	<b>20,823</b>	<b>(48,877)</b>	<b>20,823</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	(51,787)	19,938	(51,787)	19,938
Non-controlling interests	57	170	57	170
	<b>(51,730)</b>	<b>20,108</b>	<b>(51,730)</b>	<b>20,108</b>
Basic and diluted (loss)/earnings per share (sen)	(5.8)	2.4	(5.8)	2.4

*(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31<sup>st</sup> December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**LAFARGE MALAYSIA BERHAD (1877-T)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

Note	As at 31 March 2017 RM'000	As at 31 December 2016 RM'000
<b>ASSETS</b>		
<u>Non-current assets</u>		
Property, plant and equipment	1,705,705	1,741,323
Investment property	3,138	3,139
Prepaid lease payments on leasehold land	75,251	79,116
Goodwill on consolidation	1,396,134	1,396,134
Other intangible assets	22,549	23,156
Investment in joint venture	23,492	25,710
Other financial assets	2,431	2,491
Deferred tax assets	17,863	15,856
	<u>3,246,563</u>	<u>3,286,925</u>
<u>Current assets</u>		
Inventories	266,438	280,048
Current tax assets	72,533	59,607
Trade receivables	381,108	373,967
Other receivables and prepaid expenses	40,166	32,145
Amounts owing by holding and other related companies	11,201	16,617
Derivative financial assets	-	345
Cash and bank balances	89,545	206,188
	<u>860,991</u>	<u>968,917</u>
<b>Total assets</b>	<b>4,107,554</b>	<b>4,255,842</b>
<b>EQUITY AND LIABILITIES</b>		
<u>Share capital and reserves</u>		
Share capital	1,950,692	849,695
Reserves:		
Share premium	-	1,067,199
Capital redemption reserve	-	33,798
Exchange equalisation reserve	25,172	27,634
Investments revaluation reserve	356	356
Hedging reserve	(371)	20
Retained earnings	1,031,064	1,079,998
Equity attributable to owners of the Company	<u>3,006,913</u>	<u>3,058,700</u>
Non-controlling interests	4,987	4,930
Total equity	<u>3,011,900</u>	<u>3,063,630</u>

**LAFARGE MALAYSIA BERHAD (1877-T)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Note	As at 31 March 2017 RM'000	As at 31 December 2016 RM'000
<u>Non-current liabilities</u>			
Borrowings	B7	179,601	-
Retirement benefits		81,044	80,070
Deferred tax liabilities		136,253	152,976
		<u>396,898</u>	<u>233,046</u>
<u>Current liabilities</u>			
Trade payables		419,110	476,338
Other payables and accrued expenses		88,095	111,294
Amounts owing to holding and other related companies		61,663	23,313
Borrowings	B7	126,000	347,470
Derivative financial liabilities		677	-
Current tax liabilities		3,211	751
		<u>698,756</u>	<u>959,166</u>
Total liabilities		<u>1,095,654</u>	<u>1,192,212</u>
<b>Total equity and liabilities</b>		<b><u>4,107,554</u></b>	<b><u>4,255,842</u></b>
Net assets per share attributable to ordinary equity holders of the Company (RM)			
		<u>3.54</u>	<u>3.60</u>
Net tangible assets per share attributable to ordinary equity holders of the Company (RM)			
		<u>1.87</u>	<u>1.93</u>

*(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31<sup>st</sup> December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**LAFARGE MALAYSIA BERHAD (1877-T)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Non-distributable →						Distributable		Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Capital Redemption Reserve RM'000	Exchange Equalisation Reserve RM'000	Investment Revaluation Reserve RM'000	Hedging Reserve RM'000	Retained Earnings RM'000	Total RM'000		
As at 1 January 2017	849,695	1,067,199	33,798	27,634	356	20	1,079,998	3,058,700	4,930	3,063,630
Profit for the period	-	-	-	-	-	-	(48,934)	(48,934)	57	(48,877)
Other comprehensive loss for the period, net of tax	-	-	-	(2,462)	-	(391)	-	(2,853)	-	(2,853)
Transfer arising from "no par value" regime <sup>(1)</sup>	1,100,997	(1,067,199)	(33,798)	-	-	-	-	-	-	-
<b>As at 31 March 2017</b>	<b>1,950,692</b>	<b>-</b>	<b>-</b>	<b>25,172</b>	<b>356</b>	<b>(371)</b>	<b>1,031,064</b>	<b>3,006,913</b>	<b>4,987</b>	<b>3,011,900</b>
As at 1 January 2016	849,695	1,067,199	33,798	28,427	36	125	1,109,266	3,088,546	5,225	3,093,771
Profit for the period	-	-	-	-	-	-	20,653	20,653	170	20,823
Other comprehensive income/(loss) for the period, net of tax	-	-	-	2,116	-	(2,831)	-	(715)	-	(715)
Acquisition of additional interest in an existing subsidiary	-	-	-	-	-	-	404	404	(1,241)	(837)
Dividends	-	-	-	-	-	-	(59,479)	(59,479)	-	(59,479)
<b>As at 31 March 2016</b>	<b>849,695</b>	<b>1,067,199</b>	<b>33,798</b>	<b>30,543</b>	<b>36</b>	<b>(2,706)</b>	<b>1,070,844</b>	<b>3,049,409</b>	<b>4,154</b>	<b>3,053,563</b>

<sup>(1)</sup> Effective from 31 January 2017, the new Companies Act 2016 ("the Act") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balance of the share premium becomes part of the Company's share capital pursuant to the transitional provision 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 this amount for purposes as set out in Section 618(3) of the 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.

*(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31<sup>st</sup> December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**LAFARGE MALAYSIA BERHAD (1877-T)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>3 months Financial Period Ended</b>	
	<b>31 March</b>	<b>31 March</b>
	<b>2017</b>	<b>2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>Cash Flows From Operating Activities</u>		
(Loss)/profit before tax	(63,449)	30,750
Adjustments for:-		
Allowance for inventory obsolescence	690	690
Amortisation of:		
- other intangible assets	607	161
- prepaid lease payments on leasehold land	1,204	1,311
Depreciation of:		
- investment property	1	1
- property, plant and equipment	56,307	43,149
Derivative loss	261	3,958
Finance cost	5,162	3,467
Impairment loss recognised on trade receivables	30	984
Interest income	(1,412)	(552)
(Gain)/loss on disposal of:		
- property, plant and equipment	(134)	(76)
- prepaid lease payment	(9,105)	-
- unquoted investment	60	-
Property, plant and equipment written off	112	824
Provision for retirement benefits	2,650	2,343
Reversal of impairment loss on trade receivables	(337)	(322)
Unrealised gain on foreign exchange	(447)	5,023
Share in results of joint venture	2,747	3,356
Operating profit before changes in working capital	(5,053)	95,067
(Increase)/decrease in:		
Inventories	13,025	(6,920)
Receivables	(20,658)	(34,535)
Amounts owing by holding and other related companies	5,416	7,442
(Decrease)/increase in:		
Payables	(62,543)	13,654
Amounts owing to holding and other related companies	38,168	(19,035)
Cash (used in)/generated from operations	(31,645)	55,673
Retirement benefits paid	(1,676)	(2,865)
Tax paid	(14,100)	(29,290)
Net cash (used in)/generated from operating activities	(47,421)	23,518

**LAFARGE MALAYSIA BERHAD (1877-T)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Financial Year Ended</b>	
	<b>31 March</b>	<b>31 March</b>
	<b>2017</b>	<b>2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>Cash Flows From Investing Activities</u>		
Additions to property, plant and equipment	(37,949)	(60,097)
Acquisitions of additional interests in an existing subsidiary	-	(837)
Interest received	1,412	552
Proceeds from disposal of:		
- property, plant and equipment	583	76
- prepaid lease payment	11,766	-
Net cash used in investing activities	<u>(24,188)</u>	<u>(60,306)</u>
<u>Cash Flows From Financing Activities</u>		
Dividends paid	-	(67,976)
Interest paid	(3,581)	(377)
Drawdown of borrowings	279,556	500
Repayment of borrowings	(315,000)	(430)
Net cash used in financing activities	<u>(39,025)</u>	<u>(68,283)</u>
Net Change in Cash and Cash Equivalents	(110,634)	(105,071)
Effects of currency translations	461	(928)
Cash and Cash Equivalents at beginning of the year	199,718	311,395
Cash and Cash Equivalents at end of the year	<u>89,545</u>	<u>205,396</u>

*(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31<sup>st</sup> December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

## LAFARGE MALAYSIA BERHAD (1877-T)

### A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

#### A1. Basis of Preparation

The interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Main Market Listing Requirements.

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the year ended 31 December 2016. The audited financial statements of the Group for the year ended 31 December 2016 were prepared in accordance with MFRS and International Financial Reporting Standards (“IFRS”). These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2016.

#### A2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2016, except for the adoption of the following MFRSs and amendments to MFRSs:

##### Adoption of Amendments to MFRSs

Effective for annual periods beginning on or after 1 January 2017:

Amendments to MFRS 107	Disclosure Initiative
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to MFRS 12	Annual Improvements to MFRS Standards 2014 - 2016 Cycle

The adoption of the abovementioned Amendments to MFRSs has no significant effect to the Group’s consolidated financial statements of the current quarter or comparative consolidated financial statements of the prior financial year.

The Group has not adopted the following new and revised MFRSs that have been issued but are not yet effective

MFRS 9	Financial Instruments <sup>1</sup>
MFRS 15	Revenue from Contracts with Customers <sup>1</sup>
MFRS 16	Leases <sup>2</sup>
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>3</sup>
Amendments to MFRS 140	Transfers of Investment Properties <sup>1</sup>
Amendments to MFRSs	Annual Improvements to IFRSs 2014 - 2016 Cycle <sup>1</sup>
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration <sup>1</sup>

<sup>1</sup> Effective for annual periods beginning on or after 1 January 2018

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2019

<sup>3</sup> Effective date to be determined

**A2. Significant Accounting Policies (continued)**

The Directors anticipate that the abovementioned Standards and Amendments will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these Standards and Amendments will have no material impact on the financial statements of the Group in the period of initial application except for MFRS 9 and MFRS 15. The Group is currently assessing the impact of adopting both MFRS 9 and MFRS 15.

**A3. Audit Report of Preceding Audited Financial Statements**

The audit reports of the preceding annual financial statements of the Company and of the Group were not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The operations of the Group are closely linked to the construction sector which would normally experience a slow-down in construction activities during festive seasons in Malaysia and Singapore.

**A5. Unusual Items Affecting the Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items affecting the Group's assets, liabilities, equity, net income or cash flows that are material and unusual because of their nature, size or incidence.

**A6. Material Changes in Accounting Estimates**

There were no material changes in estimates of amounts reported in prior interim periods or in previous financial years which have a material effect in the current quarter.

**A7. Capital Issues, Dealings in Own Shares and Repayment of Debt**

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellations, share held as treasury shares and resale of treasury shares during the financial period under review.

**A8. Dividend Paid**

There was no dividend payment during the financial period ended 31 March 2017.



## **A9. Segmental Information**

Segment information is presented in respect of the Group's business segments, which reflect the Group's internal reporting structure that are regularly reviewed by the Group's chief operating decision maker.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise corporate assets and liabilities that relate to investing and financing activities and cannot be reasonably allocated to individual segments. These include mainly corporate assets, other investments, deferred tax assets/liabilities and current tax assets/liabilities.

The Group is organised into the following main operating segments:

Cement	Cement business and trading of other building materials
Aggregates & Concrete	Aggregates and ready-mixed concrete business

**A9. Segmental Information (continued)**

Analysis of the Group's segment information is as follows:

3 Months Ended 31 March	Cement		Aggregates & Concrete		Elimination		Total	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
<b>Segment revenue</b>								
External revenue	409,587	543,897	152,267	125,883	-	-	561,854	669,780
Internal revenue	78,400	84,535	2,402	2,565	(80,802)	(87,100)	-	-
	<u>487,987</u>	<u>628,432</u>	<u>154,669</u>	<u>128,448</u>	<u>(80,802)</u>	<u>(87,100)</u>	<u>561,854</u>	<u>669,780</u>
<b>Segment (loss)/profit</b>	<u>(60,122)</u>	<u>39,665</u>	<u>3,170</u>	<u>(2,644)</u>	<u>-</u>	<u>-</u>	<u>(56,952)</u>	<u>37,021</u>
Reconciliation of segment profit to consolidated (loss)/profit before tax:								
Interest income							1,412	552
Finance cost							(5,162)	(3,467)
Share in results of joint venture							(2,747)	(3,356)
Consolidated (loss)/profit before tax							<u>(63,449)</u>	<u>30,750</u>
<b>Segment assets</b>	<u>3,947,715</u>	<u>4,041,139</u>	<u>309,604</u>	<u>290,402</u>	<u>(355,629)</u>	<u>(320,585)</u>	<u>3,901,690</u>	<u>4,010,956</u>
Reconciliation of segment assets to consolidated total assets:								
Investment in joint venture							23,492	29,479
Unallocated corporate assets							182,372	241,587
Consolidated total assets							<u>4,107,554</u>	<u>4,282,022</u>
<b>Segment liabilities</b>	<u>837,668</u>	<u>798,391</u>	<u>173,926</u>	<u>216,007</u>	<u>(361,005)</u>	<u>(318,487)</u>	<u>650,589</u>	<u>695,911</u>
Reconciliation of segment liabilities to consolidated total liabilities:								
Interest bearing instruments							305,601	341,170
Unallocated corporate liabilities							139,464	191,378
Consolidated total liabilities							<u>1,095,654</u>	<u>1,228,459</u>

**A10. Valuation of Property, Plant and Equipment**

There is no revaluation of property, plant and equipment brought forward from the previous audited financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

**A11. Material Events Subsequent to Quarter End**

There were no other material events subsequent to the current financial quarter 31 March 2017 up to the date of this report which are likely to substantially affect the results of the operations of the Group.

**A12. Changes in Group Composition**

There was no change in the composition for the Group in this quarter.

**A13. Contingent Liabilities**

The Group has no material contingent liabilities as at the date of this report.

**A14. Commitments**

Outstanding commitments in respect of capital commitments at end of reporting date not provided for in the financial statements are as follows:

	<b>As at 31 March 2017 RM'000</b>
In respect of capital expenditure:	
Approved and contracted for	41,893
Approved but not contracted for	24,968
	<hr/> <hr/> <b>66,861</b>

## **B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**

### **B1. Review of Group's Performance**

#### **Current Quarter vs. Corresponding Quarter of Previous Year.**

The Group's revenue decreased by 16.1% to RM561.9 million during the current quarter from RM669.8 million recorded in the corresponding quarter last year. This decrease was mainly attributable to the lower sales contribution from Cement segment due to the soft market demand coupled with increased industry capacity and the continued pricing pressures in the market. The decrease in revenue in Cement segment was partially mitigated by the higher sales contribution from Concrete segment.

The Group has recorded a loss before tax for current quarter of RM63.4 million compared to a profit before tax of RM30.8 million recorded in the corresponding quarter of last year. The decrease was mainly attributable to the lower operating profits from Cement segment due to weak demand and worsening pricing pressure. The profitability was further exacerbated by the higher operating costs attributed mainly to higher fuel and electricity cost and one-off separation cost incurred in current quarter. The above was partially mitigated by a one-off gain on disposal of land and higher foreign exchange gain.

### **B2. Comparison with Preceding Quarter**

	<b>1<sup>st</sup> Quarter Ended 31 March 2017 RM'000</b>	<b>4<sup>th</sup> Quarter Ended 31 December 2016 RM'000</b>
Revenue	561,854	636,372
Profit before tax	<u>(63,449)</u>	<u>3,670</u>

The Group recorded a decrease in revenue by 11.7% compared to preceding quarter mainly attributed to lower sales contribution from domestic cement and concrete segment on the back of lower market demand and continued erosion on pricing. The Group registered a loss before tax for the current quarter of RM63.4 million compared to a profit before tax of RM3.7 million in preceding quarter mainly attributed to the eroded sales contribution as mentioned above coupled with the higher operating cost and one-off separation cost, partially mitigated by the one-off loss on disposal of a subsidiary and higher loss on disposal of property, plant and equipment that happened in preceding quarter.

### **B3. Prospects**

The outlook of the Group is expected to remain challenging in view of the on-going pricing pressure and competitive environment. The Group will focus on cost leadership with emphasis on optimising the Group's assets, operations and logistics and continue its efforts on product differentiation and developing solutions and offers to meet customers' needs.

#### B4. Profit Forecast and Profit Guarantee

The Group did not publish any profit forecast or profit guarantee during the current quarter ended 31 March 2017.

#### B5. Income Tax Credit/(Expense)

Income tax credit comprises the following:

	<b>1<sup>st</sup> Quarter Ended 31 March 2017 RM'000</b>
In respect of current year:	
- income tax	(3,611)
- deferred tax	18,133
In respect of prior year:	
- income tax	(22)
- deferred tax	72
Total tax credit	<u>14,572</u>

The Group's effective tax rate for the current quarter is higher than the statutory tax rate of 24% in Malaysia mainly due to the non-deductible expenses in certain subsidiaries.

#### B6. Status of Corporate Proposals

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

#### B7. Group Borrowings

The Group borrowings (denominated in Ringgit Malaysia) are as follows:

	<b>As at 31 March 2017 RM'000</b>	<b>As at 31 December 2016 RM'000</b>
<u>Short-term borrowings</u>		
<b>Non-secured</b>		
Medium Term Note	-	280,000
Revolving credit	19,000	54,000
Term loan (current)	107,000	7,000
Bank overdraft	-	6,470
	<u>126,000</u>	<u>347,470</u>
<u>Long-term borrowings</u>		
<b>Non-secured</b>		
Term loan (non-current)	179,601	-
Total Group borrowings	<u>305,601</u>	<u>347,470</u>

All borrowings are denominated in Ringgit Malaysia.

**B8. Material Litigation**

The claim by the Singaporean Comptroller of Income Tax against LMCB Holdings Pte Ltd and Lafarge Malaysia Berhad in the High Court of Singapore is ongoing and is at the pre trial stage. Hearing dates for this matter have been put on hold pending determination by the Singapore Courts on certain interim applications.

**B9. Dividend**

The Directors do not recommend any interim dividend for the current quarter under review.

**B10. (Loss)/profit for the Period/Year**

	1 <sup>st</sup> Quarter Ended		Year to Date Ended	
	31 March 2017 RM'000	31 March 2016 RM'000	31 March 2017 RM'000	31 March 2016 RM'000
<b>(Loss)/profit for the period is arrived after charging:</b>				
Allowance for inventory obsolescence	690	690	690	690
Amortisation of:				
- other intangible assets	607	161	607	161
- prepaid lease payments on leasehold land	1,204	1,311	1,204	1,311
Depreciation of:				
- investment property	1	1	1	1
- property, plant and equipment	56,307	43,149	56,307	43,149
Derivative loss	261	3,958	261	3,958
Impairment loss recognised on trade receivables	30	984	30	984
Loss on disposal of:				
- unquoted investments	60	-	60	-
Property, plant and equipment written off	112	824	112	824
Provision for retirement benefits	2,650	2,343	2,650	2,343
Realised loss on foreign exchange	-	1,330	-	1,330
Unrealised loss on foreign exchange	-	5,023	-	5,023
<b>and after crediting:</b>				
Gain on disposal of:				
- property, plant and equipment	134	76	134	76
- investment property	9,105	-	9,105	-
Reversal of impairment loss on trade receivables	337	322	337	322
Realised gain on foreign exchange	4,455	-	4,455	-
Unrealised gain on foreign exchange	447	-	447	-

**B11. (Loss)/earnings per share**

(Loss)/earnings per share are calculated as follows:

	<b>1<sup>st</sup> Quarter Ended</b>	
	<b>31 March 2017</b>	<b>31 March 2016</b>
(Loss)/profit attributable to equity holders of the Company (RM'000)	(48,934)	20,653
Weighted average number of ordinary shares in issue ('000)	849,695	849,695
<b>Basic and diluted (loss)/earnings per share (sen)</b>	<b>(5.8)</b>	<b>2.4</b>

The basic and diluted (loss)/earnings per share are the same as the Company has no dilutive potential ordinary shares.

**B12. Disclosure of Realised and Unrealised Profits**

The breakdown of the retained profits of the Group as at 31 March 2017, into realised and unrealised profits, is as follows:

	<b>As at 31 March 2017 RM'000</b>	<b>As at 31 December 2016 RM'000</b>
Total retained earnings of the Group:		
- realised	1,242,394	1,340,431
- unrealised	93,486	60,725
	<hr/> 1,335,880	<hr/> 1,401,156
Total share of retained earnings from joint venture:		
- realised	13,437	16,184
	<hr/> 1,349,317	<hr/> 1,417,340
Less: Consolidation adjustments	(318,253)	(337,342)
Total retained earnings as per statement of financial position	<hr/> <hr/> 1,031,064	<hr/> <hr/> 1,079,998

Dated: 22 May 2017

Petaling Jaya, Selangor Darul Ehsan.