

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)
(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2017

(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter Ended 30/06/2017 RM'000	Comparative Quarter Ended 30/06/2016 RM'000	6 Months Cumulative To Date 30/06/2017 RM'000	Comparative 6 Months Cumulative To Date 30/06/2016 RM'000
<u>Continuing Operations</u>				
Revenue	2,785,682	2,716,796	5,514,989	4,828,281
Operating Expenses	(2,838,776)	(2,651,081)	(5,500,264)	(4,690,978)
Other Operating Income	17,821	17,304	39,989	10,081
(Loss)/Profit From Operations	(35,273)	83,019	54,714	147,384
Finance Costs	(24,022)	(16,055)	(52,851)	(33,329)
Share Of Results Of Associates And Joint Ventures	28,036	26,446	68,049	48,424
Investment Income	20,060	15,395	38,185	35,821
(Loss)/Profit Before Taxation And Zakat	(11,199)	108,805	108,097	198,300
Taxation And Zakat	(35,239)	(47,457)	(60,177)	(73,359)
(Loss)/Profit For The Period From Continuing Operations	(46,438)	61,348	47,920	124,941
<u>Discontinued Operations</u>				
Loss For The Period From Discontinued Operations	(178,453)	(65,074)	(283,372)	(133,600)
Loss For The Period	(224,891)	(3,726)	(235,452)	(8,659)
<u>Other Comprehensive (Loss)/Income:</u>				
<u>Continuing Operations</u>				
Translation Of Foreign Operations	35,373	23,138	52,955	42,444
Reclassification Adjustment Of Exchange Reserve	(371,681)	-	(371,681)	-
Reclassification Adjustment Of Hedging Reserve	(2,436)	-	(2,436)	-
Cash Flow Hedge	-	-	-	2,845
Other Comprehensive (Loss)/Income Net Of Tax From Continuing Operations	(338,744)	23,138	(321,162)	45,289
<u>Discontinued Operations</u>				
Other Comprehensive (Loss)/Income Net Of Tax From Discontinued Operations	(59,409)	54,489	(83,944)	(214,986)
Other Comprehensive (Loss)/Income Net Of Tax	(398,153)	77,627	(405,106)	(169,697)
Total Comprehensive (Loss)/Income For The Period	(623,044)	73,901	(640,558)	(178,356)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)
(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2017

(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter Ended 30/06/2017 RM'000	Comparative Quarter Ended 30/06/2016 RM'000	6 Months Cumulative To Date 30/06/2017 RM'000	Comparative 6 Months Cumulative To Date 30/06/2016 RM'000
<u>(Loss)/Profit For The Period Attributable To:</u>				
Equity Holders Of The Company From:				
- Continuing Operations	(53,977)	25,347	24,207	78,190
- Discontinued Operations	(155,325)	(37,474)	(213,345)	(73,737)
	<u>(209,302)</u>	<u>(12,127)</u>	<u>(189,138)</u>	<u>4,453</u>
Non-Controlling Interests From:				
- Continuing Operations	7,539	36,001	23,713	46,751
- Discontinued Operations	(23,128)	(27,600)	(70,027)	(59,863)
	<u>(15,589)</u>	<u>8,401</u>	<u>(46,314)</u>	<u>(13,112)</u>
	<u>(224,891)</u>	<u>(3,726)</u>	<u>(235,452)</u>	<u>(8,659)</u>
<u>Total Comprehensive Income Attributable To :</u>				
Equity Holders Of The Company From:				
- Continuing Operations	(465,632)	108,433	(326,582)	171,946
- Discontinued Operations	(131,477)	(65,413)	(260,123)	(251,630)
	<u>(597,109)</u>	<u>43,020</u>	<u>(586,705)</u>	<u>(79,684)</u>
Non-Controlling Interests From:				
- Continuing Operations	80,450	(23,947)	53,340	(1,716)
- Discontinued Operations	(106,385)	54,828	(107,193)	(96,956)
	<u>(25,935)</u>	<u>30,881</u>	<u>(53,853)</u>	<u>(98,672)</u>
Non-Controlling Interests	<u>(623,044)</u>	<u>73,901</u>	<u>(640,558)</u>	<u>(178,356)</u>
<u>EPS Attributable To Equity Holders Of The Company:</u>				
Basic EPS For The Period (Sen)				
- Continuing Operations	(4.62)	2.17	2.07	6.69
- Discontinued Operations	(13.30)	(3.21)	(18.26)	(6.31)
	<u>(17.92)</u>	<u>(1.04)</u>	<u>(16.19)</u>	<u>0.38</u>
Diluted EPS For The Period (Sen)				
- Continuing Operations	(4.62)	2.17	2.07	6.69
- Discontinued Operations	(13.30)	(3.21)	(18.26)	(6.31)
	<u>(17.92)</u>	<u>(1.04)</u>	<u>(16.19)</u>	<u>0.38</u>

(These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)

(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(UNAUDITED) AS AT 30/06/2017 RM'000	(AUDITED) AS AT 31/12/2016 RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	2,443,179	7,678,533
Investment Properties	1,697	2,457
Land Use Rights	3,888	6,482
Leased Assets	269,526	270,509
Other Receivables	44,710	47,756
Investments In Associates	1,939,729	1,953,223
Investments In Joint Ventures	58,792	54,875
Deferred Tax Assets	101,377	93,079
Other Investments	27,414	22,660
Derivative Assets	-	11,948
Deposits, Cash And Bank Balances	-	336,450
	<u>4,890,312</u>	<u>10,477,972</u>
Current Assets		
Inventories	1,521,983	1,931,189
Trade Receivables	725,494	867,691
Other Receivables	354,297	128,380
Other Investments	1,204,258	996,898
Derivative Assets	6,070	3,470
Deposits, Cash And Bank Balances	1,382,965	1,857,424
	<u>5,195,067</u>	<u>5,785,052</u>
Non-Current Assets Held For Sale	31,945	-
	<u>5,227,012</u>	<u>5,785,052</u>
TOTAL ASSETS	<u>10,117,324</u>	<u>16,263,024</u>
EQUITY AND LIABILITIES		
Equity Attributable To The Equity Holders Of The Company		
Share Capital	584,147	584,147
Share Premium	-	794,482
Capital Reserve	396	396
Foreign Currency Translation Reserve	43,317	437,793
Other Reserve	78,276	-
Hedging Reserve	8	3,099
Retained Profits	2,829,099	2,898,645
	<u>3,535,243</u>	<u>4,718,562</u>
Non-Controlling Interests	1,114,895	2,145,713
Total Equity	<u>4,650,138</u>	<u>6,864,275</u>
Non-Current Liabilities		
Provision For Warranties	103,167	104,203
Deferred Tax Liabilities	32,280	22,952
Long Term Borrowings	2,065,632	3,715,777
Other Payables	512,467	803,805
	<u>2,713,546</u>	<u>4,646,737</u>
Current Liabilities		
Provision For Warranties	130,705	97,270
Taxation	22,727	40,956
Short Term Borrowings	883,025	2,616,648
Bank Overdrafts	16,395	22,681
Trade Payables	707,145	1,038,902
Other Payables	919,271	839,740
Derivative Liabilities	1,135	95,815
Liabilities Associated With Assets Held For Sale	73,237	-
	<u>2,753,640</u>	<u>4,752,012</u>
Total Liabilities	<u>5,467,186</u>	<u>9,398,749</u>
TOTAL EQUITY AND LIABILITIES	<u>10,117,324</u>	<u>16,263,024</u>
Net Assets Per Share (RM)	3.0260	4.0388

(These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)

(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2017

	Non - Distributable						Distributable		Non - Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Foreign Currency Translation Reserve RM'000	Other Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000	Total RM'000		
6 MONTHS ENDED 30 JUNE 2017										
At 1 January 2017	584,147	794,482	396	437,793	-	3,099	2,898,645	4,718,562	2,145,713	6,864,275
Transactions with owners										
Acquisition of non-controlling interests	-	-	-	-	-	-	29,870	29,870	(29,870)	-
Dividends distributed to equity holders	-	-	-	-	-	-	-	-	(51,391)	(51,391)
Transfer to share capital *	794,482	(794,482)	-	-	-	-	-	-	-	-
Capital reduction	(794,482)	-	-	-	78,276	-	89,722	(626,484)	-	(626,484)
Effects of loss of control in a subsidiary	-	-	-	-	-	-	-	-	(895,704)	(895,704)
Total comprehensive income	-	-	-	(394,476)	-	(3,091)	(189,138)	(586,705)	(53,853)	(640,558)
At 30 June 2017	584,147	-	396	43,317	78,276	8	2,829,099	3,535,243	1,114,895	4,650,138

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2016

	Non - Distributable						Distributable		Non - Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Foreign Currency Translation Reserve RM'000	Other Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000	Total RM'000		
6 MONTHS ENDED 30 JUNE 2016										
At 1 January 2016	584,147	794,482	396	445,306	-	-	4,760,127	6,584,458	2,799,413	9,383,871
Transactions with owners										
Acquisition of non-controlling interests	-	-	-	-	-	-	(14,116)	(14,116)	13,037	(1,079)
Dividends distributed to equity holders	-	-	-	-	-	-	(116,829)	(116,829)	(50,390)	(167,219)
Total comprehensive income	-	-	-	(71,261)	-	(12,876)	4,453	(79,684)	(98,672)	(178,356)
At 30 June 2016	584,147	794,482	396	374,045	-	(12,876)	4,633,635	6,373,829	2,663,388	9,037,217

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

(These Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

UMW HOLDINGS BERHAD

(COMPANY NO : 90278-P)
(INCORPORATED IN MALAYSIA)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2017

	6 Months Ended 30/06/2017 RM'000	6 Months Ended 30/06/2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit Before Taxation And Zakat From:		
Continuing operations	108,097	198,300
Discontinued operations	<u>(283,204)</u>	<u>(132,419)</u>
	(175,107)	65,881
Adjustments For:		
Depreciation and amortisation	223,512	262,426
Provision for impairment on property, plant and equipment and inventories	549	851
Net inventories written down	8,183	3,901
Interest expense from:		
- Continuing operations	52,851	33,329
- Discontinued operations	74,003	51,225
Share of results of associates and joint ventures from:		
- Continuing operations	(68,049)	(48,424)
- Discontinued operations	(197)	(173)
(Gain)/loss on disposal of property, plant and equipment	(9,781)	440
Provision for/(reversal of) impairment on receivables	4,408	(6,123)
Net unrealised foreign exchange/fair value gain	(86,297)	(134,854)
Loss on demerger of a subsidiary	126,914	-
Interest and dividend income from other investments	(47,109)	(43,624)
Property, plant and equipment written off	186	-
Others	<u>28,885</u>	<u>10,317</u>
Operating Profit Before Working Capital Changes	132,951	195,172
(Increase)/decrease in receivables	(222,204)	399,064
Decrease/(increase) in inventories	185,841	(472,433)
Increase/(decrease) in payables	<u>23,095</u>	<u>(146,772)</u>
Cash Generated From/(Used In) Operating Activities	119,683	(24,969)
Interest paid	(129,451)	(82,784)
Taxation paid	<u>(74,660)</u>	<u>(95,457)</u>
Net Cash Used In Operating Activities	<u>(84,428)</u>	<u>(203,210)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash outflow arising from equity investments	-	(1,079)
Net cash outflow arising from demerger of a subsidiary	(929,926)	-
Dividends received	76,887	58,573
Purchase of property, plant and equipment	(236,999)	(577,896)
Proceeds from disposal of property, plant and equipment	28,053	9,902
Interest income	43,136	43,624
Other Investments (net)	<u>(207,315)</u>	<u>703,924</u>
Net Cash (Used In)/Generated From Investing Activities	<u>(1,226,164)</u>	<u>237,048</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to equity holders of the Company	-	(116,829)
Dividend paid to non-controlling interests	(51,391)	(50,390)
Net drawdown of loans and borrowings	<u>355,231</u>	<u>(598,003)</u>
Net Cash Generated From/(Used In) Financing Activities	<u>303,840</u>	<u>(765,222)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,006,752)	(731,384)
CASH AND CASH EQUIVALENTS AS AT 1 JANUARY	2,171,193	2,655,357
EFFECTS OF EXCHANGE RATE CHANGES	<u>202,129</u>	<u>(38,784)</u>
CASH AND CASH EQUIVALENTS AS AT 30 JUNE	<u>1,366,570</u>	<u>1,885,189</u>

(These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim Financial Statements)

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”)

Basis of preparation

The interim financial statements have been prepared in accordance with the requirements of International Accounting Standards (“IAS”) 34, *Interim Financial Reporting* and MFRS 134, *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements have been prepared using historical cost basis except for certain financial assets and financial liabilities that are stated at fair value.

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

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group’s audited financial statements for the financial year ended 31 December 2016, except for the newly-issued MFRS and amendments to standards to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2017.

Adoption of Amendments and Annual Improvements to Standards

The Group has adopted the following Amendments and Annual Improvements to Standards, with a date of initial application of 1 January 2017 -

- Amendments to MFRS 107 Statement of Cash Flows - *Disclosure Initiative*
- Amendments to MFRS 112 Income Taxes - *Recognition of Deferred Tax Assets for Unrealised Losses*
- Annual Improvements to MFRSs 2014-2016 Cycle - *Amendments to MFRS 12 Disclosure of Interests in Other Entities*

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”) (Cont’d)

Standards issued but not yet effective

At the date of authorisation of the Condensed Report, the following Standards, Amendments and Annual Improvements to Standards were issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been adopted by the Group –

Effective for financial periods beginning on or after 1 January 2018

- Amendments to MFRS 2 Share-based Payment - *Classification and Measurement of Share-based Payment Transactions*
- MFRS 9 Financial Instruments (IFRS 9 as issued by the International Accounting Standards Board in July 2014)
- MFRS 15 Revenue from Contracts with Customers
- MFRS 15 Revenue from Contracts with Customers - *Clarifications to MFRS 15 Revenue from Contracts with Customers*
- Amendments to MFRS 140 Investment Property - *Transfers of Investment Property*
- Annual Improvements to MFRSs 2014-2016 Cycle - *Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards and Amendments to MFRS 128 Investments in Associates and Joint Ventures*

Effective for financial periods beginning on or after 1 January 2019

- MFRS 16 Leases

MFRSs, Interpretations and Amendments effective for a date yet to be confirmed

- Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture**

* *The effective date of these Standards has been deferred, and has yet to be announced by MASB.*

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”) (Cont’d)

The Group will adopt the above pronouncements when they become effective in the respective financial periods. The Group does not expect any material impact to the financial statements on the above pronouncements other than for the three standards described below, for which the effects are still being assessed -

a. MFRS 9: Financial Instruments

In November 2014, MASB issued the final version of MFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces MFRS 139 Financial Instruments: Recognition and Measurement and all previous versions of MFRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. MFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory.

The adoption of MFRS 9 will have an effect on the classification and measurement of the Group's and the Company's financial assets, but will have no impact on the classification and measurement of the Group's and the Company's financial liabilities. The Group is currently assessing the impact of MFRS 9 and plans to adopt the new standard on the required effective date.

b. MFRS 15: Revenue from Contracts with Customers

MFRS 15 establishes a new five-step model that will apply to revenue arising from contracts with customers. MFRS 15 will supersede the current revenue recognition guidance including MFRS 118 Revenue, MFRS 111 Construction Contracts and the related interpretations when it becomes effective.

The core principle of MFRS 15 is that an entity should recognise revenue which depicts the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Under MFRS 15, an entity recognises revenue when (or as) a performance obligation is satisfied, i.e., when "control" of the goods or services underlying the particular performance obligation is transferred to the customer.

Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2018 with early adoption permitted. The Group is currently assessing the impact of MFRS 15 and plans to adopt the new standard on the required effective date.

NOTE 1 - Significant accounting policies and application of Malaysian Financial Reporting Standards (“MFRS”) (Cont’d)

c. MFRS 16: Leases

MFRS 16 replaces the guidance in MFRS 117 Leases. The new standard requires lessees to present right-of-use assets and lease liabilities on the statement of financial position and to recognise the following for leases at the commencement date:

- A lease liability, which is a lessee’s obligation to make lease payments arising from a lease, measured on a discounted basis; and
- A right-of-use asset, which is an asset that represents the lessee’s right to use, or control the use of, a specified asset for the lease term.

MFRS 16 is effective for annual periods on or after 1 January 2019, with early application permitted. The Group will assess the impact of MFRS 16 and plans to adopt the new standard on the required effective date.

Companies Act 2016

The Companies Act 2016 (“CA 2016”) was enacted to replace the Companies Act 1965 with the objective of modernising the legal framework in line with advanced jurisdictions, reduce costs for doing and maintaining business and enhance internal controls, governance and corporate responsibility. The CA 2016 became effective on 31 January 2017.

Amongst the key changes introduced in the CA 2016 which will affect the financial statements of the Group and of the Company upon the commencement of the CA 2016 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 effect on the interim financial report upon their initial application.

NOTE 2 - Seasonal or Cyclical Factors

The Group is principally engaged in the -

- a. import, assembly and marketing of passenger and commercial vehicles and related spares and manufacturing of original/replacement automotive parts;
- b. trading and manufacturing of a wide range of light and heavy equipment including related spares for use in the industrial, construction, agricultural and mining sectors; and
- c. manufacturing and trading of oil pipes and providing various oil and gas services including drilling and pipe-coating.

The Group’s products and services are generally dependent on the Malaysian and global economies, consumer demand and market sentiment.

NOTE 3 - Exceptional Items

There were no material unusual items affecting assets, liabilities, equity, net income, or cash flows except as disclosed below and in Note 1 above.

NOTE 4 - Accounting Estimates

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

NOTE 5 - Issuance or Repayment of Debt and Equity Securities

On 22 June 2017, the Company completed the issuance of Islamic Medium Term Notes (“IMTN”) with a nominal value of RM700 million under the IMTN programme for a period of maturities of three (3) years and five (5) years.

On 28 June 2017, the Company completed the redemption of the issuance of IMTN with a nominal value of RM190 million.

Other than the above, there were no issuances and repayment of debt securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the period ended 30 June 2017.

NOTE 6 - Dividends Paid

There was no dividend paid during the period ended 30 June 2017.

NOTE 7 - Segmental Reporting

Business Segment	Financial Period Ended 30 June 2017		
	Revenue RM'000	Profit/(Loss) Before Taxation RM'000	Profit/(Loss) Attributable to Owners of the Company RM'000
Automotive	4,451,199	186,039	112,910
Equipment	693,784	71,744	55,895
Manufacturing & Engineering	319,754	(6,502)	(16,544)
Oil & Gas (Unlisted)	67,941	(85,661)	(62,722)
Others	31,204	(57,523)	(65,332)
Sub-total	5,563,882	108,097	24,207
Elimination of Inter-Segment Sales	(48,893)	-	-
Total From Continuing Operations	5,514,989	108,097	24,207
Oil & Gas (Listed)	214,186	(156,290)	(86,431)
Loss On Demerger	-	(126,914)	(126,914)
Total From Discontinued Operations	214,186	(283,204)	(213,345)
CONSOLIDATED TOTAL	5,729,175	(175,107)	(189,138)

There has been no other material increase in total assets compared to the last annual financial statements.

NOTE 8 - Subsequent Material Events

In the opinion of the directors, there has been no material event or transaction during the period ended 30 June 2017 to the date of this announcement, which affects substantially the results of the Group for the period ended 30 June 2017.

NOTE 9 - Changes in Composition of the Group

- On 28 March 2017, UMW Corporation Sdn Bhd ("UMWC"), a wholly-owned subsidiary of the Company, together with its 90%-owned subsidiary, UMW Development Sdn Bhd ("UMWD"), entered into a Share Sale and Purchase Agreement ("SSPA") with Permodalan Negeri Selangor Berhad ("PNSB"), for the acquisition by UMWC of PNSB's 200,000 ordinary shares and 800,000 7.4% Cumulative Redeemable Preference Shares ("CRPS") ("collectively referred to as "Sale Shares") in UMWD for cash considerations of RM2,961,351 and RM1,588,550 respectively.

In consideration of PNSB agreeing to sell the Sale Shares to UMWC, UMWC warrants to repay the shareholder advances granted to UMWD by PNSB amounting to RM869,587, together with any interest accrued, which remained owing as at the date of the SSPA ("PNSB Advances"), for and on behalf of UMWD. In return, UMWD warrants to repay UMWC the amount at such time and in such manner to be agreed upon between the parties.

NOTE 9 - Changes in Composition of the Group (Cont'd)

With the repayment of the PNSB Advances, all amount owing by UMWD to PNSB will be deemed fully settled.

On 10 April 2017, the Sale Shares held by PNSB in UMWD were transferred to UMWC, resulting in UMWD becoming a wholly-owned subsidiary of UMWC. Subsequently, both parties decided to settle the liabilities due from UMWD to UMWC of RM241,156,779 as at 30 April 2017 via the issuance of redeemable convertible preference shares ("RCPS") by UMWD to UMWC.

On 25 May 2017, UMWC and UMWD entered into a new Settlement Agreement ("New Settlement Agreement") to effect the revised mode of settlement of all liabilities due from UMWD to UMWC, i.e., via RCPS. The New Settlement Agreement supersedes the First Settlement Agreement entered into between the parties on 27 November 2015 wherein the mode of settlement of the liabilities was to be via a transfer of several parcels of land belonging to UMWD to UMWC. With the issuance of the RCPS, all liabilities due from UMWD to UMWC will be deemed fully settled.

- b. On 5 May 2017, Vina Offshore Holdings Pte Ltd, a dormant subsidiary within the Group commenced a members' voluntary winding up pursuant to Section 290(1) of the Singapore Companies Act (Chapter 50).
- c. On 29 May 2017, UMW Petropipe (L) Ltd ("UPP"), a wholly-owned subsidiary of the Company, had entered into an Equity Transfer Agreement ("ETA") with Sichuan Jinyang Antisepsis Engineering Co., Ltd ("Jinyang"), Elite International Investment (HK) Ltd ("Elite") and Sichuan Gangrong Energy Co., Ltd ("SGEC"), for the proposed disposal by UPP of its entire 75.59% equity interest in Sichuan Haihua Petroleum Steelpipe Co., Ltd ("SCHH"), to SGEC, Jinyang and Elite ("Proposed Disposal"), for a total consideration of RMB9.00, in the following tranches:

Transferor	Transferee/(s)	Equity interest to be transferred (%)
1st Tranche UPP	SGEC	35.59
2nd Tranche UPP	SGEC Jinyang Elite	32.40 5.06 2.54
Total		75.59

The Proposed Disposal is undertaken in line with the Company's strategic plan to exit from its investments in the oil and gas sector.

Subject to the fulfilment of the conditions precedent in the ETA, registration of transfers of equity interests will be made with relevant authorities in the People's Republic of China accordingly. Upon completion of the registration for the first tranche transfer of UPP's 35.59% equity interest, SCHH will cease to be a subsidiary in the UMW Group, and upon completion of the registration for the second tranche transfer of UPP's 40% equity interest, SCHH will cease to be a company in the UMW Group.

Accordingly, the assets and liabilities of SCHH have been reclassified as Held for Sale in the statement of financial position as at 30 June 2017.

NOTE 9 - Changes in Composition of the Group (Cont'd)

- d. On 26 July 2017, UMW Fabritech Sdn Bhd (“UFSB”), a 70%-owned subsidiary of the Company, had been served with a winding-up petition (“Petition”) by Messrs Azim, Tunku Farik & Wong acting for UMW Corporation Sdn Bhd (“UMWC” or “Petitioner”), a wholly-owned subsidiary of the Company. The Petition is fixed for Case Management on 4 August 2017.
- e. The winding up of the following subsidiaries within the Group have been completed on the dates stated below -

Date	Company
17 January 2017	Lada Motors Sendirian Berhad
1 February 2017	UMW Equipment Rental Services Sdn Bhd
1 March 2017	UMW Aero Industries Sdn Bhd
28 April 2017	UMW Vehicle Components Sdn Bhd
7 July 2017	Tracpart Centre Sdn Bhd

NOTE 10 - Commitments for the Purchase of Property, Plant and Equipment

These are in respect of capital commitments -

	RM'000	RM'000
Approved and contracted for:		
Land and buildings	50,886	
Equipment, plant and machinery	34,337	
Others	<u>11,824</u>	97,047
Approved but not contracted for:		
Land and buildings	978,116	
Equipment, plant and machinery	790,604	
Others	<u>29,688</u>	1,798,408
Total		<u>1,895,455</u>

NOTE 11 - Significant Related Party Transactions

In the opinion of the directors, there were no disclosures of significant related party transactions (“RPTs”) as no material RPTs were entered into except for those in the recurrent RPT mandate.

NOTE 12 - Classification of Financial Assets

There were no changes in the classification of financial assets as a result of a change in the purpose or use of the asset.

NOTE 13 - Changes in Contingent Liabilities and Contingent Assets

Contingent liabilities of the Group had increased to RM420.5 million as at 30 June 2017 from RM410.3 million as at 31 December 2016. Included in the amount is credit risk of RM231.8 million being corporate guarantees and financial indemnity granted by the Group as at 30 June 2017.

NOTE 14 - Review of Performance

Current Quarter Ended 30 June 2017

	Revenue		(Loss)/Profit Before Taxation	
	Quarter ended 30/06/2017 RM'000	Quarter ended 30/06/2016 RM'000	Quarter ended 30/06/2017 RM'000	Quarter ended 30/06/2016 RM'000
CONSOLIDATED TOTAL	2,925,590	2,846,806	(189,495)	44,809
Total From Continuing Operations	2,785,682	2,716,796	(11,199)	108,805
Business Segment:				
Automotive	2,260,343	2,177,135	98,968	133,290
Equipment	351,351	351,151	32,196	43,341
Manufacturing & Engineering	153,871	156,967	(9,600)	10,908
Oil & Gas (Unlisted)	31,684	42,256	(70,630)	(45,272)
Total From Discontinued Operations	139,908	130,010	(178,296)	(63,996)
Oil & Gas (Listed)	139,908	130,010	(51,382)	(63,996)
Loss On Demerger	-	-	(126,914)	-

Group

The Group registered a revenue of RM2,925.6 million for the current quarter ended 30 June 2017, an increase of RM78.8 million or 2.8% over the RM2,846.8 million recorded in the same quarter of 2016. The improved revenue was primarily contributed by the Automotive segment whilst volatility in oil prices continued to affect the Oil & Gas (Unlisted) segment.

The Group posted a loss before taxation from Continuing Operations of RM11.2 million for the current quarter, as compared to a profit before taxation of RM108.8 million in the same quarter of 2016.

The Group posted a loss before taxation from Discontinued Operations of RM178.3 million for the current quarter, as compared to RM64.0 million in the corresponding period of 2016 mainly attributable from loss on Demerger of UMW Oil and Gas Corporation Berhad ("UMW-OG") of RM126.9 million.

NOTE 14 - Review of Performance (Cont'd)

Current Quarter Ended 30 June 2017 (Cont'd)

Automotive Segment

The segment registered improved revenue of RM2,260.3 million for the second quarter of 2017, an increase of RM83.2 million or 3.8% over the same quarter of the previous year of RM2,177.1 million. Higher revenue was attributable to the surge in demand for Innova and Fortuner.

Profit before taxation was lower at RM99.0 million, a decrease of RM34.3 million from RM133.3 million registered in the second quarter of 2016. The lower margins for the segment were primarily due to the strengthening of the US Dollar, which increased the cost of imports, hence shrinking margins.

Equipment Segment

The Equipment segment registered a revenue of RM351.4 million in the second quarter of 2017, consistent with the same quarter in 2016. Profit before taxation for the current quarter was at RM32.2 million, a drop of RM11.1 million compared to the same quarter in 2016 of RM43.3 million.

Despite consistent revenue, earnings declined amid shrinking margins and competitive operating environment.

Manufacturing & Engineering Segment

The Manufacturing & Engineering segment reported a revenue of RM153.9 million in the second quarter of 2017, marginally lower than the RM157.0 million registered in the same quarter of 2016. Lubricant business registered lower revenue due to intense competition.

The segment registered a loss before taxation of RM9.6 million, as compared to a profit before taxation of RM10.9 million in the same quarter of 2016. Profitability was affected by pre-operating expenses incurred for the aerospace business.

Oil & Gas (Unlisted) Segment

The segment registered a revenue of RM31.7 million in the quarter under review, a drop of RM10.6 million compared to the RM42.3 million recorded in the same quarter of 2016. Performance of the segment was affected by the continued low industry demand.

The segment reported a loss before taxation of RM70.6 million, higher by RM25.3 million compared to a loss before taxation of RM45.3 million in the same quarter of 2016. This was attributable to lower revenue and redundancy expenses incurred on cessation of drilling operations in Oman.

Oil & Gas (Listed) Segment

The segment's revenue of RM139.9 million for the second quarter of 2017 was higher than the RM130.0 million registered in the same quarter of 2016 by RM9.9 million or 7.6% due to higher rig utilization rate.

The segment posted lower loss before tax of RM51.4 million in the second quarter of 2017 against the RM64.0 million recorded in the same quarter of 2016 following the higher revenue contribution and lower losses from oilfield services.

NOTE 14 - Review of Performance (Cont'd)

Six Months Ended 30 June 2017

	Revenue		(Loss)/Profit Before Taxation	
	Six Months Ended 30/06/2017 RM'000	Six Months Ended 30/06/2016 RM'000	Six Months Ended 30/06/2017 RM'000	Six Months Ended 30/06/2016 RM'000
CONSOLIDATED TOTAL	5,729,175	5,045,970	(175,107)	65,881
Total From Continuing Operations	5,514,989	4,828,281	108,097	198,300
Business Segment:				
Automotive	4,451,199	3,733,120	186,039	216,023
Equipment	693,784	709,118	71,744	82,586
Manufacturing & Engineering	319,754	302,412	(6,502)	17,499
Oil & Gas (Unlisted)	67,941	95,807	(85,661)	(80,827)
Total From Discontinued Operations	214,186	217,689	(283,204)	(132,419)
Oil & Gas (Listed)	214,186	217,689	(156,290)	(132,419)
Loss On Demerger	-	-	(126,914)	-

Group

Group revenue of RM5,729.2 million for the six months ended 30 June 2017 was 13.5% higher than the RM5,046.0 million recorded in the corresponding period of 2016, mainly contributed by the Automotive segment which was supported by new launches.

The Group recorded a profit before taxation from Continuing Operations of RM108.1 million, a decrease of 45.5%, as compared to RM198.3 million registered in the same period last year. All business segments were adversely affected by the competitive business landscape.

The Group posted a loss before taxation from Discontinued Operations of RM283.2 million for the six months ended 30 June 2017, as compared to RM132.4 million in the corresponding period of 2016 mainly attributable from loss on Demerger of UMW-OG of RM126.9 million and loss before taxation reported of RM156.3 million.

Automotive Segment

The segment's revenue for the first half of 2017 of RM4,451.2 million improved by RM718.1 million or 19.2% compared to the RM3,733.1 million recorded in the corresponding period of 2016, driven by new models launched and sales promotion activities. Consequently, market share for Toyota and Lexus improved to 12.0% in the period under review compared to 10.1% in the first half of 2016.

Profit before taxation dropped by 13.9% to RM186.0 million in the period under review from RM216.0 million in the same period of 2016, due to the strengthening of the US Dollar, which increased the cost of imports, hence shrinking margins.

NOTE 14 - Review of Performance (Cont'd)

Six Months Ended 30 June 2017 (Cont'd)

Equipment Segment

The Equipment segment generated a revenue of RM693.8 million for the first half of 2017, RM15.3 million or 2.2% lower than the RM709.1 million recorded in the same period of 2016. The segment was affected by the soft demand of industrial equipment. Operations in Singapore also registered weaker performance partially due to the reduced tax benefits available under the Productivity and Innovation Credit Scheme beginning August 2016.

In tandem with the lower revenue, profit before taxation for the Equipment segment reduced from RM82.6 million recorded in the first half of 2016 to RM71.7 million in the current period.

Manufacturing & Engineering Segment

The Manufacturing & Engineering segment recorded a revenue of RM319.8 million for the first half of 2017, RM17.4 million or 5.8% higher than the RM302.4 million recorded in the same period of 2016. The shock absorber business continued to contribute positively due to stronger demand whilst lubricant business improved, driven by aggressive advertising and promotional campaigns.

The segment registered a profit before taxation of RM17.8 million from their core businesses in Auto Components and Lubricants. The aerospace manufacturing operation is still at the pre-operating stage, reported a loss before taxation of RM 24.3 million, as compared to RM7.3 million in the same period of 2016. Overall, the segment posted a loss before taxation of RM6.5 million as opposed to a profit before taxation of RM17.5 million.

Oil & Gas (Unlisted) Segment

The Oil & Gas (Unlisted) segment registered a revenue of RM67.9 million in the first half of 2017, a drop of RM27.9 million compared to the RM95.8 million recorded in the same period of 2016. Performance of this segment was affected by the subdued oil prices and weaker demand from oil and gas players.

The segment reported a higher loss before taxation of RM85.7 million, compared to the loss before taxation of RM80.8 million in the same period of 2016, mainly due to the lower revenue contribution and redundancy expenses incurred on cessation of drilling operations in Oman.

Oil & Gas (Listed)

The segment's revenue of RM 214.2 million was RM3.5 million or 1.6% lower than the previous year's corresponding period of RM217.7 million. The reduction was due to lower time charter rates from new drilling contracts secured and continued soft demand for the oilfield services.

Consequently, the segment recorded higher loss before taxation of RM156.3 million for the current period compared to the loss of RM132.4 million in the same period last year.

NOTE 15 - Comparison with Preceding Quarter's Results

	Revenue		(Loss)/Profit Before Taxation	
	2nd Quarter Ended 30/06/2017 RM'000	1st Quarter Ended 31/03/2017 RM'000	2nd Quarter Ended 30/06/2017 RM'000	1st Quarter Ended 31/03/2017 RM'000
CONSOLIDATED TOTAL	2,925,590	2,803,585	(189,495)	14,388
Total From Continuing Operations	2,785,682	2,729,307	(11,199)	119,296
Business Segment:				
Automotive	2,260,343	2,190,856	98,968	87,071
Equipment	351,351	342,433	32,196	39,548
Manufacturing & Engineering	153,871	165,883	(9,600)	3,098
Oil & Gas (Unlisted)	31,684	36,257	(70,630)	(15,031)
Total From Discontinued Operations	139,908	74,278	(178,296)	(104,908)
Oil & Gas (Listed)	139,908	74,278	(51,382)	(104,908)
Loss On Demerger	-	-	(126,914)	-

The Group registered a revenue of RM2,925.6 million, an increase of RM122.0 million from RM2,803.6 million recorded in the previous quarter. The improved revenue was primarily contributed by the Automotive driven by strong demand for Toyota vehicles.

The Group posted a loss before taxation from Continuing Operations of RM11.2 million, as compared to a profit before taxation of RM119.3 million, mainly attributable to redundancy expenses incurred on cessation of drilling operations in Oman.

The Group posted a loss before taxation from Discontinued Operations of RM178.3 million, as compared to RM104.9 million in the preceding quarter, mainly attributable from loss on Demerger of UMW-OG of RM126.9 million.

NOTE 16 - Current Prospects

Automotive Segment

The automotive market is expected to be challenging in view of the soft consumer sentiments coupled with intense competition among industry players. Additionally, stringent lending guidelines may affect the demand for motor vehicles. Auto manufacturers and distributors are also expected to continue experiencing lower margins with higher cost of importation.

Hence, the outlook for this segment is expected to remain competitive for 2017.

Equipment Segment

The market for heavy equipment is expected to be mainly driven by the construction sector while stable demand is anticipated in the industrial equipment business albeit stiff competition.

Consequently, performance of this segment is expected to be satisfactory in the next quarters.

NOTE 16 - Current Prospects (Cont'd)

Manufacturing & Engineering Segment

The outlook for manufacturing and engineering is expected to be positive. The shock absorber business remains sustainable in view of our high market share in the Original Equipment Market and strong position in the Replacement Market especially exports. The lubricant business is also expected to contribute positively despite the challenging economic conditions.

The aerospace business with Rolls-Royce is progressing on schedule and the first delivery is expected in the last quarter of the year.

Oil & Gas (Unlisted) Segment

As announced earlier on the decision for the Group to exit completely from the Oil & Gas segment, the management is actively implementing its action plans towards this direction.

Group

Following the completion of the demerger of UMW-OG, the Group is better positioned to focus on the growth of the remaining three core businesses, automotive, equipment, and manufacturing and engineering with a stronger financial footing.

Upon completion of the strategic plans of exiting the unlisted oil and gas assets, performance of the Group is expected to be improved.

NOTE 17 - Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

NOTE 18 - Taxation

	2nd Quarter Ended 30/06/2017 RM'000	Six Months Ended 30/06/2017 RM'000
Current period's provision	28,323	53,563
Under/(over) provision in prior periods	4	(300)
	28,327	53,263
Deferred taxation	(7)	(5)
Taxation	28,320	53,258
Zakat	6,919	6,919
Total taxation and zakat	35,239	60,177

The effective tax rates for the period ended 30 June 2017 were higher than the statutory tax rate of 24.0% primarily due to -

- certain expenses were not allowable for tax purposes; and
- some subsidiaries were in a loss position.

NOTE 19 - Corporate Proposals

On 19 January 2017, the Company announced the proposed distribution of its entire shareholding in UMW-OG of 1,204,777,400 ordinary shares of RM0.50 each, representing 55.73% of the issued and paid-up share capital of UMW-OG to the entitled shareholders of the Company ("Proposed Distribution").

To facilitate the Proposed Distribution, the Company will undertake a bonus issue of 1,204,777,400 Redeemable Preference Shares ("RPS") of RM0.01 each to the Company's shareholders after receipt of all relevant approvals for the Proposed Distribution on the basis of approximately 1.03 RPS for each existing ordinary share of RM0.50 each in the Company ("Proposed Bonus Issue"), and proposed subsequent redemption of all the RPS at a premium which will be satisfied in the form of UMW-OG Shares ("Proposed Redemption") via the distribution of 1,204,777,400 UMW-OG Shares held by the Company ("Distribution Shares") to its entitled shareholders.

On 27 February 2017, the Company announced that in view of the enforcement of the new Companies Act 2016 on 31 January 2017, all amounts standing to the credit of the Company's share premium account will become part of the Company's share capital. The immediate impact is that the Company will no longer be able to carry out the mechanism under the Proposed Distribution as set out in the proposal. Hence, the Company will not be undertaking the Proposed Bonus Issue and Proposed Redemption to facilitate the Proposed Distribution as envisaged earlier. Instead, the Company will undertake the Proposed Distribution exercise via a reduction of its share capital by approximately RM704.8 million, being the cost of investment of the Company in the UMW-OG Shares.

On 3 March 2017, the Company proposed to further reduce its issued share capital by approximately RM89.7 million ("Proposed Capital Reduction").

The above Proposed Distribution and Proposed Capital Reduction (collectively referred to as "Proposals") were subject to the following being obtained –

- Approval of the shareholders of the Company at an extraordinary general meeting ("EGM") to be convened;
- Confirmation from the High Court for the Proposals via an order; and
- Approvals/consents of any other relevant authorities and/or parties, if required.

The Proposed Capital Reduction is conditional upon the Proposed Distribution.

On 4 May 2017, the Company announced that its shareholders have approved all the resolutions in relation to the Proposals at the EGM held earlier.

On 14 June 2017, the Company announced that the High Court of Malaya had on 13 June 2017 granted an order confirming the special resolutions for the Proposed Distribution and the Proposed Capital Reduction. With the granting of the order, the Company ceased to exercise control over UMW-OG.

On 11 July 2017, the Company announced that the Proposals have been completed, following the lodgement of a sealed copy of the order from the High Court of Malaya confirming the special resolutions for the Proposals on 5 July 2017 and the crediting of the Distribution Shares into the accounts of the entitled shareholders of the Company on 11 July 2017.

NOTE 19 - Corporate Proposals (Cont'd)

Accordingly, the financial results of UMW-OG have been presented as Discontinued Operations for the period ended 30 June 2017. The comparative condensed consolidated statement of comprehensive income has been re-presented to show the discontinued operations separately from the continuing operations.

The results of UMW-OG are as follows –

	Six Months Ended 30/06/2017 RM'000	Six Months Ended 30/06/2016 RM'000
Revenue	214,186	217,689
Operating Expenses	(305,628)	(340,293)
Other Operating Income	1,175	33,434
Loss From Operations	(90,267)	(89,170)
Finance Costs	(74,003)	(51,225)
Share Of Results Of Associates And Joint Ventures	197	173
Investment Income	7,783	7,803
Loss On Demerger ^(Note)	(126,914)	-
Loss Before Taxation And Zakat	(283,204)	(132,419)
Taxation And Zakat	(168)	(1,181)
Loss For The Period From Discontinued Operations	(283,372)	(133,600)
Net Cash Flows:		
Operating activities	(87,231)	(81,676)
Investing activities	8,831	51,758
Financing activities	(74,610)	(1,993)
	(153,010)	(31,911)

Note:

The loss on Demerger of RM126.9 million was calculated as the difference between the fair value/market value of UMW-OG dated 13 June 2017 and share of net assets of UMW-OG, which was in conjunction with granting of the court order that the Company ceased to exercise control over UMW-OG.

Other than the above, there were no corporate proposals announced but not completed at the date of this announcement.

NOTE 20 - Group Borrowings and Debt Securities

	RM'000	RM'000	'000
a. Short term borrowings			
- Unsecured			
Short term loans and trade facilities		599,331	(USD104,428
- Secured			
Short term loans and trade facilities	225,270		(USD45,384
			(AUD9,223
Portion of long term loans payable within 12 months	58,424		(USD6,495
			(OMR2,741
		283,694	
		883,025	(USD156,307
			(AUD9,223
			(OMR2,741
b. Long term borrowings			
- Unsecured			
Long term loans		1,859,058	(USD81,800
- Secured			
Long term loans	264,998		(USD42,162
			(OMR7,537
Portion of long term loans payable within 12 months	(58,424)		((USD6,495)
			((OMR2,741)
		206,574	
		2,065,632	(USD117,467
			(OMR4,796

NOTE 21 - Material Litigation

There was no material litigation pending as at the date of this announcement.

NOTE 22 - Dividend

No interim dividend has been recommended for the quarter ended 30 June 2017 (2016 – Nil).

NOTE 23 - Earnings Per Share

Basic earnings per share for the current quarter and financial period ended 30 June 2017 is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue as at 30 June 2017.

	Quarter Ended 30/06/2017	Six Months Ended 30/06/2017
Net (loss)/profit attributable to shareholders (RM'000)		
- Continuing operations	(53,977)	24,207
- Discontinued operations	(155,325)	(213,345)
	(209,302)	(189,138)
Weighted average number of ordinary shares	1,168,293,932	1,168,293,932
Basic/Diluted earnings per share (sen)		
- Continuing operations	(4.62)	2.07
- Discontinued operations	(13.30)	(18.26)
	(17.92)	(16.19)

NOTE 24 - Realised and Unrealised Profits/(Losses)

The breakdown of retained profits of the Group as at 30 June 2017, pursuant to the format prescribed by Bursa Securities, is as follows -

	As at 30/06/2017 RM'000	As at 31/12/2016 RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	641,707	2,362,206
- Unrealised	223,790	(165,850)
	865,497	2,196,356
Total share of retained profits/(accumulated losses) from associated companies:		
- Realised	1,701,681	1,402,112
- Unrealised	(380,691)	(16,217)
Total share of retained profits/(accumulated losses) from jointly-controlled entities:		
- Realised	(278,858)	(279,516)
- Unrealised	(110)	(3,289)
	1,907,519	3,299,446
Less: Consolidation adjustments	921,580	(400,801)
Total Group retained profits as per consolidated accounts	2,829,099	2,898,645

NOTE 25 - Audit Qualification

The audit report in respect of the annual financial statements for the financial year ended 31 December 2016 was not qualified.

NOTE 26 - Items to Disclose in the Statement of Comprehensive Income

	2nd Quarter Ended 30/06/2017 RM'000	Six Months Ended 30/06/2017 RM'000
a. Interest income	18,466	35,225
b. Other investment income	5,877	11,884
c. Depreciation and amortisation	(111,336)	(223,512)
d. Provision for impairment losses of receivables	(6,114)	(4,408)
e. Provision for write down of inventories	(4,410)	(8,183)
f. Loss on disposal of quoted or unquoted investment	-	(1)
g. Gain on disposal of property, plant and equipment	4,564	9,781
h. Provision for impairment on property, plant and equipment and inventories	(549)	(549)
i. Foreign exchange losses (net)	(83,695)	(79,331)
j. Gain on derivatives (net)	76,955	94,061
k. Property, plant and equipment written off	(152)	(186)
l. Loss on demerger of a subsidiary	(126,914)	(126,914)

By Order Of The Board

FADZILAH BINTI SAMION
Secretary
(MACS 01262)

Shah Alam
28 August 2017