

**SILVERLAKE AXIS LTD**

**Second Quarter Financial Statements And Dividend Announcement For The Financial Period Ended 31 December 2017**

**PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS**

**1(a)(i) An income statement and statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**CONSOLIDATED INCOME STATEMENT**

**For the half year period and second quarter ended 31 December 2017**

|                                                                     | Half year period ended<br>31 December |                    |        | Second quarter ended<br>31 December |                    |        |
|---------------------------------------------------------------------|---------------------------------------|--------------------|--------|-------------------------------------|--------------------|--------|
|                                                                     | 2017                                  | 2016               | Change | 2017                                | 2016               | Change |
|                                                                     | RM                                    | RM                 | %      | RM                                  | RM                 | %      |
| Revenue                                                             | 246,629,625                           | 254,547,516        | (3)    | 133,183,512                         | 126,705,355        | 5      |
| Cost of sales                                                       | (112,394,457)                         | (104,189,850)      | 8      | (57,753,070)                        | (50,736,991)       | 14     |
| <b>Gross profit</b>                                                 | <b>134,235,168</b>                    | <b>150,357,666</b> | (11)   | <b>75,430,442</b>                   | <b>75,968,364</b>  | (1)    |
| <b>Other items of income</b>                                        |                                       |                    |        |                                     |                    |        |
| Finance income                                                      | 2,424,466                             | 870,571            | >100   | 875,112                             | 518,109            | 69     |
| Other income                                                        | 4,569,547                             | 393,780,932        | (99)   | 1,097,292                           | 243,540,968        | (100)  |
| <b>Other items of expenses</b>                                      |                                       |                    |        |                                     |                    |        |
| Selling and distribution costs                                      | (17,187,759)                          | (15,156,993)       | 13     | (10,906,951)                        | (7,106,009)        | 53     |
| Administrative expenses                                             | (50,145,951)                          | (65,239,229)       | (23)   | (28,044,366)                        | (40,475,461)       | (31)   |
| Finance costs                                                       | (856,116)                             | (608,791)          | 41     | (392,759)                           | (312,106)          | 26     |
| Share of (loss)/profit of a joint venture and associates            | (848,721)                             | 921,677            | >100   | (1,054,406)                         | 2,998,402          | >100   |
| <b>Profit before tax</b>                                            | <b>72,190,634</b>                     | <b>464,925,833</b> | (84)   | <b>37,004,364</b>                   | <b>275,132,267</b> | (87)   |
| Income tax expense                                                  | (7,790,461)                           | (50,036,190)       | (84)   | (4,336,672)                         | (28,818,915)       | (85)   |
| <b>Profit for the period</b>                                        | <b>64,400,173</b>                     | <b>414,889,643</b> | (84)   | <b>32,667,692</b>                   | <b>246,313,352</b> | (87)   |
| <b>Profit for the period attributable to:</b>                       |                                       |                    |        |                                     |                    |        |
| Owners of the parent                                                | 64,404,362                            | 414,891,453        | (84)   | 32,676,421                          | 246,314,173        | (87)   |
| Non-controlling interests                                           | (4,189)                               | (1,810)            | >100   | (8,729)                             | (821)              | >100   |
|                                                                     | <b>64,400,173</b>                     | <b>414,889,643</b> | (84)   | <b>32,667,692</b>                   | <b>246,313,352</b> | (87)   |
| <b>Earnings per share attributable to the owners of the parent:</b> |                                       |                    |        |                                     |                    |        |
| - Basic (sen)                                                       | <b>2.44</b>                           | <b>15.69</b>       | (84)   | <b>1.24</b>                         | <b>9.31</b>        | (87)   |
| - Diluted (sen)                                                     | <b>2.44</b>                           | <b>15.67</b>       | (84)   | <b>1.24</b>                         | <b>9.31</b>        | (87)   |

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

**For the half year period and second quarter ended 31 December 2017**

|                                                                                 | Half year period ended<br>31 December |                    |        | Second quarter ended<br>31 December |                    |        |
|---------------------------------------------------------------------------------|---------------------------------------|--------------------|--------|-------------------------------------|--------------------|--------|
|                                                                                 | 2017                                  | 2016               | Change | 2017                                | 2016               | Change |
|                                                                                 | RM                                    | RM                 | %      | RM                                  | RM                 | %      |
| <b>Profit for the period</b>                                                    | <b>64,400,173</b>                     | <b>414,889,643</b> | (84)   | <b>32,667,692</b>                   | <b>246,313,352</b> | (87)   |
| <b>Other comprehensive (loss)/income:</b>                                       |                                       |                    |        |                                     |                    |        |
| Items that may be reclassified subsequently to profit or loss:                  |                                       |                    |        |                                     |                    |        |
| Fair value loss on available-for-sale financial assets                          | (35,895,539)                          | -                  | N/M    | (34,362,309)                        | -                  | N/M    |
| Deferred tax relating to fair value loss on available-for-sale financial assets | 2,869,847                             | -                  | N/M    | 3,077,449                           | -                  | N/M    |
| Foreign currency translation (loss)/gain*                                       | (27,380,320)                          | 53,751,948         | >100   | (19,508,683)                        | 43,762,822         | >100   |
| Share of foreign currency translation (loss)/gain of a joint venture            | (24,930)                              | (25,619)           | (3)    | 9,085                               | 1,422              | >100   |
|                                                                                 | (60,430,942)                          | 53,726,329         | >100   | (50,784,458)                        | 43,764,244         | >100   |
| Other comprehensive (loss)/income for the period, net of tax                    | (60,430,942)                          | 53,726,329         | >100   | (50,784,458)                        | 43,764,244         | >100   |
| <b>Total comprehensive income/(loss) for the period</b>                         | <b>3,969,231</b>                      | <b>468,615,972</b> | (99)   | <b>(18,116,766)</b>                 | <b>290,077,596</b> | >100   |
| <b>Total comprehensive income/(loss) for the period attributable to:</b>        |                                       |                    |        |                                     |                    |        |
| Owners of the parent                                                            | 3,973,420                             | 468,617,782        | (99)   | (18,108,037)                        | 290,078,417        | >100   |
| Non-controlling interests                                                       | (4,189)                               | (1,810)            | >100   | (8,729)                             | (821)              | >100   |
|                                                                                 | <b>3,969,231</b>                      | <b>468,615,972</b> | (99)   | <b>(18,116,766)</b>                 | <b>290,077,596</b> | >100   |

N/M = Not Meaningful

\* Foreign currency translation (loss)/gain represents the movement in exchange differences arising from the translation of financial statements of foreign operations whose functional currencies are different from that of the Group's reporting currency.

**1(a)(ii) Notes to the statement of comprehensive income:**
**Profit before tax is arrived at after (charging)/crediting:**

|                                                                                                                                                           | Half year period ended<br>31 December |              |        | Second quarter ended<br>31 December |              |        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|--------------|--------|-------------------------------------|--------------|--------|
|                                                                                                                                                           | 2017                                  | 2016         | Change | 2017                                | 2016         | Change |
|                                                                                                                                                           | RM                                    | RM           | %      | RM                                  | RM           | %      |
| Impairment loss on financial assets - trade receivables                                                                                                   | (448,104)                             | -            | N/M    | -                                   | -            | N/M    |
| Amortisation of intangible assets                                                                                                                         | (7,665,842)                           | (7,468,962)  | 3      | (3,835,919)                         | (3,818,803)  | 0      |
| Depreciation of property, plant and equipment                                                                                                             | (2,095,212)                           | (1,816,135)  | 15     | (1,127,918)                         | (775,840)    | 45     |
| Write off of property, plant and equipment                                                                                                                | (6,523)                               | (220,638)    | (97)   | (3,790)                             | (187,475)    | (98)   |
| Provision for foreseeable losses                                                                                                                          | (674,838)                             | -            | N/M    | (674,838)                           | -            | N/M    |
| Reversal of impairment loss on trade receivables**                                                                                                        | 1,388                                 | -            | N/M    | -                                   | -            | N/M    |
| Waiver of debts by previous owner of a subsidiary**                                                                                                       | 1,052,822                             | -            | N/M    | (59,102)                            | -            | N/M    |
| Net foreign currency exchange (loss)/gain**:                                                                                                              |                                       |              |        |                                     |              |        |
| - realised                                                                                                                                                | (2,510,272)                           | 2,214,866    | >100   | 179,747                             | 312,387      | (42)   |
| - unrealised                                                                                                                                              | 2,049,352                             | (18,193,338) | >100   | (2,809,385)                         | (18,087,352) | (84)   |
| Adjustments for over provision of tax in respect of prior years                                                                                           | 72,198                                | 81,074       | (11)   | 72,198                              | 81,074       | (11)   |
| Net gain on disposal of property, plant and equipment**                                                                                                   | 79,117                                | 90,011       | (12)   | 79,117                              | 72,317       | 9      |
| Gain on redemption of available-for-sale financial assets - money market fund**                                                                           | 244,736                               | 226,658      | 8      | 133,430                             | 102,035      | 31     |
| Gain on disposal of shares in an associate**                                                                                                              | -                                     | 372,076,419  | (100)  | -                                   | 223,948,160  | (100)  |
| Loss on dilution of interest in an associate arising from issuance of new shares pursuant to employee shares incentive plan*                              | -                                     | (248,641)    | (100)  | -                                   | (248,641)    | (100)  |
| Gain on dilution of interest in an associate arising from issuance of new shares to part finance the acquisition of business and for private placements** | -                                     | 18,798,722   | (100)  | -                                   | 18,798,722   | (100)  |
| Dividend income from quoted equity investment                                                                                                             | 206,576                               | -            | N/M    | -                                   | -            | N/M    |
| Performance shares issued                                                                                                                                 | (2,162,058)                           | (9,528,138)  | (77)   | (1,081,029)                         | (8,447,109)  | (87)   |
| (Allowance for)/Reversal of unutilised leave                                                                                                              | (173,769)                             | (5,107)      | >100   | 434,474                             | 586,883      | (26)   |
| Allowance for defined benefit liabilities                                                                                                                 | (651,805)                             | (436,282)    | 49     | (347,052)                           | (218,141)    | 59     |

\* Included in other operating expenses

\*\* Included in other operating income

N/M = Not Meaningful

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**
**STATEMENTS OF FINANCIAL POSITION**

|                                                          | As at 31-Dec-17      |                      | As at 30-Jun-17      |                      |
|----------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|
|                                                          | Group<br>RM          | Company<br>RM        | Group<br>RM          | Company<br>RM        |
| <b>ASSETS</b>                                            |                      |                      |                      |                      |
| <b>Non-current assets</b>                                |                      |                      |                      |                      |
| Property, plant and equipment                            | 17,625,523           | -                    | 19,085,269           | -                    |
| Intangible assets                                        | 179,996,946          | -                    | 191,690,631          | -                    |
| Investments in subsidiaries                              | -                    | 1,863,873,593        | -                    | 1,863,873,593        |
| Interest in a joint venture                              | 26,289,521           | 27,163,801           | 30,175,732           | 30,176,361           |
| Deferred tax assets                                      | 5,231,177            | -                    | 5,877,391            | -                    |
|                                                          | 229,143,167          | 1,891,037,394        | 246,829,023          | 1,894,049,954        |
| <b>Current assets</b>                                    |                      |                      |                      |                      |
| Amounts due from customers for contract work-in-progress | 19,879,719           | -                    | 20,888,447           | -                    |
| Trade and other receivables                              | 132,095,617          | 179,488              | 144,592,658          | 29,167               |
| Advance maintenance costs                                | 2,056,909            | -                    | 3,559,841            | -                    |
| Prepayments                                              | 4,220,087            | 135,903              | 5,065,685            | 52,606               |
| Dividend receivables                                     | -                    | 10,629,080           | -                    | 129,290,101          |
| Amounts due from related parties                         | 3,634,340            | -                    | 13,693,457           | -                    |
| Tax recoverable                                          | 4,019,341            | -                    | 3,371,722            | -                    |
| Available-for-sale financial assets                      |                      |                      |                      |                      |
| - quoted equity shares                                   | 238,383,692          | -                    | 280,305,198          | -                    |
| - money market fund                                      | 3,241,156            | -                    | 2,312,790            | -                    |
| Cash and bank balances                                   | 482,450,871          | 138,540,849          | 720,708,154          | 78,941,196           |
|                                                          | 889,981,732          | 149,485,320          | 1,194,497,952        | 208,313,070          |
| <b>Total assets</b>                                      | <b>1,119,124,899</b> | <b>2,040,522,714</b> | <b>1,441,326,975</b> | <b>2,102,363,024</b> |
| <b>EQUITY AND LIABILITIES</b>                            |                      |                      |                      |                      |
| <b>Equity</b>                                            |                      |                      |                      |                      |
| Share capital                                            | 191,040,654          | 191,040,654          | 191,040,654          | 191,040,654          |
| Share premium                                            | 232,217,438          | 1,668,775,194        | 232,217,438          | 1,668,775,194        |
| Treasury shares                                          | (142,399,467)        | (142,399,467)        | (86,627,098)         | (86,627,098)         |
| Foreign currency translation reserve                     | 34,554,447           | -                    | 61,959,697           | -                    |
| Capital reserve                                          | 466,828              | -                    | 466,828              | -                    |
| Statutory reserve                                        | 21,819               | -                    | 21,819               | -                    |
| Performance share plan reserve                           | 12,325,948           | 12,325,948           | 10,163,890           | 10,163,890           |
| Available-for-sale reserve                               | (120,223,131)        | -                    | (87,197,439)         | -                    |
| Merger deficit                                           | (119,765,286)        | -                    | (119,765,286)        | -                    |
| Retained profits                                         | 742,114,382          | 172,592,280          | 955,660,890          | 228,794,009          |
| <b>Equity attributable to owners of the parent</b>       | <b>830,353,632</b>   | <b>1,902,334,609</b> | <b>1,157,941,393</b> | <b>2,012,146,649</b> |
| Non-controlling interests                                | 81,009               | -                    | 85,198               | -                    |
| <b>Total equity</b>                                      | <b>830,434,641</b>   | <b>1,902,334,609</b> | <b>1,158,026,591</b> | <b>2,012,146,649</b> |

**STATEMENTS OF FINANCIAL POSITION (Cont'd)**

|                                                        | As at 31-Dec-17      |                      | As at 30-Jun-17      |                      |
|--------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|
|                                                        | Group<br>RM          | Company<br>RM        | Group<br>RM          | Company<br>RM        |
| <b>Non-current liabilities</b>                         |                      |                      |                      |                      |
| Loans and borrowings                                   | 1,496,269            | -                    | 1,645,395            | -                    |
| Deferred tax liabilities                               | 33,520,030           | -                    | 38,735,562           | -                    |
| Provision for defined benefit liabilities              | 7,933,498            | -                    | 7,725,490            | -                    |
|                                                        | 42,949,797           | -                    | 48,106,447           | -                    |
| <b>Current liabilities</b>                             |                      |                      |                      |                      |
| Amounts due to customers for contract work-in-progress | 6,305,871            | -                    | 9,622,418            | -                    |
| Trade and other payables                               | 54,476,867           | 1,100,146            | 66,278,036           | 1,872,156            |
| Provision for defined benefit liabilities              | 301,639              | -                    | 419,939              | -                    |
| Advance maintenance fees                               | 37,625,534           | -                    | 57,003,287           | -                    |
| Loans and borrowings                                   | 131,943,098          | 131,007,552          | 89,251,962           | 88,337,362           |
| Amounts due to subsidiaries                            | -                    | 6,080,407            | -                    | 6,857                |
| Amounts due to related parties                         | 7,019,730            | -                    | 4,005,145            | -                    |
| Tax payable                                            | 8,067,722            | -                    | 8,613,150            | -                    |
|                                                        | 245,740,461          | 138,188,105          | 235,193,937          | 90,216,375           |
| <b>Total liabilities</b>                               | <b>288,690,258</b>   | <b>138,188,105</b>   | <b>283,300,384</b>   | <b>90,216,375</b>    |
| <b>Net current assets</b>                              | <b>644,241,271</b>   | <b>11,297,215</b>    | <b>959,304,015</b>   | <b>118,096,695</b>   |
| <b>Total equity and liabilities</b>                    | <b>1,119,124,899</b> | <b>2,040,522,714</b> | <b>1,441,326,975</b> | <b>2,102,363,024</b> |

**1(b)(ii) Aggregate amount of the group's borrowings and debt securities as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.**

**Amount repayable in one year or less, or on demand**

| As at 31-Dec-17        |                          |
|------------------------|--------------------------|
| Secured<br>Group<br>RM | Unsecured<br>Group<br>RM |
| 935,546                | 131,007,552              |

| As at 30-Jun-17        |                          |
|------------------------|--------------------------|
| Secured<br>Group<br>RM | Unsecured<br>Group<br>RM |
| 914,600                | 88,337,362               |

**Amount repayable after one year**

| As at 31-Dec-17        |                          |
|------------------------|--------------------------|
| Secured<br>Group<br>RM | Unsecured<br>Group<br>RM |
| 1,496,269              | -                        |

| As at 30-Jun-17        |                          |
|------------------------|--------------------------|
| Secured<br>Group<br>RM | Unsecured<br>Group<br>RM |
| 1,645,395              | -                        |

**Details of any collaterals**

The secured facilities of the Group comprise hire purchases and leasing which are secured by certain property, plant and equipment and intangible assets of subsidiaries with a total net carrying value of RM2,257,947 and RM129,096 respectively as at 31 December 2017 (RM2,444,999 and RM153,477 respectively as at 30 June 2017). The freehold land pledged to secure the term loan and overdraft facilities of a subsidiary had been discharged in the previous financial year.

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**CONSOLIDATED STATEMENT OF CASH FLOWS**

|                                                                                                                                                         | Half year period ended |                      | Second quarter ended |                      |
|---------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|----------------------|----------------------|----------------------|
|                                                                                                                                                         | 31-Dec-17              | 31-Dec-16            | 31-Dec-17            | 31-Dec-16            |
|                                                                                                                                                         | RM                     | RM                   | RM                   | RM                   |
| <b>Operating activities:</b>                                                                                                                            |                        |                      |                      |                      |
| Profit before tax                                                                                                                                       | 72,190,634             | 464,925,833          | 37,004,364           | 275,132,267          |
| Adjustments for:                                                                                                                                        |                        |                      |                      |                      |
| Amortisation of intangible assets                                                                                                                       | 7,665,842              | 7,468,962            | 3,835,919            | 3,818,803            |
| Provision for foreseeable losses                                                                                                                        | 674,838                | -                    | 674,838              | -                    |
| Depreciation of property, plant and equipment                                                                                                           | 2,095,212              | 1,816,135            | 1,127,918            | 775,840              |
| Write off of property, plant and equipment                                                                                                              | 6,523                  | 220,638              | 3,790                | 187,475              |
| Net gain on disposal of property, plant and equipment                                                                                                   | (79,117)               | (90,011)             | (79,117)             | (72,317)             |
| Gain on redemption of available-for-sale financial assets - money market fund                                                                           | (244,736)              | (226,658)            | (133,430)            | (102,035)            |
| Unrealised foreign currency exchange (gain)/loss                                                                                                        | (2,049,352)            | 18,193,338           | 2,809,385            | 18,087,352           |
| Impairment loss on financial assets - trade receivables                                                                                                 | 448,104                | -                    | -                    | -                    |
| Reversal of impairment loss on trade receivables                                                                                                        | (1,388)                | -                    | -                    | -                    |
| Waiver of debts by previous owner of a subsidiary                                                                                                       | (1,052,822)            | -                    | 59,102               | -                    |
| Gain on disposal of shares in an associate                                                                                                              | -                      | (372,076,419)        | -                    | (223,948,160)        |
| Allowance for/(Reversal of) unutilised leave                                                                                                            | 173,769                | 5,107                | (434,474)            | (586,883)            |
| Allowance for defined benefit liabilities                                                                                                               | 651,805                | 436,282              | 347,052              | 218,141              |
| Performance shares issued                                                                                                                               | 2,162,058              | 9,528,138            | 1,081,029            | 8,447,109            |
| Share of loss/(profit) of a joint venture and associates                                                                                                | 848,721                | (921,677)            | 1,054,406            | (2,998,402)          |
| Loss on dilution of interest in an associate arising from issuance of new shares pursuant to employee shares incentive plan                             | -                      | 248,641              | -                    | 248,641              |
| Gain on dilution of interest in an associate arising from issuance of new shares to part finance the acquisition of business and for private placements | -                      | (18,798,722)         | -                    | (18,798,722)         |
| Finance costs                                                                                                                                           | 856,116                | 608,791              | 392,759              | 312,106              |
| Finance income                                                                                                                                          | (2,424,466)            | (870,571)            | (875,112)            | (518,109)            |
| Dividend income from quoted equity investment                                                                                                           | (206,576)              | -                    | -                    | -                    |
| <b>Operating cash flows before changes in working capital</b>                                                                                           | <b>81,715,165</b>      | <b>110,467,807</b>   | <b>46,868,429</b>    | <b>60,203,106</b>    |
| <b>Changes in working capital:</b>                                                                                                                      |                        |                      |                      |                      |
| Trade and other receivables                                                                                                                             | 9,622,808              | 41,818,413           | (10,586,910)         | 7,714,137            |
| Amounts due from/to customers for contract work-in-progress                                                                                             | (2,990,616)            | 7,762,844            | (2,445,047)          | 6,915,321            |
| Amounts due from/to related parties                                                                                                                     | 12,860,895             | 12,701,352           | 5,607,670            | 26,265,867           |
| Trade and other payables                                                                                                                                | (27,678,628)           | (22,338,439)         | (10,323,419)         | (10,332,255)         |
| <b>Cash flows from operations</b>                                                                                                                       | <b>73,529,624</b>      | <b>150,411,977</b>   | <b>29,120,723</b>    | <b>90,766,176</b>    |
| Net uplift/(placement) of deposit pledged                                                                                                               | 165,550                | (896,800)            | 117,600              | (896,800)            |
| Defined benefits paid                                                                                                                                   | (185,432)              | -                    | (185,432)            | -                    |
| Income tax paid                                                                                                                                         | (8,669,182)            | (13,448,605)         | (3,828,647)          | (7,097,456)          |
| Interest paid                                                                                                                                           | (856,116)              | (608,791)            | (392,759)            | (312,106)            |
| <b>Net cash flows from operating activities</b>                                                                                                         | <b>63,984,444</b>      | <b>135,457,781</b>   | <b>24,831,485</b>    | <b>82,459,814</b>    |
| <b>Investing activities:</b>                                                                                                                            |                        |                      |                      |                      |
| Purchases of property, plant and equipment                                                                                                              | (529,303)              | (3,793,480)          | (445,264)            | (2,338,247)          |
| Payments for software development expenditure                                                                                                           | (23,772)               | (175,479)            | (23,772)             | (175,479)            |
| Payments for other intangible assets                                                                                                                    | (5,374)                | (340,955)            | (5,374)              | (340,955)            |
| Advances to a joint venture                                                                                                                             | (47,852)               | (68,058)             | (47,852)             | (17,554)             |
| Proceeds from disposal of property, plant and equipment                                                                                                 | 81,141                 | 134,527              | 81,141               | 115,354              |
| Proceeds from disposal of shares in an associate                                                                                                        | -                      | 411,487,828          | -                    | 250,118,109          |
| Proceeds from redemption of available-for-sale financial assets - money market fund                                                                     | 34,644,736             | 32,501,658           | 18,263,443           | 16,721,102           |
| Dividend income from quoted equity investment                                                                                                           | 206,576                | -                    | -                    | -                    |
| Purchases of available-for-sale financial assets - money market fund                                                                                    | (35,328,366)           | (31,930,498)         | (19,058,366)         | (16,190,498)         |
| Interest received                                                                                                                                       | 1,710,192              | 870,318              | 276,838              | 529,123              |
| Net uplift of short-term deposits                                                                                                                       | 188,861,137            | -                    | 217,582,608          | -                    |
| <b>Net cash flows from investing activities</b>                                                                                                         | <b>189,569,115</b>     | <b>408,685,861</b>   | <b>216,623,402</b>   | <b>248,420,955</b>   |
| <b>Financing activities:</b>                                                                                                                            |                        |                      |                      |                      |
| Dividends paid                                                                                                                                          | (277,950,870)          | (120,938,593)        | (170,610,934)        | (120,938,593)        |
| Purchase of treasury shares                                                                                                                             | (55,772,369)           | (17,471,812)         | (55,772,369)         | -                    |
| Proceeds from revolving credit                                                                                                                          | 92,898,180             | 21,415,560           | 66,038,200           | 3,620,760            |
| Repayment of obligations under finance lease                                                                                                            | (465,996)              | (405,313)            | (227,781)            | (205,197)            |
| Repayment of revolving credit                                                                                                                           | (47,733,410)           | (27,939,300)         | -                    | (4,027,300)          |
| <b>Net cash flows used in financing activities</b>                                                                                                      | <b>(289,024,465)</b>   | <b>(145,339,458)</b> | <b>(160,572,884)</b> | <b>(121,550,330)</b> |
| <b>Net (decrease)/increase in cash and cash equivalents</b>                                                                                             | <b>(35,470,906)</b>    | <b>398,804,184</b>   | <b>80,882,003</b>    | <b>209,330,439</b>   |
| <b>Effects of exchange rate changes on cash and cash equivalents</b>                                                                                    | <b>(8,031,506)</b>     | <b>32,746,232</b>    | <b>(6,999,108)</b>   | <b>20,293,386</b>    |
| <b>Cash and cash equivalents at beginning of the period</b>                                                                                             | <b>420,279,291</b>     | <b>224,714,029</b>   | <b>302,893,984</b>   | <b>426,640,620</b>   |
| <b>Cash and cash equivalents at end of the period</b>                                                                                                   | <b>376,776,879</b>     | <b>656,264,445</b>   | <b>376,776,879</b>   | <b>656,264,445</b>   |

  

|                                                                                                                                      | Half year period ended |                    | Second quarter ended |                    |
|--------------------------------------------------------------------------------------------------------------------------------------|------------------------|--------------------|----------------------|--------------------|
|                                                                                                                                      | 31-Dec-17              | 31-Dec-16          | 31-Dec-17            | 31-Dec-16          |
|                                                                                                                                      | RM                     | RM                 | RM                   | RM                 |
| For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise the following at the reporting date: |                        |                    |                      |                    |
| Cash and bank balances per Statements of Financial Position                                                                          | 482,450,871            | 658,391,029        | 482,450,871          | 658,391,029        |
| Less: Short-term deposits with licensed banks with maturity more than 3 months                                                       | (101,603,887)          | -                  | (101,603,887)        | -                  |
| Less: Pledged deposits                                                                                                               | (4,070,105)            | (2,126,584)        | (4,070,105)          | (2,126,584)        |
| <b>Cash and cash equivalents at end of the period</b>                                                                                | <b>376,776,879</b>     | <b>656,264,445</b> | <b>376,776,879</b>   | <b>656,264,445</b> |
|                                                                                                                                      |                        |                    |                      |                    |

**1(d)(i) Statements (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Consolidated Statement of Changes in Equity for the half year period ended 31 December 2017**

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Group</b>                                 |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Jul-2017</b>                      | 191,040,654   | 232,217,438   | (86,627,098)    | 61,959,697                           | 466,828         | 21,819            | 10,163,890                     | (87,197,439)               | (119,765,286)  | 955,660,890      | 1,157,941,393 | 85,198                    | 1,158,026,591 |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 64,404,362       | 64,404,362    | (4,189)                   | 64,400,173    |
| Other comprehensive loss for the period      | -             | -             | -               | (27,405,250)                         | -               | -                 | -                              | (33,025,692)               | -              | -                | (60,430,942)  | -                         | (60,430,942)  |
| Purchase of treasury shares                  | -             | -             | (55,772,369)    | -                                    | -               | -                 | -                              | -                          | -              | -                | (55,772,369)  | -                         | (55,772,369)  |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 2,162,058                      | -                          | -              | -                | 2,162,058     | -                         | 2,162,058     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (277,950,870)    | (277,950,870) | -                         | (277,950,870) |
| <b>As at 31-Dec-2017</b>                     | 191,040,654   | 232,217,438   | (142,399,467)   | 34,554,447                           | 466,828         | 21,819            | 12,325,948                     | (120,223,131)              | (119,765,286)  | 742,114,382      | 830,353,632   | 81,009                    | 830,434,641   |

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Company</b>                               |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Jul-2017</b>                      | 191,040,654   | 1,668,775,194 | (86,627,098)    | -                                    | -               | -                 | 10,163,890                     | -                          | -              | 228,794,009      | 2,012,146,649 | -                         | 2,012,146,649 |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 221,749,141      | 221,749,141   | -                         | 221,749,141   |
| Purchase of treasury shares                  | -             | -             | (55,772,369)    | -                                    | -               | -                 | -                              | -                          | -              | -                | (55,772,369)  | -                         | (55,772,369)  |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 2,162,058                      | -                          | -              | -                | 2,162,058     | -                         | 2,162,058     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (277,950,870)    | (277,950,870) | -                         | (277,950,870) |
| <b>As at 31-Dec-2017</b>                     | 191,040,654   | 1,668,775,194 | (142,399,467)   | -                                    | -               | -                 | 12,325,948                     | -                          | -              | 172,592,280      | 1,902,334,609 | -                         | 1,902,334,609 |

**Consolidated Statement of Changes in Equity for the half year period ended 31 December 2016**

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Group</b>                                 |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Jul-2016</b>                      | 191,040,654   | 229,022,558   | (75,442,423)    | 25,578,431                           | 466,828         | 21,819            | 5,839,774                      | -                          | (119,765,286)  | 345,766,416      | 602,528,771   | 80,196                    | 602,608,967   |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 414,891,453      | 414,891,453   | (1,810)                   | 414,889,643   |
| Other comprehensive income for the period    | -             | -             | -               | 53,726,329                           | -               | -                 | -                              | -                          | -              | -                | 53,726,329    | -                         | 53,726,329    |
| Purchase of treasury shares                  | -             | -             | (15,355,875)    | -                                    | -               | -                 | -                              | -                          | -              | -                | (15,355,875)  | -                         | (15,355,875)  |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 9,528,138                      | -                          | -              | -                | 9,528,138     | -                         | 9,528,138     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (120,938,593)    | (120,938,593) | -                         | (120,938,593) |
| <b>As at 31-Dec-2016</b>                     | 191,040,654   | 229,022,558   | (90,798,298)    | 79,304,760                           | 466,828         | 21,819            | 15,367,912                     | -                          | (119,765,286)  | 639,719,276      | 944,380,223   | 78,386                    | 944,458,609   |

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Company</b>                               |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Jul-2016</b>                      | 191,040,654   | 1,665,580,314 | (75,442,423)    | -                                    | -               | -                 | 5,839,774                      | -                          | -              | 138,129,289      | 1,925,147,608 | -                         | 1,925,147,608 |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 133,847,438      | 133,847,438   | -                         | 133,847,438   |
| Purchase of treasury shares                  | -             | -             | (15,355,875)    | -                                    | -               | -                 | -                              | -                          | -              | -                | (15,355,875)  | -                         | (15,355,875)  |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 9,528,138                      | -                          | -              | -                | 9,528,138     | -                         | 9,528,138     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (120,938,593)    | (120,938,593) | -                         | (120,938,593) |
| <b>As at 31-Dec-2016</b>                     | 191,040,654   | 1,665,580,314 | (90,798,298)    | -                                    | -               | -                 | 15,367,912                     | -                          | -              | 151,038,134      | 1,932,228,716 | -                         | 1,932,228,716 |

**Consolidated Statement of Changes in Equity for the second quarter ended 31 December 2017**

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Group</b>                                 |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Oct-2017</b>                      | 191,040,654   | 232,217,438   | (86,627,098)    | 54,054,045                           | 466,828         | 21,819            | 11,244,919                     | (88,938,271)               | (119,765,286)  | 880,048,895      | 1,073,763,943 | 89,738                    | 1,073,853,681 |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 32,676,421       | 32,676,421    | (8,729)                   | 32,667,692    |
| Other comprehensive loss for the period      | -             | -             | -               | (19,499,598)                         | -               | -                 | -                              | (31,284,860)               | -              | -                | (50,784,458)  | -                         | (50,784,458)  |
| Purchase of treasury shares                  | -             | -             | (55,772,369)    | -                                    | -               | -                 | -                              | -                          | -              | -                | (55,772,369)  | -                         | (55,772,369)  |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 1,081,029                      | -                          | -              | -                | 1,081,029     | -                         | 1,081,029     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (170,610,934)    | (170,610,934) | -                         | (170,610,934) |
| <b>As at 31-Dec-2017</b>                     | 191,040,654   | 232,217,438   | (142,399,467)   | 34,554,447                           | 466,828         | 21,819            | 12,325,948                     | (120,223,131)              | (119,765,286)  | 742,114,382      | 830,353,632   | 81,009                    | 830,434,641   |

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Company</b>                               |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Oct-2017</b>                      | 191,040,654   | 1,668,775,194 | (86,627,098)    | -                                    | -               | -                 | 11,244,919                     | -                          | -              | 244,973,264      | 2,029,406,933 | -                         | 2,029,406,933 |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 98,229,950       | 98,229,950    | -                         | 98,229,950    |
| Purchase of treasury shares                  | -             | -             | (55,772,369)    | -                                    | -               | -                 | -                              | -                          | -              | -                | (55,772,369)  | -                         | (55,772,369)  |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 1,081,029                      | -                          | -              | -                | 1,081,029     | -                         | 1,081,029     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (170,610,934)    | (170,610,934) | -                         | (170,610,934) |
| <b>As at 31-Dec-2017</b>                     | 191,040,654   | 1,668,775,194 | (142,399,467)   | -                                    | -               | -                 | 12,325,948                     | -                          | -              | 172,592,280      | 1,902,334,609 | -                         | 1,902,334,609 |

**Consolidated Statement of Changes in Equity for the second quarter ended 31 December 2016**

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Group</b>                                 |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Oct-2016</b>                      | 191,040,654   | 229,022,558   | (90,798,298)    | 35,540,516                           | 466,828         | 21,819            | 6,920,803                      | -                          | (119,765,286)  | 514,343,696      | 766,793,290   | 79,207                    | 766,872,497   |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 246,314,173      | 246,314,173   | (821)                     | 246,313,352   |
| Other comprehensive income for the period    | -             | -             | -               | 43,764,244                           | -               | -                 | -                              | -                          | -              | -                | 43,764,244    | -                         | 43,764,244    |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 8,447,109                      | -                          | -              | -                | 8,447,109     | -                         | 8,447,109     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (120,938,593)    | (120,938,593) | -                         | (120,938,593) |
| <b>As at 31-Dec-2016</b>                     | 191,040,654   | 229,022,558   | (90,798,298)    | 79,304,760                           | 466,828         | 21,819            | 15,367,912                     | -                          | (119,765,286)  | 639,719,276      | 944,380,223   | 78,386                    | 944,458,609   |

|                                              | Share capital | Share premium | Treasury shares | Foreign currency translation reserve | Capital reserve | Statutory reserve | Performance share plan reserve | Available-for-sale reserve | Merger deficit | Retained profits | Total         | Non-controlling interests | Total equity  |
|----------------------------------------------|---------------|---------------|-----------------|--------------------------------------|-----------------|-------------------|--------------------------------|----------------------------|----------------|------------------|---------------|---------------------------|---------------|
|                                              | RM            | RM            | RM              | RM                                   | RM              | RM                | RM                             | RM                         | RM             | RM               | RM            | RM                        | RM            |
| <b>Company</b>                               |               |               |                 |                                      |                 |                   |                                |                            |                |                  |               |                           |               |
| <b>As at 1-Oct-2016</b>                      | 191,040,654   | 1,665,580,314 | (90,798,298)    | -                                    | -               | -                 | 6,920,803                      | -                          | -              | 171,126,011      | 1,943,869,484 | -                         | 1,943,869,484 |
| Profit for the period                        | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | 100,850,716      | 100,850,716   | -                         | 100,850,716   |
| Grant of shares under Performance Share Plan | -             | -             | -               | -                                    | -               | -                 | 8,447,109                      | -                          | -              | -                | 8,447,109     | -                         | 8,447,109     |
| Dividends on ordinary shares                 | -             | -             | -               | -                                    | -               | -                 | -                              | -                          | -              | (120,938,593)    | (120,938,593) | -                         | (120,938,593) |
| <b>As at 31-Dec-2016</b>                     | 191,040,654   | 1,665,580,314 | (90,798,298)    | -                                    | -               | -                 | 15,367,912                     | -                          | -              | 151,038,134      | 1,932,228,716 | -                         | 1,932,228,716 |

**1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There have been no changes in the Company's issued and paid-up share capital since the end of the previous financial year.

From 13 November 2017 to 22 December 2017, the Company purchased 30,700,000 shares pursuant to the share purchase mandate approved by shareholders on 26 October 2017. These shares were acquired by way of market acquisition for a total consideration of RM55,772,369 and are held as treasury shares by the Company. The number of treasury shares has increased from 49,855,200 as at 30 June 2017 to 80,555,200 as at 31 December 2017.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

|                                                         | As at 31-Dec-17 | As at 30-Jun-17 | As at 31-Dec-16 |
|---------------------------------------------------------|-----------------|-----------------|-----------------|
| Total number of issued shares                           | 2,696,472,800   | 2,696,472,800   | 2,696,472,800   |
| Less: Treasury shares                                   | (80,555,200)    | (49,855,200)    | (52,255,200)    |
| Total number of issued shares excluding treasury shares | 2,615,917,600   | 2,646,617,600   | 2,644,217,600   |

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

|                                                               | As at 31-Dec-17 | As at 30-Jun-17 |
|---------------------------------------------------------------|-----------------|-----------------|
| Number of treasury shares at beginning of the year            | 49,855,200      | 42,899,100      |
| Release of treasury shares pursuant to Performance Share Plan | -               | (2,400,000)     |
| Purchase of treasury shares                                   | 30,700,000      | 9,356,100       |
| Number of treasury shares at end of the period/year           | 80,555,200      | 49,855,200      |

**2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the auditors of the Company.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group's audited annual financial statements for the financial year ended 30 June 2017 were prepared in accordance with International Financial Reporting Standards (IFRS). The accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements as at 30 June 2017 except that the Group has adopted the following new IFRS which became effective for the period beginning on or after 1 July 2017.

Amendments to IAS 7 Disclosure Initiative

Amendments to IAS 12 Recognition of Deferred Tax Assets for Unrealised Losses

Annual Improvements to IFRSs 2014 - 2016 Cycle: Amendments to IFRS 12 Disclosure of Interests in Other Entities

The adoption of the above standards affects the presentation and disclosure in the financial statements only and does not have any material impact on the financial performance or position of the Group.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

| Description                                                                                                            | Effective for annual periods beginning on or after |
|------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------|
| Annual Improvements to IFRSs 2014 - 2016 Cycle                                                                         |                                                    |
| - Amendments to IFRS 1 First Time Adoption of International Financial Reporting Standards                              | 1 January 2018                                     |
| - Amendments to IAS 28 Investment in Associates and Joint Ventures                                                     | 1 January 2018                                     |
| Amendments to IFRS 2 Classification and Measurement of Share-Based Payment Transactions                                | 1 January 2018                                     |
| Amendments to IAS 40 Transfers of Investment Property                                                                  | 1 January 2018                                     |
| IFRIC Interpretation 22 Foreign Currency Transactions and Advance Consideration                                        | 1 January 2018                                     |
| IFRS 15 Revenue from Contracts with Customers                                                                          | 1 January 2018                                     |
| IFRS 9 Financial Instruments                                                                                           | 1 January 2018                                     |
| IFRS 16 Leases                                                                                                         | 1 January 2019                                     |
| Amendments to IFRS 10 and IAS 28 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Deferred                                           |

The Group is currently assessing the impact of the adoption of the above standards and interpretations on the Group's financial position and performance.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable.

**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

|                                                                                 | Group                  |           | Group                |           |
|---------------------------------------------------------------------------------|------------------------|-----------|----------------------|-----------|
|                                                                                 | Half year period ended |           | Second quarter ended |           |
|                                                                                 | 31-Dec-17              | 31-Dec-16 | 31-Dec-17            | 31-Dec-16 |
|                                                                                 | Sen                    | Sen       | Sen                  | Sen       |
| Based on the weighted average number of ordinary shares on issue <sup>(1)</sup> | 2.44                   | 15.69     | 1.24                 | 9.31      |
| Based on a fully diluted basis <sup>(2)</sup>                                   | 2.44                   | 15.67     | 1.24                 | 9.31      |

<sup>(1)</sup> The weighted average number of ordinary shares on issue has taken into account the weighted average effect of changes in ordinary shares and treasury shares transactions during the financial period ended 31 December 2017 of 2,640,965,824 (31 December 2016 of 2,644,716,636) of USD0.02 each.

<sup>(2)</sup> Based on weighted average number of ordinary shares on issue, after adjusting for dilution shares under Silverlake Axis Ltd. Performance Share Plan.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:- (a) current financial period reported on; and (b) immediately preceding financial year.**

|                                                   | As at 31-Dec-17 |                | As at 30-Jun-17 |                |
|---------------------------------------------------|-----------------|----------------|-----------------|----------------|
|                                                   | Group<br>Sen    | Company<br>Sen | Group<br>Sen    | Company<br>Sen |
| Net asset value per ordinary share <sup>(1)</sup> | 31.74           | 72.72          | 43.75           | 76.03          |

<sup>(1)</sup> Based on the issued share capital excluding treasury shares as at the end of the current financial period and the immediately preceding financial year.

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -**

- (a) any significant factors that affected the turnover, costs and earnings of the group for the current financial year reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial year reported on.

**(a)(i) INCOME STATEMENT REVIEW – Second quarter ended 31 December 2017 ("Q2 FY2018") vs Second quarter ended 31 December 2016 ("Q2 FY2017")**

**Overview**

Silverlake Axis Ltd (SAL) provides financial services technology to the Banking, Insurance, Payments, Retail and Logistics industries. Founded in 1989, SAL has built an impeccable track record of successful core banking implementations. The Group's Software and Services Solutions deliver operational excellence and enable business transformations at over 300 organisations across Asia, Australia, Central Europe, Middle East and New Zealand.

From FY2011 to FY2016, the Group has successfully undertaken 5 acquisitions to broaden the suite of business enterprise software solutions and services offerings and strengthen its market position in new markets in New Zealand, Australia, South Asia and Europe. With expanded capabilities, the Group is well positioned to empower its customers to compete effectively in the digital economy ecosystem. Buoyed by continual investments in Information Technology ("IT") by Asian financial institutions and corporations to improve their competitive edge, the Group continues to achieve steady growth in market share.

In Q2 FY2018, Group revenue increased by 5% compared with the previous corresponding period and recorded a net profit attributable to shareholders of RM32.7 million, or 87% lower than Q2 FY2017. Excluding the gain and tax expense associated with the disposal of shares in Global InfoTech Co. Ltd. ("GIT") as well as the net gain on dilution of interest in GIT arising from the issuance of new shares in Q2 FY2017, the net profit attributable to shareholders of RM32.7 million in Q2 FY2018 was 21% higher compared with the RM27.1 million recorded in Q2 FY2017.

**Revenue**

**By Business Activities**

|                                        | 1-10-17 to 31-12-17<br>Group | 1-10-16 to 31-12-16<br>Group | Change |
|----------------------------------------|------------------------------|------------------------------|--------|
|                                        | RM                           | RM                           | %      |
| <b><u>Revenue</u></b>                  |                              |                              |        |
| Software licensing                     | 9,509,596                    | 2,813,040                    | >100   |
| Software project services              | 10,455,364                   | 6,478,941                    | 61     |
| Maintenance and enhancement services   | 99,588,797                   | 103,453,201                  | (4)    |
| Sale of software and hardware products | 1,019,402                    | 1,515,540                    | (33)   |
| Credit and cards processing            | 4,774,661                    | 4,963,192                    | (4)    |
| Insurance processing                   | 7,835,692                    | 7,481,441                    | 5      |
|                                        | 133,183,512                  | 126,705,355                  | 5      |

For Q2 FY2018, Group revenue of RM133.2 million was 5% higher compared with Q2 FY2017. The increase in Group revenue was due to higher contributions from project related revenue segments such as software licensing and software project services.

Revenue from software licensing increased from RM2.8 million in Q2 FY2017 to RM9.5 million in Q2 FY2018 mainly due to the initial delivery of new contracts in Thailand, Hong Kong and Cambodia in Q2 FY2018. Software project services revenue was 61% higher compared with the previous corresponding period due to higher progressive revenue recognised in Q2 FY2018 from new implementation contracts secured in Thailand and Cambodia in late FY2017 and ongoing implementation contracts in Malaysia. Further revenue recognition from project related revenue segments are expected to take place in the subsequent quarters with the progressive delivery of ongoing and new licensing and implementation contracts secured from new and existing customers in FY2017.

Revenue from maintenance and enhancement services of RM99.6 million in Q2 FY2018 was 4% lower compared with RM103.5 million in Q2 FY2017 due to lesser large enhancement projects delivered in Singapore, Philippines and Malaysia in Q2 FY2018.

### **Profitability**

The Group recorded a gross profit of RM75.4 million in Q2 FY2018 compared with RM76.0 million in Q2 FY2017. The Group's gross profit margin of 57% in Q2 FY2018 was lower compared with 60% in Q2 FY2017 mainly due to lower margin achieved from the software project services segment.

Other Income was significantly lower in Q2 FY2018 compared with Q2 FY2017 mainly due to the pre-tax gain of RM223.9 million from the disposal of 18.0 million shares in GIT and the accounting gain of RM18.8 million on dilution of interest in GIT in Q2 FY2017, following GIT's issuance of new shares as part consideration for its acquisition.

Compared with Q2 FY2017, selling and distribution expenses increased from RM7.1 million to RM10.9 million in Q2 FY2018 due to higher expenses incurred for marketing and research activities in Q2 FY2018.

The administrative expenses of RM28.0 million was 31% lower compared with Q2 FY2017 mainly due to lower unrealised foreign currency exchange loss from translation of bank balances, loans and receivables denominated in foreign currencies and lower charge on share awards granted pursuant to Silverlake Axis Ltd. Performance Share Plan ("PSP") in Q2 FY2018. The decrease was partially offset by an increase in staff related costs and professional fees incurred for the proposed acquisition of three Silverlake Private Entities ("SPEs") and other potential acquisitions.

The Group's share of loss of a joint venture and associates was RM1.1 million in Q2 FY2018 compared with share of profit of a joint venture and associates of RM3.0 million in Q2 FY2017. A joint venture, Silverlake GHG Limited ("SHGH"), recorded minimal losses in Q2 FY2018 compared with some profit in Q2 FY2017. No contribution was accounted for GIT in Q2 FY2018 following the cessation of GIT as the Group's associate effective 29 March 2017.

With lower Other Income, an increase in selling and distribution costs and share of loss of a joint venture, offset by lower administrative expenses, the Group recorded a profit before tax of RM37.0 million in Q2 FY2018 compared with RM275.1 million in Q2 FY2017.

Income tax expense decreased from RM28.8 million in Q2 FY2017 to RM4.3 million in Q2 FY2018 whereas the effective tax rate increased from 10% in Q2 FY2017 to 12% in Q2 FY2018. Higher income tax expense in Q2 FY2017 was due to the accruals of withholding tax on disposal of GIT shares. Excluding the gain and tax expense associated with the disposal of GIT shares, the effective tax rate increased from 11% in Q2 FY2017 to 12% in Q2 FY2018 mainly due to higher taxable income contributed by certain subsidiaries in Q2 FY2018 compared with Q2 FY2017.

The Group reported a profit after tax attributable to shareholders of RM32.7 million in Q2 FY2018 compared with RM246.3 million in Q2 FY2017. Excluding the gain and tax expense associated with the disposal of shares in GIT as well as the net gain on dilution of interest in GIT arising from the issuance of new shares in Q2 FY2017, the net profit attributable to shareholders of RM32.7 million in Q2 FY2018 was 21% higher compared with the RM27.1 million recorded in Q2 FY2017.

### **(a)(ii) INCOME STATEMENT REVIEW – Half year period ended 31 December 2017 ("1H FY2018") vs Half year period ended 31 December 2016 ("1H FY2017")**

#### **Overview**

In 1H FY2018, Group revenue decreased by 3% compared with the previous corresponding financial period and achieved a net profit attributable to shareholders of RM64.4 million.

#### **Revenue**

##### **By Business Activities**

|                                        | 1-7-17 to 31-12-17<br>Group<br>RM | 1-7-16 to 31-12-16<br>Group<br>RM | Change<br>% |
|----------------------------------------|-----------------------------------|-----------------------------------|-------------|
| <b>Revenue</b>                         |                                   |                                   |             |
| Software licensing                     | 11,837,950                        | 19,404,791                        | (39)        |
| Software project services              | 15,803,402                        | 17,173,030                        | (8)         |
| Maintenance and enhancement services   | 193,543,443                       | 192,464,745                       | 1           |
| Sale of software and hardware products | 1,289,243                         | 1,861,440                         | (31)        |
| Credit and cards processing            | 9,145,784                         | 9,388,328                         | (3)         |
| Insurance processing                   | 15,009,803                        | 14,255,182                        | 5           |
|                                        | 246,629,625                       | 254,547,516                       | (3)         |

For 1H FY2018, Group revenue of RM246.6 million was 3% lower compared with 1H FY2017. The decrease in Group revenue was due to lower contributions from project related revenue segments such as software licensing, software project services and sale of software and hardware products whereas maintenance and enhancement services and insurance processing, the recurrent revenue segments, making up approximately 85% of Group revenue for the period, continued to grow.

Revenue from software licensing was 39% lower compared with 1H FY2017 due to a higher value software licensing contract implemented in Malaysia in 1H FY2017, in addition to the progressive delivery of new and ongoing software licensing contracts in FY2017 and FY2018.

Software project services revenue decreased by 8% to RM15.8 million compared with RM17.2 million in 1H FY2017 due to the completion of contracts secured and implemented in Vietnam, Malaysia and Indonesia during FY2017 and lower initial progressive revenue recognised in 1H FY2018 from new and ongoing implementation contracts secured from new and existing customers in Q4 FY2017. Further revenue recognition from project related revenue segments are expected to take place in the subsequent quarters with the progressive delivery of ongoing and new software licensing and implementation contracts secured from new and existing customers in late FY2017.

### **Profitability**

The Group recorded a reduced gross profit of RM134.2 million in 1H FY2018 compared with RM150.4 million in 1H FY2017. The Group's gross profit margin of 54% in 1H FY2018 was lower compared with 59% in 1H FY2017 mainly due to the change in revenue mix, with a lower proportion of revenue recorded from higher margin project related revenue segments and lower margin achieved from software project services compared with the previous corresponding period.

Finance income increased to RM2.4 million in 1H FY2018 from RM0.9 million in 1H FY2017 due to higher deposits placement with financial institutions.

Other Income was markedly lower in 1H FY2018 compared with 1H FY2017 mainly due to the pre-tax gain of RM372.1 million from disposal of 22.5 million shares in GIT and the accounting gain of RM18.8 million on dilution of interest in GIT in 1H FY2017, following GIT's issuance of new shares as part consideration for its acquisition.

Selling and distribution expenses were 13% higher at RM17.2 million in 1H FY2018 compared with RM15.2 million in 1H FY2017, reflecting increased marketing and research activities in 1H FY2018.

Compared with 1H FY2017, administrative expenses decreased by 23% from RM65.2 million to RM50.1 million in 1H FY2018 due to lower unrealised and realised foreign currency exchange loss from translation of bank balances, loans and receivables denominated in foreign currencies and lower charge on share awards granted pursuant to PSP in 1H FY2018. This was partially offset by higher professional fees incurred for the proposed acquisition of three Silverlake Private Entities ("SPEs") and other potential acquisitions and an increase in staff related costs.

The Group's share of loss of a joint venture and associates was RM0.8 million in 1H FY2018 compared with share of profit of a joint venture and associates of RM0.9 million in 1H FY2017. SHGH made some losses in 1H FY2018 compared with a profit contribution in 1H FY2017. No contribution was accounted for GIT in 1H FY2018 following the cessation of GIT as the Group's associate effective 29 March 2017.

With lower gross profit and Other Income as well as an increase in selling and distribution expenses and share of loss of a joint venture, the Group recorded a profit before tax of RM72.2 million in 1H FY2018 compared with RM464.9 million in 1H FY2017.

Income tax expense decreased from RM50.0 million in 1H FY2017 to RM7.8 million in 1H FY2018 mainly due to accruals of withholding tax on the disposal of GIT shares in 1H FY2017. The effective tax rate remained unchanged at 11% in 1H FY2018. Excluding the gain and tax expense on the disposal of GIT shares, the effective tax rate increased from 10% in 1H FY2017 to 11% in 1H FY2018 mainly due to higher taxable income contributed by certain subsidiaries in 1H FY2018 compared with 1H FY2017.

The Group reported a profit after tax attributable to shareholders of RM64.4 million in 1H FY2018. Excluding the gain and tax expense associated with the disposal of GIT shares as well as the net gain on dilution of interest in GIT arising from the issuance of new shares in 1H FY2017, net profit attributable to shareholders of RM64.4 million in 1H FY2018 was comparable to the net profit of RM64.8 million achieved in 1H FY2017.

## **(b) STATEMENTS OF FINANCIAL POSITION REVIEW**

### **Intangible assets**

The decrease in intangible assets from RM191.7 million as at 30 June 2017 to RM180.0 million as at 31 December 2017 was mainly due to the amortisation of intangible assets in 1H FY2018 and lower foreign currency translation on intangibles attributable to the depreciation of United States Dollar and Singapore Dollar against Ringgit Malaysia in Q2 FY2018 compared with Q4 FY2017.

### **Trade and other receivables**

Trade and other receivables decreased from RM144.6 million as at 30 June 2017 to RM132.1 million as at 31 December 2017 as a result of improved collection from customers.

### **Amounts due from/(to) related parties**

The amounts due from/(to) related parties relate to transactions between the Group and Interested Persons ("Silverlake Entities") under the approved General Mandate for Interested Person Transactions and the Ancillary Transactions Mandate (collectively "Mandates"). These amounts fluctuate from quarter to quarter mainly due to the timing of billings and payments received.

### **Amounts due from/(to) customers for contract work-in-progress**

The amounts due from/(to) customers for contract work-in-progress represent timing differences between revenue recognition on contract and billing to customers. Revenue recognition on contract is based on percentage of completion method, while billings to customers are in accordance with contracted payment milestones.

The net amount due from customers for contract work-in-progress as at 31 December 2017 was RM13.6 million compared with RM11.3 million as at 30 June 2017 and this was mainly due to the timing of billings and revenue recognition for the contracts on hand.

### **Available-for-sale financial assets - quoted equity shares**

This available-for-sale financial assets represents the retained equity interest in GIT. The 41.6 million shares were valued at RM280.3 million as at 30 June 2017 and re-measured at RM238.4 million as at 31 December 2017, with RM35.9 million unrealised fair value loss recognised in Other Comprehensive Income.

### **Deferred tax**

The decrease in deferred tax from a net liability position of RM32.9 million as at 30 June 2017 to RM28.3 million as at 31 December 2017 was mainly due to the reversal of withholding tax overprovided for available-for-sale financial assets attributable to the changes in fair value of GIT shares quoted on ChiNext of the Shenzhen Stock Exchange. The deferred tax relating to fair value loss on available-for-sale financial assets of RM2.9 million was recognised in Other Comprehensive Income.

### **Trade and other payables**

Trade and other payables decreased from RM66.3 million as at 30 June 2017 to RM54.5 million as at 31 December 2017 mainly due to the offset of an amount overpaid by a customer in FY2017 against billings in Q2 FY2018, waiver of debts by previous owner of a subsidiary and payment made for professional fees in relation to the proposed acquisition of three SPEs.

### **Advance maintenance fees**

Advance maintenance fees represent maintenance fees billed in advance, for which revenue will be recognised over the contractual period, typically twelve months. The decrease in advance maintenance fees from RM57.0 million as at 30 June 2017 to RM37.6 million as at 31 December 2017 were due to the recognition of maintenance revenue following the performance of services in 1H FY2018.

### **Total current and non-current loans and borrowings**

Loans and borrowings increased from RM90.9 million as at 30 June 2017 to RM133.4 million as at 31 December 2017 mainly due to additional revolving credit drawdown during 1H FY2018 for share buyback.

### **Cash and bank balances**

Cash and bank balances decreased from RM720.7 million as at 30 June 2017 to RM482.5 million as at 31 December 2017 mainly due to cash outflow from financing activities of RM278.0 million for payment of dividends to shareholders and RM55.8 million for share buyback, partially offset by net cash inflow from operating activities of RM64.0 million and net proceed from revolving credit of RM45.2 million. The Group has fully repatriated the sale proceeds from the disposal of GIT shares in FY2017 from China in January 2018.

**9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Enquiries and requests for proposals from existing and potential customers for core IT replacements and digital banking upgrades continue to remain firm in late 2017. The Group is actively engaging these enquiries and having responded to these requests for proposals, the Group should be able to secure additional software projects in FY2018. Based on the current order book for projects and their scheduled execution programme, the Group is expected to record an improvement in project related software licensing and software project services revenue in the second half of FY2018.

In addition to the continuing focus on core banking software, the Group is constantly evaluating suitable companies for acquisition to expand its portfolio of Fintech and Insuretech software products and services to address the growing demand for transformational digital banking and insurance offerings from its customers.

The Group has on 20 October 2017 announced the proposed acquisition of three Silverlake Private Entities and the related circular has been despatched to the shareholders on 9 February 2018 together with the notice of Special General Meeting ("SGM"). If this proposed acquisition is approved by shareholders on SGM to be held on 1 March 2018, the Group is expected to have a significantly larger financial technology platform with the scope, scale and operating leverage needed to strategically expand in an evolving market and strengthen its position as an innovation accelerator in the rapidly changing financial ecosystem.

The Group has fully repatriated from China the total proceeds amounting to about RM502.8 million (net of withholding tax) from the sale of GIT shares in FY2017. Three special dividends have been paid from the sale proceeds, with a fourth special dividend declared with this quarterly results. The Group has further monetised a portion of its remaining investment in GIT on 11 January 2018 and hold the remaining 39.59 million shares in GIT. The repatriation of the proceeds from the sale of GIT shares in FY2018 is currently in progress.

**11. If a decision regarding dividend has been made:**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? Yes

|                     |                                                                      |                                                                      |
|---------------------|----------------------------------------------------------------------|----------------------------------------------------------------------|
| Name of Dividend    | First Interim and Special                                            | Second Interim and Special                                           |
| Dividend Type       | Cash                                                                 | Cash                                                                 |
| Dividend Rate       | Singapore cents 0.3 and<br>Singapore cents 0.5<br>per ordinary share | Singapore cents 0.3 and<br>Singapore cents 0.8<br>per ordinary share |
| Par Value of Shares | USD0.02                                                              | USD0.02                                                              |
| Tax Rate            | Tax exempt 1-tier                                                    | Tax exempt 1-tier                                                    |

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

|                     |                                           |                                           |
|---------------------|-------------------------------------------|-------------------------------------------|
| Name of Dividend    | First Interim                             | Second Interim                            |
| Dividend Type       | Cash                                      | Cash                                      |
| Dividend Rate       | Singapore cents 0.5 per<br>ordinary share | Singapore cents 0.7 per<br>ordinary share |
| Par Value of Shares | USD0.02                                   | USD0.02                                   |
| Tax Rate            | Tax exempt 1-tier                         | Tax exempt 1-tier                         |

**(c) Date payable**

The Directors have proposed a tax exempt (one-tier) interim dividend of Singapore cents 0.3 and special dividend of Singapore cents 0.8 per ordinary share. The interim and special dividends will be payable on 8 March 2018.

**(d) Books closure date**

Notice is hereby given that the Transfer Books and Register of Members of the Company will be closed on 26 February 2018 for the purpose of determining shareholders' entitlements to the proposed interim and special dividends. Duly completed transfers received by the Company's Share Transfer Agent, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623, up to 5.00 p.m., on 23 February 2018 will be registered before entitlements to the dividends are determined.

Shareholders (being depositors) whose securities accounts with the Central Depository (Pte) Limited are credited with ordinary shares as at 5.00 p.m. on 23 February 2018 will be entitled to the proposed interim and special dividends.

**12. If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not applicable.

- 14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not applicable.

- 15. A breakdown of sales**

Not applicable.

- 16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

Not applicable.

- 17. Recurrent Interested Person Transactions of A Revenue or Trading Nature**

The aggregate value of recurrent Interested Person Transactions ("IPT") of revenue or trading nature conducted during the financial period ended 31 December 2017 by the Group in accordance with the shareholders' mandates were as follow:

|                                                                  | Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) | Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000) |
|------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of interested person                                        | 1-7-17 to 31-12-17                                                                                                                                                                                                       | 1-7-17 to 31-12-17                                                                                                                                             |
|                                                                  | RM                                                                                                                                                                                                                       | RM                                                                                                                                                             |
| Companies associated to Mr. Goh Peng Ooi ("Silverlake Entities") |                                                                                                                                                                                                                          |                                                                                                                                                                |
| - <b>New IPT Mandate</b> <sup>(1)</sup>                          |                                                                                                                                                                                                                          |                                                                                                                                                                |
| Revenue from Silverlake Entities                                 | -                                                                                                                                                                                                                        | 13,581,112                                                                                                                                                     |
| Service fees to Silverlake Entities                              | -                                                                                                                                                                                                                        | (18,649,008)                                                                                                                                                   |
| - <b>Non-Mandate Transactions</b> <sup>(2)</sup>                 |                                                                                                                                                                                                                          |                                                                                                                                                                |
| Revenue from Silverlake Entities                                 | 396,106                                                                                                                                                                                                                  | -                                                                                                                                                              |

<sup>(1)</sup> The New IPT Mandate was approved by shareholders on 24 October 2008 for transactions pursuant to Master License Agreement ("MLA") and Master Services Agreement ("MSA"). The New IPT Mandate is subject to annual renewal.

<sup>(2)</sup> The Non-Mandate revenue was mainly revenue from provision of maintenance services between Silverlake Holdings Sdn. Bhd. and Silverlake Entities.

- 18. Ageing for amounts owing from related parties**

The ageing for amounts owing from related parties as at 31 December 2017 was as follows:

| Name of related parties                                    | Total Due<br>RM  | 0-30 days<br>RM  | 31-60 days<br>RM | 61-90 days<br>RM | 91-180 days<br>RM | > 180 days<br>RM |
|------------------------------------------------------------|------------------|------------------|------------------|------------------|-------------------|------------------|
| <u>Transactions conducted under the New IPT Mandate:</u> - |                  |                  |                  |                  |                   |                  |
| Silverlake Entities <sup>(1)</sup>                         | 3,186,172        | 3,117,272        | 68,900           | -                | -                 | -                |
| <u>Non-Mandate Transactions</u>                            |                  |                  |                  |                  |                   |                  |
| Silverlake Entities                                        | 316,700          | 316,700          | -                | -                | -                 | -                |
| <u>Non-Trade Transactions</u>                              |                  |                  |                  |                  |                   |                  |
| Silverlake Entities                                        | 131,468          | 101,582          | 29,886           | -                | -                 | -                |
| <b>Grand Total</b>                                         | <b>3,634,340</b> | <b>3,535,554</b> | <b>98,786</b>    | -                | -                 | -                |

(Note 2)

<sup>(1)</sup> The Audit Committee confirms that collections from the Silverlake Entities were within the mandated terms.

<sup>(2)</sup> As at 13 February 2018, the amounts due from Silverlake Entities between 31-60 days have been fully collected.

- 19. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual**

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to their attention which may render the unaudited financial statements for the financial period ended 31 December 2017 to be false or misleading in any material aspect.

- 20. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)**

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**BY ORDER OF THE BOARD**

KWONG YONG SIN  
Group Managing Director

13 February 2018