

DUTY FREE INTERNATIONAL LIMITED

(Company Registration No. 200102393E)

(Incorporated in the Republic of Singapore)

**UNAUDITED FINANCIAL STATEMENTS FOR THE FOURTH
QUARTER AND FULL YEAR ENDED
28 FEBRUARY 2018**

DUTY FREE INTERNATIONAL LIMITED

(Company Registration No. 200102393E)

(Incorporated in the Republic of Singapore)

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

1 (a)(i) An income statement and statement of comprehensive income, or a 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

	Note	Group			Group		
		Fourth quarter ended		Increase/ (Decrease) %	Full year ended		Increase/ (Decrease) %
		2018	2017		2018	2017	
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)		
		RM '000	RM '000		RM '000	RM '000	
Revenue		170,773	150,023	13.8%	620,124	632,588	-2.0%
Changes in inventories		(31,177)	(36,354)	-14.2%	(64,086)	(95,492)	-32.9%
Inventories purchased and material consumed		(89,808)	(61,562)	45.9%	(370,143)	(335,225)	10.4%
Other operating income	1(a)(ii)	3,878	5,018	-22.7%	14,146	12,319	14.8%
Employee benefits expenses		(8,764)	(9,153)	-4.2%	(36,020)	(37,581)	-4.2%
Rental of premises		(11,940)	(12,142)	-1.7%	(45,896)	(47,079)	-2.5%
Utilities and maintenance expenses		(1,301)	(1,085)	19.9%	(5,505)	(5,474)	0.6%
Depreciation and amortisation		(1,301)	(1,283)	1.4%	(5,426)	(5,440)	-0.3%
Commission expenses		(443)	(562)	-21.2%	(1,908)	(2,284)	-16.5%
Professional fees		(276)	(173)	59.5%	(394)	(1,304)	-69.8%
Promotional expenses		(388)	(303)	28.1%	(1,417)	(1,354)	4.7%
Gain arising from changes in fair value of option		-	4,044	-100.0%	7,977	4,044	97.3%
Realised foreign exchange gain/(loss)		1,125	(1,964)	-157.3%	1,721	2,738	-37.1%
Unrealised foreign exchange (loss)/gain		(5,655)	433	-1406.0%	(19,525)	7,154	-372.9%
Financial expenses		(106)	(95)	11.6%	(345)	(1,311)	-73.7%
Other operating expenses	1(a)(iii)	(7,615)	(9,762)	-22.0%	(24,314)	(28,468)	-14.6%
Profit before income tax		17,002	25,080	-32.2%	68,989	97,831	-29.5%
Income tax expenses	1(a)(iv)	(5,464)	(5,626)	-2.9%	(20,769)	(20,865)	-0.5%
Profit for the period		11,538	19,454	-40.7%	48,220	76,966	-37.3%
Profit attributable to:							
Owners of the Company		9,294	17,819	-47.8%	41,668	72,734	-42.7%
Non-controlling interests		2,244	1,635	37.2%	6,552	4,232	54.8%
		11,538	19,454	-40.7%	48,220	76,966	-37.3%

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

Consolidated Statement of Comprehensive Income

	Group			Group		
	Fourth quarter ended		Increase/ (Decrease) %	Full year ended		Increase/ (Decrease) %
	2018	2017		2018	2017	
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
	RM '000	RM '000		RM '000	RM '000	
Profit for the period	11,538	19,454	-40.7%	48,220	76,966	-37.3%
Other comprehensive income:						
Foreign currency translation	-	-	-	-	-	-
Total comprehensive income for the period/year	11,538	19,454	-40.7%	48,220	76,966	-37.3%
Total comprehensive income attributable to:						
Owners of the Company	9,294	17,819	-47.8%	41,668	72,734	-42.7%
Non-controlling interests	2,244	1,635	37.2%	6,552	4,232	54.8%
	11,538	19,454	-40.7%	48,220	76,966	-37.3%

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1(a)(ii) Other operating income

Other operating income includes:-

	Group			Group		
	Fourth quarter ended			Full year ended		
	28 February			28 February		
2018	2017	Increase/	2018	2017	Increase/	
(Unaudited)	(Unaudited)	(Decrease)	(Unaudited)	(Unaudited)	(Decrease)	
RM '000	RM '000	%	RM '000	RM '000	%	
Rental income from:						
- advertisement space	876	1,299	-32.6%	3,446	3,210	7.4%
- property, plant and equipment	139	144	-3.5%	574	578	-0.7%
Commission income	265	311	-14.8%	431	607	-29.0%
Incentive income	58	51	13.7%	248	225	10.2%
Interest income	2,212	1,841	20.2%	7,638	5,615	36.0%
(Loss)/gain on disposal of property, plant and equipment	-	(7)	-100.0%	25	(7)	-457.1%
Promotion income	178	333	-46.5%	391	492	-20.5%
Sundry income	68	553	-87.7%	460	679	-32.3%

1(a)(iii) Other operating expenses

Other operating expenses is arrived at after charging/(crediting) the following:-

	Group			Group		
	Fourth quarter ended			Full year ended		
	28 February			28 February		
2018	2017	Increase/	2018	2017	Increase/	
(Unaudited)	(Unaudited)	(Decrease)	(Unaudited)	(Unaudited)	(Decrease)	
RM '000	RM '000	%	RM '000	RM '000	%	
Assessment and quit rent	318	311	2.3%	1,026	1,033	-0.7%
Allowance for doubtful receivables	-	11	-100.0%	-	11	-100.0%
Auditors' remuneration	244	198	23.2%	1,012	1,240	-18.4%
Bank charges	467	142	228.9%	1,321	1,575	-16.1%
Donations	1,016	1,012	0.4%	1,071	2,133	-49.8%
Insurance	414	528	-21.7%	1,730	2,219	-22.0%
(Reversal)/provision of inventory written down	(237)	1,490	-116.0%	581	1,850	-68.6%
Inventory written off	30	27	11.1%	157	88	78.4%
Loss/(gain) arising from changes in fair value of biological assets	13	(84)	-115.5%	35	(5)	-800.0%
Management fee	1,201	1,043	15.1%	4,199	3,185	31.8%
Packing materials	187	232	-19.4%	780	887	-12.1%
Property, plant and equipment written off	21	2	950.0%	29	38	-23.7%
Transportation costs	579	374	54.8%	1,987	4,204	-52.7%
Travelling expenses	300	331	-9.4%	1,260	1,165	8.2%
Provision/(reversal) of inventories written down	61	(6)	-1116.7%	(280)	(250)	12.0%

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1(a)(iv) Income tax expenses

	Group			Group		
	Fourth quarter ended		Increase/ (Decrease)	Full year ended		Increase/ (Decrease)
	28 February	2017		28 February	2017	
2018	(Unaudited)	(Unaudited)	2018	(Unaudited)	(Unaudited)	
	RM '000	RM '000	%	RM '000	RM '000	%
Current income tax attributable to continuing operations						
- current income tax	5,714	6,047	-5.5%	21,328	22,642	-5.8%
- over provision in respect of previous years	18	-	n.m	(168)	(1,601)	-89.5%
	5,732	6,047	-5.2%	21,160	21,041	0.6%
Deferred income tax attributable to continuing operations	(268)	(421)	-36.3%	(391)	(176)	122.2%
Income tax expense recognised in profit or loss	5,464	5,626	-2.9%	20,769	20,865	-0.5%

n.m - denotes not meaningful

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1(b)(i) A statement of financial position (for the issuer and group) together with a comparative statement as at the end of the immediate preceding financial year

	Note	Group		Company	
		28.02.2018 (Unaudited) RM '000	28.02.2017 (Audited) RM '000	28.02.2018 (Unaudited) RM '000	28.02.2017 (Audited) RM '000
Assets					
Non-current assets					
Property, plant and equipment		71,842	74,379	-	-
Land use rights		23,349	23,814	-	-
Goodwill		28,816	28,816	-	-
Investment in subsidiaries		-	-	840,617	895,187
Prepayments		39,489	49,270	-	-
Deferred tax assets		1,259	853	-	-
		<u>164,755</u>	<u>177,132</u>	<u>840,617</u>	<u>895,187</u>
Current assets					
Biological assets	1(b)(iv)	152	187	-	-
Inventories		135,443	199,987	-	-
Tax recoverable		4,412	3,641	-	-
Trade and other receivables	1(b)(v)	59,669	56,698	17,000	36,148
Prepayments		12,338	11,705	15	12
Cash and bank balances		373,041	272,194	277,388	187,954
		<u>585,055</u>	<u>544,412</u>	<u>294,403</u>	<u>224,114</u>
Total assets		<u>749,810</u>	<u>721,544</u>	<u>1,135,020</u>	<u>1,119,301</u>
Equity and liabilities					
Current liabilities					
Trade and other payables	1(b)(vii)	125,636	144,848	37,018	48,904
Borrowings	1(b)(ii) & (iii)	15,610	5,977	-	-
Income tax payable		2,697	3,954	232	61
Derivative liabilities		1,043	9,003	1,017	8,993
		<u>144,986</u>	<u>163,782</u>	<u>38,267</u>	<u>57,958</u>
Net current assets		440,069	380,630	256,136	166,156
Non-current liabilities					
Borrowings	1(b)(ii)	756	1,097	-	-
Deferred tax liabilities		4,383	4,368	-	-
		<u>5,139</u>	<u>5,465</u>	<u>-</u>	<u>-</u>
Total liabilities		150,125	169,247	38,267	57,958
Net assets		<u>599,685</u>	<u>552,297</u>	<u>1,096,753</u>	<u>1,061,343</u>
Equity attributable to owners of the Company					
Share capital		616,752	576,941	1,107,574	1,067,763
Treasury shares		(10,517)	(532)	(10,517)	(532)
Other reserves		(141,722)	(110,674)	662	31,710
Retained earnings/(accumulated losses)		117,513	70,345	(966)	(37,598)
		<u>582,026</u>	<u>536,080</u>	<u>1,096,753</u>	<u>1,061,343</u>
Non-controlling interests		17,659	16,217	-	-
Total equity		<u>599,685</u>	<u>552,297</u>	<u>1,096,753</u>	<u>1,061,343</u>
Total equity and liabilities		<u>749,810</u>	<u>721,544</u>	<u>1,135,020</u>	<u>1,119,301</u>

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1(b)(ii) Aggregate amount of the group's borrowings and debts securities

	28.02.2018		28.02.2017	
	Secured RM '000	Unsecured RM '000	Secured RM '000	Unsecured RM '000
Amount repayable in one year or less or on demand	15,610	-	5,977	-
Amount repayable after one year	756	-	1,097	-

Details of any collateral

The borrowings are secured by way of:

- deposits with licensed banks amounting to RM8,901,000 (28.02.2017: RM10,678,000); and
- corporate guarantees from the Company and the penultimate holding company.

1(b)(iii) Short term borrowings

	28.02.2018 RM'000	28.02.2017 RM'000
The Group's short term borrowings are for:		
- trade facilities	15,202	5,540
- hire purchases	408	437
	<u>15,610</u>	<u>5,977</u>

1(b)(iv) Biological assets

	28.02.2018 RM'000	28.02.2017 RM'000
At fair value:		
Balance b/f	187	182
Fair value changes	(35)	5
Balance c/f	<u>152</u>	<u>187</u>

The Group adopted the Amendments to FRS 16 and FRS 41 on 1 March 2016, which changed the accounting requirements for biological assets. Bearer plants will now be within the scope of FRS 16 Property, Plant and Equipment whereas agricultural produce growing on bearer plants (e.g., fruit growing on a tree) will remain within the scope of FRS 41 Agriculture.

1(b)(v) Trade and other receivables

	28.02.2018 RM'000	28.02.2017 RM'000
Trade receivables, net	5,471	6,522
Deposits	3,187	3,539
Sundry receivables, net:		
- amount due from Berjaya Waterfront Sdn Bhd (refer to page 8 of this report)	40,434	40,434
- others	10,577	6,203
	<u>59,669</u>	<u>56,698</u>

Please refer to Paragraph 8 under the caption of "Statement of Financial Position - Assets" for further details.

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1(b)(v) Trade and other receivables (cont'd)

On 10 April 2012, the Company's subsidiaries entered into the following sale and purchase agreements with Berjaya Waterfront Sdn Bhd ("BWSB"), a subsidiary of Berjaya Assets Berhad, a corporation listed on the Bursa Malaysia Securities Berhad:

i) The sale of Darul Metro Sdn Bhd's ("DMSB") legal and beneficial interests over the remaining lease period in six land parcels located in The Zon Johor Bahru at Stulang Laut, Johor Bahru (the "Duty Free Zone") to BWSB for a consideration of RM325,000,000 ("DMSB Agreement"); and

ii) The sale of Kelana Megah Sdn Bhd's intended lease interests in the land parcel bearing lot number PTB 20379 to BWSB for a consideration of RM27,990,000 ("KMSB Agreement"),

(collectively, the "Disposals").

The DMSB Agreement was completed on 15 March 2013 ("DMSB Completion Date"). Pursuant to the terms of the DMSB Agreement, RM80.0 million being the balance of the aggregate sale consideration of RM325.0 million, was deferred and payable by BWSB within 12 months from the DMSB Completion Date, together with interest charged at 6% per annum from the DMSB Completion Date. There have been several extensions mutually agreed by the parties since the initial due date. After partial repayments of the consideration, the outstanding balance as at 28 February 2017 was RM40.0 million. Throughout the term that the balance was outstanding, BWSB has been paying interest at 6% per annum up to 15 July 2015 and 9% per annum from 16 July 2015 onwards.

On 3 April 2018, BWSB requested for a further deferment of the unpaid consideration of RM40.0 million to be paid on or before 15 April 2019 and that BWSB continue to pay interest at 9% per annum on the unpaid consideration on a quarterly basis. The Company had agreed to the request of BWSB.

For the KMSB Agreement, the conditions precedent as stipulated have not been fulfilled as at the date of this announcement. The Company will continue to keep its shareholders informed of any developments in due course.

1(b)(vii) Trade and other payables

	Group	
	28.02.2018 RM'000	28.02.2017 RM'000
Trade payables	66,418	69,373
Other payables	22,439	24,203
Dividends payable to ordinary shareholders by the Company	36,219	46,995
Dividends payable to non-controlling interests by a subsidiary	-	3,717
Deposit received for the KMSB Agreement	560	560
	<u>125,636</u>	<u>144,848</u>

	Company	
	28.02.2018 RM'000	28.02.2017 RM'000
Dividends payable to ordinary shareholders	36,219	46,995
Sundry payables, net:		
- others	799	1,909
	<u>37,018</u>	<u>48,904</u>

Please refer to Paragraph 8 under the caption of "Statement of Financial Position - Liabilities" for further details.

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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

	Group		Group	
	Fourth quarter ended 28 February		Full year ended 28 February	
	2018	2017	2018	2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM '000	RM '000	RM '000	RM '000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	17,002	25,080	68,989	97,831
Adjustments for:-				
Allowance for doubtful receivables	-	11	-	11
Depreciation and amortisation	1,301	1,283	5,426	5,440
Loss/(gain) on disposal of property, plant and equipment	-	7	(25)	7
Loss/(gain) arising from changes in fair values of biological assets	13	(84)	35	(5)
Gain arising from changes in fair value of option	-	(4,044)	(7,977)	(4,044)
Finance cost	106	95	345	1,311
Interest income	(2,212)	(1,841)	(7,638)	(5,615)
(Reversal)/provision of inventory written down	(237)	1,490	581	1,850
Inventory written off	30	27	157	88
Property, plant and equipment written off	21	2	29	38
Provision/(reversal) of inventories written down	61	(6)	(280)	(250)
Reversal of short term accumulating compensated absences	(19)	(20)	(19)	(20)
Net unrealised foreign exchange loss/(gain)	5,655	(433)	19,525	(7,154)
Operating cash flows before changes in working capital	21,721	21,567	79,148	89,488
(Increase)/decrease in receivables	(1,553)	917	(2,918)	7,082
Decrease in prepayments	2,371	2,627	9,148	9,687
Decrease in inventories	31,177	14,528	64,086	95,492
(Decrease)/increase in payables	(2,377)	7,401	(2,328)	(51,022)
Cash generated from operations	51,339	47,040	147,136	150,727
Tax paid	(6,566)	(8,832)	(23,188)	(26,219)
Interest paid	(106)	(96)	(345)	(1,343)
Net cash generated from operating activities	44,667	38,112	123,603	123,165
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	2,202	1,860	7,638	5,625
Proceeds from disposal of property, plant and equipment	25	4	25	4
Purchase of property, plant and equipment and land use rights	(485)	(682)	(2,373)	(3,869)
Net cash generated from investing activities	1,742	1,182	5,290	1,760

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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 (cont'd)

	Group		Group	
	Fourth quarter ended 28 February		Full year ended 28 February	
	2018	2017	2018	2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM '000	RM '000	RM '000	RM '000
CASH FLOWS FROM FINANCING ACTIVITIES				
(Increase)/decrease in pledged fixed deposits	(41)	(44)	1,777	(217)
Repayment of term loans	-	-	-	(16,000)
Proceed from/(repayment of) other short term borrowings	15,202	(6,562)	9,662	(29,104)
Repayment of hire purchase and lease financing	(111)	(119)	(450)	(422)
Proceeds from issuance of new ordinary shares	-	-	39,811	87,823
Proceeds from disposal of equity shares of subsidiary to non-controlling interests and issuance of options	46,336	-	46,336	87,711
Purchase of treasury shares	-	-	(9,985)	-
Proceeds from placement of treasury shares	-	-	-	4,967
Dividends paid to the ordinary shareholders of the Company	-	-	(79,777)	(43,228)
Dividends paid to non-controlling interests of subsidiaries	(4,850)	-	(11,927)	-
Net cash generated from/(used in) financing activities	<u>56,536</u>	<u>(6,725)</u>	<u>(4,553)</u>	<u>91,530</u>
Net increase in cash and cash equivalents	102,945	32,569	124,340	216,455
Effects of foreign exchange rate changes	(6,368)	(1,333)	(21,716)	6,243
Cash and cash equivalents at beginning of period/year	267,563	230,280	261,516	38,818
Cash and cash equivalents at end of period/year	<u>364,140</u>	<u>261,516</u>	<u>364,140</u>	<u>261,516</u>
Cash and cash equivalents carried forward consists of :-				
Deposits with licenced banks	141,777	180,835	141,777	180,835
Less : Pledged deposits	(8,901)	(10,678)	(8,901)	(10,678)
	<u>132,876</u>	<u>170,157</u>	<u>132,876</u>	<u>170,157</u>
Cash and bank balances	231,264	91,359	231,264	91,359
	<u>364,140</u>	<u>261,516</u>	<u>364,140</u>	<u>261,516</u>

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1(d)(i) A statement (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 (cont'd)

	← ATTRIBUTABLE TO OWNERS OF THE PARENT →							NON-CONTROLLING INTERESTS	TOTAL EQUITY		
	← Non-distributable →				Distributable						
	Ordinary shares RM'000	Share premium RM'000	Treasury shares RM'000	Total other reserves RM'000	Foreign exchange reserve RM'000	Net premium paid/ received on transactions with non-controlling interests RM'000	Others reserve RM'000			Retained earnings RM'000	Total RM'000
GROUP (Cont'd)											
At 1 March 2016	486,340	2,778	(4,838)	(111,335)	29	(142,413)	31,049	31,387	404,332	86	404,418
Adoption of Amendments to FRS16 and FRS 41	-	-	-	-	-	-	-	(2,611)	(2,611)	-	(2,611)
At 1 March 2016 (restated)	486,340	2,778	(4,838)	(111,335)	29	(142,413)	31,049	28,776	401,721	86	401,807
Profit, net of tax	-	-	-	-	-	-	-	72,734	72,734	4,232	76,966
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	72,734	72,734	4,232	76,966
Adjustment for effects of Companies Act 2016	2,778	(2,778)	-	-	-	-	-	-	-	-	-
Transactions with owners:											
Placement of treasury shares	-	-	4,306	793	-	-	793	-	5,099	-	5,099
Allotment of new ordinary shares	90,659	-	-	-	-	-	-	-	90,659	-	90,659
Share issuance expenses	(2,836)	-	-	(132)	-	-	(132)	-	(2,968)	-	(2,968)
Dividend on ordinary shares	-	-	-	-	-	-	-	(90,222)	(90,222)	-	(90,222)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(3,717)	(3,717)
Total transactions with owners	87,823	-	4,306	661	-	-	661	(90,222)	2,568	(3,717)	(1,149)
Transactions with non-controlling interests:											
Disposal of equity shares of subsidiary to non-controlling interests *	-	-	-	-	-	-	-	59,057	59,057	15,616	74,673
At 28 February 2017	576,941	-	(532)	(110,674)	29	(142,413)	31,710	70,345	536,080	16,217	552,297

* Disposal consideration is net of transaction costs of RM2,514,000 and the fair value at initial recognition of RM13,038,000 attributed to call options issued. These options give the buyer a right to purchase a maximum of 15% additional equity interest in a subsidiary within 30 months from the completion date.

DUTY FREE INTERNATIONAL LIMITED

(Company Registration No. 200102393E)

(Incorporated in the Republic of Singapore)

1(d)(i) A statement (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 (cont'd)

	← ATTRIBUTABLE TO OWNERS OF THE PARENT →							NON-CONTROLLING INTERESTS		TOTAL EQUITY
	← Non-distributable →			Distributable				RM'000	RM'000	RM'000
	Ordinary shares RM'000	Treasury shares RM'000	Total other reserves RM'000	Foreign exchange reserve RM'000	Net premium paid/ received on transactions with non-controlling interests RM'000	Others reserve RM'000	Retained earnings RM'000			
GROUP (Cont'd)										
At 1 March 2017	576,941	(532)	(110,674)	29	(142,413)	31,710	70,345	536,080	16,217	552,297
Profit, net of tax	-	-	-	-	-	-	41,668	41,668	6,552	48,220
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	41,668	41,668	6,552	48,220
Transfer of reserve arising from expiring of warrant:	-	-	(31,048)	-	-	(31,048)	31,048	-	-	-
Transactions with owners:										
Purchase of treasury shares	-	(9,985)	-	-	-	-	-	(9,985)	-	(9,985)
Allotment of new ordinary shares	41,032	-	-	-	-	-	-	41,032	-	41,032
Share issuance expenses	(1,221)	-	-	-	-	-	-	(1,221)	-	(1,221)
Dividend on ordinary shares	-	-	-	-	-	-	(68,784)	(68,784)	-	(68,784)
Dividend payable to non-controlling interests	-	-	-	-	-	-	-	-	(8,210)	(8,210)
Total transactions with owners	39,811	(9,985)	-	-	-	-	(68,784)	(38,958)	(8,210)	(47,168)
Transactions with non-controlling interests:										
Disposal of equity shares of subsidiary to non-controlling interests *	-	-	-	-	-	-	43,236	43,236	3,100	46,336
At 28 February 2018	616,752	(10,517)	(141,722)	29	(142,413)	662	117,513	582,026	17,659	599,685

* Disposal consideration is net of transaction costs of RM1,436,000.

DUTY FREE INTERNATIONAL LIMITED

(Company Registration No. 200102393E)

(Incorporated in the Republic of Singapore)

1(d)(i) A statement (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 (cont'd)

	Ordinary shares RM'000	Treasury shares RM'000	Others reserve RM'000	Accumulated losses RM'000	Total equity RM'000
<u>COMPANY (Cont'd)</u>					
At 1 March 2016	979,940	(4,838)	31,049	(55,034)	951,117
Profit, net of tax	-	-	-	107,658	107,658
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	107,658	107,658
Transactions with owners:					
Placement of treasury shares	-	4,306	793	-	5,099
Allotment of new ordinary shares	90,659	-	-	-	90,659
Share issuance expenses	(2,836)	-	(132)	-	(2,968)
Dividend	-	-	-	(90,222)	(90,222)
	87,823	4,306	661	(90,222)	2,568
At 28 February 2017	1,067,763	(532)	31,710	(37,598)	1,061,343

DUTY FREE INTERNATIONAL LIMITED

(Company Registration No. 200102393E)

(Incorporated in the Republic of Singapore)

1(d)(i) A statement (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 (cont'd)

	Ordinary shares RM'000	Treasury shares RM'000	Others reserve RM'000	(Accumulated losses)/ Retained earnings RM'000	Total equity RM'000
<u>COMPANY (Cont'd)</u>					
At 1 March 2017	1,067,763	(532)	31,710	(37,598)	1,061,343
Profit, net of tax	-	-	-	74,368	74,368
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	74,368	74,368
Transfer of reserve arising from expiring of warrants	-	-	(31,048)	31,048	-
Transactions with owners:					
Purchase of treasury shares	-	(9,985)	-	-	(9,985)
Allotment of new ordinary shares	41,032	-	-	-	41,032
Share issuance expenses	(1,221)	-	-	-	(1,221)
Dividend	-	-	-	(68,784)	(68,784)
	39,811	(9,985)	-	(68,784)	(38,958)
At 28 February 2018	1,107,574	(10,517)	662	(966)	1,096,753

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 the number of shares that may be issued on conversion of all outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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

Share Capital – Ordinary Shares

	Company	
	Number of Shares '000	Share Capital RM'000
As at 30 November 2017 and 28 February 2018	1,218,046	1,107,574

Outstanding Convertible Securities

	Company	
	As at 28 February 2018	As at 28 February 2017
Number of outstanding convertible securities ('000)	491,400	-
Number of ordinary shares upon conversion of convertibles ('000)	491,400	-
Total number of ordinary shares issued excluding treasury shares ('000)	1,218,046	1,194,350
As a percentage of total ordinary shares issued (%)	40.3	-

Total treasury shares as at 28 February 2018 was 11,151,900 (28 February 2017: 698,000).

As at the date of this announcement, the Company's issued and paid-up share capital comprises 1,218,046,493 ordinary shares, excluding treasury shares and Company has 491,400,042 outstanding convertible warrants each with exercise price of S\$0.43 expiring 13 May 2022. The Company's treasury shares as at the date of this announcement is 11,151,900.

Save as disclosed above, the Company did not have any subsidiary holdings or other convertibles as at 28 February 2018.

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 the end of the immediately preceding year

Total number of issued shares excluding treasury shares as at 28 February 2018 was 1,218,046,493 (28 February 2017: 1,194,350,393). Total treasury shares as at 28 February 2018 was 11,151,900 (28 February 2017: 698,000).

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

During the full year ended 28 February 2018 ("FY2018"), a total of 10,453,900 ordinary shares were acquired pursuant to the Share Buy-Back Mandate approved by the shareholders. The shares were held as treasury shares as at 28 February 2018. Subsequent to the completion of the acquisition, total treasury shares was increased from 698,000 as at 28 February 2017 to 11,151,900 as at 28 February 2018.

1 (d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on

The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

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

These figures have not been audited or reviewed by the Company's auditors.

3 Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of 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.

Except as disclosed in Paragraph 5 below, the Group and the Company have applied the same accounting policies and methods of computation for the current reporting period, compared with the last audited financial statements as at 28 February 2017.

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 changes

On 1 March 2017, the Group and the Company adopted the new or amended Singapore Financial Reporting Standards ("FRSs") and Interpretations to FRS ("INT FRSs") that are mandatory for application from that date.

The application of these new or amended FRSs and INT FRSs did not result in changes in the Group's accounting policies and has no material effect on the amounts reported for the current period or prior years.

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

	Group		Group	
	Fourth quarter ended 28 February		Full year ended 28 February	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Profit for the period, net of tax attributable to owners of the Company	9,294	17,819	41,668	72,734
Weighted average number of ordinary shares for basic earnings per share computation ('000)	1,218,046	1,194,350	1,219,408	1,167,064
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	1,218,046	1,194,350	1,219,408	1,167,064
Earnings per ordinary share from continuing operations attributable to owners of the Company (RM sen):				
(a) Basic	0.76	1.49	3.42	6.23
(b) Fully diluted	0.76	1.49	3.42	6.23

For 4Q FY2018, 4Q FY2017, FY2018 and FY2017, as there were no potential dilutive ordinary shares, earnings per share on a fully diluted basis is the same as basic earnings per share based on weighted average number of shares in issue.

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

	Group		Company	
	As at 28 February 2018	As at 28 February 2017	As at 28 February 2018	As at 28 February 2017
Net asset value per ordinary share (RM sen)	47.78	44.88	90.04	88.86

	Group		Company	
	As at 28 February 2018	As at 28 February 2017	As at 28 February 2018	As at 28 February 2017
Number of shares used in calculating net asset value per share ('000)	1,218,046	1,194,350	1,218,046	1,194,350

Net asset value per ordinary share is computed based on Total equity less non-controlling interests divided by the Number of Shares.

- 8 A review of performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs and earnings for the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets and liabilities of the group during the current financial period reported on**

Statement of Comprehensive Income

Fourth quarter ended 28 February 2018 ("4Q FY2018") vs Fourth quarter ended 28 February 2017 ("4Q FY2017")

Revenue

The Group recorded a revenue of RM170.8 million in 4Q FY2018, representing an increase of 13.8% or RM20.8 million, over the revenue of RM150.0 million in 4Q FY2017. The improvement was mainly due to increase in demand for certain products and sales mix.

Changes in inventories

Changes in inventories comprised the difference in the value of inventories at the beginning and at the end of the financial period reported on. In 4Q FY2018, the value of the closing inventories was lower than the value of the opening inventories by RM31.2 million. In 4Q FY2017, the value of the closing inventories was lower by RM36.4 million. This resulted in a variance of RM5.2 million for 4Q FY2018 vis-à-vis 4Q FY2017, which was mainly due to timing differences in purchases and consumption of inventories in the respective quarters.

Inventories purchased and material consumed

Inventories purchased and material consumed increased by 45.9% or RM28.2 million, from RM61.6 million in 4Q FY2017 to RM89.8 million in 4Q FY2018. This was mainly due to higher purchases as compared with the corresponding quarter of the previous financial year.

Other operating income

Other operating income decreased by RM1.1 million from RM5.0 million in 4Q FY2017 to RM3.9 million in 4Q FY2018. The decrease was mainly due to lower rental income from advertisement space of RM0.4 million and lower promotion income of RM0.1 million as well as absence of insurance claim of RM0.4 million which was recorded in 4Q FY2017. However, the decrease was partially offset by the increase in interest income of RM0.4 million.

Gain arising from changes in fair value of option

There is no gain arising from changes in fair value of option in 4Q FY2018 as compared to RM4.0 million in 4Q FY2017. The fair value was in relation to the call option issued which gives Heinemann Asia Pacific Pte Ltd the option to acquire a maximum of 15% additional equity interest in DFZ Capital Sdn Bhd (formerly known as DFZ Capital Berhad), a subsidiary of the Company.

Realised foreign exchange (loss)/gain

Realised gain in foreign exchange in 4Q FY2018 was RM1.1 million as compared to RM2.0 million realised foreign exchange loss in 4Q FY2017. This was mainly due to the currency translation to Ringgit Malaysia of the Group's purchases from overseas suppliers after the effects from Ringgit Malaysia had strengthened against US dollar.

Unrealised foreign exchange (loss)/gain

Unrealised loss in foreign exchange in 4Q FY2018 was RM5.7 million as compared to RM0.4 million unrealised foreign exchange gain in 4Q FY2017. This was mainly due to the currency translation to Ringgit Malaysia of the Group's deposits in financial institutions of SGD2.7 million, EUR9.9 million and USD34.4 million as at 28 February 2018, whereby Ringgit Malaysia had strengthened against Singapore Dollar by approximately 2.3% from RM3.03 as at 30 November 2017 to RM2.96 as at 28 February 2018, Euro Dollar by approximately 1.2% from RM4.84 as at 30 November 2017 to RM4.78 as at 28 February 2018 and US Dollar by approximately 4.2% from RM4.09 as at 30 November 2017 to RM3.92 as at 28 February 2018.

Other operating expenses

Other operating expenses in 4Q FY2018 decreased by 21.5% or RM2.1 million, from RM9.8 million in 4Q FY2017 to RM7.7 million in 4Q FY2018. This was mainly attributable to the decrease in provision for inventories written down of RM1.7 million. However the decrease in this provision was partly offset by an increase in bank charges of RM0.4 million as well as an increase in management fee and transportation costs of RM0.2 million each as compared to 4Q FY2017.

The rest of the expenses on the Group's profit and loss account remained largely unchanged in 4Q FY2018 as compared to 4Q FY2017.

Profit before income tax

The Group reported a profit before income tax of RM17.0 million for 4Q FY2018, which was 32.2% or RM8.1 million lower than the profit before income tax of RM25.1 million recorded in 4Q FY2017. The decrease was mainly due to higher net loss in foreign exchange by RM3.0 million as mentioned above coupled with absence of gain arising from changes in fair value of option amounting to RM4.0 million as compared to 4Q FY2017.

Full year ended 28 February 2018 (“FY2018”) vs Full year ended 28 February 2017 (“FY2017”)

The Group reported a profit before income tax of RM69.0 million for FY2018, representing a decrease of 29.5% or RM28.8 million as compared to RM97.8 million recorded in FY2017. The decrease was mainly due to overall decrease in revenue, coupled with increase in net foreign exchange loss of RM17.8 million in FY2018 as compared to RM9.9 million net foreign exchange gain in FY2017.

Statement of Financial Position

Assets

Non-current prepayments

Non-current prepayments decreased by RM9.8 million, from RM49.3 million as at 28 February 2017 to RM39.5 million as at 28 February 2018 which was mainly related to rental paid in advance for the Group’s retail outlets.

Trade and other receivables

Trade receivables increased by RM3.0 million, from RM56.7 million as at 28 February 2017 to RM59.7 million as at 28 February 2018. Sundry receivables increased by RM4.4 million, from RM6.2 million as at 28 February 2017 to RM10.6 million as at 28 February 2018. The aforesaid increase was partially offset by a decrease in trade receivables of RM1.0 million, from RM6.5 million as at 28 February 2017 to RM5.5 million as at 28 February 2018.

Inventories

Inventories decreased by RM64.6 million, from RM200.0 million as at 28 February 2017 to RM135.4 million as at 28 February 2018, mainly due to a decrease of overall purchases during the financial year under review.

Other than Cash and Bank balances which increased by RM100.8 million from RM272.2 million to RM373.0 million, the rest of the asset items on the Group’s statement of financial position remained largely unchanged as at 28 February 2018 vis-à-vis 28 February 2017.

Liabilities

Trade and other payables

The decrease in trade and other payables was mainly due to a decrease in trade payables by RM3.0 million, from RM69.4 million as at 28 February 2017 to RM66.4 million as at 28 February 2018. The aforesaid decrease was due to lower purchases during the period and also timing differences in the settlement of payables. In addition, other payables also decreased by RM1.8 million, from RM24.2 million as at 28 February 2017 to RM22.4 million as at 28 February 2018 as well as reduction in dividend payable to ordinary shareholders by the Company, from RM47.0 million as at 28 February 2017 to RM36.2 as at 28 February 2018 and absence of dividend payable to non-controlling interests by a subsidiary amounting to RM3.7 million in FY2017.

Derivative financial liabilities

Derivative financial liabilities of RM1.0 million as at 28 February 2018 was mainly in relation to the fair value of call options issued which gives Heinemann Asia Pacific Pte Ltd (“HAP”) the option to acquire remaining 10% additional equity interest in DFZ Capital Sdn Bhd (formerly known as DFZ Capital Berhad) (“DFZ”), a subsidiary of the Company.

Borrowings

Total borrowings increased by RM9.3 million, from RM7.1 million as at 28 February 2017 to RM16.4 million as at 28 February 2018, mainly due to increase in trade facilities utilisation of RM9.7 million.

As at 28 February 2018, the Group was in a positive working capital position of RM440.1 million.

Equity

Total equity increased by RM47.4 million, from RM552.3 million as at 28 February 2017 to RM599.7 million as at 28 February 2018, mainly due to profit for the period of RM41.7 million, gain on disposal of 5% equity interest in DFZ to HAP amounting to RM43.2 million, a net increase in share capital of RM39.8 million pursuant to the issuance of new ordinary shares and a decrease in treasury shares of RM10.0 million and an increase in non-controlling interests of RM1.4 million, partially offset by dividends paid or payable of RM68.8 million.

Statement of Cash Flows

The Group generated operating cash flow of RM44.7 million for 4Q FY2018 and RM123.6 million for FY2018. Net cash generated from investing activities was RM1.7 million for 4Q FY2018, mainly arising from interest received of RM2.2 million and partially offset by purchase of plant and equipment amounting to RM0.5 million. Net cash generated from financing activities for 4Q FY2018 was mainly due to proceeds from short term borrowings of RM15.2 million and proceeds from disposal of equity shares to non-controlling interest of RM46.3 million. However, the cash flows were partially offset by dividend payout of RM4.9 million. Overall, the cash and cash equivalents of the Group increased by RM102.9 million

for 4Q FY2018 and by RM124.3 million for FY2018, ending the period with cash and cash equivalents of RM364.1 million.

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

Not applicable.

10 A commentary at the date of the announcement of the 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 for the next 12 months

(i) With the rising inflationary cost and cautious consumers' purchasing sentiment, the business environment where the Group operates is expected to remain challenging and competitive. The Group continuously initiates measures to mitigate the business risks surrounding the operating environment as well as to improve its current strategies to strengthen customer bases and distribution channels, in order to remain competitive and profitable in the next twelve months.

(ii) On 30 November 2017, the Company announced that the Company's subsidiary, Seruntun Maju Sdn. Bhd. ("SMSB") had received the bills of demand dated 14 November 2017 from the Royal Malaysian Customs State of Perak ("Customs"), which SMSB received on 21 November 2017, demanding payments of customs duties, excise duties, sales tax and Goods and Services Tax ("GST") all totalling RM41,594,986.86.

The said Bills of demand were raised by the Customs Department who alleged that SMSB did not comply with certain conditions of a duty-free shop located at the border.

The Company, after consultation with its solicitors, strongly believes that there is no legal and/or factual basis for Customs Department to arrive at their decision to raise the said Bills of demand. This is especially so when SMSB's duty free shop is located after the last customs station en-route out of Malaysia and before the first customs station en-route into Malaysia, where no duties are payable. The solicitors of SMSB are taking the necessary defence actions on its behalf.

On 29 November 2017, the High Court granted leave to SMSB's application for judicial review, as well as an interim stay of the enforcement of the bills of demand until the disposal of the inter partes stay hearing under the Customs Act 1967 and Excise Act, 1976.

The High Court has on 4 January 2018 fixed the case for hearing on 12 April 2018 and subsequently postponed to 17 April 2018. During the hearing on 17 April 2018, SMSB argued that the Bills of demand are illegal and are raised beyond the scope of

the Customs' jurisdiction. This is on the premise that the alleged conditions were not attached to the duty free shop licences issued to SMSB, as required under Section 65D(2) of the Customs Act 1967.

The High Court subsequently fixed for decision of the matter on 25 May 2018. In addition, the High Court also granted interim stay of enforcement of the Bills of demand until the date of decision.

On 12 December 2017, SMSB had also appealed to the Director-General in respect of the sales tax pursuant to Section 68 of the Sales Tax Act and had submitted an application to the Director-General in respect of GST pursuant to Section 124 of the GST Act. To-date, the matter is still pending a decision from the Director-General.

- (iii) On 30 November 2017, the Company announced that Heinemann Asia Pacific Ltd ("HAP") exercised the Second Tranche Call Option in which 5% of the issued and paid-up share capital of DFZ Capital Sdn Bhd (formerly known as DFZ Capital Berhad) ("DFZ") was sold to HAP for a consideration of EUR9,850,000. The exercise of the call option was in accordance with the sale and purchase agreement ("SPA") dated 17 March 2016 between the Company and HAP. Under the terms of the SPA, in addition to the initial 10% equity interest and one share in DFZ that HAP acquired for a consideration of EUR19,700,000 on 1 June 2016, HAP has additional call options to acquire up to 15% of the issued and paid-up share capital of DFZ.

The sale and purchase of the Second Tranche Sales Shares was completed on 29 December 2017. Following the exercise of the Second Tranche Call Option mentioned above, HAP's equity interest in DFZ is now 15% plus one share.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None

(c) Date payable

Not applicable.

(d) Book closure date

Not applicable.

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

No dividend has been declared or recommended by the Board for 4Q FY2018.

13 Interested Person Transactions

Interested Persons	Aggregate value of interested person transactions entered into during the financial period under review (excluding transactions below S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920(1)(a))	Aggregate value of interested person transactions conducted under shareholders' mandate pursuant to Rule 920(1)(a) (excluding transactions below S\$100,000)
	RM'000	RM'000
Atlan Holdings Bhd	2,000	- (Note 1)

Note 1: The Company does not have any existing general mandate pursuant to Rule 920 of the Listing Rules.

14 Use of proceeds from placement exercises

The Company had, on 7 March 2016, 24 March 2016, 11 August 2016, 26 August 2016 and 23 March 2017 completed five placement exercises of (i) 39 million new ordinary shares in the capital of the Company; and (ii) 5.5 million treasury shares in the capital of the Company; (iii) 20 million new ordinary shares in the capital of the Company; (iv) 30 million new ordinary shares in the capital of the Company; and (v) 34.15 million new ordinary shares in the capital of the Company respectively, raising a total net proceeds of S\$43.6 million. As the use of the net proceeds (including the percentage allocation of the net proceeds) from the above mentioned placement exercises are identical to each other, the Company has aggregated the net proceeds raised from the abovementioned placement exercises together.

The Company intends to use the net proceeds from the abovementioned placement exercises as follows:

- 90% for general corporate requirements including but not limited to acquisition and funding of potential business opportunities, if any; and
- 10% for general working capital including but not limited to renovation and upgrading of business outlets, should the need arise.

As at the date of this announcement, the Company has not utilised any of the net proceeds of S\$43.6 million from the abovementioned placement exercises. The Company will make periodic announcements as and when the net proceeds from the placement exercises is materially disbursed.

15 Significant related party transactions

All related party transactions had been entered into the ordinary course of business on normal commercial terms.

The transactions with related company and related parties of the Group are as set out below:

	Group		Group	
	Fourth quarter ended		Full year ended	
	28 February		28 February	
	2018	2017	2018	2017
	RM'000	RM'000	RM'000	RM'000
Related company:				
- Management fee	500	500	2,000	2,000
Related parties:				
- Donation to Yayasan Harmoni	1,000	1,000	1,000	2,000
- Purchases from Heinemann Asia Pacific Pte. Ltd. ("HAP")	65,376	57,355	244,160	122,008
- Management fee paid/payable to HAP	701	543	2,199	1,185
- Ad-space rental received/receivable from HAP	450	1,173	2,079	1,173
- Reimbursement of costs from HAP	361	1,581	4,244	1,583

16 Confirmation by the directors and executive officers pursuant to Rule 720(1) of the Listing Manual

The Board of Directors hereby confirms that all required undertakings pursuant to Rule 720(1) of the Listing Manual have been obtained from its Directors and Executive Officers in the format set out in Appendix 7.7 of the SGX-ST Listing Manual.

PART 2 ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

	Trading of duty free goods and non-dutiable merchandise RM'000	Investment holdings and others RM'000	Adjustments and eliminations RM'000	Group total RM'000
FY2018				
Revenue				
Sales to external customers	618,136	1,988	-	620,124
Inter-segment sales	2	83,630	(83,632)	-
Total revenue	<u>618,138</u>	<u>85,618</u>	<u>(83,632)</u>	<u>620,124</u>
Segment results	79,879	73,085	(83,630)	69,334
Finance costs				<u>(345)</u>
				68,989
Income tax expense				<u>(20,769)</u>
Profit for the year				<u>48,220</u>
FY2017				
Revenue				
Sales to external customers	631,016	1,572	-	632,588
Inter-segment sales	3	97,083	(97,086)	-
Total revenue	<u>631,019</u>	<u>98,655</u>	<u>(97,086)</u>	<u>632,588</u>
Segment results	85,152	111,071	(97,081)	99,142
Finance costs				<u>(1,311)</u>
				97,831
Income tax expense				<u>(20,865)</u>
Profit for the year				<u>76,966</u>

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

Kindly refer to Paragraphs 8 and 17 above.

19 A breakdown of revenue and profit after tax (before deducting non-controlling interests) for the continuing operations are as follows:

	Group		% increase/ (decrease) RM'000
	FY2018 RM'000	FY2017 RM'000	
(a) Revenue reported for first half year	315,806	349,587	(9.7%)
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	32,105	35,253	(8.9%)
(c) Revenue reported for second half year	304,318	283,001	7.5%
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	16,115	41,713	(61.4%)

20 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

	FY2018 S\$'000	FY2018 RM'000	FY2017 S\$'000	FY2017 RM'000
	Ordinary Shares	22,570	68,784	29,234

21 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) of the Listing Manual:

There is no person occupying a managerial position in the Group who is a relative of a director, chief executive officer, or substantial shareholder of the Company pursuant to Rule 704(13) of the Listing Manual.

BY ORDER OF THE BOARD

Lee Sze Siang
Executive Director
25 April 2018