

INTERIM FINANCIAL REPORT

FOR THE THIRD QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	3 Months Ended		9 Months Ended	
	31.03.2017	31.03.2016	31.03.2017	31.03.2016
	RM'000	RM'000	RM'000	RM'000
Revenue	64,253	66,424	163,581	171,838
Cost of sales	(32,979)	(31,931)	(78,764)	(77,881)
Gross profit	31,274	34,493	84,817	93,957
Investment revenue	2,922	3,845	10,338	10,546
Other income	2,451	2,343	7,254	8,154
Finance costs	(649)	(630)	(1,793)	(2,028)
Other expenses	(18,752)	(19,372)	(56,535)	(59,843)
Profit before taxation	17,246	20,679	44,081	50,786
Taxation	(5,089)	(6,719)	(13,749)	(16,609)
Profit for the period	12,157	13,960	30,332	34,177
Other comprehensive income	561	1,970	2,384	5,005
Total comprehensive income for the period	12,718	15,930	32,716	39,182
Profit for the period attributable to:				
Owners of the Company	12,157	13,960	30,332	34,180
Non-controlling interests	-	-	-	(3)
	12,157	13,960	30,332	34,177
Total comprehensive income attributable to:				
Owners of the Company	12,718	15,930	32,716	39,210
Non-controlling interests	-	-	-	(28)
	12,718	15,930	32,716	39,182
Earnings per share (sen)				
- Basic / Diluted	3.2	3.7	8.0	9.0

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2016 and the Explanatory Notes for the quarter ended 31 March 2017)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.03.2017 (Unaudited)	As at 30.06.2016 (Audited)
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	565,894	560,498
Land held for future development	191,340	193,538
Property development projects - non current portion	154,894	147,923
Investment properties	62,812	63,249
Deferred tax assets	25,732	25,732
	<u>1,000,672</u>	<u>990,940</u>
CURRENT ASSETS		
Property development projects - current portion	234,138	200,041
Inventories	22,925	30,606
Trade receivables	48,775	42,871
Other receivables, deposits and prepaid expenses	12,532	9,072
Accrued billings	1,625	2,828
Tax recoverable	1,895	3,381
Short term investments	54,079	52,891
Fixed income trust funds	25,989	163,956
Fixed deposits with licensed banks	209,545	116,247
Cash and bank balances	87,317	75,925
	<u>698,820</u>	<u>697,818</u>
TOTAL ASSETS	<u>1,699,492</u>	<u>1,688,758</u>
EQUITY AND LIABILITIES		
Capital & Reserves		
Share capital	515,315	381,534
Share premium	-	133,781
Reserves	976,588	961,041
TOTAL EQUITY	<u>1,491,903</u>	<u>1,476,356</u>
NON-CURRENT LIABILITIES		
Bank borrowings	30,907	33,787
Deferred tax liabilities	32,553	32,553
	<u>63,460</u>	<u>66,340</u>
CURRENT LIABILITIES		
Trade payables	17,978	19,652
Retention monies	27,397	20,152
Other payables, accrued expenses and provisions	91,358	89,791
Advance billings	3,294	9,145
Bank borrowings	1,223	5,763
Tax liabilities	2,879	1,559
	<u>144,129</u>	<u>146,062</u>
TOTAL LIABILITIES	<u>207,589</u>	<u>212,402</u>
TOTAL EQUITY & LIABILITIES	<u>1,699,492</u>	<u>1,688,758</u>
Net assets per share attributable to owners of the Company (RM)	3.91	3.87

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2016 and the Explanatory Notes for the quarter ended 31 March 2017)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Non-distributable			Distributable →		Total	Non-controlling interest	Total Equity
	Share Capital	Share Premium	Available For-Sale Reserve	Foreign Currency Translation Reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 Months Ended 31 March 2017								
At 1 July 2016	381,534	133,781	821	516	959,704	1,476,356	-	1,476,356
Adjustment for effects of Companies Act 2016 (Note a)	133,781	(133,781)	-	-	-	-	-	-
Net profit for the period	-	-	-	-	30,332	30,332	-	30,332
Fair value changes on available-for-sale financial assets	-	-	2,065	-	-	2,065	-	2,065
Foreign currency translation difference for foreign operation	-	-	-	319	-	319	-	319
Total comprehensive income for the financial period	-	-	2,065	319	30,332	32,716	-	32,716
Dividend for the financial year ended 30 June 2016 - final dividend	-	-	-	-	(17,169)	(17,169)	-	(17,169)
At 31 March 2017	515,315	-	2,886	835	972,867	1,491,903	-	1,491,903

	← Non-distributable			Distributable →		Total	Non-controlling interest	Total Equity
	Share Capital	Share Premium	Available For-Sale Reserve	Foreign Currency Translation Reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 Months Ended 31 March 2016								
At 1 July 2015	373,943	155,914	(1,755)	632	887,963	1,416,697	27,331	1,444,028
Net profit for the period	-	-	-	-	34,180	34,180	(3)	34,177
Fair value changes on available-for-sale financial assets	-	-	4,640	-	-	4,640	(25)	4,615
Foreign currency translation difference for foreign operation	-	-	-	393	-	393	(3)	390
Total comprehensive income for the financial period	-	-	4,640	393	34,180	39,213	(31)	39,182
Dividend for the financial year ended 30 June 2015 - final dividend	-	-	-	-	(17,169)	(17,169)	-	(17,169)
Shares issuance	7,591	11,387	-	-	-	18,978	-	18,978
Changes in ownership in subsidiaries	-	-	-	-	8,322	8,322	(27,300)	(18,978)
At 31 March 2016	381,534	167,301	2,885	1,025	913,296	1,466,041	-	1,466,041

Note a : Pursuant to Section 618(2) of the Companies Act 2016 ("CA 2016"), any amount standing to the credit of the share premium account shall become part of the share capital. Notwithstanding this, the Group may within 24 months upon commencement of the CA 2016 uses the amount standing to the credit of the share premium account for the purpose set out in Section 618(3) of the CA 2016.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2016 and the Explanatory Notes for the quarter ended 31 March 2017)



PLENITUDE
PLENITUDE BERHAD

Company No. 531086-T
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 Months Ended	
	31.03.2017	31.03.2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	44,081	50,786
Adjustments for:-		
Depreciation and amortisation	12,582	13,567
Other non-cash items	(7,718)	(8,193)
Profit Before Working Capital Changes	48,945	56,160
Net change in current assets	(39,127)	(30,976)
Net change in current liabilities	1,287	(1,284)
Cash Generated From Operations	11,105	23,900
Interest income received	878	1,041
Income tax refunded	250	28
Income tax paid	(11,416)	(17,941)
Net Cash Generated From Operating Activities	817	7,028
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income received	4,114	4,320
Proceeds from disposal of property, plant and equipment	24	-
Purchase of property, plant & equipment	(17,548)	(13,445)
Proceeds from disposal of short term investments	900	79,200
Purchase of short term investments	-	(320)
Dividend income received	4,478	4,461
Net Cash (Used in)/ Generated From Investing Activities	(8,032)	74,216
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(17,169)	(17,169)
Interest paid	(1,793)	(2,028)
Proceeds from bank borrowings	17,705	-
Repayment of bank borrowings	(25,124)	(5,025)
Net Cash Used In Financing Activities	(26,381)	(24,222)
NET (DECREASE)/ INCREASE IN CASH & CASH EQUIVALENTS	(33,596)	57,022
CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	356,128	323,174
Effect of exchange rate changes	319	389
CASH & CASH EQUIVALENTS AT END OF THE PERIOD	322,851	380,585

Cash and cash equivalents included in the cash flows comprise the following:-

	31.03.2017	31.03.2016
	RM'000	RM'000
Fixed income trust funds	25,989	174,693
Fixed deposits with licensed banks	209,545	113,018
Cash and bank balances	87,317	92,874
	322,851	380,585

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2016 and the Explanatory Notes for the quarter ended 31 March 2017)

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134**1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements of Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group’s annual audited financial statements for the financial year ended 30 June 2016. These explanatory notes provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2016.

2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements of the Group for the financial year ended 30 June 2016 except for the adoption of the relevant new FRSs, amendments to FRSs and IC Interpretations that are effective for annual periods beginning on or after 1 January 2017 respectively. The Group has not early adopted the standards that have been issued by the Malaysian Accounting Standards Board (“MASB”) which are effective for the accounting periods beginning 1 January 2018. The adoption of the new FRSs, amendments to FRSs and IC Interpretations does not have any material impact on the financial position and results of the Group.

On 19 November 2011, the MASB issued a new MASB approved accounting standards, Malaysian Financial Reporting Standards (“MFRSs Framework”). The MFRSs Framework is mandatory for adoption by all Entities Other Than Private Entities for annual period beginning on or after 1 January 2012, with the exception of entities subject to the application of FRS 141 Agriculture and/or IC Int 15 Agreements for the Construction of Real Estate (“Transitioning Entities”).

The Transitioning Entities are given an option to defer adoption of the MFRSs framework. Accordingly, the Group which is a Transitioning Entity has chosen to defer the adoption of MFRSs framework. The Group will prepare its first MFRSs financial statements using the MFRSs framework for the financial year ending 30 June 2019.

3. Auditors’ Report on Preceding Annual Financial Statements

The annual audited financial statements for the financial year ended 30 June 2016 were not subject to any qualification.

4. Comments about Seasonal or Cyclical Factors

The Group's business operations are not significantly affected by seasonal or cyclical factors.

5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter and year-to-date other than disclosed in this report.

6. Significant Changes in Estimates

There were no changes in estimates that have any material effect on the current quarter and year-to-date results.

7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter and year-to-date.

8. Dividend Paid

The following dividends were paid during the current and previous corresponding quarter:

	<u>31.03.2017</u>	<u>31.03.2016</u>
Final dividend for the financial year	30 June 2016	30 June 2015
Approved and declared on	11 November 2016	4 November 2015
Date paid	25 November 2016	18 November 2015
Number of ordinary shares on which dividends were paid ('000)	381,534	381,534
Amount per share (single tier)	4.5 sen	4.5 sen
Net dividend paid (RM'000)	17,169	17,169

9. Segmental Information

Segmental information is presented in respect of the Group's business segments which form the primary basis of segmental reporting.

Segment information for the nine (9) months ended 31 March 2017 was as follows:

	Property development RM'000	Hotel operations RM'000	Investment holding and others RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External	112,970	50,611	-	-	163,581
Inter-segment sales	-	-	4,221	(4,221)	-
Total revenue	112,970	50,611	4,221	(4,221)	163,581
Segment profit/(loss)	36,343	10,990	12,471	(11,686)	48,118
Investment revenue					10,338
Depreciation					(12,582)
Finance costs					(1,793)
Profit before taxation					44,081
Taxation					(13,749)
Profit for the period					30,332

Segment information for the nine (9) months ended 31 March 2016 was as follows:

	Property development RM'000	Hotel operations RM'000	Investment holding and others RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales	119,869	51,969	-	-	171,838
Inter-segment sales	-	-	4,221	(4,221)	-
Total revenue	119,869	51,969	4,221	(4,221)	171,838
Segment profit/(loss)	44,957	11,114	10,705	(10,941)	55,835
Investment revenue					10,546
Depreciation					(13,567)
Finance costs					(2,028)
Profit before taxation					50,786
Taxation					(16,609)
Profit for the period					34,177

10. Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment brought forward from the previous financial year.

11. Material Subsequent Events

There were no material events subsequent to the end of the current quarter.

12. Changes in the Composition of the Group

Central Offices Pte Ltd, an inactive indirect wholly-owned subsidiary of the Company incorporated in Singapore, was struck off the Register of Companies pursuant to section 344A subsection (4) of the Companies Act of Singapore with effect from 9 March 2017.

Save for the above, there was no material changes to the composition of the Group during the current quarter under review.

13. Changes in Contingent Liabilities and Contingent Assets

There were no changes in the contingent liabilities and contingent assets of the Group since the last annual reporting date.

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA
SECURITIES BERHAD**

1. Performance Review

The Group registered a revenue of RM64.3 million and net profit of RM12.2 million for current quarter ended 31 March 2017 as compared to a revenue of RM66.4 million and net profit of RM14.0 million for the corresponding quarter of the previous year.

For the current quarter ended 31 March 2017, property development remains a key contributor to the Group results. 75% of Group's revenue was from property development and 25% from hotel operations. The performance from property development were principally derived from its property development activities carried out at Taman Desa Tebrau in Johor, Taman Putra Prima in Selangor and Bintang Maya & Lot 88 in Kedah and The Marin Condominium in Penang.

The lower revenue and net profit for the current quarter ended 31 March 2017 compared to previous year's corresponding quarter of the previous year was mainly contributed from property development segment Phase 12A Three Storey Semi-D at Taman Desa Tebrau which has delivered vacant possession in the corresponding quarter of the previous year.

Hotel operations' revenue was 2% lower for the current quarter compared to the corresponding quarter of the previous year.

For the 9-month financial period ended 31 March 2017, the Group recorded a revenue of RM163.6 million and net profit of RM30.3 million compared to a revenue of RM171.8 million and net profit of RM34.2 million for the previous financial period ended 31 March 2016. The lower revenue and net profit for the current financial period was mainly due to the lower contribution from property segment for reason mentioned above.

2. Material Changes in Profit Before Tax of Current Quarter Compared to Preceding Quarter

The Group posted a profit before tax of RM17.2 million for the current quarter ended 31 March 2017 as compared to a profit before tax of RM15.0 million for the immediate preceding quarter. The higher profit in the current quarter is mainly due to the higher contribution recognised from the completion and delivery of vacant possession of Phase 2C Aquamarine 2&3 Storey Terrace House in Taman Putra Prima, Selangor.

3. Current Year Prospects

The property market is expected to experience slower growth amidst global, regional and national economic uncertainties and cautious market sentiments. In spite of this, properties in good locations are expected to continue to draw property buyers. The hotel business is expected to remain challenging as well.

In view of the above, the Board of Directors expects a challenging performance for the financial year ending 30 June 2017.

4. Profit Forecast

Not applicable as no profit forecast was issued.

5. Profit Before Taxation

Profit before taxation is stated after crediting/(charging) :

	<u>Individual Quarter</u> 3 months ended 31.03.2017	<u>Cumulative Quarters</u> 9 months ended 31.03.2017
	RM'000	RM'000
Depreciation of property, plant and equipment	(4,306)	(12,145)
Depreciation of investment properties	(145)	(437)
Interest expense	(649)	(1,793)
Gain on disposal of property, plant and equipment	9	24
Realised loss on foreign exchange	(57)	(77)
Unrealised gain on foreign exchange	118	177
Fair value changes in short term investments	7	24
Dividend income from fixed income trust fund	548	3,446
Dividend income from short term investments	-	1,032
Interest income from short term deposits	1,798	4,114

Other than the above items, there were no impairment of assets, provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties, gain or loss on derivatives and exceptional items for current quarter and financial period ended 31 March 2017.

6. Taxation

Taxation for the current quarter and year-to-date comprised the following:

	Individual Quarter		Cumulative Quarters	
	3 months ended		9 months ended	
	31.03.2017	31.03.2016	31.03.2017	31.03.2016
	RM'000	RM'000	RM'000	RM'000
Taxation				
- Current year	5,615	6,454	14,275	16,344
- Prior year	(526)	265	(526)	265
	<u>5,089</u>	<u>6,719</u>	<u>13,749</u>	<u>16,609</u>

The Group's effective tax rate for the financial period was higher than the statutory rate as certain expenses were disallowed as deductions for tax purposes. Losses incurred by certain subsidiary companies were also not available for set off against taxable profits in other companies within the Group.

7. Status of Corporate Proposals

Status of corporate proposals announced but not completed as at 17 May 2017

The Nomad Offices (Thailand) Co. Ltd. ("TNOTH") and Nomad Space (Thailand) Co. Ltd. ("NSTH"), two (2) inactive indirect wholly-owned subsidiaries of the Company incorporated in Thailand, had submitted for dissolution pursuant to Section 1236(4) of the Civil and Commercial Code of Thailand on 15 November 2016.

The dissolution of TNOTH and NSTH will not have any material impact on the net assets and earnings per share of the Group for the financial year ending 30 June 2017.

8. Group Borrowings and Debt Securities

The Group's borrowings and debt securities are as follows:-

	31.03.2017
	RM'000
Current	
Term Loan (secured)	1,223
Non-Current	
Term Loan (secured)	30,907
Total	<u>32,130</u>

9. Changes in Material Litigation

There were no material litigation against the Group as at 17 May 2017, being 7 days prior to the date of this report.

10. Dividend Proposed or Declared

The Board of Directors does not recommend any interim dividend for the current quarter and year-to-date.

11. Realised and Unrealised Profits/Losses Disclosure

The details of the retained earnings as at 31 March 2017 and 31 March 2016 are as follows :

	31.03.2017	31.03.2016
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries :		
- Realised	832,194	842,083
- Unrealised	(19,746)	(51,542)
	<u>812,448</u>	<u>790,541</u>
Add : Consolidation adjustments	160,419	122,755
Total group retained earnings as per consolidated financial statements	<u><u>972,867</u></u>	<u><u>913,296</u></u>

12. Earnings Per Share

	Individual Quarter		Cumulative Quarters	
	3 months ended		9 months ended	
	31.03.2017	31.03.2016	31.03.2017	31.03.2016
Profit attributable to owners of the Company (RM'000)	12,157	13,960	30,332	34,180
Weighted average number of ordinary shares in issue ('000)	381,534	381,534	381,534	380,733
Basic earnings per ordinary share (sen)	3.2	3.7	8.0	9.0

Diluted earnings per ordinary share is not applicable as the Company does not have any convertible instruments.

13. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 30 June 2016 was unqualified.

14. Authorisation for Issue

The interim financial report was authorised for issuance by the Board of Directors in accordance with a resolution of the Directors dated 24 May 2017.

**By Order of the Board
PLENITUDE BERHAD**

**REBECCA LEE EWE AI (MAICSA 0766742)
WONG YUET CHYN (MAICSA 7047163)**
Company Secretaries
Kuala Lumpur

24 May 2017