



**TAMBUN INDAH LAND BERHAD**

(Company No: 810446-U)

(Incorporated in Malaysia)

Interim Financial Report

For The Third Quarter Ended 30 September 2017 (Unaudited)

	Page No.
Condensed Consolidated Statement of Financial Position	1
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	2
Condensed Consolidated Statement of Changes In Equity	3
Condensed Consolidated Statement of Cash Flows	4
Notes to the Interim Financial Report	5 - 11

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017  
Condensed Consolidated Statement of Financial Position

	Unaudited As at 30 September 2017 RM'000	Audited As at 31 December 2016 RM'000
<b>ASSETS:</b>		
<b>Non-Current Assets:</b>		
Property, plant and equipment	3,621	3,961
Investment properties	117,544	117,406
Land held for development	161,113	160,482
Investment in an associate company	555	1,329
Investment in a joint venture	26,765	26,052
Deferred tax assets	9,039	19,755
	<u>318,637</u>	<u>328,985</u>
<b>Current Assets</b>		
Inventories	6,940	1,378
Property development costs	200,492	203,636
Trade and other receivables	143,780	89,428
Current tax assets	2,674	4,885
Short term funds	10,839	37,561
Cash and bank balances	64,404	83,275
	<u>429,129</u>	<u>420,163</u>
<b>TOTAL ASSETS</b>	<u>747,766</u>	<u>749,148</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent:</b>		
Share capital	287,521	213,676
Share premium	-	69,135
Option reserve	990	1,056
Warrant reserve	-	109
Capital redemption reserve	-	468
Retained profits	289,623	251,980
	<u>578,134</u>	<u>536,424</u>
Non-controlling interests	1,878	2,562
<b>Total Equity</b>	<u>580,012</u>	<u>538,986</u>
<b>Non-Current Liability:</b>		
Long-term bank borrowings	75,768	97,366
	<u>75,768</u>	<u>97,366</u>
<b>Current Liabilities:</b>		
Trade and other payables	54,350	70,419
Short-term bank borrowings	34,841	40,790
Current tax liabilities	2,795	1,587
	<u>91,986</u>	<u>112,796</u>
<b>TOTAL LIABILITIES</b>	<u>167,754</u>	<u>210,162</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>747,766</u>	<u>749,148</u>
<b>Net assets per share attributable to ordinary equity holders of the company (RM) (Note 2)</b>	<u>1.33</u>	<u>1.26</u>

Notes:

- 1 The condensed Consolidated Statement of Financial Position should be read in conjunction with Tambun Indah Land Berhad's ("Tambun Indah" or "the Company") audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.
- 2 Based on 433,302,517 (2016: 427,351,165) ordinary shares in issued in Tambun Indah ("Shares").

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

	Note	Individual Quarter		Cumulative Quarter	
		3 months ended		9 months ended	
		30-Sep-2017	30-Sep-2016	30-Sep-2017	30-Sep-2016
		RM'000	RM'000	RM'000	RM'000
Revenue		70,973	85,435	221,564	279,082
Cost of sales		(34,341)	(48,216)	(116,304)	(153,810)
<b>Gross profit</b>		<b>36,632</b>	<b>37,219</b>	<b>105,260</b>	<b>125,272</b>
Other income	B13	900	1,392	2,712	4,084
Sales and marketing expenses		(1,005)	(1,969)	(2,925)	(5,676)
Administrative expenses	B14	(4,031)	(3,512)	(12,552)	(11,602)
Profit from operations		32,496	33,130	92,495	112,078
Finance costs		(871)	(1,154)	(2,832)	(4,097)
Share of profit/(loss) of an associate		2	(51)	14	(13)
Share of profit of a joint venture		203	249	713	450
Profit before tax		31,830	32,174	90,390	108,418
Income tax expense		(7,950)	(6,658)	(22,210)	(30,304)
<b>Profit for the period</b>		<b>23,880</b>	<b>25,516</b>	<b>68,180</b>	<b>78,114</b>
<b>Total other comprehensive income, net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>23,880</b>	<b>25,516</b>	<b>68,180</b>	<b>78,114</b>
<b>Profit attributable to :</b>					
Equity holders of the Company		23,886	25,225	67,971	77,410
Non-controlling interests		(6)	291	209	704
		<b>23,880</b>	<b>25,516</b>	<b>68,180</b>	<b>78,114</b>
<b>Total comprehensive income attributable to :</b>					
Equity holders of the Company		23,886	25,225	67,971	77,410
Non-controlling interests		(6)	291	209	704
		<b>23,880</b>	<b>25,516</b>	<b>68,180</b>	<b>78,114</b>
<b>Earnings per share attributable to the equity holders of the Company</b>					
Basic (sen)	B11	5.51	5.92	15.78	18.21
Diluted (sen)	B11	5.51	5.87	15.78	18.06

*Note :*

*The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.*

UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017  
Condensed Consolidated Statement of Changes In Equity

Attributable to Equity Holders of the Company

	Non-distributable				Distributable		Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Option Reserve RM'000	Warrant Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000			
<b>At 1 January 2017</b>	213,676	69,135	1,056	109	468	251,980	536,424	2,562	538,986
Adjustments for effects of Companies Act 2016 (Note 1)	69,758	(69,290)	-	-	(468)	-	-	-	-
Profit for the period	-	-	-	-	-	67,971	67,971	209	68,180
Total comprehensive income	-	-	-	-	-	67,971	67,971	209	68,180
<b>Transactions with owners</b>									
Issuance of ordinary shares									
- exercise of Employee share option scheme ("ESOS")	842	88	(165)	-	-	-	765	-	765
- exercise of warrants	3,245	67	-	(107)	-	-	3,205	-	3,205
Expiry and lapse of Warrants 2012/2017	-	-	-	(2)	-	2	-	-	-
Options granted under ESOS	-	-	99	-	-	-	99	-	99
Acquisition of additional equity interest in subsidiary companies	-	-	-	-	-	-	-	(293)	(293)
Dividends	-	-	-	-	-	(30,330)	(30,330)	(600)	(30,930)
Total transactions with owners	4,087	155	(66)	(109)	-	(30,328)	(26,261)	(893)	(27,154)
<b>At 30 September 2017</b>	<b>287,521</b>	<b>-</b>	<b>990</b>	<b>-</b>	<b>-</b>	<b>289,623</b>	<b>578,134</b>	<b>1,878</b>	<b>580,012</b>
<b>At 1 January 2016</b>	212,074	67,927	939	153	468	178,208	459,769	2,737	462,506
Profit for the year	-	-	-	-	-	112,203	112,203	1,025	113,228
Total comprehensive income	-	-	-	-	-	112,203	112,203	1,025	113,228
<b>Transactions with owners</b>									
Issuance of ordinary shares									
- exercise of ESOS	490	941	(243)	-	-	-	1,188	-	1,188
- exercise of warrants	1,112	267	-	(44)	-	-	1,335	-	1,335
Options granted under ESOS	-	-	360	-	-	-	360	-	360
Dividends	-	-	-	-	-	(38,431)	(38,431)	(1,200)	(39,631)
Total transactions with owners	1,602	1,208	117	(44)	-	(38,431)	(35,548)	(1,200)	(36,748)
<b>At 31 December 2016</b>	<b>213,676</b>	<b>69,135</b>	<b>1,056</b>	<b>109</b>	<b>468</b>	<b>251,980</b>	<b>536,424</b>	<b>2,562</b>	<b>538,986</b>

Notes :

1 With the Companies Act 2016 ("New Act") coming into effect on 31 January 2017, the credit standing in the share premium and capital redemption reserve accounts of RM69,290,235 and RM467,579 respectively, has been transferred to the share capital account. Pursuant to subsection 618(3) and 618(4) of the New Act, the Group may exercise its right to use the credit amounts being transferred from share premium and capital redemption reserve accounts within 24 months after the commencement of the New Act. The Board of Directors will make a decision thereon by 31 January 2019.

2 The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017**  
**Condensed Consolidated Statement of Cash Flows**

	<b>9 months ended 30-Sep-2017 RM'000</b>	<b>9 months ended 30-Sep-2016 RM'000</b>
<b>Cash Flows from Operating Activities</b>		
Profit before taxation	90,390	108,418
Adjustments for:-		
Non-cash items	546	740
Non-operating items	534	(92)
Operating profit before changes in working capital	91,470	109,066
Net changes in land held for development	(631)	(4,763)
Net changes in current assets	(56,770)	(13,702)
Net changes in current liabilities	(3,229)	(21,161)
Net cash from operations	30,840	69,440
Interest received	1,571	3,752
Tax paid	(8,075)	(18,411)
<b>Net cash from operating activities</b>	<b>24,336</b>	<b>54,781</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant and equipment	(126)	(38)
Addition in investment properties	(138)	(739)
Changes of deposits pledged with licensed banks	(84)	138
Proceeds from disposal of property, plant and equipment	19	-
Dividend income from associate company	788	1,350
Acquisition of additional shares in existing subsidiary companies	(293)	-
<b>Net cash from investing activities</b>	<b>166</b>	<b>711</b>
<b>Cash Flows from Financing Activities</b>		
Dividends paid	(43,170)	(38,322)
Dividends paid to non-controlling interests of subsidiary companies	(600)	(600)
Drawdown of revolving credit	22,500	8,400
Proceeds from issuance of shares pursuant to:		
- ESOS	765	702
- exercise of warrants	3,205	1,202
Repayment of bank borrowings	(50,020)	(56,118)
Repayment of hire purchase	(27)	(69)
Interest paid	(2,832)	(4,097)
<b>Net cash used in financing activities</b>	<b>(70,179)</b>	<b>(88,902)</b>
Net changes in cash and cash equivalents	(45,677)	(33,410)
Cash and cash equivalents at 1 January 2017/2016	117,422	179,968
<b>Cash and cash equivalents at 30 September 2017/2016</b>	<b>71,745</b>	<b>146,558</b>
<b>Cash and cash equivalents included in the cash flows comprise of:-</b>		
Short term funds placed with financial institutions	10,839	44,241
Cash and bank balances	55,111	94,068
Deposits placed with licensed banks	9,293	12,061
	75,243	150,370
Less: Deposits pledged with licensed banks	(3,498)	(3,812)
	71,745	146,558

Note :

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Company audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.

**A. Explanatory Notes pursuant to Financial Reporting Standard ("FRS") 134, Interim Reporting and the Listing Requirements**

**A1. Basis of Preparation**

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities, inter alia, that are within the scope of IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called "Transitioning Entities").

The Group falls within the scope of IC Interpretation 15, Agreements for the Construction of Real Estate. Therefore, the Company is currently exempted from adopting the Malaysian Financial Reporting Standards ("MFRS") and is referred to as a "Transitioning Entity" ("TE").

On 28 October 2015, the MASB issued another announcement that TEs would only be required to adopt the MFRS Framework for annual periods beginning on or after 1 January 2018.

Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 31 December 2018. For the financial year ending 31 December 2017, the Group will continue to prepare financial statements using the Financial Reporting Standards ("FRS").

The interim financial report has been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 and Appendix 9B of Listing Requirements.

The interim financial statements should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.

**A2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by Tambun Indah and its subsidiary companies ("Group") for the interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2016 except for the mandatory adoption of the following new and revised FRSs and Issues Committee Interpretations ("IC Interpretations") effective for the financial period beginning on 1 January 2017:

**FRSs, amendments to FRSs and IC Interpretations**

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

Adoption of the above standards and interpretations where applicable did not have any effect on the financial performance or position of the Group.

**A3. Explanatory Comments about Seasonality or Cyclicity of Interim Operations**

The business operations of the Group during the financial quarter under review had not been materially affected by any seasonal or cyclical factors.

**A4. 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 during the current financial quarter-to-date.

**A5. Changes in Estimates**

There were no changes in estimates that have had a material effect in the current financial quarter-to-date results.

**A6. Debt and Equity Securities**

For the financial period under review, there were no issues, cancellation, repurchase, resale or repayment of debt and/or equity securities, share buybacks, share cancellations, shares held as treasury shares and resale of treasury shares, save for the disclosure below.

(a) Issuance of 610,000 new ordinary shares pursuant to exercise of ESOS at the following option prices:

Exercise price	(RM)	0.85	1.24	1.25	1.27	1.30
No. of shares issued	('000)	10	13	279	288	20

The total cash proceeds arising from the exercise of ESOS during the current financial period to-date amounted to RM765,130; and

(b) Issuance of 5,341,352 new ordinary shares pursuant to the exercise of warrants at RM0.60 per share. The total cash proceeds arising from the exercise of warrants during the current financial period amounted to RM3,204,811.

**A7. Dividend Paid**

On 16 February 2017, the Company paid interim single tier dividend of 3.0 sen per ordinary share each amounting to RM12,839,906 in respect of the financial year ended 31 December 2016.

On 11 August 2017, the Company paid final single tier dividend of 7 sen per ordinary share each amounting to RM30,329,776 in respect of the financial year ended 31 December 2016.

**A8. Operating Segment**

The segmental analysis for the financial period ended 30 September 2017 is as follows:

	Property development and property management RM'000	Investment holdings RM'000	Other operations RM'000	Adjustments and eliminations RM'000	Total RM'000
<b>Revenue</b>					
Revenue from external customers	217,927	3,637	-	-	221,564
Inter-segment revenues	141	8,638	-	(8,779)	-
	<u>218,068</u>	<u>12,275</u>	<u>-</u>	<u>(8,779)</u>	<u>221,564</u>
<b>Results</b>					
Profit from operations	86,645	12,767	34	(8,783)	90,663
Unallocated amount: - corporate expenses					(273)
Profit before tax					<u>90,390</u>
Tax expense					<u>(22,210)</u>
Profit for the year					<u>68,180</u>
<b>Other information</b>					
Capital expenditure	26	144	-	-	170
Depreciation	411	54	-	-	465

**A9. Subsequent Events**

There were no material events subsequent to the financial period ended 30 September 2017 until 15 November 2017 (the latest practicable date which is not earlier than 7 days from the date of issue of this interim financial report), that had not been reflected in the financial statements for the current quarter under review.

**A10. Changes in the Composition of the Group**

There was no change in the composition of the Group for the current quarter and financial year to-date, except on 05 July 2017, the Company acquired the remaining 50% equity interests in Zipac Development Sdn. Bhd.. With effect from the date, Zipac Development Sdn. Bhd. is a wholly-owned subsidiary of the Company.

**A11. Changes in contingent liabilities or contingent assets**

There were no material changes in contingent liabilities or contingent assets since the end of the last annual reporting period.

**A12. Capital Commitments**

There were no outstanding capital commitments for the Group as at 30 September 2017.

**A13. Significant Related Party Transactions**

Related parties are those defined under FRS 124: Related Party Disclosures.

*Transactions with directors of the Company and subsidiary companies, members of their family and companies, firms and trust bodies in which they have interests:*

	<b>9 months ended 30-Sept-2017 RM'000</b>
Rental paid to companies in which a Director has interest	93
Consultant fee charged to an associate company	9
Sales of a development property to a director of the company	<u>401</u>



**B. Explanatory Notes pursuant to Part A of Appendix 9B of the Listing requirements**

**B1. Review of Performance**

**Quarter on Quarter review**

The quarter on quarter movements in the segment revenues were as follows:

	Current	Preceding Year	Variances	
	30-Sep-2017 RM'000	30-Sep-2016 RM'000	%	RM'000
<b>Revenue</b>				
Property development and property management	69,737	84,426	-17.4%	(14,689)
Investment holdings	1,236	1,009	22.5%	227
	70,973	85,435	-16.9%	(14,462)
Profit before tax	31,830	32,174	-1.1%	(344)

Despite a lower revenue in the current quarter of RM70.97 million which is 16.9% lower than that of the preceding year, profit before tax was only lower by 1.1% on the account of the better performance against budgeted cost for recent completed projects.

Property development & property management

Property development projects were on track and progressed as scheduled. Revenue was mainly contributed by residential and commercial property developments in Pearl City, Simpang Ampat which accounted for approximately 97.5% of the total revenue in the segment for the current quarter in review.

The lower revenue in the current quarter as compared to the same quarter of the preceding year was mainly due to fewer on-going projects and lower new property sales recorded given the overall market condition.

The Group recorded new property sales of RM31.99 million in the current quarter (same quarter of preceding year 2016: RM32.96 million).

Investment holdings

The increase in revenue was mainly derived from additional rental received from newly completed investment properties.

**B2. Comparison of results against immediate preceding quarter**

Compared to the immediate preceding quarter, revenue and profit before tax increased by 1.2% and 18.8% respectively. The increase in profit before tax was mainly due to better performance against budgeted cost for recent completed projects.

	Current	Preceding	Variances	
	30-Sep-2017 RM'000	30-Jun-2017 RM'000	%	RM'000
Revenue	70,973	70,118	1.2%	855
Profit before tax	31,830	26,799	18.8%	5,031

**B3. Prospects for the current financial year**

As at 30 September 2017, the Group achieved an average take-up rate of 75.0% for its ongoing projects, with a total Gross Development Value of RM1.16 billion; and unbilled sales of approximately RM95.03 million. These should contribute positively to the Group's earnings for the next two years.

The outlook for the property industry continues to be challenging. Based on the foregoing and subject to successful implementation of the projects, the Group expects to achieve satisfactory performance in the current financial year.

**B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee**

Not applicable as no profit forecast or profit guarantee was issued.

**B5. Statement by Board of Directors**

The Group did not issue any profit forecast or projection in a public document in the current quarter or financial quarter-to-date.

**B6. Income Tax**

Income tax comprised:

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year-	Preceding Year
	Quarter	Corresponding	To-Date	Corresponding
	30-Sep-2017	30-Sep-2016	30-Sep-2017	30-Sep-2016
	RM'000	RM'000	RM'000	RM'000
Current income tax	3,422	1,178	12,047	27,568
(Over)/Under provision of taxation in respect of prior year	(490)	5,952	(553)	5,579
Deferred taxation	5,018	(472)	10,716	(2,843)
	<u>7,950</u>	<u>6,658</u>	<u>22,210</u>	<u>30,304</u>

The Group's effective tax rate for the financial year-to-date under review was higher than the statutory tax rate mainly due to certain non-tax deductible expenses and provisions of the Group.

**B7. Status of Corporate Proposals**

There were no corporate proposals that had been announced but not yet completed during the current financial quarter and financial period-to-date under review.

**B8. Borrowings and Debt Securities**

Details of the Group's borrowings as at 30 September 2017 were as follows:

	Secured RM'000
<i>Long term borrowing:</i>	
Term loans	<u>75,768</u>
<i>Short term borrowings:</i>	
Hire purchase payables	2
Revolving credit	12,000
Term loans	<u>22,839</u>
	<u>34,841</u>
<b>Total</b>	<u><u>110,609</u></u>

The Group had no foreign currency borrowings.

**B9. Material Litigation**

The Group is not engaged in any material litigation as at the date of this report.

**B10. Dividend**

Details of the first interim dividend approved and declared by the Board of Directors are as follows:

Interim Dividend for the financial year	31 December 2017
Amount per share (single tier)	3 sen
Previous corresponding period	3 sen
Approved and declared on	22 November 2017
Record of Depositors as at	24 January 2018
Date of payment	12 February 2018

**B11. Earnings Per Share**

**(a) Basic Earnings Per Share**

The basic earnings per share for the current financial quarter and current financial year-to-date had been calculated by dividing the Group's profit for the period attributable to equity holders of the Company by the weighted average number of shares in issue.

	Current Quarter 30-Sep-2017	Preceding Year Corresponding Quarter 30-Sep-2016	Current Year- To-Date 30-Sep-2017	Preceding Year Corresponding Period 30-Sep-2016
Profit for the period attributable to equity holders of the Company (RM'000)	23,886	25,225	67,971	77,410
Weighted average number of ordinary shares in issue ('000)	433,275	426,220	430,785	425,180
<b>Basic Earnings Per Share (sen)</b>	<b>5.51</b>	<b>5.92</b>	<b>15.78</b>	<b>18.21</b>

The weighted average number of ordinary shares used in the denominator in calculating basic earnings per share was determined as follows:

	Current Quarter 30-Sep-2017 '000	Preceding Year Corresponding Quarter 30-Sep-2016 '000	Current Year- To-Date 30-Sep-2017 '000	Preceding Year Corresponding Period 30-Sep-2016 '000
Number of ordinary shares at beginning of the period/year	427,351	424,148	427,351	424,148
Effect of shares issued pursuant to:				
- exercise of ESOS	583	330	376	148
- exercise of warrants	5,341	1,742	3,058	884
Weighted average number of ordinary shares	433,275	426,220	430,785	425,180

**(b) Diluted Earnings per share**

The diluted earnings per share had been calculated by dividing the Group's profit for the period attributable to the equity holders of the Company by the weighted average number of shares that would have been in issue upon full exercise of the remaining options under the warrants and ESOS granted, adjusted for the number of such shares that would have been issued at fair value, calculated as follows:

	Current Quarter 30-Sep-2017	Preceding Year Corresponding Quarter 30-Sep-2016	Current Year- To-Date 30-Sep-2017	Preceding Year Corresponding Period 30-Sep-2016
Profit for the period attributable to equity holders of the Company (RM'000)	23,886	25,225	67,971	77,410
Weighted average number of ordinary shares ('000)	433,287	429,986	430,828	428,660
<b>Diluted Earnings Per Share (sen)</b>	<b>5.51</b>	<b>5.87</b>	<b>15.78</b>	<b>18.06</b>

The weighted average number of ordinary shares used in the denominator in calculating diluted earnings per share was determined as follows:

	Current Quarter 30-Sep-2017 '000	Preceding Year Corresponding Quarter 30-Sep-2016 '000	Current Year- To-Date 30-Sep-2017 '000	Preceding Year Corresponding Period 30-Sep-2016 '000
Weighted average number of ordinary shares	433,275	426,220	430,785	425,180
Effect of potential exercise of ESOS/warrants				
- ESOS	12	383	43	228
- Warrants	-	3,383	-	3,252
Weighted average number of ordinary shares	433,287	429,986	430,828	428,660

**B12. Auditors' Report on Preceding Annual Financial Statements**

There was no qualification to the audited financial statements of the Company and its subsidiary companies for the financial year ended 31 December 2016.

**B13. Other income**

	Current quarter 30-Sep-2017 RM'000	Financial year to-date 30-Sep-2017 RM'000
Interest income	860	2,431
Miscellaneous income	40	281
	<u>900</u>	<u>2,712</u>

The Group did not receive any other income including investment income for the financial period ended 30 September 2017.

**B14. Additional disclosures pursuant to para 16, Part A, Appendix 9B of Bursa Malaysia Securities Berhad Listing Requirements**

	Current quarter 30-Sep-2017 RM'000	Financial year to-date 30-Sep-2017 RM'000
Depreciation	<u>156</u>	<u>465</u>

There was no provision for and write off of receivables and inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, foreign exchange gain or loss and gain or loss on derivatives for the financial period ended 30 September 2017.

**B15. Disclosure of realised and unrealised profits/(losses)**

Total retained profits of Tambun Indah and its subsidiary companies were as follows:

	30-Sep-2017 RM'000	31-Dec-2016 RM'000
Total retained profits of the Company and its subsidiaries:		
- realised	599,903	542,554
- unrealised	44,188	54,902
	<u>644,091</u>	<u>597,456</u>
Total retained profits from a joint venture:		
- realised	1,421	708
- unrealised	1,844	1,844
Total share of retained profits from an associate:		
- realised	511	498
- unrealised	-	-
	<u>647,867</u>	<u>600,506</u>
Less: Consolidation adjustments	<u>(358,244)</u>	<u>(348,526)</u>
Total Group retained profits as per consolidated accounts	<u>289,623</u>	<u>251,980</u>

**B16. Authority for Issue**

The interim financial statements were authorised for issue by the Board of Directors of Tambun Indah in accordance with a resolution of the Directors on 22 November 2017.

By order of the Board of Directors  
Lee Peng Loon  
Company Secretary  
22 November 2017