

# **Bermaz Auto Berhad**

Company No: 900557-M

Date: 8 December 2017

Subject: **UNAUDITED QUARTERLY (Q2) INTERIM FINANCIAL REPORT FOR  
THE PERIOD ENDED 31 OCTOBER 2017**

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**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 months ended		Year to date ended	
	31/10/2017 RM'000	31/10/2016 RM'000	31/10/2017 RM'000	31/10/2016 RM'000
GROUP REVENUE	471,707	473,171	862,935	966,787
PROFIT FROM OPERATIONS	35,466	42,660	67,711	94,775
Investment related income	458	807	1,074	2,485
Finance costs	(1,513)	(442)	(3,303)	(672)
Share of results of associates	193	3,361	845	8,371
PROFIT BEFORE TAX	34,604	46,386	66,327	104,959
INCOME TAX EXPENSE	(9,100)	(11,254)	(17,665)	(25,578)
PROFIT AFTER TAX	25,504	35,132	48,662	79,381
OTHER COMPREHENSIVE ITEMS				
<u>Item that may be reclassified subsequently to profit or loss</u>				
Foreign currency translation	(4,334)	223	(7,142)	3,233
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	21,170	35,355	41,520	82,614
PROFIT ATTRIBUTABLE TO:				
- Equity holders of the Company	22,201	30,627	42,408	71,738
- Non-controlling interests	3,303	4,505	6,254	7,643
	25,504	35,132	48,662	79,381
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
- Equity holders of the Company	19,466	30,761	37,977	73,678
- Non-controlling interests	1,704	4,594	3,543	8,936
	21,170	35,355	41,520	82,614
EARNINGS PER SHARE (SEN)				
-Basic, for the period	1.93	2.67	3.68	6.26
-Diluted, for the period	1.92	2.65	3.66	6.20

The annexed notes form an integral part of this interim financial report.

**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group As at 31/10/2017 RM'000	Group As at 30/04/2017 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	22,032	23,453
Other investment	738	779
Associated companies	113,089	112,244
Deferred tax assets	41,763	42,903
Goodwill	500	500
	<u>178,122</u>	<u>179,879</u>
<b>Current Assets</b>		
Inventories	493,989	434,658
Trade and other receivables	111,984	78,971
Tax recoverable	11,659	17,404
Deposits with financial institutions	100,828	67,529
Cash and bank balances	119,602	177,241
	<u>838,062</u>	<u>775,803</u>
<b>TOTAL ASSETS</b>	<u><u>1,016,184</u></u>	<u><u>955,682</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	595,483	594,747
Reserves	(162,486)	(147,158)
	<u>432,997</u>	<u>447,589</u>
Treasury shares	(4,173)	(4,173)
	<u>428,824</u>	<u>443,416</u>
Non-controlling interests	52,524	48,981
<b>Total Equity</b>	<u><u>481,348</u></u>	<u><u>492,397</u></u>
<b>Non-current Liabilities</b>		
Deferred tax liability	-	105
Deferred revenue	57,420	56,636
Provisions	12,375	10,146
	<u>69,795</u>	<u>66,887</u>
<b>Current Liabilities</b>		
Short term borrowings	100,832	58,880
Trade and other payables	298,239	270,101
Provisions	20,303	17,206
Deferred revenue	40,450	46,253
Derivative liability	438	41
Taxation	4,779	3,917
	<u>465,041</u>	<u>396,398</u>
<b>Total Liabilities</b>	<u><u>534,836</u></u>	<u><u>463,285</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,016,184</u></u>	<u><u>955,682</u></u>
Basic net assets per share (sen)	37.20	38.49
Dilutive net assets per share (sen)	37.90	39.20

Note:

The net assets per share is calculated based on the following :

Basic : Total equity less non-controlling interests divided by the number of outstanding shares in issue with voting rights.

Dilutive : Total equity less non-controlling interests divided by the number of outstanding shares in issue with voting rights and the potential issue of new shares pursuant to the exercise of the Company's outstanding unexercised options granted under the Company's Employees' Share Option Scheme ("ESOS").

The annexed notes form an integral part of this interim financial report.

**BERMAZ AUTO BERHAD**

(Company No: 900557-M)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**
**Attributable to the equity holders of the Company**

	Non-distributable					Distributable		Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	ESOS* reserve RM'000	Exchange reserve RM'000	Consolidation reserve RM'000	Merger deficit RM'000	Retained earnings RM'000	Treasury shares RM'000			
At 1 May 2017	594,747	7,107	3,699	32,981	(424,000)	233,055	(4,173)	443,416	48,981	492,397
Total comprehensive income	-	-	(4,431)	-	-	42,408	-	37,977	3,543	41,520
<b>Transactions with owners:</b>										
Share-based payment under ESOS	-	703	-	-	-	-	-	703	-	703
ESOS options exercised	686	(370)	-	-	-	-	-	316	-	316
ESOS options forfeited	50	(50)	-	-	-	-	-	-	-	-
Interim dividends#	-	-	-	-	-	(53,588)	-	(53,588)	-	(53,588)
	736	283	-	-	-	(53,588)	-	(52,569)	-	(52,569)
At 31 October 2017	595,483	7,390	(732)	32,981	(424,000)	221,875	(4,173)	428,824	52,524	481,348

**Attributable to the 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	ESOS* reserve RM'000	Exchange reserve RM'000	Consolidation reserve RM'000	Merger deficit RM'000	Retained earnings RM'000				Treasury shares RM'000
At 1 May 2016	573,336	13,277	9,150	1,985	-	(424,000)	360,276	(2,783)	531,241	31,773	563,014
Total comprehensive income	-	-	-	1,940	-	-	71,738	-	73,678	8,936	82,614
<b>Transactions with owners:</b>											
Share-based payment under ESOS	-	-	1,579	-	-	-	-	-	1,579	-	1,579
ESOS options exercised	423	515	(515)	-	-	-	-	423	-	423	
Treasury shares acquired	-	-	-	-	-	-	(1,390)	(1,390)	-	(1,390)	
Arising from increase in equity interest in a subsidiary company	-	-	-	-	336	-	-	336	(336)	-	
Capital contribution by non-controlling interests	-	-	-	-	-	-	-	-	2,605	2,605	
Transfer of reserves (Share distribution by subsidiary company)	-	-	-	-	32,645	-	(32,645)	-	-	-	
Interim dividends+	-	-	-	-	-	-	(114,536)	-	(114,536)	-	(114,536)
Interim dividends@	-	-	-	-	-	-	(34,365)	-	(34,365)	-	(34,365)
	423	515	1,064	-	32,981	-	(181,546)	(1,390)	(147,953)	2,269	(145,684)
At 31 October 2016	573,759	13,792	10,214	3,925	32,981	(424,000)	250,468	(4,173)	456,966	42,978	499,944

- Notes:
- \* ESOS - Employees' Share Option Scheme.
  - # Refer to Note A6.
  - + Fourth interim dividend of 2.50 sen single-tier dividend per share and a special dividend of 7.50 sen single-tier dividend per share in respect of financial year ended 30 April 2016.
  - @ First interim dividend of 3 sen single-tier dividend per share in respect of financial year ended 30 April 2017.

The annexed notes form an integral part of this interim financial report.

**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended	
	31/10/2017	31/10/2016
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from operations	839,765	939,634
Payment to suppliers and operating expenses	(830,614)	(975,895)
Payment of taxes	(10,601)	(40,009)
Net cash flow used in operating activities	<u>(1,450)</u>	<u>(76,270)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	966	570
Sales of short term investment	-	23,608
Acquisition of property, plant and equipment	(2,665)	(3,258)
Acquisition of short term investment	-	(28,000)
Interest received	978	2,092
Net cash flow used in investing activities	<u>(721)</u>	<u>(4,988)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issuance of share capital	316	423
Issuance of share capital to non-controlling interests of a subsidiary company	-	2,605
Acquisition of treasury shares	-	(1,390)
Drawdown of bank borrowings	177,249	62,894
Repayment of bank borrowings	(135,297)	-
Interest paid	(3,272)	(673)
Dividends paid	(53,588)	(148,901)
Net cash flow used in financing activities	<u>(14,592)</u>	<u>(85,042)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(16,763)</b>	<b>(166,300)</b>
<b>OPENING CASH AND CASH EQUIVALENTS</b>	<b>244,770</b>	<b>366,557</b>
Effect of exchange rate changes	(7,577)	3,942
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	<b><u>220,430</u></b>	<b><u>204,199</u></b>
Cash and cash equivalents carried forward comprise:		
Deposits with financial institutions	100,828	81,715
Cash and bank balances	<u>119,602</u>	<u>122,484</u>
	<u>220,430</u>	<u>204,199</u>

The annexed notes form an integral part of this interim financial report.

**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

## NOTES TO THE INTERIM FINANCIAL REPORT

A1 The condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Accounting Standards Board ("MFRS") 134 - Interim Financial Reporting Standards in Malaysia and International Accounting Standards ("IAS") 34 - Interim Financial Reporting and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2017. These explanatory notes, attached to the condensed consolidated interim financial report, provide an explanation of the 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 April 2017.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 April 2017.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning 1 May 2017.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

A2 The Group's operations are affected by the prevailing cyclical economic conditions.

A3 There was no unusual item during the financial period under review.

A4 As at 31 October 2017, the issued and paid up ordinary share capital of the Company was RM595,482,622. The movements during the financial period were as follows:-

	Number of ordinary shares	RM
<b><u>Issued and paid up share capital</u></b>		
As at 1 May 2017	1,154,080,488	594,747,078
ESOS exercised:		
ESOS (1st batch)	630,800	685,544
ESOS (2nd batch)	-	-
	630,800	685,544
Transfer of reserve due to ESOS forfeited	-	50,000
As at 31 October 2017	<u>1,154,711,288</u>	<u>595,482,622</u>

**ESOS**

As at 31 October 2017,

- (a) the total number of unexercised ESOS (1st batch) was 8,127,300 shares, at the exercise price of RM0.50 each.
- (b) the total number of unexercised ESOS (2nd batch) was 3,936,800 shares, at the exercise price of RM2.18 each.

**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

## NOTES TO THE INTERIM FINANCIAL REPORT

A5 There was no share buyback during the financial period ended 31 October 2017.

The number of treasury shares held in hand as at 31 October 2017 was as follows:

	Average price per share RM	Number of shares	Amount RM'000
Total treasury shares as at 31 October 2017	2.06	2,025,000	4,173

As at 31 October 2017, the number of outstanding shares in issue and fully paid up with voting rights (rounded to nearest thousand) was 1,152,686,000 (31 October 2016: 1,145,494,000) ordinary shares.

A6 During the financial period ended 31 October 2017, the Company paid the following dividends:

- i) fourth interim dividend of 3.15 sen single-tier dividend per share amounting to a total of RM36.298 million in respect of the financial year ended 30 April 2017 on 26 July 2017; and
- ii) first interim dividend of 1.50 sen single-tier dividend per share amounting to a total of RM17.290 million in respect of the financial year ending 30 April 2018 on 27 October 2017.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

## NOTES TO THE INTERIM FINANCIAL REPORT

A7 Segment information for the financial period ended 31 October 2017:-

<b>REVENUE</b>	Consolidated RM'000
Malaysia	609,717
Philippines	253,218
Total revenue	<u>862,935</u>
<b>RESULTS</b>	RM'000
Malaysia	45,762
Philippines	<u>22,377</u>
	68,139
Unallocated corporate items	<u>(428)</u>
Profit from operations	67,711
Investment related income	
- Interest income	1,074
Finance costs	(3,303)
Share of results of associates	<u>845</u>
Profit before tax	66,327
Income tax expense	<u>(17,665)</u>
Profit after tax	<u>48,662</u>

A8 There were no significant events since the end of this current quarter up to the date of this announcement.

A9 There were no changes in the composition of the Group for the current period ended 31 October 2017 including business combinations, acquisition or disposal of subsidiary companies and long term investments, restructuring and discontinuing operation.

A10 There were no material changes in the contingent liabilities or contingent assets since the last audited statement of financial position as at 30 April 2017.

A11 There were no material changes in capital commitment since the last audited statement of financial position as at 30 April 2017.



## **BERMAZ AUTO BERHAD**

**(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B1 The Group is primarily engaged in the distribution of Mazda vehicles in Malaysia and the Philippines, and retailing of Mazda vehicles and provision of after sales services for Mazda vehicles in Malaysia. The performance of the Group may be affected by regulations and policies governing the importation of completely built-up ("CBU") vehicles and completely knocked-down ("CKD") parts into Malaysia, foreign exchange fluctuations, changes in consumer preferences and spending trend, unfavourable economic, social and political conditions in countries where the Group operates or obtains its supplies of vehicles and global market and credit market volatility.

### Current quarter vs preceding year same quarter

For the quarter ended 31 October 2017, the Group reported a revenue and pre-tax profit of RM471.7 million and RM34.6 million respectively as compared to the preceding year corresponding quarter which reported a revenue and pre-tax profit of RM473.2 million and RM46.4 million respectively.

The Group revenue was comparable showing a marginal drop of 0.3% as a result of lower domestic sales volume of Mazda2 model, mitigated by improved sales volume of Mazda3 model from the Philippines operations.

The Group's pre-tax profit dropped by RM11.8 million or 25.4% despite the flattish revenue, primarily due to lower unit sales from the domestic market, compressed gross profit margin from clearing the run out old CX-5 model in anticipation of the new CX-5 roll out in October 2017 and slight decrease in margin from peso weakness in our Philippines operations and losses incurred by an associate company, Mazda Malaysia Sdn Bhd ("MMSB"). The share of losses incurred by MMSB was mainly due to lower production volume prior to the launch of the new CX-5.

### For the 6-month period

For the 6-month period ended 31 October 2017, the Group registered a revenue and pre-tax profit of RM862.9 million and RM66.3 million respectively as compared to corresponding period of the previous year which reported a revenue and pre-tax profit of RM966.8 million and RM105.0 million respectively.

The drop in Group revenue of RM103.9 million or 10.7% was mainly due to lower domestic sales volume particularly the CX-5 run out model and ageing Mazda2 model. This was however partially mitigated by improved sales volume particularly the Mazda3 model from the Philippine operations.

The Group's pre-tax profit dropped by RM38.7 million or 36.9% primarily due to lower revenue, compressed gross profit margin especially in the first quarter and the first 2 months of second quarter and share of losses incurred by MMSB for the first time as a result of reduction in volume of the old CX-5 run out model.

The contraction in profit margin was partly caused by the old CX-5 run-out programme as more sales incentives were given for this model to clear the old stock prior to the launch of the new model in October 2017. The share of losses incurred by MMSB was mainly due to lower production volume prior to the launch of the new CX-5.

### B2 Current quarter vs preceding quarter

For the quarter ended 31 October 2017, the Group reported a revenue of RM471.7 million and pre-tax profit of RM34.6 million, as compared to the Group revenue of RM391.2 million and Group pre-tax profit of RM31.7 million for the preceding quarter.

The improvement in revenue of RM80.5 million or 20.6% was mainly due to higher sales volume arising from the newly launched CX-5 model in both domestic and the Philippines market since the beginning of October 2017.

In line with higher revenue, Group pre-tax profit for the current quarter increased by RM2.9 million or 9.1% primarily due to improvement in unit sales from the new CX-5 at full margin in both domestic and the Philippines operations.

**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

**B3 Future prospects**

Despite the marginal 2% improvement in the Total Industry Volume for passenger car in Malaysia for the first 10 months of calendar year 2017, market trading conditions remains challenging with a competitive trading environment and weak consumer sentiment as a result of uncertainties in the local and global economy.

Although the Group's sales volume deteriorated in the first 10 months of calendar year 2017 compared to the corresponding period in 2016, the management will continue to remain disciplined and focus on driving sales at full selling price with value offerings as this will, in the longer term, augur well for the Mazda brand image and popularity. The Group has benefitted from the new CX-5 since its launch in October 2017 and is expected to improve its market share in the second half of the financial year. The favourable movement in Ringgit Malaysia against the Japanese Yen in recent months as well as the upcoming exports of the new CX-5 to ASEAN countries are expected to turnaround MMSB in terms of profitability. In addition our associate company Inokom Corporation Sdn Bhd will benefit immensely with the increase in volume at the plant in the coming months.

In the Philippines, the economy is set to record another year of sustainable growth, with GDP projection at 6.4% for both 2017 and 2018. This is expected to boost demand for passenger cars and hence the profitability of Bermaz Auto Philippines Inc. The Group is however, cautious with the potential impact of the new excise duty expected to be introduced early next year and have taken measures in stocking up purchases of the latest CX-5 and CX-9 models from Mazda Japan.

Going forward, the performance of the second half of the financial year of the Group is expected to show improvement over the first half year in view of the new product launches i.e. CX-5 and CX-9.

**B4** There were no profit forecast or profit guarantee for the financial period ended 31 October 2017.

**B5** The taxation charge for the current quarter/period ended 31 October 2017 are detailed as follows:

	Current Quarter RM'000	Financial Year to date RM'000
Based on the results for the current quarter/period:-		
Current period provision		
- In Malaysia	6,155	10,477
- Outside Malaysia	3,538	6,731
Deferred tax	(593)	457
	<u>9,100</u>	<u>17,665</u>

The disproportionate tax charge of the Group was mainly due to certain expenses or losses being disallowed for tax purposes and different foreign tax rate.

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B6 Profit before tax is stated after charging/(crediting):

	Current Quarter RM'000	Financial Year to date RM'000
Interest income	(458)	(1,074)
Dividend income	-	-
Other income excluding dividend and interest income	-	-
Gain on disposal of property, plant and equipment	(53)	(233)
Depreciation of property, plant and equipment	1,530	3,089
Amortisation of intangible assets	-	-
Impairment loss on receivables	-	-
Impairment of value of AFS quoted investments	-	-
Provision for and write off of inventories	-	-
Foreign exchange gain (net)	(1,088)	(3,429)
Loss on derivatives (net)	<u>507</u>	<u>397</u>

B7 On 8 December 2016, the Company announced the proposal to list its indirect subsidiary company, BAP on the Main Board of the Philippine Stock Exchange, Inc. ("Proposed Listing"). The Proposed Listing entails the following:

- (i) BAP will undertake an initial public offering of 155,000,000 common shares of PHP1.00 each in BAP ("BAP Shares") involving the following:
  - (a) a public issue of 83,430,000 new BAP Shares; and
  - (b) an offer for sale of 71,570,000 existing BAP Shares by the existing shareholders, of which 32,570,000 shares will be offered by Bermaz Motor International Limited, a wholly owned subsidiary of the Group.
 and;
- (ii) the establishment of an employees' stock option plan ("ESOP") for the directors and eligible employees of BAP who meet the eligibility criteria for participation in the ESOP.

On 28 June 2017, the Company announced that BAP had requested to defer its listing application to address the additional information required by the Philippine Stock Exchange.

B8 Group borrowings and debt securities as at 31 October 2017 were as follows:

	At end of current quarter RM'000
Short term borrowing	
<u>Unsecured</u>	
Denominated in Ringgit Malaysia	<u>100,832</u>

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B9 There were no material litigation for the current financial period.

B10 The Board has recommended a second interim dividend of 1.60 sen single-tier dividend per share in respect of the financial period ended 31 October 2017 (previous year corresponding quarter ended 31 October 2016: 2.75 sen single-tier dividend per share) to be payable on 26 January 2018. The entitlement date has been fixed on 16 January 2018. The total dividend declared for the financial period ended 31 October 2017 amounted to 3.10 sen single-tier dividend per share (previous corresponding financial period ended 31 October 2016: 5.75 sen single-tier dividend per share).

A Depositor shall qualify for the entitlement only in respect of:

- (a) Shares transferred to the Depositor's Securities Account before 4.00 p.m. on 16 January 2018 in respect of ordinary transfers.
- (b) Shares bought on the Bursa Securities on a cum entitlement basis according to the rules of Bursa Securities.

B11 The basic and diluted earnings per share are calculated as follows:

	Group (3-month period)			
	31-10-2017	31-10-2016	31-10-2017	31-10-2016
	RM'000		sen	
Net profit for the quarter	22,201	30,627		
Weighted average number of ordinary shares in issue ('000)	1,152,566	1,145,444		
Basic earnings per share			1.93	2.67
Net profit for the quarter	22,201	30,627		
Number of shares used in the calculation of basis earning per share ('000)	1,152,566	1,145,444		
Number of shares assuming exercise of employee share options (1st batch) ('000)	6,135	11,982		
Number of shares assuming exercise of employee share options (2nd batch) ('000)	-	186		
	1,158,701	1,157,612		
Dilutive earnings per share			1.92	2.65

**BERMAZ AUTO BERHAD****(Company No: 900557-M)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2017

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

	Group (6-month period)			
	31-10-2017	31-10-2016	31-10-2017	31-10-2016
	RM'000		sen	
Net profit for the period	<u>42,408</u>	<u>71,738</u>		
Weighted average number of ordinary shares in issue ('000)	<u>1,152,388</u>	<u>1,145,445</u>		
Basic earnings per share			<u>3.68</u>	<u>6.26</u>
Net profit for the period	<u>42,408</u>	<u>71,738</u>		
Number of shares used in the calculation of basis earning per share ('000)	1,152,388	1,145,445		
Number of shares assuming exercise of employee share options (1st batch) ('000)	6,135	11,982		
Number of shares assuming exercise of employee share options (2nd batch) ('000)	-	186		
	<u>1,158,523</u>	<u>1,157,613</u>		
Dilutive earnings per share			<u>3.66</u>	<u>6.20</u>

B12 Realised and unrealised earnings of the Group is analysed as follows:

	As at 31-Oct-17 RM'000	As at 30-Apr-17 RM'000 (Audited)
Total retained earnings of the Company and its subsidiaries:		
- realised	142,856	162,201
- unrealised	43,708	42,045
	<u>186,564</u>	<u>204,246</u>
Share of results from associated companies	# <u>43,958</u>	<u>43,113</u>
	230,522	247,359
Less: Consolidation adjustments	(8,647)	(14,304)
Total group retained earnings as per consolidated accounts	<u>221,875</u>	<u>233,055</u>

# It is not practical to segregate the share of results from associated companies to realised and unrealised earnings.

c.c. Securities Commission