

**PENTAMASTER CORPORATION BERHAD (572307-U) ("Company")**  
**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Individual Quarter		Cumulative Year	
	3 Months Ended	3 Months Ended	Financial Period Ended	Financial Period Ended
	31/12/2016	31/12/2015	31/12/2016	31/12/2015
	RM'000	RM'000	RM'000	RM'000
Revenue	43,476	19,256	151,607	83,604
Cost of goods sold	(28,313)	(12,033)	(103,455)	(59,289)
Gross profit	15,163	7,223	48,152	24,315
Other income	1,074	548	2,193	4,335
Administrative expenses	(8,115)	(4,854)	(18,646)	(11,397)
Distribution costs	(735)	(478)	(2,959)	(2,210)
Other expenses	(22)	(25)	(140)	(351)
Operating profit	7,365	2,414	28,600	14,692
Finance costs	(28)	(3)	(94)	(10)
Profit before taxation	7,337	2,411	28,506	14,682
Taxation	3,131	(763)	747	(2,392)
Profit for the period	10,468	1,648	29,253	12,290
Profit attributable to :				
Owners of the Parent	9,548	1,482	26,696	11,953
Non-controlling interests	920	166	2,557	337
	10,468	1,648	29,253	12,290
Profit per share attributable to owners of the parent (sen) :-				
- Basic	6.51	1.11	18.53	8.97
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("Company")**  
**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Individual Quarter		Cumulative Year	
	3 Months Ended		Financial Period Ended	
	31/12/2016	31/12/2015	31/12/2016	31/12/2015
	RM'000	RM'000	RM'000	RM'000
Profit for the Period	10,468	1,648	29,253	12,290
Other comprehensive loss:				
Translation of foreign operations	-	-	-	(59)
Other comprehensive loss net of tax	-	-	-	(59)
Total comprehensive income for the period	10,468	1,648	29,253	12,231
Total comprehensive income attributable to:				
Owners of the Parent	9,548	1,482	26,696	11,894
Non-controlling interests	920	166	2,557	337
	10,468	1,648	29,253	12,231

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("Company")**  
**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Unaudited As at 31/12/2016 RM'000	Audited As at 31/12/2015 RM'000
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	43,418	42,042
Intangible assets	5,304	10,856
	<u>48,722</u>	<u>52,898</u>
<b>Current Assets</b>		
Inventories	17,617	6,543
Trade receivables	36,110	15,906
Other receivables, deposits and prepayments	6,803	5,819
Derivative financial Asset	-	6
Deposits, cash and bank balances	30,843	15,382
Other investments	2,563	-
Tax recoverable	429	-
	<u>94,365</u>	<u>43,656</u>
<b>TOTAL ASSETS</b>	<u><u>143,087</u></u>	<u><u>96,554</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable To Owners of the Parents</b>		
Share capital	73,283	68,620
Reserves	34,181	7,410
	<u>107,464</u>	<u>76,030</u>
<b>Non-Controlling interest</b>	4,378	1,821
<b>Total Equity</b>	<u>111,842</u>	<u>77,851</u>
<b>Non Current Liabilities</b>		
Hire-purchase payables	269	141
Deferred income	450	1,131
Deferred tax liabilities	-	2,505
	<u>719</u>	<u>3,777</u>
<b>Current Liabilities</b>		
Trade payables	10,227	4,520
Other payables and accrued liabilities	16,569	9,170
Derivative financial liabilities	3,527	199
Hire-purchase payables	178	101
Provision for taxation	25	936
	<u>30,526</u>	<u>14,926</u>
<b>Total Liabilities</b>	<u>31,245</u>	<u>18,703</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>143,087</u></u>	<u><u>96,554</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("Company")**  
**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	← Attributable to Owners of the Parent →				Total	Non-controlling Interest	Total Equity
	Share Capital	Non Distributable		Distributable			
		Share Premium	Exchange Fluctuation Reserve	Retained Profits			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2016	68,620	5,545	-	1,865	76,030	1,821	77,851
<i>Transaction with owner:</i>							
Issuance of shares at premium	4,663	475	-	-	5,138	-	5,138
Total comprehensive income for the period	-	-	-	-	-	-	-
	-	-	-	26,696	26,696	2,557	29,253
Dividends	-	-	-	(400)	(400)	-	(400)
As at 31 December 2016	<u>73,283</u>	<u>6,020</u>	<u>-</u>	<u>28,161</u>	<u>107,464</u>	<u>4,378</u>	<u>111,842</u>

	← Attributable to Owners of the Parent →				Total	Non-controlling Interest	Total Equity
	Share Capital	Non Distributable		Distributable			
		Share Premium	Exchange Fluctuation Reserve	Retained Profits			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2015	66,622	4,865	59	(10,088)	61,458	1,484	62,942
Total comprehensive income for the period	-	-	(59)	11,953	11,894	337	12,231
Increase of issued and paid up capital	1,998	680	-	-	2,678	-	2,678
As at 31 December 2015	<u>68,620</u>	<u>5,545</u>	<u>-</u>	<u>1,865</u>	<u>76,030</u>	<u>1,821</u>	<u>77,851</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015.

**PENTAMASTER CORPORATION BERHAD (572307-U) ("Company")**  
**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	12 Months ended 31/12/2016 RM'000	12 Months ended 31/12/2015 RM'000
<b>Cash Flows From Operating Activities</b>			
Profit before taxation		28,506	14,682
Adjustments for -			
Amortisation of intangible assets		5,516	1,845
Bad debts written off		-	297
Deferred income released		(1,048)	(819)
Depreciation		2,840	2,591
Interest expense		2	10
Interest income		(431)	(166)
Inventories written down		25	288
Impairment loss on receivables		-	373
Development expenditure written off		508	-
Reversal of Impairment loss on receivables		-	(332)
Gain on disposal of property, plant and equipment		-	(71)
Loss on disposal of property, plant and equipment		-	113
Loss on disposal of subsidiaries		-	217
Loss on disposal of quoted shares		-	24
Loss/(Gain) from change in fair value of forward foreign exchange contract		3,334	(1,088)
Other income arising from bargain purchase		-	(2,595)
Property, plant and equipment written off		-	17
Unrealised gain on foreign exchange		(1,774)	(312)
Operating profit before working capital changes		37,478	15,074
(Increase)/Decrease in inventories		(11,099)	1,480
Increase in receivables		(19,327)	(74)
Increase/(Decrease) in payables		13,019	(7,885)
Cash generated from operations		20,071	8,595
Grant received		368	-
Interest paid		(2)	(10)
Tax refunded		-	2
Tax paid		(3,099)	(1,200)
Net cash generated from operating activities		17,338	7,387

**PENTAMASTER CORPORATION BERHAD (572307-U) ("Company")**  
**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	12 Months ended 31/12/2016 RM'000	12 Months ended 31/12/2015 RM'000
<b>Cash Flows From Investing Activities</b>			
Development expenditure paid		-	(504)
Interest received		431	166
Proceeds from disposal of property, plant & equipment		-	280
Proceed from disposal of Investment in quoted shares		-	1,336
Purchase of property, plant & equipment		(4,216)	(1,968)
Purchase of intangible assets		(472)	(206)
Investment of quoted shares		(2,563)	-
Net cash inflow on disposal of subsidiaries		-	3,811
Net cash outflow on acquisition of a subsidiary		-	(5,779)
Net cash used in investing activities		<u>(6,820)</u>	<u>(2,864)</u>
<b>Cash Flows From Financing Activities</b>			
Dividend paid		(400)	-
Proceeds from issuing of share capital		5,138	2,678
Increase in short term borrowings		400	-
Repayment of hire-purchase liabilities		(195)	(142)
Net cash generated from financing activities		<u>4,943</u>	<u>2,536</u>
<b>Net Increase In Cash And Cash Equivalents</b>		15,461	7,059
<b>Cash And Cash Equivalents Brought Forward</b>		15,382	8,382
Foreign currency exchange differences on opening balance		-	(59)
<b>Cash And Cash Equivalents Carried Forward</b>		<u><u>30,843</u></u>	<u><u>15,382</u></u>

# **PENTAMASTER CORPORATION BERHAD (572307-U)**

## **(“Company”)**

### **Notes To The Interim Financial Report For Year Ended 31 December 2016**

#### **1 Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with MFRS 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 (“Bursa Malaysia”). The figures for the cumulative period in the current quarter to 31 December 2016 have not been audited.

The interim financial statements should be read in conjunction with the audited financial statements of the Company and its subsidiaries (“Group”) for the year ended 31 December 2015.

The Group has adopted the Malaysian Financial Reporting Standard (MFRS) framework issued by MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia’s existing Financial Reporting Standards (“FRS”) framework with the International Financial Reporting Standards (“IFRS”) framework issued by the International Accounting Standards Board. The transition from the previous FRSs to the new MFRSs has no impact on the Group financial position, financial performance, cash flows and the notes to the financial statements.

The Group has also adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January 2012. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statements of the Group.

#### **2 Audit Report of Preceding Annual Financial Statements**

The audit report of the Group’s most recent annual audited financial statements for the year ended 31 December 2015 was not subject to any qualification.

#### **3 Seasonal and Cyclical Factors**

The Group sells its products and services to customers from various sub-sectors of the semiconductor and manufacturing industries. As such, the Group’s performance will, to a certain extent, depend on the outlook and cyclical nature of the semiconductor and manufacturing industries.

#### **4 Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

#### **5 Changes in Estimates**

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

# PENTAMASTER CORPORATION BERHAD (572307-U)

## ("Company")

### Notes To The Interim Financial Report For Year Ended 31 December 2016

#### 6 Valuations of Property, Plant and Equipment

The carrying values of property, plant and equipment have been brought forward, without amendment from the previous audited financial statements.

#### 7 Changes in Share Capital and Debt

There were no issuances, cancellations, repurchases and repayments of debt and equity securities for the period under review.

#### 8 Contingent Liabilities

	Company	
	As at 31/12/2016	As at 31/12/2015
	RM'000	RM'000
Corporate guarantee given by the Company for banking facilities extended by financial institution to subsidiary companies		
- Limit	22,000	10,500
- Amount utilised	-	-

#### 9 Capital Commitments

The Company had on 19 March 2015 announced that its wholly owned subsidiary, Pentamaster Technology (M) Sdn Bhd, had on the same day, entered into a sale and purchase agreement with The Penang Development Corporation ("PDC") for the proposed acquisition of a piece of leasehold land for a total cash consideration of RM5,015,490 out of which a total payment of 50% of the purchase price, which is equivalent to RM2,507,745 had been paid to PDC.

**PENTAMASTER CORPORATION BERHAD (572307-U)****(“Company”)****Notes To The Interim Financial Report For Year Ended 31 December 2016****10 Segmental Information****Results for the year ended 31 December 2016**

	<b>Automated Equipment</b>	<b>Automated Manufacturing Solution</b>	<b>Smart Control Solution System</b>	<b>Adjustment</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>					
External Revenue	101,695	40,125	8,866	921	151,607
Inter-segment revenue	2,127	3,904	113	(6,144)	-
<b>Total revenue</b>	<b>103,822</b>	<b>44,029</b>	<b>8,979</b>	<b>(5,223)</b>	<b>151,607</b>
<b>Results</b>					
Segment results	27,181	4,932	768	(4,281)	28,600
Finance cost	(15)	-	(8)	(71)	(94)
<b>Profit/(Loss) before taxation</b>	<b>27,166</b>	<b>4,932</b>	<b>760</b>	<b>(4,352)</b>	<b>28,506</b>
Taxation	1,045	(2)	(296)	-	747
<b>Profit/(Loss) after taxation</b>	<b>28,211</b>	<b>4,930</b>	<b>464</b>	<b>(4,352)</b>	<b>29,253</b>

**Results for the year ended 31 December 2015**

	<b>Automated Equipment</b>	<b>Automated Manufacturing Solution</b>	<b>Smart Control Solution System</b>	<b>Adjustment</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>					
External Revenue	51,508	28,892	2,935	269	83,604
Inter-segment revenue	2,876	875	-	(3,751)	-
<b>Total revenue</b>	<b>54,384</b>	<b>29,767</b>	<b>2,935</b>	<b>(3,482)</b>	<b>83,604</b>
<b>Results</b>					
Segment results	9,784	2,950	1,973	(15)	14,692
Finance cost	(7)	-	(3)	-	(10)
<b>Profit/(Loss) before taxation</b>	<b>9,777</b>	<b>2,950</b>	<b>1,970</b>	<b>(15)</b>	<b>14,682</b>
Taxation	(1,868)	(4)	(520)	-	(2,392)
<b>Profit/(Loss) after taxation</b>	<b>7,909</b>	<b>2,946</b>	<b>1,450</b>	<b>(15)</b>	<b>12,290</b>

**PENTAMASTER CORPORATION BERHAD (572307-U)****(“Company”)****Notes To The Interim Financial Report For Year Ended 31 December 2016****11 Profit Before Tax**

	<b>Current Quarter</b>	<b>Current Year to Date</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit before tax is arrived at after crediting/(charging):		
Depreciation and amortisation	(4,184)	(7,308)
Foreign exchange gain	3,841	4,619
Loss on derivatives	(2,881)	(3,334)
Interest income	136	432
Interest expense	-	(2)
Inventories written down	(4)	(178)
Reversal of written down of Inventories	3	153
Gain on disposal of property, plant and equipment	27	38

**12 Events Subsequent to the End of the Period**

Other than the material litigation disclosed in Note 24 below, there are no material events subsequent to the end of the period under review that have not been reflected in the interim financial statements.

# **PENTAMASTER CORPORATION BERHAD (572307-U)**

## **(“Company”)**

### **Notes To The Interim Financial Report For Year Ended 31 December 2016**

#### **13 Review of Performance**

The Group recorded higher revenue at RM43.5 million in the current quarter as compared to RM19.3 million registered in the corresponding quarter last year, representing an increase of 125.4%. The higher revenue recorded was mainly due to increase in sales from both automated equipment and automated manufacturing solution operating segment as well as revenue contribution from smart control solution system. Due to the higher revenue achieved and better product mix secured, the Group recorded a higher profit before tax of RM7.3 million in the current quarter as compared to the pre-tax profit of RM2.4 million in the previous corresponding quarter, representing an increase of 204.2%.

Performance of the respective operating segments for the current quarter as compared to the previous corresponding quarter is analysed as follows:-

##### **1) Automated equipment**

This segment recorded an increase in revenue by RM20.7 million to RM31.4 million as compared to the previous corresponding quarter mainly due to higher demand for the test equipment from semiconductor market especially the smart device sector. Consequently, this segment recorded a higher profit before tax of RM11.2 million against profit before tax of RM2.6 million in the previous corresponding quarter mainly attributable to higher revenue recorded coupled with better product mix with higher margin achieved.

##### **2) Automated manufacturing solution**

Revenue from this segment was RM3.3 million higher than the previous corresponding quarter mainly due to higher demand for the integrated manufacturing solution from customers in current quarter. As a result of higher revenue achieved, this segment recorded a slightly lower loss before tax of RM0.5 million as compared to loss before tax of RM0.9 million in the previous corresponding quarter.

##### **3) Smart control solution system**

This segment achieved a slight increase in revenue by RM0.2 million to RM3.1 million for the current quarter under review. Despite the higher revenue achieved, this segment recorded a marginal profit before tax of RM20,000 as compared to the profit before tax of RM2.2 million in the previous corresponding quarter. This was due to the billing of the initial project management fee in the previous corresponding quarter with lower related project cost incurred resulting in higher profit before tax in the fourth quarter last year.

# **PENTAMASTER CORPORATION BERHAD (572307-U)**

## **(“Company”)**

### **Notes To The Interim Financial Report For Year Ended 31 December 2016**

#### **14 Material Changes in the Quarterly Results as Compared with the Preceding Quarter**

For the fourth quarter ended 31 December 2016, the Group recorded slightly higher revenue at RM43.5 million as compared to the revenue of RM40.7 million in the preceding quarter, representing an increase of 2.6%. The higher revenue recorded was mainly due to increase in sales contribution from both automated equipment segment and smart control solution system which was partially offset by the lower revenue from automated manufacturing solution segment. From a bottom line perspective, the Group recorded a lower profit before tax of RM7.3 million in the current quarter as compared to the pre-tax profit of RM8.4 million in the preceding quarter due to higher amortization of intangible asset in the fourth quarter.

Performance of the respective operating segments for the fourth quarter ended 31 December 2016 as compared to the preceding quarter is analysed as follows:-

##### **1) Automated equipment**

The increase in revenue by RM11.8 million in the current quarter to RM31.4 million as compared to the preceding quarter was mainly due to higher demand for the test equipment from semiconductor market especially the smart device sector. Consequently, this segment achieved a higher profit before tax of RM11.2 million as compared to RM6.1 million in preceding quarter mainly attributable to higher revenue recorded coupled with better product mix with higher margin achieved.

##### **2) Automated manufacturing solution**

Revenue from this segment was RM10.4 million lower than the previous corresponding quarter mainly due to lower demand for the integrated manufacturing solution from customers in current quarter. As a result of the lower revenue achieved, this segment recorded a loss before tax of RM0.5 million in the current quarter as compared to the profit before tax of RM2.6 million in the preceding quarter.

##### **3) Smart control solution system**

Revenue from this segment was RM1.3 million higher than the preceding quarter. Revenue from this segment is largely dependent on progress billing based on stage of work done of projects. As a result of higher revenue achieved, this segment recorded marginal profit before tax of RM20,000 as compared to the loss before tax of RM0.4 million in preceding quarter.

# PENTAMASTER CORPORATION BERHAD (572307-U)

## ("Company")

### Notes To The Interim Financial Report For Year Ended 31 December 2016

#### 15 Current Year Prospect

With the increase in the number of new smart telecommunication and automotive products in the market, the demand for testers should remain positive in year 2017. The Group will remain focused on achieving growth momentum in the core products and focus will also be placed on expanding the smart device test solutions and intelligent automated robotic manufacturing system.

We will continue to strengthen our market position and expand the customer base. The management is cautiously optimistic on the growth prospect of the company for year 2017.

#### 16 Profit Forecast or Profit Guarantee

There was no profit forecast or profit guarantee issued by the Group.

#### 17 Taxation

The taxation charge for the current quarter and year to date is as follows –

	<b>Current Quarter</b>	<b>Current Year to</b>
	<b>RM'000</b>	<b>Date</b>
		<b>RM'000</b>
Income tax payable	546	(1,758)
Deferred tax resulting from the origination and reversal of temporary differences	2,585	2,505
	<u>3,131</u>	<u>747</u>

#### 18 Changes in the Composition of the Group

During the quarter, there were no changes in the composition of the Group.

#### 19 Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

# PENTAMASTER CORPORATION BERHAD (572307-U)

## ("Company")

### Notes To The Interim Financial Report For Year Ended 31 December 2016

#### 20 Status of Utilisation of Proceeds

The utilization of the gross proceeds of RM7,816,685 raised from the Private Placement as at the end of the reporting quarter is as follows:-

Purpose	Proposed Utilisation RM'000	Gross proceeds Received RM'000	Actual Utilisation RM'000	Intended timeframe for Utilisation from completion of the Proposed Private Placement	Balance RM'000
General working capital	8,094	7,717	5,588	Within one (1) year	2,129
Estimated expenses in relation to the Proposed Private Placement	100	100	105	Upon completion	(5)
	8,194	7,817	5,693		

Note 1

Note 1: The above proposed utilisation was based on the expected gross proceeds raised which was calculated based on the indicative issue price of RM0.615 per placement share as announced on 9 September 2015.

#### 21 Borrowings

The Group's borrowings as at the end of the reporting quarter are as follows:-

	RM'000
<u>Short term borrowings (unsecured)</u>	
Hire purchase creditor	178
<u>Long term borrowings (unsecured)</u>	
Hire purchase creditor	269
Total utilisation	447

All borrowings are denominated in Ringgit Malaysia.

**PENTAMASTER CORPORATION BERHAD (572307-U)****(“Company”)****Notes To The Interim Financial Report For Year Ended 31 December 2016****22 Derivative Financial Instruments**

As at the date of the statement of financial position 31 December 2016, the Group has the following outstanding derivative financial instruments:

<b>Derivatives</b>	<b>Contract or Notional amount (RM'000)</b>	<b>Fair value Net gain/(loss) (RM'000)</b>	<b>Purpose</b>
Currency forward contracts: -Less than 1 year	53,585	(3,527)	For hedging currency risk arising from sales proceeds in foreign currencies

For the quarter ended 31 December 2016, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objectives, policies and processes since the previous financial year end. Financial instruments are viewed as risk management tools by the Group and are not used for trading or speculative purposes.

**23 Disclosure of Realised and Unrealised Profit/Losses**

	<b>As at 31/12/2016 (RM'000)</b>	<b>As at 30/09/2016 (RM'000)</b>
Total Unappropriated profit/accumulated losses of Pentamaster Corporation Berhad and its subsidiaries:		
- Realised	40,709	28,298
- Unrealised	(2,453)	(3,351)
	38,256	24,947
Add: Consolidation adjustment	(10,095)	(5,934)
Unappropriated profit as per financial statements	28,161	19,013

# PENTAMASTER CORPORATION BERHAD (572307-U)

## ("Company")

### Notes To The Interim Financial Report For Year Ended 31 December 2016

#### 24 Material Litigations

With reference to the Company's announcements on 27 January 2016, 2 February 2016, 4 February 2016, 28 March 2016 and 4 August 2016 relating to the legal proceedings commenced against QAV Technologies Sdn Bhd, Elsoft Research Bhd, AGS Automation (M) Sdn Bhd and Lumileds Malaysia Sdn Bhd in the High Court of Malaya at Kuala Lumpur by Pentamaster Instrumentation Sdn Bhd ("PUSB"), a subsidiary company of Pentamaster Corporation Berhad, following an agreement between parties, PUSB has agreed to withdraw the abovementioned court proceedings without orders as to cost and without liberty to file afresh.

#### 25 Dividends

The Board of Directors does not recommend any dividend in respect of the quarter ended 31 December 2016.

#### 26 Basic Profit Per Share

The calculation of basic profit per share for the period is based on the net profit attributable to ordinary shareholders for the quarter and the financial period divided by the weighted average number of ordinary shares in issue during the quarter and the financial period.

	3 Months Ended 31/12/2016 RM'000	3 Months Ended 31/12/2015 RM'000	12 Months Ended 31/12/2016 RM'000	12 Months Ended 31/12/2015 RM'000
Profit attributable to owners of the Parent	9,548	1,482	26,696	11,953
Weighted average number of ordinary shares of RM0.50 each	146,567,333	133,329,948	144,104,488	133,264,953
Profit per share attributable to owners of the Parent (sen)	6.51	1.11	18.53	8.97

**PENTAMASTER CORPORATION BERHAD (572307-U)**  
**(“Company”)**  
**Notes To The Interim Financial Report For Year Ended 31 December 2016**

BY ORDER OF THE BOARD

**LIM KIM TECK**  
Secretary  
27 February 2017