



**Carlsberg Brewery Malaysia Berhad**

Company No. 9210-K  
(Incorporated in Malaysia)

Interim Financial Report  
31 December 2016

## Interim Financial Report for the Quarter Ended 31 December 2016

### CARLSBERG BREWERY MALAYSIA BERHAD

(Company No.: 9210-K)

### CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Quarter Ended 31 December 2016

	3 months ended 31 December		12 months ended 31 December	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Revenue	434,643	422,508	1,679,494	1,659,945
Operating expenses	(352,614)	(337,454)	(1,394,353)	(1,397,863)
Other operating income	3,515	6,691	8,915	11,046
Profit from operations	85,544	91,745	294,056	273,128
Interest income	1,157	239	1,910	1,199
Interest expense	(2,302)	(1,499)	(7,067)	(6,834)
Share of (loss)/profit of equity accounted associate, net of tax	(3,170)	5,264	(5,056)	16,139
Profit before taxation	81,229	95,749	283,843	283,632
Taxation	(32,543)	(20,045)	(73,178)	(63,394)
Profit for the period	48,686	75,704	210,665	220,238
Profit attributable To:				
Owner of the Company	47,068	74,484	204,978	215,913
Non-controlling interests	1,618	1,220	5,687	4,325
Profit for the period	48,686	75,704	210,665	220,238
Profit for the period	48,686	75,704	210,665	220,238
Other comprehensive (expenses)/income				
Foreign currency translation differences for foreign operations	6,484	(4,272)	928	15,208
Total comprehensive income for the period	55,170	71,432	211,593	235,446
Total comprehensive income attributable to:				
Owner of the Company	53,552	70,212	205,906	231,121
Non-controlling interests	1,618	1,220	5,687	4,325
Total comprehensive income for the period	55,170	71,432	211,593	235,446
EPS - Basic (sen)	15.39	24.36	67.04	70.62
- Diluted (sen)	N/A	N/A	N/A	N/A

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

## Interim Financial Report for the Quarter Ended 31 December 2016

### CARLSBERG BREWERY MALAYSIA BERHAD

(Company No.: 9210 -K)

### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2016

	AS AT 31.12.16 RM'000	AS AT 31.12.15 RM'000
<b>ASSETS</b>		
<b><u>Non-current assets</u></b>		
Property, plant & equipment	172,466	162,243
Other intangible assets	4,166	5,214
Investment in an associate	73,074	80,165
Deferred tax assets	3,087	3,402
	252,793	251,024
<b><u>Current assets</u></b>		
Inventories	96,283	78,173
Receivables, deposits and prepayments	283,204	285,134
Current tax assets	6,112	6,466
Cash & cash equivalents	36,270	40,968
	421,869	410,741
<b>TOTAL ASSETS</b>	<b>674,662</b>	<b>661,765</b>
<b>EQUITY</b>		
<b>Total equity attributable to equity holders of the Company</b>		
Share capital	154,039	154,039
Reserves	167,650	181,536
	321,689	335,575
Non-controlling interests	8,358	7,013
<b>Total Equity</b>	<b>330,047</b>	<b>342,588</b>
<b>LIABILITIES</b>		
<b><u>Non-Current Liabilities</u></b>		
Deferred tax liabilities	15,201	13,563
Accruals	1,698	-
	16,899	13,563
<b><u>Current Liabilities</u></b>		
Payables and accruals	265,261	250,722
Current tax liabilities	29,016	23,386
Loans and borrowings	33,439	31,506
	327,716	305,614
<b>TOTAL LIABILITIES</b>	<b>344,615</b>	<b>319,177</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>674,662</b>	<b>661,765</b>
<b>Net assets per share (RM)</b>	<b>1.08</b>	<b>1.12</b>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

## Interim Financial Report for the Quarter Ended 31 December 2016

### CARLSBERG BREWERY MALAYSIA BERHAD

(Company No.: 9210 -K)

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Quarter Ended 31 December 2016

Group	<i>Attributable to Equity Holders of the Parent</i>										Non-controlling Interests RM'000	Total RM'000
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Exchange Reserve RM'000	Capital Reserve RM'000	Share Option Reserve RM'000	Put Option Reserve RM'000	Other Reserve RM'000	Retained Earnings RM'000	Total RM'000		
At 1 January 2015	154,039	(12,043)	7,367	4,379	3,931	760	(10,591)	(780)	165,093	312,155	18,966	331,121
Total comprehensive income for the year	-	-	-	15,208	-	-	-	-	215,913	231,121	4,325	235,446
Dividends to owner of the Company	-	-	-	-	-	-	-	-	(217,081)	(217,081)	-	(217,081)
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(2,516)	(2,516)
Disposal of non-controlling interests	-	-	-	-	-	-	-	-	-	-	(13,762)	(13,762)
De-recognised of put option	-	-	-	-	-	-	10,591	-	-	10,591	-	10,591
Others	-	-	-	-	-	(1,211)	-	-	-	(1,211)	-	(1,211)
At 31 December 2015	154,039	(12,043)	7,367	19,587	3,931	(451)	-	(780)	163,925	335,575	7,013	342,588
At 1 January 2016	154,039	(12,043)	7,367	19,587	3,931	(451)	-	(780)	163,925	335,575	7,013	342,588
Total comprehensive income for the year	-	-	-	928	-	-	-	-	204,978	205,906	5,687	211,593
Dividends to owner of the Company	-	-	-	-	-	-	-	-	(220,139)	(220,139)	-	(220,139)
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(4,342)	(4,342)
Others	-	-	-	-	-	347	-	-	-	347	-	347
At 31 December 2016	154,039	(12,043)	7,367	20,515	3,931	(104)	-	(780)	148,764	321,689	8,358	330,047

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

## Interim Financial Report for the Quarter Ended 31 December 2016

### CARLSBERG BREWERY MALAYSIA BERHAD

(Company No.: 9210-K)

### CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the Quarter Ended 31 December 2016

	<b>12 months ended 31 December</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	283,843	283,632
Adjustments for:		
Non-cash items	41,588	33,522
Interest income	(1,910)	(1,199)
Interest expense	7,067	6,834
Operating profit before working capital changes	330,588	322,789
Changes in working capital:		
Inventories	(20,281)	(39,170)
Receivables, deposits and prepayments	2,152	(44,794)
Payables and accruals	16,237	49,534
Cash generated from operations	328,696	288,359
Income tax paid	(65,511)	(65,125)
Net cash generated from operating activities	263,185	223,234
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	901	939
Proceeds from disposal of subsidiary, net of cash and cash equivalents disposed of	-	708
Acquisition of property, plant and equipment	(42,762)	(41,036)
Acquisition of intangible assets	(682)	(1,294)
Interest received	1,910	1,199
Dividend received from associate	1,478	2,237
Subscription of shares in an associate company	-	(405)
Net cash used in investing activities	(39,155)	(37,652)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to shareholders of the Company	(220,139)	(217,081)
Dividend paid to non-controlling interests of subsidiary	(4,342)	(2,516)
Interest paid	(7,067)	(6,834)
Reimbursement to ultimate holding company for share options granted to employees of the Group	(260)	(1,498)
Net repayment of short term borrowings	(862)	(12,348)
Net cash used in financing activities	(232,670)	(240,277)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(8,640)	(54,695)
Effect of exchange rate fluctuations on cash held	1,147	9,028
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>	39,812	85,479
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	32,319	39,812

## Interim Financial Report for the Quarter Ended 31 December 2016

Cash and cash equivalents comprise the following amounts:

	12 months ended 31 December	
	2016 RM'000	2015 RM'000
Deposits with licensed banks	1,200	1,200
Cash and bank balances	35,070	39,768
	36,270	40,968
Bank overdraft	(3,951)	(1,156)
	32,319	39,812

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

### Notes :

#### 1. Basis of Preparation

This Interim Financial Report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (MFRS) 134, *Interim Financial Reporting* issued by Malaysian Accounting Standards Board, and International Accounting Standard (IAS) 34, *Interim Financial Reporting* issued by International Accounting Standards Board and paragraph 9.22 together with Part A, Appendix 9B of Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2015.

##### 1.1 MFRS, Amendments to MFRSs and IC Interpretation Issued But Not Yet Effective

At the date of authorisation of these financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Amendments to MFRSs and IC Interpretation		Effective for annual period beginning on or after
MFRS 12	Amendments to MFRS 12 (Annual Improvements to MFRS Standards 2014–2016 Cycle)	1 January 2017
MFRS 107	Disclosure Initiative	1 January 2017
MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
MFRS 1	Amendments to MFRS 1 (Annual Improvements to MFRS Standards 2014–2016 Cycle)	1 January 2018
MFRS 2	Classification and Measurement of Share-based Payment Transactions	1 January 2018
MFRS 9	Financial Instruments (2014)	1 January 2018

**1. Basis of Preparation (continued)**
**1.1 MFRS, Amendments to MFRSs and IC Interpretation Issued But Not Yet Effective**

<b>MFRSs, Amendments to MFRSs and IC Interpretation</b>		<b>Effective for annual period beginning on or after</b>
MFRS 15	Revenue from Contracts with Customers	1 January 2018
MFRS 15	Clarifications to MFRS 15	1 January 2018
MFRS 128	Amendments to MFRS 128 (Annual Improvements to MFRS Standards 2014–2016 Cycle)	1 January 2018
MFRS 140	Transfers of Investment Property (Amendments to MFRS 140)	1 January 2018
MFRS 16	Leases	1 January 2019

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

The auditors' report on the financial statements for the year ended 31 December 2015 was not subject to any qualification.

**3. Seasonal or Cyclical Factors**

The Group's level of operations are generally affected by the festive seasons.

**4. Unusual Items affecting the assets, liabilities, equity, net income or cash flows**

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

**5. Changes in Estimates**

There were no significant changes in estimates that have had a material effect in the current financial period under review.

**6. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial period under review.

*Share Buyback*

During the period, there was no purchase of shares by the Company.

All shares bought back in 1999 were retained as treasury shares for the current quarter and financial year-to-date.

**7. Dividends Paid**

The amount of dividends paid during the financial period ended 31 December 2016 was as follows:-

- a) In respect of the financial year ended 31 December 2015 as reported in the directors' report of the year:

	<b><u>RM'000</u></b>
Final and special single tier dividend of 67.0 sen per ordinary share, paid on 20 May 2016	204,852
	204,852

- b) In respect of the financial year ended 31 December 2016:

	<b><u>RM'000</u></b>
Interim single tier dividend of 5.0 sen per ordinary share, paid on 7 October 2016	15,287
	15,287



## 8. Operating Segments

The Group concluded that the operating segments determined in accordance with MFRS/ IFRS 8 are the same as the geographical segments as previously adopted.

Segment assets and liabilities are not included in the internal management reports nor provided regularly to the Group's Managing Director. Hence no disclosure is made.

Quarter Ended 31 December 2016	Malaysia	Singapore	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Geographical Segments:</b>				
Total external revenue	276,112	158,531	-	434,643
Inter segment revenue	21,591	-	(21,591)	-
<b>Total revenue</b>	<b>297,703</b>	<b>158,531</b>	<b>(21,591)</b>	<b>434,643</b>
<b>Profit from operations</b>	<b>61,159</b>	<b>24,789</b>	<b>(404)</b>	<b>85,544</b>

Quarter Ended 31 December 2015	Malaysia	Singapore	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Geographical Segments:</b>				
Total external revenue	261,054	161,454	-	422,508
Inter segment revenue	20,834	-	(20,834)	-
<b>Total revenue</b>	<b>281,888</b>	<b>161,454</b>	<b>(20,834)</b>	<b>422,508</b>
<b>Profit from operations</b>	<b>54,174</b>	<b>37,865</b>	<b>(294)</b>	<b>91,745</b>

12 Months Ended 31 December 2016	Malaysia	Singapore	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Geographical Segments:</b>				
Total external revenue	1,096,377	583,117	-	1,679,494
Inter segment revenue	73,400	-	(73,400)	-
<b>Total revenue</b>	<b>1,169,777</b>	<b>583,117</b>	<b>(73,400)</b>	<b>1,679,494</b>
<b>Profit from operations</b>	<b>195,553</b>	<b>98,408</b>	<b>95</b>	<b>294,056</b>

12 Months Ended 31 December 2015	Malaysia	Singapore	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Geographical Segments:</b>				
Total external revenue	1,114,542	545,403	-	1,659,945
Inter segment revenue	70,696	-	(70,696)	-
<b>Total revenue</b>	<b>1,185,238</b>	<b>545,403</b>	<b>(70,696)</b>	<b>1,659,945</b>
<b>Profit from operations</b>	<b>165,352</b>	<b>107,548</b>	<b>228</b>	<b>273,128</b>

**9. Material Contracts**

No new material contracts were concluded during current financial period under review.

**10. Property, Plant and Equipment**

There were no changes to the valuation of property, plant and equipment since the previous audited financial statements.

**11. Subsequent Events**

The Board is not aware of any material event or transaction during the current financial period under review to the date of this announcement, which affects substantially the results of the operation of the Group.

**12. Changes in Contingent Liabilities and Contingent Assets**

On 23 September 2014, the Board of Directors of the Company has announced to the Bursa Malaysia that the Company has on 19 September 2014 received two bills of demand both dated 17 September 2014 from the Selangor State Director of Royal Malaysian Customs (“State Customs”) for the following:

- (i) Excise duty amounting to RM35,698,219.81 for period of 1 July 2011 to 14 January 2014;
- (ii) Sales tax amounting to RM13,763,381.02 and penalty amounting to RM6,881,690.56 for period of 1 July 2011 to 14 January 2014.

The Company does not admit liability on the demands made by the State Customs, has taken advice on that matter and is having ongoing discussion with the State Customs.

As a result, no provision has been recognised and no material changes in contingent liabilities or contingent assets for the year ended 31 December 2016 and this will be reassessed during the next quarter ended 31 March 2017.

**13. Capital Commitments**

Capital commitments for property, plant and equipment and intangible assets not provided for in the financial statements as at 31 December 2016 are as follows:

	<b>RM'000</b>
Approved and contracted for	766
Approved but not contracted for	-
	766

**14. Financial Instruments**

Derivatives

The outstanding derivative as at the end of the current period is as follows:

<b>Aluminium Hedging Contract</b>	<b>Contract Value (RM'000)</b>	<b>Fair Value (RM'000)</b>	<b>Difference (RM'000)</b>
- Less than 1 year	16,285	17,929	1,644
- 2 to 5 years	-	-	-
	16,285	17,929	1,644

**15. Holding Company**

The Directors regard Carlsberg Breweries A/S, a company incorporated in Denmark, as the holding company.

**16. Significant Related Party Transactions**

	<b>12 months ended 31 December 2016 RM' million</b>
Transactions with:	
a) Holding company:	
Carlsberg Breweries A/S	
Royalties payable	33.1
Purchase of materials and services	6.5
b) Related companies:	
i) Danish Malting Group A/S	
Purchase of materials	2.6
ii) Carlsberg Vietnam Breweries Limited	
Purchase of materials and products	33.9
iii) Carlsberg Supply Company AG	
Purchases of materials and services	2.2
iv) CB Distribution Co. Ltd	
Sale of goods and services	3.9
v) Carlsberg Brewery Hong Kong Ltd.	
Provision of administrative support services	8.7
Management fees	5.3
vi) Carlsberg Taiwan Trading	
Sales of goods and services	1.5
vii) Carlsberg Hong Kong Ltd.	
Sales of goods and services	52.5
viii) Carlsberg Business Solutions	
Purchase of services	0.1
ix) Slowdonia Strzegom Sp. z.o.o.	
Purchases of materials and products	0.1
x) Carlsberg Supply Company Asia Ltd	
Purchases of services	2.0
xi) Carlsberg Croatia d.o.o	
Purchases of materials and products	2.1
xii) Lao Brewery Co. Ltd.	
Sale of goods and services	0.6
xiii) Lion Brewery Ceylon Limited	
Sale of goods and services	9.2

## 17. Review of Performance

### Current Quarter Performance

Group revenue increased by 2.9% as compared to the same quarter last year mainly because of higher export volume and a price increase in 2016 in Malaysia offset by lower sales in Singapore. Profit from operations declined by 6.8% to RM85.5 million attributed to the resulting lower contribution from Singapore offset by higher contribution from Malaysia operations. Profit before taxation reduced by RM14.5 million or 15.2% was also due to a share of loss of RM3.2m relating to flood disruption in an associated company, Lion Brewery (Ceylon) PLC ("Lion"). This compares to a share of profit in the previous year's quarter of RM5.3 million. Profit after taxation this quarter was further impacted by one-off tax adjustments relating to prior periods and a higher deferred tax expense.

Malaysia operations total revenue increased by 5.6% as compared to the same period last year due to higher export sales and a price increase in response to duty increase in March 2016. Operating profits increased by RM7.0 million or 12.9% due to the higher revenue and more efficient spending on sales and marketing.

Singapore's revenue declined by 1.8% as compared to the same period last year due mainly to lower export sales. Operating profits declined by RM13.1 million or 34.5% due to lower export sales and higher sales and marketing expenses this quarter, as well as a one-off gain from brand incentive received in the same quarter last year.

### Year-to-date Performance

Group revenue increased by 1.2% due to higher export volume and a price increase in 2016 in Malaysia offset by lower sales in Singapore. Profit from operations improved by RM20.9 million or 7.7% to RM294.1 million mainly due to a foreign exchange loss and a disposal loss of a subsidiary in 2015, both of which impacted last year's results. Profit before taxation was flat as higher profit from operations was offset by a share of loss of RM5.1 million relating to flood disruption in an associated company, Lion Brewery (Ceylon) PLC. This compares to a share of profit of RM16.1m last year. Profit after taxation reduced by RM9.6 million or 4.3% to RM210.7 million due to one-off tax adjustments relating to prior periods and a higher deferred tax expense.

Revenue from Malaysia operations increased by 5.1% to RM1,169.8 million after adjusting last year's results for the LHFB divestment in August 2015. The improvement was mainly due to higher export sales. Profit from operations increased by 9.6% primarily driven by effective cost management.

In Singapore, revenue grew by 6.9% to RM583.1 million mainly due to a positive mix of higher domestic sales. Operating profit however declined by RM 9.1million or 8.5% to RM98.4 million due to higher expenses and a one-off gain from brand incentive received in 2015.

**18. Variation of Result against the Preceding Quarter**

The Group's revenue increased by 10.5% or RM41.3 million against the preceding quarter due to higher sales in the local market.

The Group's profit after tax increased by RM3.6 million to RM48.7 million mainly due to higher revenue offset by share of loss from associated company, Lion Brewery (Ceylon) PLC.

**19. Prospects**

The 2017 market conditions are expected to remain challenging. Nevertheless, the Group is confident to meet the challenges and deliver satisfactory performance.

**20. Profit Forecast**

Not applicable as no profit forecast was published.

**21. Taxation**

	<b>12 months ended 31 December</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
<u>Taxation</u>		
- Malaysia	53,351	47,358
- Outside Malaysia	17,892	20,198
	<b>71,243</b>	<b>67,556</b>
<u>Deferred tax</u>		
- Malaysia	2,037	(4,038)
- Outside Malaysia	(102)	(124)
<b>Tax expense</b>	<b>73,178</b>	<b>63,394</b>

The effective tax rate is higher than the statutory tax rate in Malaysia mainly due to one-off tax adjustments relating to prior periods and a higher deferred tax expenses.

**22. Realised and Unrealised Profits/ Losses**

	<b>Group as at 31 December 2016 RM'000</b>	<b>Group as at 31 December 2015 RM'000</b>
Total retained earnings of the Company and its subsidiaries :		
- Realised	491,084	505,967
- Unrealised	(8,603)	(10,603)
Total retained earnings of an associate :		
- Realised	64,538	59,216
- Unrealised	(25,858)	(17,781)
Less : Consolidation adjustments	(372,397)	(372,874)
	<b>148,764</b>	<b>163,925</b>

**23. Corporate Proposals**

There were no corporate proposals announced at the date of this announcement.

**24. Borrowing and Debt Securities**

Group borrowings and debt securities are as follows:

<b>Short term – Unsecured loans</b>	<b>As at 31 December 2016 RM'000</b>
Revolving credit	29,488
Bank overdraft	3,951
<b>Total short term loans</b>	<b>33,439</b>

**25. Material Litigation**

There was no material litigation action since the last annual balance sheet date to the date of this report.

**26. Dividends**

The Board of Directors propose the following dividends for shareholders' approval at the forthcoming Annual General Meeting on 20 April 2017 and if approved, to be paid on 19 May 2017.

- a. Final and Special single tier dividend of 67 sen per ordinary share  
(2015: Final and special single tier dividend of 67 sen per ordinary share).

A depositor shall qualify for entitlement only in respect of:

- a) Security transferred into depositor's Securities Account before 4.00 p.m. on 05 May 2017 in respect of transfer;
- b) Securities deposited into Depositor's Securities Account before 12.30 p.m. on 02 May 2017 in respect of securities exempted from mandatory deposit; and
- c) Securities bought on the Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rule and of the Bursa Malaysia Securities Berhad.

Total dividends (both declared and propose) for the current financial year amount to 72 sen per share.

**27. Earnings Per Share**
***Basic earnings per share***

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the Company:

	<b>12 months ended 31 December 2016</b>	<b>12 months ended 31 December 2015</b>
Net Profit attributable to shareholders (RM'000)	204,978	215,913
Weighted average number of ordinary shares in issue ('000)	305,748	305,748
Basic earnings per share (sen)	67.04	70.62

***Diluted earnings per share***

Not applicable.



**28. Notes to the Statement of Comprehensive Income**

	<b>12 months ended 31 December 2016 RM'000</b>	<b>12 months ended 31 December 2015 RM'000</b>
Depreciation and amortisation	(33,704)	(32,839)
Property, plant and equipment write-off	-	(68)
Gain on disposal of property, plant and equipment	288	469
Net impairment gain on receivables	3,379	2,597
Inventories written off	(1,871)	(1,770)
Allowance for inventories obsolescence	(300)	(3,491)
Net foreign exchange loss	(688)	(8,559)
Loss on disposal of subsidiary	-	(12,611)

Other than the above and disclosed in the Statement of Comprehensive Income, there were no gain or loss on disposal of quoted or unquoted investment for the current quarter.

**29. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 21 February 2017.