



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Note	Current quarter 3 months ended		Cumulative quarter 9 months ended	
		30.09.2017 RM'000	30.09.2016 RM'000	30.09.2017 RM'000	30.09.2016 RM'000
Revenue		299,310	313,871	823,905	1,024,558
Cost of sales		(309,644)	(284,320)	(780,493)	(945,788)
Gross (loss)/profit		(10,334)	29,551	43,412	78,770
Other operating income		1,934	4,713	6,934	11,073
Administrative expenses		(8,626)	(6,707)	(23,612)	(21,972)
Other operating expenses		(6,040)	(7,417)	(19,826)	(21,970)
Operating profit		(23,066)	20,140	6,908	45,901
Finance costs		(8,090)	(7,093)	(23,590)	(18,983)
(Loss)/profit before tax	A7	(31,156)	13,047	(16,682)	26,918
Income tax expense	A8	(7,400)	(5,459)	(16,153)	(10,046)
(Loss)/profit for the period		(38,556)	7,588	(32,835)	16,872
Other comprehensive (loss)/income					
Exchange differences on translation of foreign operation		(314)	(214)	(970)	2,783
Net movement of cash flow hedges		197	43	63	1,699
Other comprehensive (loss)/income for the period, net of tax		(117)	(171)	(907)	4,482
Total comprehensive (loss)/income for the period, net of tax		(38,673)	7,417	(33,742)	21,354
<b>(Loss)/profit for the period attributable to:</b>					
Equity holders of the company		(38,685)	7,240	(32,504)	15,751
Non-controlling interests		129	348	(331)	1,121
		(38,556)	7,588	(32,835)	16,872
<b>Total comprehensive (loss)/income for the period, net of tax attributable to:</b>					
Equity holders of the company		(38,734)	6,957	(33,200)	20,158
Non-controlling interests		61	460	(542)	1,196
		(38,673)	7,417	(33,742)	21,354
<b>(Loss)/Earnings per share attributable to Equity holders of the company (sen per share):</b>					
Basic	A9	(12.20)	2.28	(10.25)	4.97
Diluted	A9	(12.20)	2.28	(10.25)	4.97

*The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.*



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT 30 SEPTEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	Note	30.09.2017 RM'000	31.12.2016 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A10	451,532	463,215
Intangible assets		2,519	2,519
Deferred tax assets		35,723	42,946
Concession financial assets	A11	88,302	83,729
Trade receivables		57,304	53,531
		<u>635,380</u>	<u>645,940</u>
<b>Current assets</b>			
Inventories		130,260	119,135
Trade and other receivables		346,219	339,643
Other current assets		48,513	148,564
Tax recoverable		2,406	3,158
Derivatives assets		856	762
Cash and bank balances	A12	68,437	74,365
		<u>596,691</u>	<u>685,627</u>
<b>TOTAL ASSETS</b>		<u>1,232,071</u>	<u>1,331,567</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Current liabilities</b>			
Derivatives liabilities		14	19
Loans and borrowings	A13	542,496	554,738
Trade and other payables		187,416	223,779
Other current liabilities		6,088	-
Income tax payable		1,132	2,598
		<u>737,146</u>	<u>781,134</u>
<b>Net current liabilities</b>		<u>(140,455)</u>	<u>(95,507)</u>
<b>Non-current liabilities</b>			
Loans and borrowings	A13	167,784	180,495
Trade payables		20,275	23,508
Deferred tax liabilities		18,929	15,239
		<u>206,988</u>	<u>219,242</u>
<b>Total liabilities</b>		<u>944,134</u>	<u>1,000,376</u>
<b>Net assets</b>		<u>287,937</u>	<u>331,191</u>
<b>Equity attributable to equity holders of the Company</b>			
Share capital		158,525	158,525
Reverse acquisition reserve		(37,300)	(37,300)
Share premium		70,284	79,796
Foreign currency translation reserve		(429)	330
Hedge reserve		641	578
Revenue reserves		94,998	127,502
		<u>286,719</u>	<u>329,431</u>
Non-controlling interests		1,218	1,760
<b>Total equity</b>		<u>287,937</u>	<u>331,191</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,232,071</u>	<u>1,331,567</u>
Net assets per share attributable to owners of the Company (sen)		91	104

*The condensed consolidated statements of financial position should be read in conjunction with the accompanying notes attached to the interim financial statement.*



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Total Equity	Attributable to equity holders of the Company							Non-controlling interests
		Total equity attributable to equity holders of the Company, total	Share capital	Reverse acquisition reserve	Share premium	Foreign currency translation reserves	Hedge reserve	Revenue reserves	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2016	324,985	324,331	158,525	(37,300)	79,796	(402)	(537)	124,249	654
Profit for the period	16,872	15,751	-	-	-	-	-	15,751	1,121
Other comprehensive income	4,482	4,407	-	-	-	2,708	1,699	-	75
Total comprehensive income	21,354	20,158	-	-	-	2,708	1,699	15,751	1,196
	346,339	344,489	158,525	(37,300)	79,796	2,306	1,162	140,000	1,850
Transaction with owners:									
Dividend on ordinary shares	(15,854)	(15,854)	-	-	-	-	-	(15,854)	-
At 30 September 2016	330,485	328,635	158,525	(37,300)	79,796	2,306	1,162	124,146	1,850

*The condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.*



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Total Equity	Total equity attributable to equity holders of the Company, total	Attributable to equity holders of the Company						Non-controlling interests
			Share capital	Reverse acquisition reserve	Share premium	Foreign currency translation reserves	Hedge reserve	Revenue reserves	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2017	331,191	329,431	158,525	(37,300)	79,796	330	578	127,502	1,760
(Loss) for the period	(32,835)	(32,504)	-	-	-	-	-	(32,504)	(331)
Other comprehensive (loss)/income	(907)	(696)	-	-	-	(759)	63	-	(211)
Total comprehensive (loss)/income	(33,742)	(33,200)	-	-	-	(759)	63	(32,504)	(542)
	297,449	296,231	158,525	(37,300)	79,796	(429)	641	94,998	1,218
Transaction with owners:									
Dividends on ordinary shares	(9,512)	(9,512)	-	-	(9,512)	-	-	-	-
At 30 September 2017	287,937	286,719	158,525	(37,300)	70,284	(429)	641	94,998	1,218

Effective from 31 January 2017, the Company Act 2016 (“the Act”) abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balances of the share premium became part of the Company’s share capital pursuant to the transitional provision set out in Section 618 (2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use these amounts for purpose as set out in Section 618 (3) and 618 (4) of the Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

*The condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statement.*



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current period to date	Preceding year corresponding period
	30.09.2017	30.09.2016
	RM'000	RM'000
Note		
<b>Operating activities</b>		
(Loss)/profit before tax	(16,682)	26,918
Adjustments for:		
Amortisation of intangible assets	-	172
Bad debts recovered	-	(449)
Depreciation of property, plant and equipment	18,360	17,023
Finance income from concessions financial assets	(3,305)	(2,817)
Interest expense	23,590	18,983
Interest income	(2,237)	(949)
Inventories written down	330	19
Gain on disposal of property, plant and equipment, net	-	(89)
Property, plant and equipment written off	-	143
Reversal of amortisation of trade payables	(186)	-
Reversal of impairment loss of trade receivables	(108)	(77)
Unrealised loss/(gain) on foreign exchange	775	(569)
Unwinding of discount on finance lease	(6)	(16)
Operating cash flows before working capital changes	20,531	58,292
Changes in working capital:		
(Increase)/decrease in inventories	(11,455)	7,616
Increase in trade and other receivables	(10,241)	(114,793)
Decrease in other current assets	106,139	8,681
Decrease in trade and other payables	(40,185)	(24,189)
Decrease in derivative liabilities	(36)	(2,884)
Decrease/(Increase) in concessions financial assets	4,116	(13,398)
Total changes in working capital	48,338	(138,967)
Cash generated from/(used in) operations	68,869	(80,675)
Interest paid	(23,590)	(19,273)
Tax paid, net of refund	(5,953)	(4,198)
Net cash flows generated from/(used in) operating activities	39,326	(104,146)



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2017**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTD.)**

	<b>Current period to date</b>	<b>Preceding year corresponding period</b>
<b>Note</b>	<b>30.09.2017 RM'000</b>	<b>30.09.2016 RM'000</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(6,677)	(49,861)
Interest received	2,237	949
Proceeds from disposal of property, plant and equipment	-	90
Net cash used in investing activities	<u>(4,440)</u>	<u>(48,822)</u>
<b>Financing activities</b>		
(Repayment)/drawdown from borrowings	(22,941)	153,569
Dividend paid on ordinary shares	(9,512)	(15,854)
Decrease/(increase) in cash and bank balances pledged for bank borrowings	1,610	(1,628)
Net cash (used in)/generated from financing activities	<u>(30,843)</u>	<u>136,087</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	4,043	(16,881)
Effect on exchange rate changes	(6,354)	2,783
Cash and cash equivalents at 1 January	48,092	42,700
<b>Cash and cash equivalents at 30 September</b>	<u>45,781</u>	<u>28,602</u>

A12

*The condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.*



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A1. Corporate information**

Sarawak Cable Berhad (“the company”) is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 28 November 2017.

**A2. Significant accounting policies**

The audited financial statements of the Group for the year ended 31 December 2016 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2016.

**A3. Changes in estimates**

There were no changes in estimates that have a material effect in the current interim results.

**A4. Item of unusual nature, size or incidence**

There was no item of unusual nature, size or incidence.

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A5. Segment information**

	Sales of power and telecommunication cables		Sales of galvanised products and steel structures		Transmission lines construction		Power generation, helicopter services and corporate		Total		Adjustments/ elimination		Per condensed consolidated financial statements	
	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000
<b>Revenue</b>														
External customers	714,696	613,144	18,254	32,266	77,475	366,391	13,480	12,757	823,905	1,024,558	-	-	823,905	1,024,558
Inter-segment	-	1,844	-	32	-	-	4,050	4,050	4,050	5,926	(4,050)	(5,926)	-	-
<b>Total revenue</b>	<b>714,696</b>	<b>614,988</b>	<b>18,254</b>	<b>32,298</b>	<b>77,475</b>	<b>366,391</b>	<b>17,530</b>	<b>16,807</b>	<b>827,955</b>	<b>1,030,484</b>	<b>(4,050)</b>	<b>(5,926)</b>	<b>823,905</b>	<b>1,024,558</b>
<b>Segment profit/(loss)</b>	<b>45,060</b>	<b>15,834</b>	<b>249</b>	<b>2,345</b>	<b>(41,304)</b>	<b>17,631</b>	<b>(20,687)</b>	<b>(8,892)</b>	<b>(16,682)</b>	<b>26,918</b>	<b>-</b>	<b>-</b>	<b>(16,682)</b>	<b>26,918</b>

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK





**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A5. Segment information (contd.)**

The Group is organised into business units based on their products and services, and has four operating segments as follows:

- (a) The sales of power and telecommunication cables segment supplies power and telecommunication cables and cable components to consumers.
- (b) The sales of galvanised products and steel structures segment supplies galvanised products and steel structures. It also offers galvanising services.
- (c) The transmission lines construction segment involves the supply, installation and commissioning of transmission line projects.
- (d) The power generation, helicopter services and corporate segment is involved in power generation business, provision of helicopter services and Group-level corporate and management services.

**Sales of power and telecommunication cables**

The sales of power and telecommunication cables segment contributed 86.7% (30 September 2016: 59.8%) of the total revenue of the Group for the period ended 30 September 2017 and is the main contributor to the Group’s operating profit in 2017.

The segment recorded a revenue and profit before tax of RM714.7 million and RM45.1 million respectively for the period ended 30 September 2017 as compared to revenue and profit before tax of RM615 million and RM15.8 million respectively in the corresponding period ended 30 September 2016. Increasing coupled with several exceptional orders received has improved the sales and operating profit of this segment. Operating costs have remained fairly consistent.

Market demand for products under this segment has shown improvement and the Group is confident that the demand for power and communication cables will continue to improve.

**Sales of galvanised products and steel structures**

The sales of galvanised products and steel structures segment contributed 2.2% (30 September 2016: 3.1%) of the total revenue of the Group for the period ended 30 September 2017.

The Group’s subsidiary whose sales and services are in this segment, concentrates mainly in East Malaysia.

This segment recorded profit before tax of RM0.2 million when compared with corresponding period ended 30 September 2016 profit before tax of RM2.3 million. The decision taken in Q3 2016 to sub-contract customers’ orders has resulted in a lower profit and margin earned when comparing to Q3 2017.

The Group remains confident that the demand for galvanised steel products and transmission tower will continue to improve.



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

#### **A5. Segment information (contd.)**

##### **Transmission lines construction**

The transmission line construction segment contributed 9.4% (30 September 2016: 35.8 %) of the total revenue of the Group for the period ended 30 September 2017.

The segment recorded a revenue and loss before tax of RM77.5 million and RM41.3 million respectively for the financial period ended 30 September 2017 as compared to revenue of RM366.4 million and profit of RM17.6 million respectively for the corresponding period in 2016. The loss was the result of additional expenses the Group undertook and incurred for the sole purpose of meeting a project’s completion timeline and also to meet additional requests from the client.

The Group viewed that the main priority is to complete the project and is now in discussion with the client on potential claims for additional works and additional expenses which were incurred as a result of the prolonged timeline and additional requests from the client. The Group has decided to take a prudent step to recognise these additional expenses including making provisions for potential project costs as part of the Group’s project expenses pending approval from the client. The prudent step also includes the claw back of profit recognised for this project in previous years amounting to RM16.9 million.

As a result of the Group’s commitment, the project has been completed and the client has commissioned and energized the project in the current quarter.

Segment results for the financial period ended 30 September 2017 had decreased as compared to corresponding year as the current projects in hand are more than ninety percent (90%) completed. The Group has been and is still actively participating in tenders for new projects and this is evidenced by the Group’s announcement to Bursa Malaysia Securities Berhad on 24 May 2017 on the award of double circuit 500kV overhead transmission line with a project value of Ringgit Malaysia Eighty One Million Three Hundred Sixty Eight Thousand Five Hundred Seventy Three and Cents Forty Five only (RM81,368,573.45).

The Group is developing plans for the power transmission industry, which includes expanding market coverage, actively participating in tenders and implement and strengthen our project management team to better manage the cost and completion timeline of on-going projects.

##### **Power generation, helicopter services and corporate**

The power generation, helicopter services and corporate segment provides power generation business, provision of helicopter services and Group-level corporate and management services. In the financial period ended 30 September 2017, power generation, helicopter services and corporate segment contributed RM13.5 million to the total revenue of the Group.

The Group is making continuous effort and time to nurture, strategize and plan this segment.

##### **Consolidated profit before tax**

The Group recorded a loss before tax of RM16.7 million (30 September 2016: profit before tax of RM26.9 million) for the period ended 30 September 2017, which was lower than corresponding period principally due to losses incurred in transmission lines construction segment. However, the Group still records a solid EBITA at RM54.0 million for the period ended 30 September 2017.

The main factors which had affected the current quarter’s profit before tax are explained above.

#### **A6. Seasonality of operations**

The Group’s operations were not significantly affected by seasonal or cyclical factors.



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A7. The following items have been included in arriving at (loss)/profit before tax:**

	Current quarter		Cumulative quarter	
	3 months ended		9 months ended	
	30	30	30	30
	Sept	Sept	Sept	Sept
	2017	2016	2017	2016
	RM’000	RM’000	RM’000	RM’000
Amortisation of intangible assets	-	55	-	172
Bad debts recovered	-	(446)	-	(449)
Depreciation of property, plant and equipment	6,721	6,705	18,360	17,023
Finance income from concession financial assets	(1,118)	(1,119)	(3,305)	(2,817)
Interest expense	8,090	7,093	23,590	18,983
Interest income	(479)	(293)	(2,237)	(949)
Inventories written down	148	3	330	19
Gain on disposal of property, plant and equipment, net	-	(143)	-	(89)
Property, plant and equipment written off	-	-	-	143
Reversal of amortisation of payables	(186)	-	(186)	-
Reversal of impairment loss of trade receivables	(25)	(74)	(108)	(77)
Unrealised (gain)/loss on foreign exchange	(69)	(9)	775	(569)
Unwinding of discount on finance lease	-	(5)	(6)	(16)

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A8. Income tax expense**

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	30 Sept 2017 RM'000	30 Sept 2016 RM'000	30 Sept 2017 RM'000	30 Sept 2016 RM'000
Current income tax:				
Based on results for the period	1,689	1,106	4,901	5,308
Under provision of income tax in respect of previous year	(154)	121	(154)	121
Deferred income tax	5,865	4,232	11,406	4,617
	<u>7,400</u>	<u>5,459</u>	<u>16,153</u>	<u>10,046</u>

The effective tax rate for the current reporting period and corresponding interim period is higher than the statutory tax rate principally due to certain expenses which are not deductible for tax purposes and deferred tax assets not recognised for losses incurred in certain subsidiaries.

**A9. (Loss)/Earnings per share**

Basic (loss)/earnings per share amounts are calculated by dividing (loss)/profit for the period, net of tax, attributable to equity holders of the company by the weighted average number of ordinary shares outstanding during the period.

The Group had no potential ordinary shares in issue as at the reporting date and therefore, diluted earnings per share is presented as equal to basic earnings per share.

The following are the (loss)/profit and share data used in the computation of basic and diluted earnings per share:

	Current year quarter		Current year to date	
	30 Sept 2017	30 Sept 2016	30 Sept 2017	30 Sept 2016
(Loss)/profit net of tax attributable to equity holders of The Company (RM'000)	<u>(38,685)</u>	<u>7,240</u>	<u>(32,504)</u>	<u>15,751</u>
Weighted average number of ordinary shares in issue ('000)	<u>317,050</u>	<u>317,050</u>	<u>317,050</u>	<u>317,050</u>
Basic (loss)/earnings per share (sen per ordinary share)	<u>(12.20)</u>	<u>2.28</u>	<u>(10.25)</u>	<u>4.97</u>
Diluted (loss)/earnings per share (sen per ordinary share)	<u>(12.20)</u>	<u>2.28</u>	<u>(10.25)</u>	<u>4.97</u>



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A10. Property, plant and equipment**

During the nine months ended 30 September 2017, the Group acquired assets at the cost of RM6.7 million (30 September 2016: RM49.9 million).

**A11. Concession financial assets**

	<b>30 September 2017 RM’000</b>	<b>31 December 2016 RM’000</b>
At 1 January	83,729	63,586
Concession construction revenue	6,652	10,636
Accrued financial income	3,305	3,750
Exchange difference	(5,384)	5,757
At 30 September 2017/ 31 December 2016	<u>88,302</u>	<u>83,729</u>

**A12. Cash and bank balances**

Cash and bank balances comprised the following amounts:

	<b>30 September 2017 RM’000</b>	<b>31 December 2016 RM’000</b>
Cash in hand and at banks	51,031	49,158
Deposits with licensed banks	17,406	25,207
<b>Cash and bank balances</b>	<u>68,437</u>	<u>74,365</u>

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following as at the reporting date:

	<b>30 September 2017 RM’000</b>	<b>31 December 2016 RM’000</b>
Cash in hand and at banks	44,764	40,596
Deposits with licensed banks	1,800	10,285
Less: Bank overdraft	(783)	(2,789)
<b>Cash and cash equivalents</b>	<u>45,781</u>	<u>48,092</u>



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A13. Loans and borrowings**

	<b>30 September 2017 RM’000</b>	<b>31 December 2016 RM’000</b>
<b>Current</b>		
Secured	89,700	136,219
Unsecured	452,796	418,519
	<u>542,496</u>	<u>554,738</u>
<b>Non-current</b>		
Secured	159,925	166,440
Unsecured	7,859	14,055
	<u>167,784</u>	<u>180,495</u>
	<u>710,280</u>	<u>735,233</u>

Included in the secured borrowing is a borrowing denominated in foreign currency:-

	<b>30 September 2017 USD’000</b>	<b>31 December 2016 USD’000</b>
USD term loan	<u>7,780</u>	<u>12,051</u>

**A14. Dividend Paid**

The Board of Directors declared a first and final single tier dividend of 3.0 sen (31 December 2015: 5.0 sen) per ordinary share in respect of financial year ended 31 December 2016. The dividend was paid on 28 July 2017 to depositors whose name appear in the Record of Depository on 7 July 2017.

**A15. Commitments**

	<b>30 September 2017 RM’000</b>	<b>31 December 2016 RM’000</b>
Capital expenditure		
Approved and contracted for:		
Property, plant and equipment	32,204	31,072
Approved but not contracted for:		
Property, plant and equipment	9,826	4,641
	<u>42,030</u>	<u>35,713</u>



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B1. Contingencies**

There were no significant contingencies as at the end of the current financial quarter.

**B2. Related party transactions**

The following table provides information on the transactions which were entered into with related parties during the period ended 30 September 2017 and 30 September 2016 as well as the balances with the related parties as at 30 September 2017 and 31 December 2016.

		Sales to related parties RM'000	September Purchases from related parties RM'000	September / December Amounts owed by related parties RM'000	Amounts owed to related parties RM'000
Transactions with subsidiaries of Sarawak Energy Berhad:					
Sarawak Energy Berhad	2017	5,067	-	247	-
	2016	4,979	-	4,637	-
Syarikat SESCO Berhad	2017	10,153	-	1,145	-
	2016	9,928	-	3,322	-
Transactions with subsidiaries of Hng Capital Sdn Bhd:					
Alpha Industries Sdn. Bhd.	2017	3,404	179,773	-	16,385
	2016	1,335	190,615	332	14,356
Leader Universal Aluminium Sdn. Bhd.	2017	3,280	170,959	125	13,650
	2016	9,002	110,539	-	13,661



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B3. Review of performance**

Explanatory comments on the performance of each of the Group's business segments are provided in Note A5.

**B4. Comment on material change in profit before taxation**

The profit before taxation for the quarter ended 30 September 2017 was lower than the immediate preceding quarter mainly due to additional costs incurred in the transmission lines construction segment in the current quarter as explained in Note A5.

**B5. Commentary on prospects**

Our Group has a positive start for year 2017 but currently faces challenges in its transmission lines construction segment but, anticipates improving performance in the coming months. However, the demand for the Group's manufacturing products of power and telecommunication cables remains stable.

**B6. Profit forecast or profit guarantee**

Not applicable as the Group did not publish any profit forecast or profit guarantee.

**B7. Corporate proposals**

There were no corporate proposals.

**B8. Changes in material litigation**

There were no material litigation during the current financial period up to the date of this quarterly report.

THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK





**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B9. Dividends payable**

No dividend was payable for the period ended 30 September 2017.

**B10. Disclosure of nature of outstanding derivatives**

The outstanding derivatives were for the forward hedges with the London Metal Exchange (“LME”) brokers.

**B11. Risks and policies of derivatives**

The Group will only enter into a LME or currency derivative to hedge against potential commodity or currency fluctuation.

**B12. Disclosure of gains/losses arising from fair value changes of financial liabilities**

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 September 2017 and 31 December 2016 other than the derivatives as disclosed in Note B10 above.

**B13. Breakdown of realised and unrealised profits or losses**

The breakdown of the revenue reserves of the Group as at 30 September 2017 and 31 December 2016 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 24 March 2010, prepared in accordance with *Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses* in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	<b>Current quarter ended 30 September 2017 RM’000</b>	<b>Previous financial year ended 31 December 2016 RM’000</b>
Total revenue reserves of the Company and its subsidiaries:		
Realised	76,576	97,014
Unrealised	18,492	30,758
	<u>95,068</u>	<u>127,772</u>
Less: Consolidation adjustments	(70)	(270)
Revenue reserves as per financial statements	<u>94,998</u>	<u>127,502</u>

**B14. Auditors’ report on preceding annual financial statements**

The auditors’ report on the financial statements for the year ended 31 December 2016 was not qualified.



**SARAWAK CABLE BERHAD**  
**(456400-V)**  
**(Incorporated in Malaysia)**

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B15. Authorised for issue**

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 November 2017.

By order of the Board

Teoh Wen Jinq  
Company Secretary  
30 November 2017