

PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

	Note	Individual Quarter		Cumulative Period	
		Current	Preceding	Current	Preceding
		Year Quarter 30/9/2016 RM'000	Year Quarter 30/9/2015 RM'000	Year To Date 30/9/2016 RM'000	Year To Date 30/9/2015 RM'000
Revenue		17,840	16,133	107,356	91,162
Cost of sales		(11,962)	(5,776)	(81,820)	(63,287)
Gross profit		5,878	10,357	25,536	27,875
Other income		372	1,037	2,437	3,276
		6,250	11,394	27,973	31,151
Administrative expenses		(5,193)	(5,075)	(16,944)	(14,722)
Other expenses		(326)	(434)	(1,161)	(1,338)
Finance costs		-	(26)	(58)	(133)
Profit before taxation	B5	731	5,859	9,810	14,958
Income tax expense	B6	-	(1,002)	(2,335)	(1,002)
Profit after taxation		731	4,857	7,475	13,956
Other comprehensive income		-	-	-	-
Total comprehensive income for the financial period		731	4,857	7,475	13,956
Profit after taxation attributable to:-					
- Owners of the Company		731	5,021	7,475	14,120
- Non-controlling interest		-	(164)	-	(164)
		731	4,857	7,475	13,956
Total comprehensive income attributable to:					
- Owners of the Company		731	5,021	7,475	14,120
- Non-controlling interest		-	(164)	-	(164)
		731	4,857	7,475	13,956
Earnings Per Share attributable to owners of the Company (Sen)					
- Basic	B12	0.15	1.04	1.54	2.92
- Diluted		N/A	N/A	N/A	N/A

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016

	Note	Unaudited As at 30/9/2016 RM'000	Audited As at 31/12/2015 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		12,017	12,964
Development costs		5,978	5,221
Deferred tax assets		1,154	1,154
		19,149	19,339
CURRENT ASSETS			
Inventories		1,914	1,755
Trade receivables		59,959	31,452
Amount owing by contract customer		19,779	15,747
Other receivables, deposits and prepayments		8,202	6,654
Short-term investments		44,023	40,977
Cash and bank balances		36,024	87,797
Current tax assets		608	636
		170,509	185,018
TOTAL ASSETS		189,658	204,357
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Trade payables		13,689	15,723
Other payables and accruals		11,213	15,925
Borrowings		-	92
Current tax liabilities		-	1,267
		24,902	33,007
NET CURRENT ASSETS		145,607	152,011
NON-CURRENT LIABILITIES			
Borrowings		-	623
Deferred tax liabilities		1,173	1,173
		1,173	1,796
TOTAL LIABILITIES		26,075	34,803
NET ASSETS		163,583	169,554
EQUITY			
Share capital		48,400	48,400
Share premium		74,712	74,712
Treasury Shares		(2,572)	(1,203)
Merger deficit		(14,212)	(14,212)
Non-controlling interest		295	295
Retained profits	B11	56,960	61,562
TOTAL EQUITY		163,583	169,554
TOTAL LIABILITIES & EQUITY		189,658	204,357
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)		33.80	35.03

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

**PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGE IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016**

	Non-distributable				Distributable		Total Equity	
	Share Capital	Share Premium	Treasury shares	Merger Deficit	Retained Profits	Attributable to owners of the Company	Non-controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 31 December 2014/1 January 2015	48,400	74,712	-	(14,212)	60,053	168,953	-	168,953
Profit after taxation / Total comprehensive income	-	-	-	-	17,226	17,226	(195)	17,031
Transaction with owners of the Company:-								
-Purchase of treasury shares	-	-	(1,203)	-	-	(1,203)	-	(1,203)
-Dividends paid	-	-	-	-	(15,717)	(15,717)	-	(15,717)
Changes in ownership interest in subsidiary that do not result in loss of control	-	-	(1,203)	-	(15,717)	(16,920)	-	(16,920)
Total transaction with owners of the Company	-	-	(1,203)	-	(15,717)	(16,920)	490	490
At 31 December 2015	48,400	74,712	(1,203)	(14,212)	61,562	169,259	295	169,554
Profit after taxation / Total comprehensive income	-	-	-	-	7,475	7,475	-	7,475
Transaction with owners of the Company:-								
-Dividends paid	-	-	-	-	(12,077)	(12,077)	-	(12,077)
-Purchase of treasury shares	-	-	(1,369)	-	-	(1,369)	-	(1,369)
Total transaction with owners of the Company	-	-	(1,369)	-	(12,077)	(13,446)	-	(13,446)
At 30 September 2016	48,400	74,712	(2,572)	(14,212)	56,960	163,288	295	163,583

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

PRESTARIANG BERHAD (922260-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

	Current Year To Date 30/9/2016 RM'000	Preceding Year To Date 30/9/2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	9,810	14,958
Adjustments for:		
Depreciation of property and equipment	1,260	1,333
Fair value on short term investment	(1,046)	-
Profit income received from deposits with licensed islamic banks	(14)	-
Interest expense	-	12
Interest income	(2,016)	(2,775)
Operating profit before working capital changes	<u>7,994</u>	<u>13,528</u>
Operating profit before working capital changes:-		
Changes in inventories	(159)	(3,978)
Changes in trade and other receivables	(30,056)	(57,012)
Amount owing by contract customers	(4,031)	(8,195)
Changes in trade and other payables	(6,747)	18,145
CASH USED IN OPERATING ACTIVITIES	<u>(32,999)</u>	<u>(37,512)</u>
Interest paid	-	(12)
Income tax paid	(3,574)	(1,227)
NET CASH USED IN OPERATING ACTIVITIES	<u>(36,573)</u>	<u>(38,751)</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
Acquisition of equity interest in a subsidiary by a non-controlling interest	-	490
Purchase of property and equipment	(313)	(1,247)
Profit income received from deposits with licensed islamic banks	14	-
Interest received	2,016	2,775
Development costs paid	(758)	(1,575)
Purchase of short term investments	(5,000)	16,426
Short term investment withdrawal	3,000	-
NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES	<u>(1,041)</u>	<u>16,869</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase obligation	-	(100)
Repayment of term loan	(715)	(134)
Dividends paid	(12,077)	(10,883)
Acquisition of treasury shares by the Company	(1,369)	(1,203)
NET CASH USED IN FINANCING ACTIVITIES	<u>(14,161)</u>	<u>(12,320)</u>
Net decrease in cash and cash equivalents	(51,775)	(34,202)
Cash and cash equivalents at beginning of the financial period	85,099	106,431
CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD	<u>33,324</u>	<u>72,229</u>
CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD COMPRISES THE FOLLOWING:-		
Cash and bank balances	3,551	10,191
Deposits with licensed banks	32,473	62,038
	<u>36,024</u>	<u>72,229</u>
Less: Deposits pledged with licensed banks	(2,700)	(2,419)
	<u>33,324</u>	<u>69,810</u>

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying notes attached to the interim financial statements.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

NOTES TO THE INTERIM FINANCIAL REPORT

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

A1. BASIS OF PREPARATION

The unaudited interim financial statements (Report) have been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad for the Main Board. This Report also complies with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standards Board (IASB).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial period ended 31 December 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2015.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group’s audited financial statements for the financial year ended 31 December 2015, except for the adoption of the following Amendments to Standards during the current year period:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 5	Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements 2012-2014 Cycle)
Amendments to MFRS 7	Financial Instruments: Disclosures (Annual Improvements 2012-2014 Cycle)
Amendments to MFRS 10	Consolidated Financial Statements, MFRS 12, Disclosure of Interests in Other Entities and MFRS 128, Investments in Associates and Joint Ventures – Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 11	Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 101	Presentation of Financial Statements – Disclosure Initiative
Amendments to MFRS 116	Property, Plant and Equipment and MFRS 138, Intangible Assets – Clarification of acceptable Methods of Depreciation and Amortisation

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

A2. CHANGES IN ACCOUNTING POLICIES (CONT'D)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016 (Cont'd)

Amendments to MFRS 119	Employee Benefits (Annual Improvements 2012-2014 Cycle)
Amendments to MFRS 127	Separate Financial Statements – Equity Method in Separate Financial Statements
Amendments to MFRS 134	Interim Financial Reporting (Annual Improvements 2012-2014 Cycle)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

Amendments to MFRS 107	Statement of Cash Flows – Disclosure Initiative
Amendments to MFRS 112	Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

MFRS 9	Financial Instruments (2014)
MFRS 15	Revenue from Contracts with Customers

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

MFRS 16	Leases
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The adoption of the above standards and amendments are not expected to have any material financial impact to the Group upon their first.

A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2015 was not qualified.

A4. SEASONAL OR CYCLICAL FACTORS

The Academy segment in particular *Program Pentauliahan Profesional (3P)* and Roles Based Training Civil Servant on ICT (RBTCS) for participating Malaysia public higher institutions and civil servants respectively. The delivery of the programmes in particular 3P was based on the pre agreed schedules of the participating institutions and may experience high in activities during the semester breaks.

A5. UNUSUAL NATURE

There were no material unusual items or events that affecting the assets, liabilities, equity, net income or cash flow during the current financial quarter

**PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016**

A6. CHANGES IN ESTIMATES

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

A7. CHANGES IN DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter.

A8. VALUATION OF PROPERTY AND EQUIPMENT

There was no valuation of the property and equipment in the current financial quarter.

A9. CAPITAL COMMITMENT

Capital commitment for development costs not provided for in the condensed report as at the end of the financial period was as follows:

	Approved but not contracted for RM'000
Development costs	<u>3,910</u>

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

A10. DIVIDENDS PAID

	9 months ended	
	30/9/2016	30/9/2015
	RM'000	RM'000
In respect of the financial year ended 31 December 2014:		
- declared a fourth interim tax-exempt dividend of 0.5 sen per ordinary share	-	2,420
In respect of the financial year ended 31 December 2015:		
- declared as first interim tax-exempt dividend of 0.75 sen per ordinary share	-	3,630
- declared as second interim tax-exempt dividend of 1.0 sen per ordinary share	-	4,833
- declared as fourth interim tax-exempt dividend of 1.0 sen per ordinary share	4,833	-
In respect of the financial year ended 31 December 2016:		
- declared a first interim tax-exempt dividend of 0.75 sen per ordinary share	3,623	-
- declared a second interim tax-exempt dividend of 0.75 sen per ordinary share	3,621	-
Total dividends paid	12,077	10,883

A11. SEGMENTAL INFORMATION

The Group's business segments are reflecting the Group's internal reporting structure as follow:

- a) Software & Services and Academy - distribution and managing the software licensing and providing the ICT and O&G training and certification.
- b) Education – devoted to provide specialised computer science and engineering education. It offers computer studies ranges from foundation, degree and post graduate masters and PHD.
- c) Employment services – Human resource management services for foreign workers' recruitment and documentation services.
- d) Others – Comprise the holding company which involved in activity of investment holding and its subsidiary companies.

**PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

A11. SEGMENTAL INFORMATION (CONT'D)

	RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2016						RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2015					
	Software & Services and Academy RM'000	Education RM'000	Employment Services RM'000	Others RM'000	Segment Elimination RM'000	Inter-Segment Consolidated RM'000	Software & Services and Academy RM'000	Education RM'000	Employment Services RM'000	Others RM'000	Segment Elimination RM'000	Inter-Segment Consolidated RM'000
By operating segment												
Operating revenue	15,842	707	1,291	3,621	(3,621)	17,840	15,489	606	38	4,833	(4,833)	16,133
Other Income	250	5	-	117	-	372	225	5	-	807	-	1,037
Direct costs	(10,371)	(613)	(978)	-	-	(11,962)	(4,941)	(820)	-	(15)	-	(5,776)
Segment profit	5,721	99	313	3,738	(3,621)	6,250	10,773	(209)	38	5,625	(4,833)	11,394
Overheads	(2,672)	(1,744)	(207)	(896)	-	(5,519)	(2,999)	(1,113)	(148)	(1,275)	-	(5,535)
Profit before taxation	3,049	(1,645)	106	2,842	(3,621)	731	7,774	(1,322)	(110)	4,350	(4,833)	5,859
Income tax expense	-	-	-	-	-	-	(1,002)	-	-	-	-	(1,002)
Profit for the period	3,049	(1,645)	106	2,842	(3,621)	731	6,772	(1,322)	(110)	4,350	(4,833)	4,857
Attributable to:												
- Owners of the company	3,049	(1,645)	106	2,842	(3,621)	731	6,772	(1,322)	(110)	4,514	(4,833)	5,021
- Non-controlling interest	-	-	-	-	-	-	-	-	-	(164)	-	(164)
Profit for the period	3,049	(1,645)	106	2,842	(3,621)	731	6,772	(1,322)	(110)	4,350	(4,833)	4,857

**PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

A11. SEGMENTAL INFORMATION (CONT'D)

	RESULTS FOR 9 MONTHS ENDED 30 SEPTEMBER 2016					RESULTS FOR 9 MONTHS ENDED 30 SEPTEMBER 2015						
	Software & Services Academy RM'000	Education RM'000	Employment Services RM'000	Others RM'000	Inter-Segment Elimination RM'000	Consolidated RM'000	Software & Services Academy RM'000	Education RM'000	Employment Services RM'000	Others RM'000	Inter-Segment Elimination RM'000	Consolidated RM'000
By operating segment												
Operating revenue	102,448	1,843	3,065	12,077	(12,077)	107,356	89,507	1,617	38	10,883	(10,883)	91,162
Other Income	1,694	29	-	714	-	2,437	1,181	8	-	2,087	-	3,276
Direct costs	(77,559)	(2,055)	(2,206)	-	-	(81,820)	(60,833)	(2,439)	-	(15)	-	(63,287)
Segment profit	26,583	(183)	859	12,791	(12,077)	27,973	29,855	(814)	38	12,955	(10,883)	31,151
Overheads	(10,487)	(4,595)	(563)	(2,518)	-	(18,163)	(9,301)	(3,459)	(345)	(3,088)	-	(16,193)
Profit before taxation	16,096	(4,778)	296	10,273	(12,077)	9,810	20,554	(4,273)	(307)	9,867	(10,883)	14,958
Income tax expense	(2,335)	-	-	-	-	(2,335)	(1,002)	-	-	-	-	(1,002)
Profit for the period	13,761	(4,778)	296	10,273	(12,077)	7,475	19,552	(4,273)	(307)	9,867	(10,883)	13,956
Attributable to:												
- Owners of the company	13,761	(4,778)	296	10,273	(12,077)	7,475	19,552	(4,273)	(307)	10,031	(10,883)	14,120
- Non-controlling interest	-	-	-	-	-	-	-	-	-	(164)	-	(164)
Profit for the period	13,761	(4,778)	296	10,273	(12,077)	7,475	19,552	(4,273)	(307)	9,867	(10,883)	13,956

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

A12. MATERIAL EVENTS SUBSEQUENT TO THE END OF INTERIM PERIOD

In the opinion of the Board of Directors, there were no items, transactions or events of a material and unusual nature that have arisen since 30 September 2016 to the date of this announcement which would substantially affect the financial results of the Group for the three months ended that have not been reflected in the condensed financial statements except as disclosed below:-

On 18 November 2016, the Company received a letter from the Government of Malaysia via Ministry of Home Affairs to confirm that the Cabinet has approved for the Company to implement 'Sistem Kawalan & Imigresen Nasional' ("SKIN"), a comprehensive and integrated technology platform to modernize the core applications and infrastructure of the national immigration system with the objective to enhance the national security.

The concession period is for fifteen (15) years and it consists of three (3) years of building and development phase and twelve (12) years of maintenance and technical operation phase, with an average annual payment of RM294.7 million from year 4 to year 15. The commencement date is subject to the finalization of the terms and conditions of the agreement to be mutually agreed between the parties.

A13. CHANGES IN COMPOSITION OF THE GROUP

There were no other changes in the composition of the Group during the current financial quarter.

A14. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Group has no significant transactions with the related parties during the periods under review.

**PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

NOTES TO THE INTERIM FINANCIAL REPORT

**PART B – ADDITIONAL INFORMATION AS REQUIRED BY MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD
(PART A OF APPENDIX 9B)**

**B1. OPERATING SEGMENTS REVIEW
3Q16 vs. 3Q15**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Quarter 30/9/2016 RM'000	Preceding Year Quarter 30/9/2015 RM'000	Variance RM'000 (%)	Current Year to Date 30/9/2016 RM'000	Preceding Year to Date 30/9/2015 RM'000	Variance RM'000 (%)
<u>Segmental Revenue:</u>						
Software & Services and Academy	12,042	6,970	5,072 73%	94,625	69,229	25,396 37%
- Software & Services	3,800	8,519	(4,719) -55%	7,823	20,278	(12,455) -61%
- Academy	15,842	15,489	353 2%	102,448	89,507	12,941 14%
Education	707	606	101 17%	1,843	1,617	226 14%
Employment services	1,291	38	1,253 >100%	3,065	38	3,027 >100%
Others	3,621	4,833	(1,212) -25%	12,077	10,883	1,194 11%
Inter-segment Elimination	21,461	20,966	495 2%	119,433	102,045	17,388 17%
Group	(3,621)	(4,833)		(12,077)	(10,883)	
	17,840	16,133	1,707 11%	107,356	91,162	16,194 18%
<u>Profit Before Taxation</u>						
Software & Services and Academy	3,049	7,774	(4,725) -61%	16,096	20,554	(4,458) -22%
Education	(1,645)	(1,322)	(323) 24%	(4,778)	(4,273)	(505) 12%
Employment Services	106	(110)	216 >-100%	296	(307)	603 >-100%
Others	2,842	4,350	(1,508) -35%	10,273	9,867	406 4%
Inter-segment Elimination	(3,621)	(4,833)		(12,077)	(10,883)	
Group	731	5,859	(5,128) -88%	9,810	14,958	(5,148) -34%

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

B1. OPERATING SEGMENTS REVIEW (CONT'D)

3Q16 vs. 3Q15 (cont'd)

The Group's revenue for the current quarter of RM17.8 million was 11% or RM1.7 million higher than the corresponding quarter last year of RM16.1 million. The moderate higher revenue was mainly contributed by lower margin business segment; Software & Services namely MLA 2.0. This has resulted overall lower Group margin.

The Group's PBT for the current quarter of RM0.7 million lower by RM5.1 million as compared to RM5.8 million in the corresponding quarter last year. The lower PBT was mainly due to lower profit margin contribution from Software & Services.

YTD16 vs. YTD15

The Group's revenue for YTD16 was RM107.3 million, higher by RM16.2 million or 18% compared to RM91.1 million in YTD15. The revenue for YTD16 was higher mainly due to higher contribution for Software & Services segment as explained above.

The Group's PBT for YTD16 was RM9.8 million, lower by RM5.1 million or 34%. Lower PBT was mainly due to flow through of higher revenue contribution from lower margin Software & Services segment.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

3Q16 vs. 2Q16

	Current Quarter 30/9/2016 RM'000	Immediate Preceding Quarter 30/6/2016 RM'000	Variance	
			RM'000	(%)
<u>Segmental Revenue:</u>				
Software & Services and Academy				
- Software & Services	12,042	45,878	(33,836)	-74%
- Academy	3,800	1,018	2,782	>100%
	15,842	46,896	(31,054)	-66%
Education	707	515	192	37%
Employment services	1,291	1,413	(122)	-9%
Others	3,621	3,623	(2)	0%
	21,461	52,447	(30,986)	-59%
Inter-segment Elimination	(3,621)	(3,623)		
Group	17,840	48,824	(30,984)	-63%
<u>Profit Before Taxation</u>				
Software & Services and Academy	3,049	6,826	(3,777)	-55%
Education	(1,645)	(1,643)	(2)	0%
Employment services	106	209	(103)	-49%
Others	2,842	3,259	(417)	-13%
Inter-segment Elimination	(3,621)	(3,623)		
Group	731	5,028	(4,297)	-85%

The Group's revenue for the current quarter of RM17.8 million was 63% or RM31.0 million lower than the preceding quarter of RM48.8 million. Lower revenue was mainly due to lower contribution from Software & Services segment.

The Group recorded lower PBT for the current quarter of RM0.7 million, 85% or RM4.3 million lower than the preceding quarter. The lower PBT was due to net effect of lower revenue contribution from Software & Services segment.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

B3. PROSPECTS

With the continuous investment made to realise the strategic projects to transform the business, the Group is expected to continue its positive performance. The Board of Directors is confident that for the financial year ending 2016, the Group will remain profitable.

B4. VARIANCE ON PROFIT FORECAST/PROFIT GUARANTEE

The Group did not issue any profit forecast or profit estimate previously in any public document.

B5. PROFIT BEFORE TAXATION

Profit before taxation is derived after taking into consideration of the following:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	<u>Quarter</u>	<u>Quarter</u>	<u>To Date</u>	<u>To Date</u>
	<u>30/9/2016</u>	<u>30/9/2015</u>	<u>30/9/2016</u>	<u>30/9/2015</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Interest income	(480)	(895)	(2,016)	(2,775)
Other income including investment income	-	-	-	-
Interest expense	-	2	-	12
Depreciation and amortisation	326	429	1,161	1,333
Provision for and write off receivables	-	-	-	-
Provision for and write off inventories	-	-	-	-
(Gain) or loss on disposal of quoted or unquoted investment or properties	-	-	-	-
Impairment of assets	-	-	-	-
Foreign exchange loss/(gain)	112	50	(390)	260
(Gain) or loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

B6. TAXATION

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year To</u>	<u>Preceding Year To</u>
	<u>30/9/2016</u>	<u>30/9/2015</u>	<u>30/9/2016</u>	<u>30/9/2015</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia tax:				
- for the current year	-	-	2,942	-
- overprovision in the previous financial year	-	-	(607)	-
	<u>-</u>	<u>-</u>	<u>2,335</u>	<u>-</u>

B7. STATUS OF CORPORATE PROPOSAL

The Group has no significant corporate proposal during the periods under review except as disclosed below:-

Transfer of 30 Percent Shares in Prestariang Education Sdn Bhd ("PESB")

On 19 November 2014, Prestariang had accepted the terms of Letter of Intent ("LOI") from Majlis Amanah Rakyat ("MARA") expressing MARA's intention to acquire thirty percent (30%) interest in Prestariang Education Sdn Bhd (PESB), a wholly owned subsidiary of Prestariang Berhad, the entity that established University Malaysia of Computer Science & Engineering ("UniMy").

During the period under review, the Company is still awaiting the approval by the relevant authorities.

B8. MATERIAL LITIGATION

There was no material litigation as at the date of issuance of this quarterly report.

B9. FAIR VALUE HIERARCHY

There were no transfers between any levels of the fair value hierarchy took place during the current quarter and the comparative period. There was also no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

B10. PROPOSED DIVIDEND

On 23 November 2016, The Board of Directors declared a third interim single-tier exempt dividend of 0.75 sen per ordinary share amounting to RM3,621,000 in respect of the financial year ending 31 December 2016.

PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016

B11. REALISED AND UNREALISED PROFITS

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits below is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities.

	As at 30/9/2016 RM'000	As at 30/9/2015 RM'000
Total retained profits		
- Realised	54,518	60,339
- Unrealised	-	-
	<u>54,518</u>	<u>60,339</u>
Add: Consolidated adjustments	<u>2,442</u>	<u>2,951</u>
Total Group retained earnings as per consolidated accounts	<u>56,960</u>	<u>63,290</u>

B12. EARNINGS PER SHARE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter 30/9/2016	Preceding Year Quarter 30/9/2015	Current Year To Date 30/9/2016	Preceding Year To Date 30/9/2015
Total comprehensive income attributable to owners of the Company (RM'000)	731	5,021	7,475	14,120
Weighted average number of ordinary shares in issue ('000)	484,000	484,000	484,000	484,000
Basic earning per share (sen)	0.15	1.04	1.54	2.92

**PRESTARIANG BERHAD (922260-K)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER
2016**

B13. AUTHORISED FOR ISSUE

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 November 2016.

BY ORDER OF THE BOARD

CHUA SIEW CHUAN (MAICSA 0777689)

PAN SENG WEE (MAICSA 7034299)

Secretaries

Kuala Lumpur

23 November 2016