

PUC FOUNDER (MSC) BERHAD

(Company No: 451734-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/2015 RM('000)	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2014 RM('000)	CURRENT YEAR TO DATE 30/09/2015 RM('000)	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2014 RM('000)
Revenue	5,132	9,194	21,075	37,482
Cost of sales	(2,155)	(4,357)	(10,693)	(20,180)
Gross profit	2,977	4,837	10,382	17,302
Other income	519	7,450	900	8,666
Administrative and general expenses	(2,839)	(8,943)	(8,972)	(17,619)
Operating profit	657	3,344	2,310	8,349
Finance cost	(84)	(250)	(186)	(311)
Profit before taxation	573	3,094	2,124	8,038
Taxation	(7)	(287)	(7)	(506)
Profit after taxation	566	2,807	2,118	7,532
Other comprehensive income/(loss)	279	44	375	(33)
Other comprehensive income/(loss) for the financial period	279	44	375	(33)
Total comprehensive income	845	2,851	2,493	7,499
PROFIT ATTRIBUTABLE TO				
Owners of the parent	594	2,814	2,212	7,549
Non-controlling interests	(28)	(7)	(95)	(17)
	566	2,807	2,118	7,532
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	873	2,858	2,587	7,516
Non-controlling interests	(28)	(7)	(95)	(17)
	845	2,851	2,493	7,499
Weighted average number of ordinary shares in issue ('000)	1,064,334	848,516	1,064,371	848,516
Earnings per share (sen)				
(a) Basic	0.06	0.33	0.21	0.89
(b) Fully diluted	0.05	NA	0.19	NA

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

PUC FOUNDER (MSC) BERHAD

(Company No: 451734-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2015

	Unaudited As At 30/09/2015 RM('000)	Audited As At 31/12/2014 RM('000)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	7,591	1,318
Software development expenditure	10,210	10,912
Intangible assets	49,942	50,011
Investments in associates	-	-
Other investments	1	1
Deferred tax assets	143	142
Trade receivables	3,313	3,313
	<u>71,200</u>	<u>65,697</u>
CURRENT ASSETS		
Inventories	20	23
Trade receivables	43,452	41,795
Other receivables, deposits and prepayments	13,620	5,672
Tax recoverable	268	39
Amount owing by ultimate holding company	498	587
Fixed deposits with licensed banks	1,436	17,754
Cash and bank balances	12,637	7,198
	<u>71,931</u>	<u>73,068</u>
TOTAL ASSETS	<u>143,131</u>	<u>138,765</u>
EQUITY AND LIABILITIES		
Share capital	106,581	106,233
Share premium	9,343	9,274
Exchange translation reserve	(557)	(932)
Reserve on acquisition	(36,809)	(36,809)
Warrant reserve	16,718	16,718
Other reserves	(14,763)	(14,747)
Retained earnings	47,736	45,523
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT	<u>128,249</u>	<u>125,260</u>
Non-controlling interests	3	96
TOTAL EQUITY	<u>128,252</u>	<u>125,356</u>
NON-CURRENT LIABILITIES		
Finance lease liability	4,620	103
Deferred tax liabilities	9	9
	<u>4,629</u>	<u>112</u>
CURRENT LIABILITIES		
Trade payables	2,634	5,667
Other payables and accrued expenses	5,822	6,554
Amount owing to ultimate holding company	-	189
Finance lease liability	100	58
Bank overdraft	1,618	594
Tax payable	76	235
TOTAL CURRENT LIABILITIES	<u>10,250</u>	<u>13,297</u>
TOTAL LIABILITIES	<u>14,879</u>	<u>13,409</u>
TOTAL EQUITY AND LIABILITIES	<u>143,131</u>	<u>138,765</u>
Net assets per share attributable to owners of the parent (sen)	<u>12.03</u>	<u>11.79</u>

* The cost of investments in associates are less than RM1,000.

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

PUC FOUNDER (MSC) BERHAD

(Company No: 451734-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

	Share Capital	Share Premium	Preference Shares	Exchange Translation Reserve	Reserve on Acquisition	Other Reserves	Warrants Reserves	Retained Earnings	Total	Non- controlling Interests	Total Equity
	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)
Balance as at 1 January 2015	106,233	9,274	-	(932)	(36,809)	(14,747)	16,718	45,523	125,260	96	125,355
Issuance of shares via exercise of Employees' Share Option Scheme	348	69	-	-	-	-	-	-	417	-	417
Arising from Reverse Acquisition Exercise	-	-	-	-	-	(15)	-	-	(15)	3	(12)
Profit for the period	-	-	-	-	-	-	-	2,212	2,212	(95)	2,118
Other comprehensive income	-	-	-	375	-	-	-	-	375	-	375
Total comprehensive income for the period	-	-	-	375	-	-	-	2,212	2,587	(95)	2,493
Balance as at 30 September 2015	106,581	9,343	-	(557)	(36,809)	(14,763)	16,718	47,736	128,249	3	128,252

FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2014

	Share Capital	Share Premium	Preference Shares	Exchange Translation Reserve	Reserve on Acquisition	Other Reserves	Retained Earnings	Total	Non- controlling Interests	Total Equity
	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)	RM('000)
Balance as at 1 January 2014	84,504	18,833	-	(1)	-	-	(507)	102,829	-	102,829
Issuance of shares via private placements	4,760	5,338	-	-	-	-	-	10,098	-	10,098
Arising from Reverse Acquisition Exercise	-	(3,833)	2,250	(1,004)	(36,809)	1,895	37,605	104	(17)	87
Capital reduction in redeemable convertible preference shares in subsidiary companies	-	-	(2,700)	-	-	-	-	(2,700)	-	(2,700)
Redemption of redeemable convertible cumulative preference shares in a subsidiary company	-	-	450	-	-	(900)	-	(450)	-	(450)
Profit for the period	-	-	-	-	-	-	7,549	7,549	(17)	7,532
Other comprehensive income	-	-	-	(33)	-	-	-	(33)	-	(33)
Total comprehensive income for the financial period	-	-	-	(33)	-	-	7,549	7,516	(17)	7,499
Balance as at 30 September 2014	89,264	20,338	-	(1,038)	(36,809)	995	44,647	117,397	(34)	117,363

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read
in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014 and
the accompanying explanatory notes attached to the interim financial statements)

PUC FOUNDER (MSC) BERHAD

(Company No: 451734-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

	9 MONTHS ENDED 30/09/2015 RM('000)	9 MONTHS ENDED 30/09/2014 RM('000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,124	8,038
Adjustments for:		
Amortisation of intangible assets	745	804
Depreciation of property, plant and equipment	461	491
Inventories written off	-	1,020
Impairment on trade receivables	1,392	4,844
Loss on disposal of property, plant and equipment	22	3
(Gain) / Loss on unrealised foreign exchange	(4)	5
Interest income	(222)	(56)
Interest expense	186	311
Net gain on disposal of a subsidiary	(127)	(12)
Preference shares capital and related liabilities written off	-	(6,423)
Operating profit before working capital changes	<u>4,577</u>	<u>9,025</u>
Changes in working capital:		
Net change in current assets	(10,792)	(5,251)
Net change in current liabilities	<u>(3,683)</u>	<u>(6,471)</u>
Cash used in operations	<u>(9,898)</u>	<u>(2,697)</u>
Interest received	222	56
Tax paid	<u>(392)</u>	<u>(543)</u>
Net cash used in operating activities	<u>(10,068)</u>	<u>(3,184)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,109)	(429)
Proceeds from disposal of property, plant and equipment	28	153
Placement on fixed deposit	-	265
Acquisition of subsidiaries, net of cash acquired	-	2,520
Disposal of subsidiary, net of cash disposed off	3	-
Net cash (used in)/from investing activities	<u>(2,078)</u>	<u>2,509</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(186)	(311)
Repayment of finance lease liability	(116)	(41)
Proceeds from issuance of shares under private placements (Note B6)	-	10,098
Proceeds from issuance of shares under ESOS & Warrants	417	-
Net cash from financing activities	<u>115</u>	<u>9,746</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(12,031)	9,071
EFFECTS OF EXCHANGE RATE CHANGES	128	-
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	22,532	5,383
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>10,629</u>	<u>14,454</u>
Cash & cash equivalents at the end of the financial period comprise:		
Cash and bank balances	12,637	16,015
Fixed deposits with licensed banks	1,436	1,750
Bank overdraft	<u>(1,618)</u>	<u>(1,561)</u>
	<u>12,456</u>	<u>16,204</u>
Less: Fixed deposits pledged to licensed banks	<u>(1,827)</u>	<u>(1,750)</u>
	<u>10,629</u>	<u>14,454</u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

PUC FOUNDER (MSC) BERHAD

(Company No: 451734-A)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015 NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED ("FPE") 30 SEPTEMBER 2015

A. EXPLANATORY NOTES

A1 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Chapter 9, Part K Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements of PUC Founder (MSC) Berhad ("PUCF") and its subsidiaries ("Group") for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial report.

A2 Changes in Accounting Policy

The accounting policies and methods of computation adopted by the Group in these unaudited condensed consolidated financial statements are consistent with those of the annual audited financial statements for the financial year ended 31 December 2014.

The adoption of the following MFRS that came into effect on 1 January 2015 did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

Amendments to MFRS 119 Defined Benefits Plans: Employee Contribution
Annual Improvements to MFRSs 2010 - 2012 Cycle
Annual Improvements to MFRSs 2011 - 2013 Cycle

A3 Audit report of preceding annual financial statements

There were no audit qualifications to the annual audited financial statements of the Group for the financial year ended 31 December 2014.

A4 Seasonal or cyclical factors

The business operations of the Group were not significantly affected by seasonal or cyclical factors during the financial period under review.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

Save for the following, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current financial quarter and financial period-to-date under review :-

a) The Group has provided allowance of RM0.4 million for impairment on its trade receivables during the current financial quarter.

A6 Material changes in estimates

Not applicable as there were no estimates reported by PUCF in the prior financial years.

A7 Debt and equity securities

On 7 October 2015, the Group had announced that all the outstanding Employees' Share Option Scheme ("ESOS") options granted pursuant to the ESOS has been cancelled upon mutual agreement with the respective ESOS option holders.

A8 Dividends

There were no dividends declared or paid in the current financial quarter under review.

A9 Segmental information

The Group's segmental revenue and profit/(loss) after taxation for the financial period under review is as follows:-

	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/09/2015 RM('000)	30/09/2014 RM('000)	30/09/2015 RM('000)	30/09/2014 RM('000)
Revenue				
Business Segment				
Biometrics	404	2,516	753	10,701
Advertising & Media	4,623	6,551	19,940	26,237
Financial Services	105	127	382	544
	<u>5,132</u>	<u>9,194</u>	<u>21,075</u>	<u>37,482</u>
Profit/(loss) after taxation				
Business Segment				
Biometrics	(725)	(328)	(2,394)	346
Advertising & Media	1,568	3,901	5,074	8,201
Financial Services	(276)	(766)	(562)	(1,015)
	<u>566</u>	<u>2,807</u>	<u>2,118</u>	<u>7,532</u>

A10 Valuation of property, plant and equipment

The Group has not carried out valuation on its property, plant and equipment reported in the current financial quarter under review.

A11 Capital commitments

The Group does not have any material capital commitments in respect of property, plant and equipment as at the end of the current financial quarter under review.

A12 Material events subsequent to the end of the quarter

The following are the material events subsequent to the current financial quarter under review :-

- (i) On 4 August 2015, the Company announced the proposed rights issue of ICULS diversification of the existing business of PUCF Group to include the provision of energy utility services.
On 12 October 2015, the Company announced the revised Proposed renounceable Rights Issue of Irredeemable Convertible Unsecured Loan Stocks ("ICULS") with Warrants into the Proposed Rights Issue of ICULS with Warrants as follows:
The revision entailed the proposed renounceable rights issue of up to RM83,901,476.75 nominal value of three (3)-year, 4%, ICULS at 100% of the nominal value of RM0.05 each on the basis of twenty eight (28) RM0.05 nominal value of the Rights ICULS for every twenty (20) existing PUCF Shares held by the entitled shareholders of PUCF on an entitlement date to be determined later together with up to 419,507,384 Warrants-B on the basis of seven (7) Warrants-B for every twenty eight (28) Rights ICULS subscribed.

A13 Changes in the composition of the Group

- (i) On 10 December 2014, RH Media Group Sdn. Bhd. entered into a conditional sale of shares agreement to dispose of its entire equity interest in Redhot Media International (China) Co Ltd, a wholly-owned subsidiary company of PUCF, for a cash consideration of USD146,790. As at the date of this report, the completion of this agreement is subject to the approval of the Foreign Trade & Economy Commission of The People's Republic of China.
- (ii) On 24 June 2015, Redhot Media International (Shanghai) Co Ltd, an indirect wholly-owned subsidiary of PUCF, commenced a member's voluntary winding-up in accordance with the laws of The People's Republic of China. The winding-up is part of the restructuring and re-alignment of the existing business exercise of PUCF and the voluntary winding-up process is still on going as at the date of this report.
- (iii) On 21 August 2015, the Group announced that MaxGreen Energy Sdn Bhd (formerly known as Ausscar Group Sdn Bhd), a wholly-owned subsidiary of PUCF, entered into a sale of shares agreement for the disposal of its entire equity interest comprising 70,000 shares of RM1.00 each in Ausscar Academy Sdn Bhd ("AASB"), representing 70% of the equity interest in AASB, to Ching Lye Peng and Yap Moy Moy ("Disposal of AASB"). Subsequently on 28 August 2015, the Company announced for the completion of Disposal of AASB.
- (iv) On 1st September 2015, the group reorganised its group structure by acquiring the entire equity interest in Founder Qube Sdn Bhd, RedHot Media Sdn Bhd and EPP Solution Sdn Bhd, a wholly-owned subsidiary of PUCF for a total consideration of RM7.19 million. Subsequently, Red Media Asia Ltd disposed its wholly owned subsidiary Founder Energy Sdn Bhd (formerly known as Redhot Media Group Sdn Bhd) to Founder Energy Global Limited (formerly known as RedHot Media (HK) Limited) for a total consideration of RM9.32 million.
Following the Internal Reorganisation, Founder Qube Sdn Bhd, RedHot Media Sdn Bhd and EPP Solution Sdn Bhd becomes a wholly-owned subsidiary of PUCF and Founder Energy Sdn Bhd (formerly known as Redhot Media Group Sdn Bhd) becomes a wholly-owned subsidiary of Founder Energy Global Limited (formerly known as RedHot Media (HK) Limited). The Internal Reorganisation does not result in any gain or loss at the Group level.
- (v) On 23 September 2015, the Group has announced a newly incorporation wholly-owned subsidiary, namely Ausscar Technology Sdn. Bhd. ("ATSB") with the principal activities of e-commerce and software development for financial related services. ATSB has an authorised capital of RM400,000 comprising 400,000 ordinary shares of RM1.00 each and an issued and paid-up capital of RM2.00.
- (vi) On 8 October 2015, the Group has announced that its wholly-owned subsidiary, Face ID Worldwide Sdn Bhd has changed its name to Maxgreen Energy 2 Sdn Bhd with effective on 7 October 2015.
- (vii) On 15 October 2015, the Group has announced that its wholly-owned subsidiary, Redhot Media (HK) Limited has changed its name to Founder Energy Global Limited with effect from 13 October 2015.

A14 Contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets for the current financial quarter under review.

A15 Significant related party transactions

Save as disclosed below, there were no other related party transactions for the current quarter financial year under review:-

	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/09/2015	30/09/2014
	RM('000)	RM('000)
Supply of a GPS-based geographical navigation application programme	1,200	-

B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**B1 Review of performance**

The Group recorded a revenue of RM5.1 million and profit before taxation of RM0.6 million for the current quarter as compared to revenue of RM9.2 million and profit before taxation of RM3.1 million in the preceding year quarter corresponding quarter. The lower revenue was mainly due to decreased revenue contribution from biometric division. In addition, the Group's financial performance was also affected by global economic uncertainties, which include current slower market conditions such as huge depreciation impact on Ringgit Malaysia.

The Group's profit before taxation for the current quarter was RM0.6 million as compared to RM3.1 million in the preceding year quarter corresponding quarter was mainly due to the decrease in profit contributions from biometric and advertising and media segments in the current quarter.

B2 Variation of results against preceding quarter

	CURRENT YEAR QUARTER ENDED 30/09/2015 RM('000)	PRECEDING QUARTER ENDED 30/6/2015 RM('000)	Variance	
			RM('000)	%
Revenue	5,132	7,244	(2,112)	-29%
Profit before taxation	573	416	157	38%

The Group's revenue for the current quarter is RM5.1 million as compared to RM7.2 million in the preceding quarter. The decrease of RM2.1 million or 29% in revenue was mainly due to the decrease in revenue from advertising & media by approximately RM2.5 million and was partially off-set by slight increase in biometrics & electronics publishing by approximately RM0.4 million.

The Group's profit before taxation for the current quarter was RM0.6 million as compared to RM0.4 million profit before taxation in the preceding quarter mainly due to slight decrease in operating costs in current quarter.

B3 Prospects

The Group expects lower revenue contribution from its existing businesses for FYE2015, as compared to FYE2014, as a result of the global economic uncertainties, which include current slower market conditions such as the huge depreciation impact on Ringgit Malaysia.

However, the Board remains cautiously optimistic on the prospects of the Group's businesses in view that it had embarked on enhancing its revenue stream with the addition of the renewable energy business.

Further the Group has also revived the growth and development of its financial services business units which is expected to contribute positively to the Group in 2016.

B4 Profit forecast or profit guarantee

The Group has not issued or disclosed in any public documents any profit forecast or profit guarantee for the current financial quarter under review.

B5 Taxation

	CURRENT YEAR QUARTER 30/09/2015 RM('000)	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2014 RM('000)	CURRENT YEAR TO DATE 30/09/2015 RM('000)	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2014 RM('000)
Income tax				
- Provision for previous and current period	7	287	7	506
Effective tax rate	1%	9%	0%	6%

The effective tax rates of the Group for the current financial quarter and financial period to date were lower than the statutory tax rate of 25%. This was mainly due to certain subsidiaries of PUCF, namely EPP Solution Sdn Bhd and RedHot Media Sdn Bhd, which were granted pioneer status and are exempted from taxation, as well as PUCF's subsidiaries established in British Virgin Islands, namely i.e. AllChina.cn Ltd and Red Media Asia Ltd, which are also not subject to taxation.

B6 Status of corporate proposals

Save as disclosed below, there is no other outstanding corporate proposal which has been announced but not yet completed as at the date of this announcement:

As disclosed in A12, on 12 October 2015, the Company announced the revision would entail the proposed renounceable rights issue of up to RM83,901,476.75 nominal value of three (3)-year, 4%, ICULS at 100% of the nominal value of RM0.05 each on the basis of twenty eight (28) RM0.05 nominal value of the Rights ICULS for every twenty (20) existing PUCF Shares held by the Entitled Shareholders of PUCF on an Entitlement Date to be determined later together with up to 419,507,384 Warrants-B on the basis of seven (7) Warrants-B for every twenty eight (28) Rights ICULS subscribed.

Status of utilisation of proceeds from Private Placement

The status of the utilisation of proceeds arising from the Private Placement as at 6 November 2015 is as follows:-

	Proposed * utilisation RM('000)	Actual Utilisation RM('000)	Deviation		Balance unutilised RM('000)	Expected time frame for utilisation (from the date of completion of Private Placement) within 18 months
			RM('000)	%		
Investment in new businesses	11,408	7,015	-	-	4,393	within 18 months
Working capital	4,370	2,000	-	-	2,370	within 18 months
Actual expenses in relation to this exercise	225	225	-	-	-	within 1 month
	<u>16,003</u>	<u>9,240</u>	<u>-</u>	<u>-</u>	<u>6,763</u>	

Note: *The details of utilisation have been modified to reflect the actual proceeds received.

B7 Borrowings

The Group's borrowings as at 30 September 2015 are as follows: -

	Short term RM('000)	Long term RM('000)	Total RM('000)
Secured			
Bank overdraft	1,618	-	1,618
Finance lease liability	100	4,620	4,720
	<u>1,718</u>	<u>4,620</u>	<u>6,338</u>

B8 Material litigation

The Group does not have any material litigation as at the date of this interim financial report.

B9 Dividends

There were no dividends declared during the current financial quarter under review.

B10 Earnings per share**a. Basic earnings per share**

The basic earnings per share of the Group is calculated by dividing the profit after taxation for the period by the weighted average number of shares is as follows:-

	3 months ended 30 September		Cumulative 9 months ended 30 September	
	2015	2014	2015	2014
Profit attributable to owners of the parent (RM'000)	594	2,814	2,212	7,549
Weighted average number of shares in issue ('000)	1,064,334	848,516	1,064,371	848,516
Basic earnings per share (sen)	<u>0.06</u>	<u>0.33</u>	<u>0.21</u>	<u>0.89</u>

b. Diluted earnings per share

The diluted earnings per share of the Group is calculated by dividing the profit after taxation for the period by the weighted average number of ordinary shares plus the weighted average number of ordinary shares that would be issued on the conversion of convertible securities into ordinary shares is as follows:-

	3 months ended 30 September		Cumulative 9 months ended 30 September	
	2015	2014	2015	2014
Profit attributable to owners of the parent (RM'000)	594	2,814	2,212	7,549
Weighted average number of ordinary shares per basic earnings per share computation ('000)	1,064,334	848,516	1,064,371	848,516
# Effects of conversion of free warrants ('000)	103,740	-	103,740	-
Weighted average number of ordinary shares diluted ('000)	<u>1,168,074</u>	<u>848,516</u>	<u>1,168,111</u>	<u>848,516</u>
Diluted earnings per share (sen)	<u>0.05</u>	<u>0.33</u>	<u>0.19</u>	<u>0.89</u>

Note : # The free warrants are assumed to be exercised converted into ordinary shares respectively.

B11 Breakdown of realised and unrealised profit or losses of the Group

	As at 30/09/2015 RM('000)	As at 31/12/2014 RM('000)
Total retained earnings of the Group		
- Realised	51,239	46,476
- Unrealised	133	134
	<u>51,372</u>	<u>46,610</u>
Less: Consolidation adjustments	(3,636)	(1,087)
Total retained earnings as per consolidated accounts	<u>47,736</u>	<u>45,523</u>

B12 Profit for the period

Profit before taxation is arrived after (crediting)/charging:-

	CURRENT YEAR QUARTER 30/09/2015 RM('000)	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2014 RM('000)	CURRENT YEAR TO DATE 30/09/2015 RM('000)	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2014 RM('000)
Interest expense	84	250	186	311
Interest income	(77)	(24)	(222)	(56)
Depreciation and amortisation	414	410	1,206	1,295
Impairment on trade receivables	382	4,826	1,392	4,844
Inventories written off	-	1,020	-	1,020
Loss on disposal of property, plant and equipment	1	-	22	3
Net gain on disposal of a subsidiary	-	(12)	-	(12)
(Gain)/Loss on unrealised foreign exchange	(133)	(33)	(4)	5
Preference share capital and related liabilities written off	-	(6,423)	-	(6,423)

By Order of the Board

Cindy Lim Seck Wah
SecretaryKuala Lumpur
27 November 2015