

# **BRITE-TECH BERHAD**

Company no. 550212-U  
(Incorporated in Malaysia)

## **UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2013**

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013**

	<----- Individual Quarter ----->		<----- Cumulative Quarters ----->	
	Current Quarter Ended 30.09.2013 (Unaudited) RM'000	Preceding Year Corresponding Quarter Ended 30.09.2012 (Unaudited) RM'000	Current Year-To-Date 30.09.2013 (Unaudited) RM'000	Preceding Year-To-Date 30.09.2012 (Unaudited) RM'000
Revenue	6,394	5,568	17,930	15,898
Operating expenses	(5,280)	(4,502)	(14,779)	(12,666)
Other operating income	43	39	283	118
<b>Profit from operating activities</b>	<b>1,157</b>	<b>1,105</b>	<b>3,434</b>	<b>3,350</b>
Impairment loss of goodwill	-	(300)	-	(900)
Finance income	90	110	274	235
Finance costs	(12)	(8)	(30)	(24)
<b>Profit before tax</b>	<b>1,235</b>	<b>907</b>	<b>3,678</b>	<b>2,661</b>
Taxation	(327)	(304)	(941)	(796)
Profit for the period	908	603	2,737	1,865
Other comprehensive income for the period, net of tax	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>908</b>	<b>603</b>	<b>2,737</b>	<b>1,865</b>
<b>Total comprehensive income for the period</b>				
Owners of the Company	851	544	2,638	1,774
Non-controlling interests	57	59	99	91
	<u>908</u>	<u>603</u>	<u>2,737</u>	<u>1,865</u>
Number of shares in issue ('000)	252,000	252,000	252,000	252,000
Weighted average number of shares ('000)	252,000	252,000	252,000	252,000
<b>Earnings per ordinary share attributable to owners of the Company (sen):</b>				
- Basic	<u>0.34</u>	<u>0.22</u>	<u>1.05</u>	<u>0.70</u>
- Diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012.)

**BRITE-TECH BERHAD (550212-U)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2013**

	As at End of Current Year Quarter 30.09.2013 (Unaudited) RM'000	As at Preceding Financial Year End 31.12.2012 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	20,979	19,999
Investment properties	3,240	3,240
Other investments	152	152
Goodwill on consolidation	1,768	1,768
	<u>26,139</u>	<u>25,159</u>
<b>Current Assets</b>		
Inventories	1,396	1,278
Trade and other receivables	7,387	7,214
Tax recoverable	17	68
Short-term investments	7,398	4,272
Fixed deposits with licensed banks	4,400	7,437
Cash and bank balances	1,753	1,604
	<u>22,351</u>	<u>21,873</u>
<b>TOTAL ASSETS</b>	<u><b>48,490</b></u>	<u><b>47,032</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	25,200	25,200
Reserves	16,785	15,659
	<u>41,985</u>	<u>40,859</u>
Non-controlling interests	707	668
<b>Total Equity</b>	<u><b>42,692</b></u>	<u><b>41,527</b></u>
<b>Non-Current Liabilities</b>		
Long term borrowings (secured)	726	542
Deferred taxation	1,658	1,658
	<u>2,384</u>	<u>2,200</u>
<b>Current Liabilities</b>		
Trade and other payables	2,870	2,845
Amount due to directors	114	103
Bank overdraft	99	-
Short term borrowings (secured)	139	99
Provision for taxation	192	258
	<u>3,414</u>	<u>3,305</u>
<b>Total Liabilities</b>	<u><b>5,798</b></u>	<u><b>5,505</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>48,490</b></u>	<u><b>47,032</b></u>
Net assets per share attributable to owners of the Company (RM)	<u>0.17</u>	<u>0.16</u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013**

	<----- Attributable to owners of the Company ----->						
	<----- Non-distributable----->		<-Distributable ->		Total Shareholders' Equity RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation reserves RM'000	Retained Profits RM'000				
<b><u>9 Months Ended 30 September 2013 (Unaudited)</u></b>							
Balance as at 1 January 2013	25,200	7,334	8,325	40,859	668	41,527	
Total comprehensive income for the financial period	-	-	2,638	2,638	99	2,737	
Dividend paid in respect of financial year ended 31 December 2012	-	-	(1,512)	(1,512)	(60)	(1,572)	
Balance as at 30 September 2013	<u>25,200</u>	<u>7,334</u>	<u>9,451</u>	<u>41,985</u>	<u>707</u>	<u>42,692</u>	
<b><u>9 Months Ended 30 September 2012 (Unaudited)</u></b>							
Balance as at 1 January 2012	25,200	7,359	7,070	39,629	587	40,216	
Total comprehensive income for the financial period	-	-	1,774	1,774	91	1,865	
Dividend paid in respect of financial year ended 31 December 2011	-	-	(1,210)	(1,210)	(60)	(1,270)	
Balance as at 30 September 2012	<u>25,200</u>	<u>7,359</u>	<u>7,634</u>	<u>40,193</u>	<u>618</u>	<u>40,811</u>	

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012.)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013

	9 Months Period Ended 30.09.2013 (Unaudited) RM'000	9 Months Corresponding Period Ended 30.09.2012 (Unaudited) RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	3,678	2,661
Adjustments for:		
Depreciation on property, plant and equipment	588	582
Loss/(Gain) on disposal of property, plant and equipment	1	(2)
Property, plant and equipment written off	34	13
Impairment of goodwill	-	900
Bad debts written off	8	-
Finance costs	30	24
Finance income	(274)	(235)
Impairment loss on trade receivables	64	-
Inventory written off	82	38
Operating profit before working capital changes	<u>4,211</u>	<u>3,981</u>
Changes in working capital:		
Inventories	(200)	143
Trade and other receivables	(245)	(598)
Trade and other payables	36	193
Cash from operations	<u>3,802</u>	<u>3,719</u>
Interest paid	(30)	(24)
Income tax paid	(956)	(838)
<b>Net cash from operating activities</b>	<u>2,816</u>	<u>2,857</u>
<b>Cash flows from investing activities</b>		
Interest received	274	235
Purchase of property, plant and equipment	(1,622)	(716)
Proceeds from disposal of property, plant and equipment	19	296
<b>Net cash used in investing activities</b>	<u>(1,329)</u>	<u>(185)</u>
<b>Cash flows from financing activities</b>		
Drawdown from hire purchase	315	79
Repayments of bank borrowings	(91)	(46)
Dividend paid to owners of the Company	(1,512)	(1,210)
Dividend paid to non-controlling interests	(60)	(60)
<b>Net cash used in financing activities</b>	<u>(1,348)</u>	<u>(1,237)</u>
<b>Net changes in cash and cash equivalents</b>	139	1,435
<b>Cash and cash equivalent at beginning of period</b>	<u>13,313</u>	<u>10,951</u>
<b>Cash and cash equivalent at end of period</b>	<u>13,452</u>	<u>12,386</u>
<b>Cash and cash equivalents comprise the following:</b>		
Short-term investments	7,398	3,985
Fixed deposits with licensed banks	4,400	6,702
Cash and bank balances	1,753	1,746
Bank overdraft	(99)	(47)
<b>Cash and cash equivalents at end of the period</b>	<u>13,452</u>	<u>12,386</u>

**A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 ("MFRS134")**

**A1 Basis of preparation**

The unaudited interim financial statements for the financial period ended 30 September 2013 have been prepared under the historical cost convention except for financial instruments which are stated at fair values in accordance to Malaysian Financial Reporting Standards MFRS139 *Financial Instruments: Recognition and Measurement*.

The unaudited interim financial statements have been prepared in accordance with MFRS134 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The unaudited interim financial statements should be read in conjunction with the audited financial statement for the financial year ended 31 December 2012. 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 2012.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited financial statements for the year ended 31 December 2012, except for the adoption of the following MFRSs, IC interpretation and Amendments to MFRSs during the current financial period:

MFRS 3	Business Combinations
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (revised)
MFRS 127	Consolidated and Separate Financial Statements (revised)
MFRS 128	Investments in Associates and Joint Ventures (revised)
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Amendments to MFRS1	Government Loans
Amendments to MFRS7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS11	Joint Arrangements: Transition Guidance
Amendments to MFRS12	Disclosure of Interest in Other Entities: Transition Guidance
Amendments to MFRS101	Presentation of Items of Other Comprehensive Income
Annual Improvements to IC Interpretations and MFRSs 2009-2011 Cycle	

IC Interpretation 20 is not applicable to the Group and the Company as it is not relevant to the Group's operation. Government Loans (Amendments to MFRS1) has no financial impact to the Group and the Company as the Group and the Company do not hold any government grants or receive any government assistance. The adoption of all the other MFRSs and amendments to MFRSs did not have any financial impact to the Group and the Company.

The following MFRSs and Amendments to MFRSs have been issued by the MASB but are not yet effective to the Group and the Company:

Effective for financial periods beginning on or after 1 January 2014

Amendments to MFRS132	Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS10, 12 and 127	Investment Entities
Amendments to MFRS136	Recoverable Amount Disclosures for Non-Financial Assets
Amendments to MFRS139	Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	Levies

Effective for financial periods beginning on or after 1 January 2015

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009)
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)
Amendments to MFRS 9	Mandatory Effective Date of MFRS 9 and Transition Disclosures

IC Interpretation 21 is not applicable to the Group and the Company as it is not relevant to the Group's operation.

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application.

**A2 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the year ended 31 December 2012 was not qualified.

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013**

**A3 Comments About Seasonal or Cyclical Factors**

The Group's principal business is not significantly affected by seasonality or cyclicity factors during the current quarter under review.

**A4 Unusual Items Affecting Interim Financial Report**

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

**A5 Dividends Paid**

A final single-tier dividend on ordinary share of 0.60 sen per share (2011: 0.48 sen per share) amounting to RM1,512,000 (2011: RM1,209,600) in respect of the financial year ended 31 December 2012 was approved by the shareholders at the Company's Annual General Meeting held on 28 May 2013 and has been paid by the Company on 25 June 2013 to shareholders whose names appear in the Register of Depositors as the close of business on 10 June 2013.

**A6 Material Changes in Estimates Used**

There were no significant changes in the nature and amount of estimates used in prior interim reporting period or prior financial years that have a material effect in the current quarter under review.

**A7 Debt and Equity Securities**

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter under review.

**A8 Segmental Information**

Segment revenue and segment results for the financial period ended 30 September 2013 by the respective operating segments are as follows:

<u>Financial Period Ended 30.09.2013</u>	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter-segment Eliminations RM'000	Group RM'000
<b>REVENUE</b>					
External revenue	14,636	3,294	-	-	17,930
Inter-segment revenue	648	4	905	(1,557)	-
Total revenue	15,284	3,298	905	(1,557)	17,930
<b>RESULT</b>					
Segment results (external)	2,943	688	(197)	-	3,434
Finance income	101	7	166	-	274
Finance costs	(30)	-	-	-	(30)
Profit/(loss) before taxation	3,014	695	(31)	-	3,678
Taxation					(941)
Total comprehensive income for the period					2,737
Non-controlling interests					(99)
Profit attributable to Owners of the Company					2,638

<u>Financial Period Ended 30.09.2012</u>	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter-segment Eliminations RM'000	Group RM'000
<b>REVENUE</b>					
External revenue	13,096	2,802	-	-	15,898
Inter-segment revenue	718	53	905	(1,676)	-
Total revenue	13,814	2,855	905	(1,676)	15,898
<b>RESULT</b>					
Segment results (external)	3,025	449	(1,024)	-	2,450
Finance income	96	5	135	(1)	235
Finance costs	(25)	-	-	1	(24)
Profit/(loss) before taxation	3,096	454	(889)	-	2,661
Taxation					(796)
Total comprehensive income for the period					1,865
Non-controlling interests					(91)
Profit attributable to Owners of the Company					1,774

**A9 Valuations of Property, Plant and Equipment**

There has been no valuation undertaken for the Group's property, plant and equipment in the current quarter under review.

**A10 Material Subsequent Event**

On 1 November 2013, a wholly owned subsidiary of the Group, Renown Orient Sdn Bhd had entered into a conditional Sales and Purchase Agreement ("SPA") with Eng Lee Logistics Pte. Ltd. for the disposal of two pieces of vacant leasehold land in Mukim Plentong, Daerah Johor Bahru, Johor Darul Takzim for a total consideration of RM4,339,659.

**A11 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter under review.

**A12 Derivatives**

- (a) There were no outstanding derivatives (including financial instruments designated as hedging instruments) as at the end of the quarter ended 30 September 2013; and
- (b) The Group has not entered into a type of derivatives not disclosed in the previous financial year or any of the previous quarters under the current financial year.

**A13 Gains / Losses Arising from Fair Value Changes of Financial Liabilities**

There were no material amount of gains or losses arising from fair value changes of its financial liabilities for the current and cumulative quarter.

**A14 Changes in Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets arising since the last financial year ended on 31 December 2012.

	<b>30.09.2013</b> <b>(Unaudited)</b> <b>RM '000</b>	<b>31.12.2012</b> <b>(Audited)</b> <b>RM'000</b>
Corporate guarantees given to financial institutions for banking facilities granted to subsidiary companies	<u>16,714</u>	<u>16,714</u>
	<u>16,714</u>	<u>16,714</u>

**A15 Capital Commitments**

After having made all reasonable enquiries and save as disclosed below, as at the current quarter under review, the Board is not aware of any material commitment for capital expenditure incurred or known to be incurred by the Group that has not been provided for which, upon becoming enforceable, may have a material impact on the financial results / position of the Group:

	<b>30.09.2013</b> <b>(Unaudited)</b> <b>RM '000</b>
Capital expenditures not provided for in the financial statements in respect of purchase of two pieces of land - Approved and contracted for	<u>6,503</u>

The above mentioned material commitments are expected to be funded through internally-generated fund and / or bank borrowings of the Group.

**A16 Significant Related Party Transactions**

	<b>Current Year</b> <b>Quarter</b> <b>30.09.2013</b> <b>RM'000</b>	<b>Cumulative Year</b> <b>To Date</b> <b>30.09.2013</b> <b>RM'000</b>
The Group has the following inter companies transactions:		
Management fees	<u>302</u>	<u>905</u>
Rental	<u>52</u>	<u>158</u>
Revenue	<u>226</u>	<u>652</u>



**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET**

**B1 Review of Performance for the Current Quarter and Financial Year-To-Date**

The Group's revenue for the current quarter ended 30 September 2013 showed an increase of 14.8% to RM6.394 million from RM5.568 million in the preceding corresponding year's quarter. The Group's profit before tax increased by 36.2% to RM1.235 million as against preceding corresponding year's quarter of RM0.907 million.

The Group's revenue for the current financial year-to-date ended 30 September 2013 showed an increase of 12.8% to RM17.930 million from RM15.898 million in the preceding corresponding year's quarter. The Group's profit before tax increased by 38.2% to RM3.678 million as against preceding corresponding year's quarter of RM2.661 million.

The increase in the Group's profit before tax for the current quarter and financial year-to-date were mainly due to the higher revenue achieved and the absence of impairment loss of goodwill.

Environmental products and services

This segment is the main contributor for the financial period ended 30 September 2013 as it comprised 81.6% of the total revenue.

For the financial period ended 30 September 2013, the revenue in environmental products and services increased by RM1.470 million or 10.6% to RM15.284 million as compared to RM13.814 million reported in the corresponding financial period ended 30 September 2012. The profit before tax for the financial period ended 30 September 2013 reduced by RM0.082 million or 2.6% to RM3.014 million as compared to RM3.096 million reported in the corresponding financial period ended 30 September 2012.

System equipment and ancillary products

This segment comprised 18.4% of the total revenue for the financial period ended 30 September 2013.

For the financial period ended 30 September 2013, the revenue in system equipment and ancillary products increased by RM0.443 million or 15.5% to RM3.298 million as compared to RM2.855 million reported in the corresponding financial period ended 30 September 2012. The profit before tax for the financial period ended 30 September 2013 increased by RM0.241 million or 53.1% to RM0.695 million as compared to RM0.454 million reported in the corresponding financial period ended 30 September 2012.

The results of the current quarter and financial year-to-date under review have not been affected by any transactions or events of a material or unusual nature.

**B2 Variation of Results Against Immediate Preceding Quarter**

	Current Year Quarter 30.09.2013	Immediate Preceding Quarter 30.06.2013	Variation	
	RM'000	RM'000	RM'000	%
Revenue	6,394	6,348	46	0.7%
Profit before tax	1,235	1,391	(156)	-11.2%

For the current quarter under review, the Group recorded a higher revenue of RM6.394 million, representing a slight increase of 0.7% from the immediate preceding quarter's revenue of RM6.348 million. The Group's profit before tax for the current quarter decreased by 11.2% to RM1.235 million as compared to the preceding quarter.

**B3 Prospects**

The Group expects the year ahead to remain challenging. Barring any unforeseen circumstances, the performance of the existing business of the Group is likely to remain satisfactory for the year ahead.

**B4 Variance of Actual Profit from Forecast Profit**

Not applicable as the Group did not issue any profit forecast or profit guarantee for the current quarter under review.

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013**

**B5 Taxation**

The Group's taxation for the current quarter and financial year-to-date were as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year	Preceding Year	Current Year -To-	Preceding
	Quarter	Corresponding	Date	Year-To-Date
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
	RM'000	RM'000	RM'000	RM'000
Income and deferred tax				
-Current	321	304	932	808
-Under/(over)provision in prior year	6	-	9	(12)
	<u>327</u>	<u>304</u>	<u>941</u>	<u>796</u>

The Group's effective tax rate for the current quarter was slightly higher than the statutory tax rate mainly due to the tax charges relate to profits of certain subsidiary companies which cannot be set-off against losses of other subsidiary companies and certain expenses are not deductible for tax purposes.

**B6 Additional Notes to Condensed Consolidated Statements of Profit and Loss and Other Comprehensive Income**

	Current Year	Current Year-To-
	Quarter	Date
	30.09.2013	30.09.2013
	(Unaudited)	(Unaudited)
	RM'000	RM'000
<b>Other operating income:</b>		
Rental income	33	101
Bad debts recovered	-	6
Gain on foreign exchange - realised	11	25
Loss on disposal of property, plant and equipment	(1)	(1)
Miscellaneous income	-	152
<b>Operating expenses:</b>		
Depreciation on property, plant and equipment	199	588
Impairment loss on trade receivables	43	64
Bad debts written off	-	8
Inventories written off	27	82
Property, plant and equipment written off	9	34

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**B7 Status of Corporate Proposals**

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

**B8 Borrowings**

The Group's borrowings as at the current quarter are as follows:

	Current Year
	Quarter
	30.09.2013
	RM'000
Short term borrowings (Secured)	238
Long term borrowings (Secured)	726
Total	<u>964</u>

Bank overdraft of RM 0.099 million has been included as short term borrowings.

The Group has no unsecured borrowings in the current quarter under review.

The Group's borrowings are all denominated in Ringgit Malaysia.

**B9 Unrecognised Financial Instruments**

i) The Company had entered into a Call and Put Option Agreement ("CPOA") on 9 December 2009 for the disposal of 150,000 ordinary shares of RM 1.00 each, comprising 15% equity interest in Agro Venture Carbon Sdn. Bhd. ("AVC") (formerly known as Brite Tech Venture Sdn. Bhd.) for a total disposal consideration of RM 300,000. The salient features of CPOA are as follow:

- a) - The Company grants a call option ("the Call Option") to the Purchaser to give the Purchaser the option to purchase the 15% equity interest in AVC, free from all Encumbrances ("Option Shares") from the Company within a period of 48 months from the date of the CPOA ("the Call Option Period") at RM300,000 provided that the turnover of AVC based on the latest audited accounts of AVC at the time of the exercise of the Call Option, is less than RM5,000,000;
- The Call Option may be exercisable by the Purchaser in respect of all and not part of the Option Shares within the Call Option Period;
- b) The Purchaser grants to the Company the right to sell the Option Shares ("the Put Option A") to the Purchaser within a period of 48 months from the date of the CPOA ("the Put Option A Period") at RM300,000 provided that, the turnover of AVC based on the latest audited accounts of at the time of exercise of Put Option, is RM5,000,000 or more;
- c) The Purchaser grants to the Company the right to sell the Option Shares to the Purchaser ("Put Option B") on or after the expiry of 48 months from the date of the CPOA ("Put Option B Period"). The Put Option B shall be exercisable by the Company within 6 months from the expiry of 48 months from the date of the CPOA at RM300,000 irregardless of the turnover of AVC;

The Put Option A and Put Option B may be exercisable by the Company in respect of all and not part of the Option Shares within the Put Option A Period and Put Option B Period;

It is not practical to estimate the fair value of the CPOA for unquoted corporations because of the lack of quoted market prices and the inability to estimate fair value without incurring excessive costs.

ii) As at 30 September 2013, the contingent liability not recognised in the statement of financial position of the company is as follow:-

	<u>Credit facilities limit</u> RM '000	<u>Amount utilised</u> RM '000	<u>Net fair value</u> RM '000
Corporate guarantee	16,714	403	-

The net fair value of the contingent liability is estimated to be minimal as the subsidiary companies are expected to fulfil their obligation to repay their borrowings.

**B10 Changes in Material Litigation**

There were no pending material litigation which would materially and adversely affect the financial position of the Group and the Company at the date of this announcement.

**B11 Earnings Per Share**

The basic and diluted earnings per share (EPS) for the current quarter and financial year-to-date have been calculated as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30.09.2013	Preceding Year Corresponding Quarter 30.09.2012	Current Year-To- Date 30.09.2013	Preceding Year-To-Date 30.09.2012
Profits attributable to owners of the Company (RM'000)	851	544	2,638	1,774
Weighted average number of shares in issue ('000)	252,000	252,000	252,000	252,000
Basic earnings per share (sen)	0.34	0.22	1.05	0.70
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The diluted EPS is not applicable as there were no potential ordinary shares in issue for the current quarter and cumulative quarter.

**B12 Dividends Payable**

The Board of Directors of the Company does not recommend any dividend for the current quarter under review.

**B13 Realised and Unrealised Retained Profits**

The retained profits of the Group is analysed as follows:

	As at 30.09.2013 (Unaudited) RM'000	As at 31.12.2012 (Audited) RM'000
Total retained profits of Company and its subsidiaries:		
- Realised	17,778	16,613
- Unrealised	1,171	1,171
	18,949	17,784
Less: Consolidation adjustments	(9,498)	(9,459)
Total Group retained profits as per consolidated accounts	9,451	8,325

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

The disclosure of realised and unrealised retained profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

**B14 Limited review by external auditors**

The Board had engaged the external auditors to review and report on the condensed consolidated financial statement of Brite-Tech Berhad for the financial period ended 30 September 2013 in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as directed by Bursa Securities.

The external auditors reported to the Board that nothing has come to their attention that causes them to believe that the said condensed consolidated financial statements were not prepared, in all material respects, in accordance with MFRS 134 *Interim Financial Reporting* and in accordance with IAS 34 *Interim Financial Reporting* issued by the IASB. The report was made to the Board in accordance to the terms of reference with the external auditors and for no other purpose.

**BY ORDER OF THE BOARD**

Yip Siew Yoong (MAICSA 0736484)

Leong Siew Kit (MACS 01215)

*Company Secretaries*

Kuala Lumpur

20 November 2013