

ANCOM LOGISTICS BERHAD (Company No.: 6614-W)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2014**

	Individual quarter ended		Year-to-date ended	
	28.02.2014	28.02.2013	28.02.2014	28.02.2013
	RM'000	RM'000	RM'000	RM'000
Revenue	7,760	14,969	40,685	46,637
Cost of sales	(6,261)	(11,092)	(30,546)	(34,451)
Gross profit	1,499	3,877	10,139	12,186
Other income	20,545	45	20,757	409
Administrative expenses	(8,892)	(4,011)	(15,340)	(10,964)
Other operating expenses	(700)	(6)	(1,000)	(34)
	12,452	(95)	14,556	1,597
Finance costs	(27)	(98)	(191)	(321)
Profit before taxation	12,425	(193)	14,365	1,276
Tax expense	(487)	(241)	(1,137)	(501)
Net profit	11,938	(434)	13,228	775
Profit attributable to:				
Equity holders of the Company	11,813	(721)	12,421	(5)
Non-controlling interests	125	287	807	780
	11,938	(434)	13,228	775
Earnings per ordinary share attributable to equity holders of the Company	Sen	Sen	Sen	Sen
- Basic	2.50	(0.15)	2.62	-

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2013 and the accompanying notes to this Interim Financial Report.

ANCOM LOGISTICS BERHAD (Company No.: 6614-W)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2014**

	Individual quarter ended		Year-to-date ended	
	28-02-2014	28-02-2013	28-02-2014	28-02-2013
	RM'000	RM'000	RM'000	RM'000
Net profit	11,938	(434)	13,228	775
Other comprehensive income				
Foreign currency translation	(998)	125	(98)	339
Other comprehensive income, net of tax	(998)	125	(98)	339
Total comprehensive income	<u>10,940</u>	<u>(309)</u>	<u>13,130</u>	<u>1,114</u>
Total comprehensive income attributable to:				
Equity holders of the Company	10,815	(596)	12,323	334
Non-controlling interests	125	287	807	780
	<u>10,940</u>	<u>(309)</u>	<u>13,130</u>	<u>1,114</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2013 and the accompanying notes to this Interim Financial Report.

ANCOM LOGISTICS BERHAD (Company No.: 6614-W)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2014**

	Unaudited 28-02-2014 RM'000	Audited 31-05-2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	38,816	68,389
Investment in associate	1,833	2,802
Intangible assets	-	362
Deferred tax assets	110	110
	40,759	71,663
Current assets		
Inventories	508	636
Trade receivables	5,312	12,548
Other receivables and other current assets	8,559	4,632
Tax recoverable	1,164	652
Other investments	2,466	264
Short term deposits with licensed banks	18,800	253
Cash and bank balances	6,157	5,238
	42,966	24,223
TOTAL ASSETS	83,725	95,886
EQUITY AND LIABILITIES		
Current liabilities		
Trade payables	1,939	3,105
Other payables	6,840	5,863
Loan and borrowings	2,823	7,014
Provision for taxation	156	224
	11,758	16,206
Net current assets	31,208	8,017
Non-current liabilities		
Deferred tax liabilities	7,158	8,285
Loan and borrowings	692	1,476
	7,850	9,761
TOTAL LIABILITIES	19,608	25,967
NET ASSETS	64,117	69,919
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		
Share capital	47,329	47,329
Share premium	6,414	6,414
Reserves	8,526	8,624
Accumulated loss	(12,340)	(5,829)
	49,929	56,538
Non-controlling interests	14,188	13,381
TOTAL EQUITY	64,117	69,919
TOTAL EQUITY AND LIABILITIES	83,725	95,886
Net assets per share attributable to owners of the parent (RM)	0.11	0.12

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2013 and the accompanying notes to this Interim Financial Report.

ANCOM LOGISTICS BERHAD (Company No.: 6614-W)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2014

	Attributable to equity holders of the Company								
	Non-Distributable ----->					Distributable			
	Share capital RM'000	Share premium RM'000	Reserves			(Accumulated loss) / retained profits RM'000	Total RM'000	Non-controlling interest RM'000	Total equity RM'000
Merger reserve RM'000			Foreign currency translation reserve RM'000	Total reserves RM'000					
As at 1 June 2012	47,329	6,414	8,526	293	8,819	(4,091)	58,471	12,777	71,248
Total comprehensive income	-	-	-	(195)	(195)	628	433	1,151	1,584
Transactions with owners									
Dividends paid to non-controlling interest of subsidiary	-	-	-	-	-	-	-	(980)	(980)
Additional capital contribution	-	-	-	-	-	-	-	433	433
Dividends on ordinary shares	-	-	-	-	-	(2,366)	(2,366)	-	(2,366)
Balance at 31 May 2013	47,329	6,414	8,526	98	8,624	(5,829)	56,538	13,381	69,919
As at 1 June 2013	47,329	6,414	8,526	98	8,624	(5,829)	56,538	13,381	69,919
Total comprehensive income	-	-	-	(98)	(98)	12,421	12,323	807	13,130
Dividends paid	-	-	-	-	-	(18,932)	(18,932)	-	(18,932)
Balance at 28 February 2014	47,329	6,414	8,526	-	8,526	(12,340)	49,929	14,188	64,117

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2013 and the accompanying notes to this Interim Financial Report.

ANCOM LOGISTICS BERHAD (Company No.: 6614-W)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2014**

	Year-to-date ended	
	28-02-2014 RM'000	28-02-2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	14,365	1,276
Adjustments for non-cash items:		
Depreciation	4,928	5,198
Interest expense	191	321
Gain on disposal of a subsidiary	(20,559)	-
Provision for doubtful debts	616	-
Provision for write-offs of inventories	500	-
Others	470	(2,467)
Operating profit before working capital changes	511	4,333
Net changes in working capital	1,768	1,599
Income tax paid	(1,413)	(911)
Net cash generated from operating activities	866	5,021
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,795)	(2,301)
Additional investments in other investments	(2,202)	-
Proceed from sale of other investments	-	1,549
Proceed from sale of a subsidiary	46,296	-
Others	-	-
Net cash (used in)/generated from investing activities	41,299	(752)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(191)	(321)
Dividend paid	(18,931)	-
Dividend paid to non-controlling interest	-	(980)
Repayments of loans	(689)	(1,714)
Others	(284)	(229)
Net cash used in financing activities	(20,095)	(3,244)
Net increase in cash and cash equivalents	22,070	1,025
Cash and cash equivalents at the beginning of the financial year	2,176	1,909
Effect of exchange rate changes	12	137
Cash and cash equivalents at the end of the financial period	24,258	3,071
Cash and cash equivalents		
Cash and bank balances	6,157	5,496
Short term deposits with licensed banks	18,800	365
	24,957	5,861
Bank overdrafts	(699)	(2,790)
	24,258	3,071

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2013 and the accompanying notes to this Interim Financial Report.

ANCOM LOGISTICS BERHAD

(Incorporated in Malaysia)

(Company No: 6614-W)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2014

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT PURSUANT TO FINANCIAL REPORTING STANDARD ("FRS") 134

A1 Basis of preparation

This Interim Financial Report of Ancom Logistics Berhad ("ALB") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and Rule 9.22(2) of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("ACE Market Listing Requirements").

This Interim Financial Report should be read in conjunction with the Audited Financial Statements of ALB for the financial year ended 31 May 2013. These explanatory notes attached to this Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2013.

The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 May 2013 except for the newly-issued Malaysian Accounting Standards Board approved accounting framework - Malaysian Financial Reporting Standards ("MFRS"), Amendments to MFRS and IC Interpretations ("IC Int.") to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2013:

MFRS 3	Business Combinations (IFRS 3 Business Combinations issued by IASB in March 2004)
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurements
MFRS 119	Employee Benefits
MFRS 127	Separate Financial Statements
MFRS 127	Consolidated and Separate Financial Statements (IAS27 as revised by IASB in December 2003)
MFRS 128	Investments in Associates and Joint Ventures

Amendments to:

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standard Government Loans
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
MFRS 7	Disclosure – Offsetting Financial Assets and Financial Liabilities
MFRS 10	Consolidated Financial Statements: Transition Guidance
MFRS 11	Joint Arrangements: Transition Guidance
MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance

Ancom Logistics Berhad (6614-W)

Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

MFRS 101	Presentation of Items of Other Comprehensive Income (Amendments to MFRS 101)
MFRS 101	Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
MFRS 116	Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
MFRS 132	Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)
MFRS 134	Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)
IC Int.2	Members' Shares in Co-operative Entities and Similar Instruments (Annual Improvements 2009-2011 Cycle)

The adoption of the above did not have any significant effects on this Interim Financial Report upon their initial application.

A2 Changes in accounting policies

Other than the MFRS, amendments to MFRS and IC Int. disclosed in Note A1 above, the significant accounting policies adopted by the Group in this Interim Financial Report are consistent with those adopted in the Group's most recent Audited Financial Statements for the financial year ended 31 May 2013.

A3 Auditors' report on preceding annual financial statements

The auditors did not qualify the Group's Audited Financial Statements for the financial year ended 31 May 2013.

A4 Seasonality or cyclicity

The operations of the Group were not significantly affected by any seasonal and cyclical factors.

A5 Items of unusual nature and amount

During the financial quarter ended 28 February 2014, there were no items affecting the assets, liabilities, equity, net income or cash flows of the Group that are unusual by reason of their nature, size or incidence, except for the completion of the disposal of Sinsenmoh Transportation Pte Ltd as disclosed in Note B7 and further provisions for impairments on investment in associate as disclosed in Note B5.

A6 Changes in estimates

There was no material changes in estimates of the amounts reported that have a material effect on the financial quarter ended 28 February 2014.

A7 Debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayment of debt securities and equity securities during the financial quarter ended 28 February 2014.

Ancom Logistics Berhad (6614-W)

Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

A8 Dividends

On 30 January 2014, the Company paid a single tier interim dividend of 4 sen per share amounted to RM18,931,452. There was no other dividend declared and/or paid during the financial quarter ended 28 February 2014.

A9 Segmental information

For management purposes, the Group is organised into business units based on their products, and there are two (2) operating segments as follows:

- (a) The logistics segment is in the business of providing services such as rental and transportation services. It also includes freight forwarding, packing and crafting services.
- (b) The other segment is involved in manufacturing, trading and marketing of low voltage switchgear and investment holding activities.

	Logistics	Others	Elimination	Total
28 February 2014	RM'000	RM'000	RM'000	RM'000
Revenue				
External revenue	38,760	1,925	-	40,685
Inter-segment revenue	-	-	-	-
Total revenue	<u>38,760</u>	<u>1,925</u>		<u>40,685</u>
Segment results	3,314	11,242	-	14,556
Finance costs				<u>(191)</u>
Profit before taxation				14,365
Tax expense				<u>(1,137)</u>
Net profit				<u>13,228</u>
28 February 2013				
Revenue				
External revenue	44,257	2,380	-	46,637
Inter-segment revenue	-	-	-	-
Total revenue	<u>44,257</u>	<u>2,380</u>		<u>46,637</u>
Segment results	4,273	(2,676)	-	1,597
Finance costs				<u>(321)</u>
Profit before taxation				1,276
Tax expense				<u>(501)</u>
Net profit				<u>775</u>

A10 Valuation of property, plant and equipment

The Group did not carry out any valuation on its property, plant and equipment during the financial quarter ended 28 February 2014.

Ancom Logistics Berhad (6614-W)

Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

A11 Commitments

(a) Operating lease commitment

Future minimum rentals payable under non-cancellable operating lease are as follows:

	28-02-2014	31-05-2013
	RM'000	RM'000
Not later than 1 year	427	4,375
Later than 1 year but not later than 5 years	1,708	9,790
Later than 5 years	3,416	25,545
	5,551	39,710

(b) Finance lease commitment

The Group has finance leases for certain terms of plant, equipment, furniture and fixtures. These leases do not have terms of renewal, but have purchases options at nominal values at the end of the lease term.

	28-02-2014	31-05-2013
	RM'000	RM'000
Minimum lease payments:		
Not later than 1 year	468	1,406
Later than 1 year but not later than 2 years	417	1,449
More than 2 years but not later than 5 years	335	85
Total minimum lease payments	1,220	2,940
Less:		
Amounts representing finance charges	(89)	(159)
	1,131	2,781
Present value of payments		
Not later than 1 year	439	1,305
Later than 1 year but not later than 2 years	370	1,476
More than 2 years but not later than 5 years	322	-
	1,131	2,781

(c) Capital commitments

	28-02-2014	31-05-2013
	RM'000	RM'000
Capital expenditure in respect of purchase of property, plant and equipment:		
- Contracted but not provided for	-	-

A12 Changes in composition of the Group

There were no material changes in the composition of the Group for the financial quarter ended 28 February 2014 other than the disposal of Sinsenmoh Transportation Pte Ltd which was completed on 20 December 2013.

Ancom Logistics Berhad (6614-W)

Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

A13 Changes in contingent liabilities

The Group does not have any contingent liabilities as at 28 February 2014.

A14 Subsequent events

There were no events subsequent to the end of the financial quarter ended 28 February 2014 up to the date of this Interim Financial Report which may substantially affect the results or operations of the Group other than the corporate proposal as disclosed in Note B7.

A15 Related party transactions

The Group had the following transactions with related parties during the financial quarter ended 28 February 2014:

	Individual quarter ended		Year-to-date ended	
	28-02-2014	28-02-2013	28-02-2014	28-02-2013
	RM'000	RM'000	RM'000	RM'000
Sale of services to related companies	1,457	1,758	4,719	4,941

The Board is of the opinion that all transactions have been entered into in the normal course of business and have been established on an arm's length basis under terms no more favourable than those transacted with third parties.

B. ADDITIONAL INFORMATION REQUIRED UNDER THE ACE MARKET LISTING REQUIREMENTS

B1 Performance review for the current financial quarter against previous financial year corresponding quarter

For the nine months ended 28 February 2014, the Group posted lower revenue of RM40.7 million compared to RM46.6 million for the corresponding period last year. Profit before taxation ("PBT") increased to RM14.4 million compared to RM1.3 million a year ago.

During the financial quarter ended 28 February 2014, the Group posted revenue of RM7.8 million compared to RM15.0 million in the corresponding quarter last year. PBT increased to RM12.4 million compared to a loss before tax of RM0.2 million a year.

During the nine months ended 28 February 2014, the Logistics segment posted lower revenue of RM38.8 million compared to RM44.3 million for the corresponding period last year. The lower revenue was primarily due to the disposal of Sinsenmoh Transportation Pte Ltd ("SSM") in December 2013 which its results are no longer accounted for in the Group. Consequently, segmental profit decreased to RM3.3 million from RM4.3 million in the corresponding period last year. Other Segment posted revenue of RM1.9 million compared to RM2.4 million in the corresponding quarter last year. This segment posted a segmental profit of RM13.7 million following recognition of the one-off gain from the disposal of SSM and provisions for impairments made for doubtful debts, stock obsolescence and investment in an associate.

B2 Material change in the results for the current financial quarter as compared with immediate preceding financial quarter

Revenue for the current financial quarter decreased to RM7.8 million from RM16.7 million in the immediate preceding quarter. The decrease in revenue was due mainly to revenue from SSM no longer being accounted for after its disposal. However, the Group posted higher PBT of RM14.9 million compared to PBT of RM0.7 million in the immediate preceding quarter, which was primarily due to the one-off gain from the disposal of SSM. Nevertheless, a provision was made on the doubtful debts, stock obsolescence and investment in an associate. The amounts are disclosed in Note B5.

B3 Prospects for the financial year

In light of the global economic uncertainties, which may have an impact to the Group's business, the Board is of the view that the financial performance and prospects of the Group will remain challenging for the rest of the financial year. As a result, the Board will continue to exercise caution in managing the business going forward.

Following the disposal of the wholly-owned subsidiary SSM, the Board will therefore continue to explore other business opportunities to further enhance shareholders' value.

B4 Forecast profit, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any publicly available documents or announcements.

**B5 Profit before taxation
Expenses**

	Individual quarter ended 28-02-2014 RM'000	Year-to-date ended 28-02-2014 RM'000
The profit before taxation is stated after charging/(crediting):		
Interest income	(126)	(126)
Other income including investment income	-	(212)
Finance costs	27	191
Depreciation and amortisation	1,253	4,928
Provision for and write-off of receivables	616	616
Provision for and write-off of inventories	500	500
(Gain)/loss on disposal of quoted or unquoted investments	(20,559)	(20,559)
Impairment of assets	-	-
Impairment of an associate	700	1,000
Foreign exchange (gain)/loss	-	-
(Gain)/loss on derivatives	-	-

B6 Tax expense

	Individual quarter ended		Year-to-date ended	
	28-02-2014	28-02-2013	28-02-2014	28-02-2013
	RM'000	RM'000	RM'000	RM'000
Current tax expense/(reversal) based on profit for the financial period:				
Malaysian income tax	487	203	1,052	807
Foreign income tax	-	38	85	187
	487	241	1,137	994
Under/(over) provision in prior years:				
Malaysian income tax	-	-	-	(493)
Foreign income tax	-	-	-	-
	487	241	1,137	501
Deferred taxation:				
Transfer to deferred taxation	-	-	-	-
Under provision in prior years	-	-	-	-
	487	241	1,137	501

The effective rate of taxation for the Group in the current financial quarter and financial year-to-date is lower than the statutory tax rate mainly due to gain from the disposal of a subsidiary which is not subjected to tax.

B7 Status of corporate proposal

On 23 August 2013, the Company announced that its wholly owned subsidiary, Synergy Trans-Ling Sdn Bhd ("STL") had, on even date, entered into a conditional share sale agreement with CWT Limited ("CWT") ("SSA") in relation to the proposed disposal of 7,911,192 ordinary shares of SSM, representing 100% of the issued and paid-up share capital of SSM, by STL to CWT for a total disposal consideration as set out in the SSA, to be fully satisfied by cash ("Disposal Consideration") ("Proposed Disposal").

On 8 October 2013, the Company announced that, upon completion of the Proposed Disposal, ALB shall, subject to obtaining all requisite approvals, undertake a distribution of approximately RM37.9 million to entitled shareholders of ALB or equivalent to RM0.08 per ordinary share of RM0.10 each in ALB ("ALB Share") to the entitled shareholders by way of:

- (i) Proposed declaration and payment of part of the Disposal Consideration as a special cash dividend of approximately RM18.9 million, on the basis of RM0.04 per ALB Share to the entitled shareholders on an entitlement date ("Proposed Special Dividend"); and
- (ii) Proposed capital reduction as follows:
 - (a) proposed capital reduction which will involve the reduction of the Company's existing issued and paid-up share capital pursuant to Section 64 of the Companies Act, 1965 ("the Act"); and
 - (b) proposed cancellation of the share premium account of the Company pursuant to Sections 60 and 64 of the Act;

which will be applied towards the setting-off against the accumulated losses of the Company and distributing part of the Disposal Consideration of approximately RM18.9 million, on the basis of RM0.04 per ALB Share to the entitled shareholders on an entitlement date ("Proposed Capital Reduction and Repayment").

Pursuant to the Proposed Capital Reduction and Repayment, the Company also proposed to amend the Company's Memorandum of Association to facilitate the implementation of the Proposed Capital Reduction and Repayment ("Proposed Amendment").

(The Proposed Capital Reduction and Repayment and Proposed Special Dividend to be collectively referred to as "Proposed Distribution".)

The shareholders of the Company had in an extraordinary general meeting held on 28 November 2013 approved the Proposed Disposal, Proposed Capital Reduction and Repayment and the Proposed Amendment. The Proposed Disposal was completed on 20 December 2013.

Ancom Logistics Berhad (6614-W)Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

On 6 January 2014, the Company declared a single-tier interim dividend of 4.0 sen per ALB Share amounting to RM18,931,453. The interim dividend was paid on 30 January 2014 to the shareholders whose names appeared on the Record of Depositors on 22 January 2014.

On 16 April 2014, the High Court of Malaya has granted an order confirming the Proposed Capital Reduction and Repayment pursuant to Sections 60 and 64 of the Act. The sealed order will be extracted and an office copy of the order will be lodged with the Companies Commission of Malaysia for the Proposed Capital Reduction and Repayment to take effect. The Board will fix and announce the entitlement date for the Proposed Capital Reduction and Repayment in due course.

Save as disclosed above, there is no other corporate proposal announced but pending completion as at the date of this Interim Financial Report.

B8 Utilisation of proceeds

Utilisation of proceeds from the disposal of SSM is set out below:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Time Frame	Deviation		Note
				RM	%	
Proposed Distribution						
- Interim dividend	18,932	18,932	5 months	-	-	1
- Capital repayment	18,931	-	5 months	18,931	100%	2
Working capital	6,563	6,433	Within 12 months	130	2%	
Estimated expenses for the Proposed Disposal, Proposed Distribution and Proposed Amendment	2,000	2,000	Within 12 months	-	-	
	<u>46,426</u>	<u>27,365</u>				

Notes:

1. Single-tier interim dividend of 4 sen per ALB Share was paid on 30 January 2014.
2. Capital repayment pursuant to Sections 60 and 64 of the Act will be effected once the lodgement to Companies Commission of Malaysia has been duly completed. The capital repayment is expected to complete in May 2014, which is within the intended 5 month timeframe.

Ancom Logistics Berhad (6614-W)

Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

B9 Borrowings

The borrowings of the Group denominated in their functional currencies are as follows:

	28-02-2014	31-05-2013
	RM'000	RM'000
SHORT TERM BORROWINGS		
Secured:		
Ringgit Malaysia	2,803	3,819
Singapore Dollar	-	239
	2,803	4,058
Unsecured:		
Ringgit Malaysia	20	120
Singapore Dollar	-	2,836
	20	2,956
Total short term borrowings	2,823	7,014
LONG TERM BORROWINGS		
Secured:		
Ringgit Malaysia	181	270
Singapore Dollar	-	1,206
	181	1,476
Unsecured:		
Ringgit Malaysia	511	-
Singapore Dollar	-	-
	511	-
Total long term borrowings	692	1,476
TOTAL BORROWINGS	3,515	8,490

Note:

- Borrowings denominated in foreign currencies are stated at Ringgit Malaysia equivalent as at the reporting dates stated above.*

B10 Material litigation

The Group does not have any material litigation as at the date of this Interim Financial Report.

B11 Dividends

On 30 January 2014, the Company paid a single-tier interim dividend of 4 sen per ALB Share amounted to RM18,931,452. There was no other dividend declared and/or paid during the financial quarter and period ended 28 February 2014.

In the previous financial year, the Directors declared a single-tier interim dividend of 0.5 sen per ALB Share amounting to RM2,366,432. The interim dividend was paid on 14 September 2012.

Ancom Logistics Berhad (6614-W)

Notes to the Interim Financial Report for the financial quarter ended 28 February 2014

B12 Earnings per share(a) Basic earnings per share

	Individual quarter ended		Year-to-date ended	
	28-02-2014	28-02-2013	28-02-2014	28-02-2013
Weighted average number of ordinary shares ('000)	473,286	473,286	473,286	473,286
Net profit attributable to ordinary equity holders of the Company (RM'000)	11,813	(721)	12,421	(5)
Earnings per ordinary share (sen)				
- Basic	2.50	(0.15)	2.62	-

The basic earnings per share is calculated by dividing the net profit attributable to the shareholders of the Company by the weighted average number of ordinary shares in issue of 473,286,313 shares during the financial period.

(b) Fully diluted earnings per share

The Company does not have convertible securities as at the balance sheet date.

B13 Realised and unrealised profits

The breakdown of retained profits of the Group as at 28 February 2014 into realised and unrealised profits is as follows:

Total retained profits of the Group	RM'000
- Realised	(8,387)
- Unrealised	(7,158)
	<u>(15,545)</u>
Less: Consolidation adjustments	3,205
As per consolidated financial statements	<u>(12,340)</u>

BY ORDER OF THE BOARD

Choo Se Eng
Stephen Geh Sim Whye
Company Secretaries
Petaling Jaya

30 April 2014