

**INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

The unaudited results of Grand-Flo Berhad and its subsidiaries for the 3 months period ended 31 March 2015 are as follows:-

	NOTE	FOR THE QUARTER 3 MONTHS ENDED		FOR THE CUMULATIVE PERIOD 3 MONTHS ENDED	
		31/3/2015 RM	31/3/2014 RM	31/3/2015 RM	31/3/2014 RM
REVENUE	A8	27,221,446	14,201,073	27,221,446	14,201,073
COST OF SALES		<u>(17,057,199)</u>	<u>(10,045,750)</u>	<u>(17,057,199)</u>	<u>(10,045,750)</u>
GROSS PROFIT		10,164,247	4,155,323	10,164,247	4,155,323
OTHER INCOME	A8(b)	1,938,105	3,807,514	1,938,105	3,807,514
SELLING AND DISTRIBUTION EXPENSES		(767,823)	(599,117)	(767,823)	(599,117)
ADMINISTRATIVE EXPENSES		(4,510,304)	(3,573,505)	(4,510,304)	(3,573,505)
OTHER OPERATING EXPENSES		<u>(3,277)</u>	<u>(1,500)</u>	<u>(3,277)</u>	<u>(1,500)</u>
RESULTS FROM OPERATING ACTIVITIES		6,820,948	3,788,715	6,820,948	3,788,715
FINANCE COSTS		(154,543)	(157,158)	(154,543)	(157,158)
SHARE OF (LOSS)/PROFIT OF ASSOCIATES, NET OF TAX		<u>(378,731)</u>	<u>(204,710)</u>	<u>(378,731)</u>	<u>(204,710)</u>
PROFIT/(LOSS) BEFORE TAXATION	A8	6,287,674	3,426,847	6,287,674	3,426,847
INCOME TAX EXPENSES	B4	(647,476)	(92,679)	(647,476)	(92,679)
PROFIT/(LOSS) AFTER TAXATION	A8	<u>5,640,198</u>	<u>3,334,168</u>	<u>5,640,198</u>	<u>3,334,168</u>
OTHER COMPREHENSIVE ITEM					
Surplus arising from revaluation of freehold and leasehold land and building, net of tax		-	-	-	-
Exchange translation differences		180,837	(9,715)	180,837	(9,715)
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		<u>5,821,035</u>	<u>3,324,453</u>	<u>5,821,035</u>	<u>3,324,453</u>
PROFIT/(LOSS) AFTER TAXATION ATTRIBUTABLE TO:-					
OWNERS OF THE PARENT		5,029,380	3,340,852	5,029,380	3,340,852
NON-CONTROLLING INTERESTS		<u>610,818</u>	<u>(6,684)</u>	<u>610,818</u>	<u>(6,684)</u>
		<u>5,640,198</u>	<u>3,334,168</u>	<u>5,640,198</u>	<u>3,334,168</u>
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO:-					
OWNERS OF THE PARENT		5,210,217	3,331,137	5,210,217	3,331,137
NON-CONTROLLING INTERESTS		<u>610,818</u>	<u>(6,684)</u>	<u>610,818</u>	<u>(6,684)</u>
		<u>5,821,035</u>	<u>3,324,453</u>	<u>5,821,035</u>	<u>3,324,453</u>
EARNINGS PER ORDINARY SHARE (SEN):-					
BASIC	B10	1.36	1.02	1.36	1.02
DILUTED	B10	1.04	0.73	1.04	0.73

The unaudited condensed consolidated statements of profit or loss should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL STATEMENTS
UNAUDITED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2015

	Note	(UNAUDITED) AS AT 31/3/2015 RM	(AUDITED) AS AT 31/12/2014 RM
ASSETS			
Non-Current Assets			
Property, plant and equipment	A9	22,471,681	21,862,462
Investment in associate, quoted		12,212,133	12,534,349
Investment in associate, unquoted		1,587,161	1,471,615
Other investment, unquoted		15,922	16,024
Development costs		2,364,536	2,325,959
Goodwill		39,209,749	39,209,748
Deferred tax assets		367,898	367,898
		<u>78,229,080</u>	<u>77,788,055</u>
Current Assets			
Inventories		10,594,654	12,847,574
Trade receivables		35,135,468	27,692,200
Other receivables & prepayment		1,211,320	1,291,602
Property development cost		35,323,964	34,113,304
Amount due from associate		216,006	35,239
Amount due from related parties		-	907,292
Tax recoverable		1,007,205	1,104,026
Fixed deposit with licensed banks		960,607	952,600
Cash and bank balances		16,135,924	10,662,017
		<u>100,585,148</u>	<u>89,605,854</u>
TOTAL ASSETS		<u>178,814,228</u>	<u>167,393,909</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital		40,111,558	36,709,161
Share application money		834,700	39,920
Share premium		12,653,678	11,369,843
Treasury shares, at cost	A6	(746,614)	(434,457)
Warrant reserves		415,134	866,200
Other reserves		1,109,451	1,109,451
Foreign exchange fluctuation reserve		480,309	299,472
Revaluation surplus		6,160,852	6,160,852
Retained earnings		50,038,464	45,009,084
Total equity attributable to owners of the Company		<u>111,057,532</u>	<u>101,129,526</u>
Non controlling interests		2,980,822	2,370,004
Total Equity		<u>114,038,354</u>	<u>103,499,530</u>
LIABILITIES			
Non-Current Liabilities			
Long-term borrowings	B6	14,730,816	12,614,574
Deferred tax liabilities		2,075,146	2,073,129
		<u>16,805,962</u>	<u>14,687,703</u>
Current Liabilities			
Short-term borrowings	B6	12,920,679	14,869,959
Trade payables		16,432,030	17,436,454
Other payables & accruals		18,315,123	16,648,821
Amount due to related parties		-	180,132
Tax payable		302,080	71,310
		<u>47,969,912</u>	<u>49,206,676</u>
Total Liabilities		<u>64,775,874</u>	<u>63,894,379</u>
TOTAL EQUITY AND LIABILITIES		<u>178,814,228</u>	<u>167,393,909</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO			
ORDINARY OWNERS OF THE PARENT (SEN)			
		27.69	27.55
NTA per share (sen)			
		17.32	16.23

The unaudited condensed consolidated statement of financial position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.



UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2015

	← Attributable to owners of the Company →											Total RM	Non Controlling Interests (NCI) RM	Total Equity RM
	← Non-Distributable →						Distributable							
	Share Capital RM	Share application money	Share Premium RM	Treasury Shares RM	Warrant Reserves RM	Other Reserves RM	Foreign Exchange Fluctuation Reserve RM	Revaluation Reserves RM	Retained Earnings RM	Total RM				
Balance as at 1 January 2014	32,578,515	-	3,819,265	(76,236)	1,112,078	1,109,451	67,486	6,341,680	41,662,207	86,614,446	787,354	87,401,800		
Total Comprehensive income for the year	-	-	-	-	-	-	231,986	(180,828)	6,672,998	6,724,156	1,427,979	8,152,135		
<i>Transactions with owners:</i>														
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-	154,671	154,671		
Issuance of ordinary shares	2,941,176	-	7,058,824	-	-	-	-	-	-	10,000,000	-	10,000,000		
Shares repurchased	-	-	-	(355,091)	-	-	-	-	-	(355,091)	-	(355,091)		
Share application money	-	39,920	-	-	-	-	-	-	-	39,920	-	39,920		
Transaction costs	-	-	-	(3,130)	-	-	-	-	-	(3,130)	-	(3,130)		
Conversion of warrants	1,189,470	-	491,754	-	(245,878)	-	-	-	-	1,435,346	-	1,435,346		
Dividend paid	-	-	-	-	-	-	-	-	(3,326,121)	(3,326,121)	-	(3,326,121)		
Total transactions with owners	4,130,646	39,920	7,550,578	(358,221)	(245,878)	-	-	-	(3,326,121)	7,790,924	154,671	7,945,595		
Balance as at 31 December 2014	36,709,161	39,920	11,369,843	(434,457)	866,200	1,109,451	299,472	6,160,852	45,009,084	101,129,526	2,370,004	103,499,530		
Balance as at 1 January 2015	36,709,161	39,920	11,369,843	(434,457)	866,200	1,109,451	299,472	6,160,852	45,009,084	101,129,526	2,370,004	103,499,530		
Total Comprehensive income for the year	-	-	-	-	-	-	180,837	-	5,029,380	5,210,217	610,818	5,821,035		
<i>Transactions with owners:</i>														
Shares repurchased	-	-	-	(309,487)	-	-	-	-	-	(309,487)	-	(309,487)		
Share application money	-	794,780	-	-	-	-	-	-	-	794,780	-	794,780		
Transaction costs	-	-	-	(2,670)	-	-	-	-	-	(2,670)	-	(2,670)		
Conversion of warrants	3,402,397	-	1,283,835	-	(451,066)	-	-	-	-	4,235,166	-	4,235,166		
Total transactions with owners	3,402,397	794,780	1,283,835	(312,157)	(451,066)	-	-	-	-	4,717,789	-	4,717,789		
Balance as at 31 March 2015	40,111,558	834,700	12,653,678	(746,614)	415,134	1,109,451	480,309	6,160,852	50,038,464	111,057,532	2,980,822	114,038,354		

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the annual audited financial statements as at 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2015

	3 MONTHS ENDED 31/3/2015 RM	3 MONTHS ENDED 31/3/2014 RM
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	6,287,674	3,426,847
Adjustments for:-		
Amortisation of development costs	189,026	327,567
Amortisation of other investment	103	103
Impairment for doubtful debts no longer required	-	9,885
Depreciation of plant and equipment	558,761	547,024
Gain/loss on disposal investment	(146,481)	-
Loss/gain on disposal of property, plant and equipment	257,599	-
Gain on disposal of associate	(1,160,627)	(982,146)
Gain on deemed disposal of associate	(318,544)	-
Hire Purchase and lease interest	46,004	59,035
Interest income	(34,873)	(72,994)
Interest expense	96,539	76,306
Share of associates' profits/loss	378,731	204,710
Term loan interest	12,000	21,817
Unrealised gain/loss on foreign exchange	-	(175)
	<u>(121,762)</u>	<u>191,132</u>
Operating profit before working capital changes	6,165,912	3,617,979
Inventories	2,272,168	(3,557,662)
Trade and other receivables	(7,803,679)	10,534,477
Trade and other payables	975,090	(3,265,367)
Land held for development	(1,166,097)	(232,074)
Subsidiaries	715,857	(1,812,211)
	<u>(5,006,661)</u>	<u>1,667,163</u>
CASH FROM OPERATIONS	1,159,251	5,285,142
Tax paid	<u>(327,574)</u>	<u>(157,550)</u>
NET CASH FROM OPERATING ACTIVITIES	831,677	5,127,592
CASH FLOW FROM INVESTING ACTIVITIES		
Additional investment in subsidiary	-	(2,050,696)
Development costs incurred	(227,602)	(199,356)
Disposal of an associate	-	(1,223,544)
Interest received	34,873	72,994
Proceeds from disposal of property, plant and equipment	141,032	-
Proceeds from disposal of associate	1,160,627	2,514,137
Purchase of property, plant and equipment	<u>(1,539,526)</u>	<u>(455,902)</u>
NET CASH FOR INVESTING ACTIVITIES	(430,596)	(1,342,367)
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(96,539)	(76,306)
Drawdown on finance lease payables	495,416	200,000
Hire purchase and lease interest	(46,004)	(59,035)
Proceeds from other short term borrowings	(1,309,303)	5,166,000
Proceeds from issuance of warrants	451,066	-
Proceeds from issuance of share	4,686,231	-
Purchase of treasury shares	(305,855)	(13,000)
Share issuance expenses	(6,302)	(112)
Repayment of term loan	-	(220,721)
Net drawdown of bills payable	1,382,000	(2,925,000)
Repayment of hire purchase and lease payables	(297,488)	(396,960)
Term loan interest	<u>(12,000)</u>	<u>(21,817)</u>
NET CASH FROM/(FOR) FINANCING ACTIVITIES	4,941,222	1,653,049
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	5,342,303	5,438,274
Foreign exchange fluctuation reserve	139,611	(5,393)
CASH AND CASH EQUIVALENTS B/F	11,614,617	14,709,826
CASH AND CASH EQUIVALENTS C/F	<u>17,096,531</u>	<u>20,142,707</u>
NOTES TO CASH FLOW STATEMENT		
Cash and cash equivalents comprise:		
Cash and bank balances	16,135,924	9,949,427
Fixed deposit with licensed banks	960,607	10,815,525
Less: Fixed deposit pledged with licensed banks	-	(622,245)
Less: Overdraft	-	-
	<u>17,096,531</u>	<u>20,142,707</u>

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2014.