Company's No.: 642619-P (Incorporated in Malaysia)

Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual (Quarter	Cumulative	Quarter
	Current Year Quarter 30.09.2013 RM'000	Preceding Year Corresponding Quarter 30.09.2012 RM'000	Current Year To Date 30.09.2013 RM'000	Preceding Year Corresponding Period 30.09.2012 RM'000
Revenue	3,772	3,624	11,179	10,970
Cost of sales	(1,602)	(974)	(3,724)	(2,965)
Gross profit	2,170	2,650	7,455	8,005
Other income	542	410	1,349	6,284
Distribution and selling expenses	(66)	(74)	(166)	(167)
Administrative expenses	(1,272)	(1,452)	(3,652)	(3,474)
Other expenses	(366)	(685)	(1,381)	(1,385)
Finance income	35	12	99	33
Finance costs	(6)	(9)	(19)	(54)
Profit before taxation	1,037	852	3,685	9,242
Taxation	(326)	(160)	(1,115)	(1,350)
Profit for the year	711	692	2,570	7,892
Other comprehensive income	· _	<u> </u>		_
Total comprehensive income for the year	711	692	2,570	7,892
Earnings per share (sen) (a) Basic (b) Fully diluted	0.42 N/A	0.41 N/A	1.50 N/A	4.62 N/A

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Company's No.: 642619-P (Incorporated in Malaysia)

Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(the figures have not been audited)

(alo ligalios havo hor z	osiii aadiisa,	
	AS AT	AS AT
	30.09.2013	31.12.2012
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	19,684	16,636
Prepaid lease payment on leasehold land	13,498	13,630
Investment property	7,620	7,620
Goodwill on consolidation	584	584
_	41,386	38,470
CURRENT ASSETS		
Investment in unit trusts	4,971	4,928
Inventories	675	389
Trade receivables	4,868	7,029
Other receivables	515	458
Tax recoverable	796	841
Deposits, cash and bank balances	12,366	13,294
	24,191	26,939
CURRENT LIABILITIES		
Borrowings	1,162	1,206
Trade payables	194	87
Other payables	830	1,183
Tax payables	13	18
	2,199	2,494
NET CURRENT ASSETS	21,992	24,445
	63,378	62,915
REPRESENTED BY:		
Share capital	17,079	17,079
Share premium	4,522	4,522
Treasury shares	(185)	
Retained profits	35,382	33,665
Shareholders' Equity	56,798	55,266
Borrowings	6,506	7,506
Deferred tax liabilities	74	143
Non-current liabilities	6,580	7,649
	63,378	62,915
Not see to make the contract of the contract o		20.00
Net assets per share (sen)	33.26	32.36

Company's No.: 642619-P

(Incorporated in Malaysia)

Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

Total RM'000 55,266 (185) 2,570 2,570 48,249 7,892	RM'000 33,665	Non-Distributable Share Premium RM'000 4,522 4,337 4,337	Share Capital RM'000 17,079 - 17,079 17,079	Note	At 1 January 2013 Purchase of treasury shares Total comprehensive income for the period Appropriation: Final dividend payable for the financial year ended 31 December 2012 At 30 September 2013 At 1 January 2012 Total comprehensive income for the period Appropriation: Final dividend payable for the financial
(854)	(854)	4,522	- 17,079		year ended 31 December 2011 At 30 September 2012
(854)	(854)	,	1		opriation: Final dividend payable for the financial year ended 31 December 2011
7,892	7,892	ı	•		comprehensive income for the period
48,249	26,648	4,522	17,079		January 2012
56,798	35,382	4,337	17,079		September 2013
(853)	(853)	1	1		ppriation: Final dividend payable for the financial year ended 31 December 2012
2,570	2,570	•	•		comprehensive income for the period
(185)	•	(185)	•		iase of treasury shares
55,266	33,665	4,522	17,079		anuary 2013
Total RM'000	Retained Profits RM'000	Non-Distributable Share Premium RM'000	Share Capital RM'000	Note	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 30.09.2013 RM'000	Preceding Year Corresponding Period 30.09.2012 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,685	9,242
Adjustments for:		
Depreciation of property, plant and equipment	844	951
Amortisation of prepaid lease payment	132	81
Allowance for doubtful debts - net	102	(119)
Changes in fair value of investment	73	(351)
Bad debts written back	(8)	-
Bad debts written off		7
Gain on investment in unit trust	(115)	(111)
Gain on disposal of property, plant and equipment	•	(4,339)
Interest expense	19	54
Interest income	(99)	(33)
Operating profit before working capital changes	4,633	5,382
(Increase)/Decrease in inventories	(285)	39
(Increase)/Decrease in trade receivables	2,067	930
(Increase)/Decrease in other receivables	(57)	(1,311)
Increase/(Decrease) in trade payables	111	(69)
Increase/(Decrease in other payables	(357)	(184)
Cash generated from operations	6,112	4,787
Interest paid	(19)	(54)
Taxes paid	(1,278)	(1,761)
Taxes refunded	133	335
Net cash generated from operating activities	4,948	3,307
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	99	33
Proceeds from disposal of property, plant and equipment	· ·	10,070
Purchase of property, plant and equipment	(3,892)	(8,729)
Decrease/(Increase) in short-term deposit pledged	254	(3)
Net cash (used in)/generated from investing activities	(3,539)	1,371
	7-77	-,

Company's No.: 642619-P (Incorporated in Malaysia)

Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(The figures have not been audited)

	Current Year To Date 30.09.2013 RM'000	Preceding Year Corresponding Period 30.09.2012 RM'000
CASH OUTFLOW FROM FINANCING ACTIVITY		
Term Loan received	-	6,000
Repayment of term loan	(705)	(645)
Repayment of hire purchase and lease financing	(340)	(188)
Purchase of treasury shares	(185)	-
Dividend paid	(853)	(854)
Net cash (used in)/ generated from financing activities	(2,083)	4,313
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(674)	8,991
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	13,040	4,666
CASH AND CASH EQUIVALENTS AT END OF PERIOD (Note A15)	12,366	13,657

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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(Incorporated in Malaysia)

Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

A EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standards 134 (MFRS134): "Interim Financial Reporting" and Rule 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with IAS34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2012. These 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 accounting policies and methods of computation adopted by the Company and its subsidiaries ("Group") in this interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2012 except for the following new/revised MFRS:

MRFS 7	Financial Instruments: Disclosures [Amendments relating to Mandatory Effective Date of MFRS 9 (IFRS 9 issued by
	IASB in November 2009 and October 2010 respectively) and Transition Disclosures]
MRFS 7	Financial Instruments: Disclosures (Amendments relating to Disclosures - Offsetting Financial Assets and Liabilities)
MFRS 10	Consolidated Financial Statements
MFRS 10	Consolidated Financial Statements (Amendments relating to Transition Guidance)
MFRS 13	Fair Value Measurement
MFRS 101	
	Presentation of Financial Statements (Amendments relating to Presentation of Items of Other Comprehensive Income)
MFRS 127	Separate Financial Statements (IAS 27 as amended by IASB in May 2011)
MFRS 128	Investments in Associates and Joint Ventures (IAS 28 as amended by IASB in May 2011)
MFRS 132	Financial Instruments: Presentation (Amendments relating to Offsetting Financial Assets and Financial Liabilities)

The adoption of the new/revised MFRS and its amendments does not give rise to any adjustment to the opening balances of retained profit of prior and current years or changes in comparatives.

A2 Auditors' report of preceding annual financial statements

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

A3 Seasonal or cyclical factors

The Group's operations were not subject to any seasonal or cyclical changes.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

Save for the information disclosed in this interim report, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Company during the quarter under review.

A5 Material changes in estimates

There were no changes in estimates that have a material effect in the current financial quarter.

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

A6 Debt and equity securities

During the current quarter, the Company repurchased 317,900 unit of shares from the open market at an average price of 41sen per share and the total repurchase cost was RM130,311. The total repurchase consideration, including transaction costs were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirement of Section 67A of the Companies Act. 1965.

Subsequent to 30 September 2013, the Company repurchased a further 173,000 unit of shares making up to a total of 637,900 unit of shares which are also retained as treasury shares.

Save for the above, there were no issuance, cancellation, resale and repayment of debts and equity securities during the financial period under review.

A7 Dividend paid

The first and final single tier exempt dividend of 5%, amounting to RM853,081 in respect of the financial year ended 31 December 2012 was paid on 23 July 2013.

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

A8 Segment information

	Investment holding RM'000	Recovery and recycling services RM'000	Manufactur- ing RM'000	Trading RM'000	Others* RM'000	Eliminat- ions RM'000	Total RM'000
Current Year Quarter							
30.09.2013							
Revenue							
External sales	-	3,116	123	533	-	-	3,772
Inter-segment sales		-	-	-	-	-	
Total revenue	-	3,116	123	533		-	3,772
Results							
Segment results	(67)	1,495	71	276	207	-	1,982
Finance income	` 7	28	1	-	-	-	36
Finance cost	-	(2)	(2)	(1)	-	_	(5)
Depreciation and amortisation	-	(693)	(60)	(223)	-	-	(976)
Profit before taxation	(60)	828	10	52	207	-	1,037
Current Year To Date 30.09.2013 Revenue							
External sales	_	10,077	391	711	_	_	11,179
Inter-segment sales	_	10,011	-	-	_	_	11,170
Total revenue		10,077	391	711	-	-	11,179
		10,011					. 1, 17
Results							
Segment results	(246)	4,574	192	219	514	-	5,253
Finance income	25	73	2	-	-	-	100
Finance cost	-	(8)	(7)	(3)	-	-	(18)
Depreciation and amortisation	- (004)	(1,178)	(100)	(372)		<u> </u>	(1,650)
Profit before taxation	(221)	3,461	87	(156)	514	·	3,685
Preceding Year Corresponding 30.09.2012 Revenue External sales	Quarter	3,587	13	24	· -	-	3,624
Inter-segment sales	-	0.507	2	-		(2)	- 0.004
Total revenue	-	3,587	15	24	-	(2)	3,624
Results							
Segment results	(146)	1,454	(12)	(279)	187	-	1,204
Finance income	3	8	. 1	-	-	-	12
Finance cost	-	(4)	(3)	(2)	-	-	(9)
Depreciation and amortisation	-	(277)	(20)	(58)	-	-	(355)
Profit before taxation	(143)	1,181	(34)	(339)	187	-	852
Preceding Year Corresponding 30.09.2012 Revenue	Period						
External sales	-	10,755	110	105	-	-	10,970
Inter-segment sales	-		2	<u>-</u> .	-	(2)	-
Total revenue		10,755	112	105	-	(2)	10,970
Provide					****		
Results	124031	40.070		(000)	F 40		40.005
Segment results	(171)	10,276	30	(380)	540	-	10,295
Finance income	8	20	5	-	-	•	33
Finance cost	-	(15)	(9)	(30)	-	•	(54)
Depreciation and amortisation	- (400)	(799)	(62)	(171)		-	(1,032)
Profit before taxation	(163)	9,482	(36)	(581)	540	-	9,242

^{*} This segment represents renting of investment property

There is no geographical segmental information as the Company operates principally in Malaysia.

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

A9 Valuation of property, plant and equipment

Property, plant and equipment of the Group are stated at cost less accumulated depreciation. No valuation of property, plant and equipment was undertaken during the current quarter under review.

A10 Material events subsequent to the end of the quarter

Save for the subsequent event disclosed in Note A6, there were no material events subsequent to the current financial period up to the date of this report that would affect the financial results for the current financial period under review.

A11 Changes in the composition of the Company

There were no changes in the composition of the Company for the current financial quarter.

A12 Contingent liabilities

There were no contingent liabilities or contingent assets as at the date of this report.

A13 Capital commitments

	AS AT	AS AT
	30.09.2013	31.12.2012
	RM'000	RM'000
Approved and contracted for:		
Acquisition of property, plant and equipment	828	_

A14 Related party transactions

As at the end of the current quarter under review, the Group has entered into/or completed the following related party transactions:

	Individual		Cumulative	
	Current Year Quarter 30.09.2013 RM'000	Preceding Year Corresponding Quarter 30.09.2012 RM'000	Current Year To Date 30.09.2013 RM'000	Preceding Year Corresponding Period 30.09.2012 RM'000
Transactions with Metro Engravers Sdn Bhd, a Company with a common director: - Printing costs payables	^_	3	#_	7
^RM60 #RM285	<u> </u>	-	-	7

All related party transactions had been entered into in the ordinary course of business based on normal commercial terms.

A15 Cash and cash equivalents

o outil una suon equivalento	As at 30.09.2013 RM'000	As at 31.12.2012 RM'000
Cash in hand and at banks	7,501	11,514
Deposits with: Licensed investment bank Licensed bank	4,865 -	1,526 254
	12,366	13,294
Less: Non cash equivalents: Fixed deposits pledged	-	(254)
	12,366	13,040

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

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

B1 Review of performance

Trovior or portormano	Individual		Cumulative Quarter		
	Current Year	Preceding Year Corresponding	Current Year To	Preceding Year Corresponding	
	Quarter 30.09.2013	Quarter 30.09.2012	Date 30.09.2013	Period 30.09.2012	
	RM'000	RM'000	RM'000	RM'000	
Revenue	3,772	3,624	11,179	10,970	
Profit before taxation	1,037	852	3,685	9,242	

For the quarter ended 30 September 2013, Tex Cycle and its subsidiaries ("Group") generated total revenue of RM3.772million, an increase of RM148,000 or 4% compared to the corresponding quarter of the preceding year ended 30 September 2012. The increase in revenue was due to higher revenue generated from the Group's manufacturing and trading divisions. The Group has a profit before taxation of RM1.04million for the current quarter, an increase of RM185,000, or 21.7% compared to the corresponding quarter of the preceding year ended 30 September 2012.

Recycling and recovery division

For the quarter ended 30 September 2013, the revenue of the Recycling business decreased by RM471,000 or 13% as compared to that of the corresponding quarter preceding year. The decrease is mainly due to lower demand from the industry.

Manufacturing division

For the current quarter, the revenue of the manufacturing division increased by RM110,000, or 846% as compared to the corresponding quarter preceding year. The increase is mainly due to higher demand from the industry.

Trading division

For the current quarter, the revenue of the trading division increased by RM509,000, or 2121% as compared to the corresponding quarter preceding year. The increase is mainly due to more trading products being introduced and traded.

B2 Material Changes in Quarterly Results compared to the Results of the preceding quarter

	Current Year Quarter 30.09.2013 RM'000	Current Year Previous Quarter 30.6.2013 RM'000
Revenue Profit before taxation	3,772 1,037	3,817 1,057

The Group's revenue for the current quarter was RM3.772million as compared to the revenue for the preceding quarter of RM3.817million, representing a decrease of RM45,000, or 1.18%. The decrease in revenue was mainly due to lower demand from group's recycling division. Accordingly, the Group has a profit before taxation of RM1.04million for the current quarter, a decrease of RM20,000, or 1.89% compared to the preceding quarter ended 30 June 2013.

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

B3 Prospects

The Group had on 20 December 2012, obtained the Environment Impact Assessment ("EIA") approval from the Department of Environment ("DOE") for the operations of the new plant. Subsequently a written permission to operate the new plant was issued by DOE and the Group has commenced the setting up of the new plant. The plant is expected to commence operations early 2014.

The Board of Directors expects the Group to perform satisfactorily for the rest of the year as the new plant will only be commercially viable in year 2014.

B4 Profit forecast and profit guarantee

Not applicable as no profit forecast was published by the Group.

B5 Taxation

The taxation is calculated based on the profit for the financial period ended 31 March 2013 comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2013 RM'000	Preceding Year Corresponding Quarter 30.09.2012 RM'000	Current Year To Date 30.09.2013 RM'000	Preceding Year Corresponding Period 30.09.2012 RM'000
Income tax				
Estimated tax payable for current period	290	439	1,182	1,465
Under/(Over) provision in prior year	9	(63)	2	(63)
Deferred tax				
Estimated deferred tax for current period	27	(216)	(69)	(52)
	326	160	1,115	1,350

B6 Status of corporate proposals

There were no corporate proposals as at the date of this report.

B7 Borrowings and debt securities

	30.09.2013 RM'000	As at 31.12.2012 RM'000
Short term borrowings:		
Secured-Term Loan	940	940
Unsecured - Hire purchase and finance lease payables	222	266
	1,162	1,206
Long term borrowings:		
Secured-Term Loan	6,506	7,211
Unsecured - Hire purchase and finance lease payables	-]	295
	6,506	7,506
	7,668	8,712

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

B8 Material litigation

The Company's former director, Encik Yusseri Bin Said (who retired and not re-elected at the Company's AGM on 21 June 2012) had on 12 October 2012 and 3 December 2012 filed two identical counterclaims at two different courts on Metro Koats Technology Sdn Bhd ("MKT") and Tex Cycle Technology (M) Berhad ("The Company") respectively for an arbitrary sum of RM500,000 as compensation for his alleged removal as director of MKT and the Company.

For the first case (Metro Koats Technology Sdn Bhd vs. Yusseri Bin Said) court hearing on 3 April 2013, judgement was reserved for 17 May 2013 and later postponed to 10 June 2013 and again postponed to 26 June 2013. On 26 June 2013, the High Court dismissed the counterclaim of RM500,000.

The latter case (Yusseri Bin Said vs. Tex Cycle Technology (M) Berhad) resulted in a judgement in default served on the Company on 1 April 2013 which the Company's lawyers had successfully obtained a stay of execution. A full trial was held on 7 November 2013 and case submission should be made by 28 November 2013.

B9 Dividends

No dividend has been recommended for the current financial period ended 30 September 2013.

B10 Realised and unrealised profit and loss

	As at	As at
	30.09.2013	31.12.2012
	RM'000	RM'000
Total retained profit of the Company and it's subsidiaries:		
Realised	32,889	31,169
Unrealised	2,493	2,496
	35,382	33,665

B11 Profit before tax

Individual Quarter Preceding Year		Cumulative Quarter Preceding Year	
Current Year Quarter 30.09.2013	Corresponding Quarter	Current Year To Date 30.09.2013	Corresponding Period 30.09.2012
RM'000	RM'000	RM'000	RM'000
258	328	844	951
44	27	132	81
(77)	(320)	102	(119)
-	` 7 [′]	-	` 7 [']
(8)	-	(8)	0
	(38)		(111)
• •	` ,	` '	` ,
-	(4,339)	-	(4,339)
33	(128)	73	(351)
	` '		` ,
(35)	(12)	(99)	(33)
. ,	-	. ,	`26
6	9	19	28
	Current Year Quarter 30.09.2013 RM'000 258 44 (77) - (8) (38)	Current Year Quarter 30.09.2013 RM'000 RM'000 258 328 44 27 (77) (320) - 7 (8) - 7 (88) (38) (38) - (4,339) 33 (128) (35) (12)	Current Year

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Quarterly Report on Results for the 3rd Quarter Ended 30 September 2013 NOTES

B12 Earnings per share

(a) Basic Earnings Per Ordinary Share

Basic earnings per share amounts are calculated by dividing the net profit for the period attributable to ordinary shareholders of the parent by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year Corresponding	Current Year To	Preceding Year Corresponding
	Quarter 30.09.2013 RM'000	Quarter 30.09.2012 RM'000	Date 30.09.2013 RM'000	Period 30.09.2012 RM'000
Net profit for the period (RM'000) Weighted average number of ordinary	711	692	2,570	7,892
shares in issue ('000)	170,793	170,793	170,793	170,793
Basic earnings per share (sen)	0.42	0.41	1.50	4.62

(b) Diluted Earnings Per Ordinary Share Not applicable to the Company

By Order of the Board Periasamy A/L Sinakalai Managing Director Selangor Darul Ehsan Date: 21 November 2013