

**ES CERAMICS TECHNOLOGY BHD**  
**Company No. 627117-P**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED 31 MAY 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31-May-14	CORRESPONDING QUARTER ENDED 31-May-13	CURRENT YEAR TO DATE ENDED 31-May-14	CORRESPONDING YEAR TO DATE ENDED 31-May-13
	RM	RM	RM	RM
<b>Revenue</b>	<u>6,185,254</u>	<u>5,189,873</u>	<u>24,672,574</u>	<u>17,172,257</u>
<b>Operating profit</b>	1,456,448	1,183,457	4,799,562	3,820,689
Finance costs	(38,391)	(160,229)	(317,276)	(702,240)
Depreciation and amortisation	(430,125)	(442,804)	(1,746,086)	(1,830,840)
Interest income	14,009	3,006	48,995	11,498
<b>Profit before taxation</b>	<u>1,001,941</u>	<u>583,430</u>	<u>2,785,195</u>	<u>1,299,107</u>
Taxation	(81,403)	(104,003)	(164,144)	(104,003)
<b>Profit for the period</b>	<u>920,538</u>	<u>479,427</u>	<u>2,621,051</u>	<u>1,195,104</u>
<b>Other comprehensive income :</b>				
Foreign exchange translation difference	(547,162)	(502,960)	(489,471)	48,090
Transfer of ESOS reserve for ESOS lapsed & Warrant reserve for warrant lapsed	487,287		487,287	
<b>Total comprehensive income for the period</b>	<u>860,663</u>	<u>(23,533)</u>	<u>2,618,867</u>	<u>1,243,194</u>
<b>Profit Attributable to :</b>				
Equity holders of the parent	920,538	479,427	2,621,051	1,195,104
Non-Controlling Interest	-	3	-	(26)
	<u>920,538</u>	<u>479,430</u>	<u>2,621,051</u>	<u>1,195,078</u>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the parent	860,663	(23,533)	2,618,867	1,243,194
Non-Controlling Interest	-	3	-	(26)
	<u>860,663</u>	<u>(23,530)</u>	<u>2,618,867</u>	<u>1,243,168</u>
Earnings per share (sen)				
- Basic	<u>0.5</u>	<u>0.3</u>	<u>1.5</u>	<u>0.7</u>
- Diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

*(The condensed consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2013)*

**ES CERAMICS TECHNOLOGY BHD**  
**Company No. 627117-P**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MAY 2014**

	<b>AS AT 31-May-14 (UNAUDITED)</b>	<b>AS AT 31-May-13 (AUDITED)</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	14,460,619	16,335,136
Intangible Assets	1,307,763	1,387,013
	<u>15,768,382</u>	<u>17,722,149</u>
<b>Current Assets</b>		
Inventories	1,432,578	2,709,808
Trade & Other Receivables	6,834,606	5,449,906
Current Tax Asset	23,491	560,966
Cash and Cash Equivalents	4,137,498	4,897,424
	<u>12,428,173</u>	<u>13,618,104</u>
<b>TOTAL ASSETS</b>	<u><u>28,196,555</u></u>	<u><u>31,340,253</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Equity Holders of the Parent</b>		
Share Capital	16,982,660	16,978,800
Share Premium	372	-
Capital Reserve	1,443,808	1,714,755
Exchange Reserve	752,101	1,241,572
Retained Profit	4,006,545	898,207
	<u>23,185,486</u>	<u>20,833,334</u>
<b>Non-controlling interest</b>	-	-
<b>TOTAL EQUITY</b>	<u><u>23,185,486</u></u>	<u><u>20,833,334</u></u>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
Hire Purchase Payables	363,184	379,395
Term Loan	7,014	613,807
Deferred Taxation	353,000	353,000
	<u>723,198</u>	<u>1,346,202</u>
<b>Current Liabilities</b>		
Trade and Other Payables	4,052,682	2,044,266
Hire Purchase Payables	99,235	95,152
Term Loan	135,954	3,204,624
Bank Borrowings	-	3,816,675
	<u>4,287,871</u>	<u>9,160,717</u>
<b>TOTAL LIABILITIES</b>	<u><u>5,011,069</u></u>	<u><u>10,506,919</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>28,196,555</u></u>	<u><u>31,340,253</u></u>
<b>Net assets per share attributable to ordinary equity holders of the parent (sen)</b>	<u><u>14</u></u>	<u><u>12</u></u>

*(The condensed consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2013)*

**ES CERAMICS TECHNOLOGY BHD**  
**Company No. 627117-P**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Attributable to Owners of the Parent						Non-controlling Interest RM	Total Equity RM
	Share Capital RM	Share Premium RM	Capital Reserve RM	Exchange Reserve RM	Retained Profits RM	Total RM		
Balance at 1 Jun 2013	16,978,800	-	1,714,755	1,241,572	898,207	20,833,334	-	20,833,334
Issue of Shares	3,860	372				4,232		4,232
Dividends paid						-		-
Total comprehensive income for the period			(270,947)	(489,471)	3,108,338	2,347,920	-	2,347,920
Balance at 31 May 2014	16,982,660	372	1,443,808	752,101	4,006,545	23,185,486	-	23,185,486

***For the Corresponding Quarter Ended 31 May 2013***

	Attributable to Owners of the Parent						Non-controlling Interest RM	Total Equity RM
	Share Capital RM	Share Premium RM	Capital Reserve RM	Exchange Reserve RM	Retained Profits RM	Total RM		
Balance at 1 Jun 2012	16,978,800	-	1,261,872	1,193,482	(296,871)	19,137,283	198	19,137,481
Issue of Shares						-		-
Dividends paid						-		-
Total comprehensive income for the period		-	452,883	48,090	1,195,078	1,696,051	(198)	1,695,853
Balance at 31 May 2013	16,978,800	-	1,714,755	1,241,572	898,207	20,833,334	-	20,833,334

*(The condensed consolidated Statement of changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2013)*

**ES CERAMICS TECHNOLOGY BHD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 MAY 2014**

	<b>CURRENT QUARTER ENDED 31-May-14</b>	<b>PRECEDING YEAR QUARTER ENDED 31-May-13</b>
	<b>RM</b>	<b>RM</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	2,785,195	1,299,107
Adjustments for :-		
Depreciation, amortisation and impairment losses	1,746,086	1,830,840
Interest income and expenses	268,281	687,451
Other non-cash items	176,699	364,117
Operating profit before changes in working capital	<u>4,976,261</u>	<u>4,181,515</u>
Changes in working capital:		
Net change in inventories	1,101,046	15,779
Net change in receivables	(1,384,700)	(1,513,314)
Net change in payables	2,008,416	912,123
Cash flow from operations	<u>6,701,023</u>	<u>3,596,103</u>
Finance costs	(317,276)	(698,949)
Income tax refunded/(paid)	427,555	262,353
<b>Net cash flows from operating activities</b>	<u>6,811,302</u>	<u>3,159,507</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(177,842)	(23,733)
Interest income	48,995	11,498
Net cash outflow from liquidation of a subsidiary	-	(25,366)
Proceeds from disposal of property, plant and equipment	28,500	1,451,897
<b>Net cash used in investing activities</b>	<u>(100,347)</u>	<u>1,414,296</u>
<b>Cash flows from financing activities</b>		
Drawdown / (Repayment) of bank borrowings	(3,816,675)	767,309
Drawdown / (Repayment) of term loan	(3,675,463)	(4,049,642)
Issuance of shares	4,232	-
Drawdown / (Repayment) of hire purchase	(12,129)	(103,891)
<b>Net cash flows from financing activities</b>	<u>(7,500,035)</u>	<u>(3,386,224)</u>
<b>Net increase / (decrease) in cash and cash equivalents</b>	(789,080)	1,187,579
<b>Cash and cash equivalents at beginning of the year</b>	4,897,424	3,846,255
<b>Effect of changes in foreign exchange rates</b>	29,154	(136,410)
<b>Cash and cash equivalents at end of period</b>	<u>4,137,498</u>	<u>4,897,424</u>
Cash and cash equivalent comprises of:		
- Cash and bank balances	4,137,498	4,872,318
- Fixed Deposits	-	25,106
As reported in the balance sheets /cash flow statements	<u>4,137,498</u>	<u>4,897,424</u>

*(The condensed consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2013)*