

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Quarter Ended 31-Mar-2014 RM'000 Unaudited	Preceding Year Corresponding Quarter Ended 31-Mar-2013 RM'000 Unaudited	Current Year to Date Ended 31-Mar-2014 RM'000 Unaudited	Preceding Year To Date Ended 31-Mar-2013 RM'000 Audited
Revenue	8,919	10,015	8,919	10,015
Cost of sales	(4,575)	(5,499)	(4,575)	(5,499)
Gross profit	4,344	4,516	4,344	4,516
Other income	188	149	188	149
Administrative and other operating expenses	(2,474)	(2,472)	(2,474)	(2,472)
Selling and distribution expenses	(689)	(492)	(689)	(492)
Operating profit	1,369	1,701	1,369	1,701
Depreciation	(118)	(106)	(118)	(106)
Finance costs	(3)	-	(3)	-
Profit before taxation	1,248	1,595	1,248	1,595
Taxation	(342)	(423)	(342)	(423)
Profit for the period	906	1,172	906	1,172
Other comprehensive income	3	(2)	3	(2)
Total comprehensive income for the period	909	1,170	909	1,170
Profit after taxation attributable to the equity holders of the Company	906	1,172	906	1,172
Total comprehensive income attributable to the equity holders of the Company	909	1,170	909	1,170
Weighted average no. of ordinary shares in issue ('000)	42,757	42,757	42,757	42,757
Earnings per share (sen):				
- Basic	2.12	2.74	2.12	2.74
- Diluted	2.12	2.74	2.12	2.74

Note:

- 1) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended ("FYE") 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2014**

	UNAUDITED As at 31-Mar-2014 RM'000	AUDITED As At 31-Dec-2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,748	4,478
Investment securities	44	40
Goodwill on consolidation	8	8
	4,800	4,526
Current Assets		
Inventories	4,712	3,850
Trade receivables	7,930	8,724
Other receivables, deposits and prepayments	4,406	667
Tax recoverable	81	59
Fixed Deposits placed with licensed banks	13,602	11,404
Cash and bank balances	3,195	4,392
	33,926	29,096
TOTAL ASSETS	38,726	33,622
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	21,379	21,379
Share premium	2,667	2,667
Retained profits	8,305	7,399
Reserve	29	26
Total equity	32,380	31,471
Non current liabilities		
Deferred tax liabilities	130	130
Hire purchase payable	267	191
	397	321
Current liabilities		
Trade payables	65	430
Other payables, deposits and accruals	5,404	826
Hire purchase payables	62	51
Tax payables	418	523
	5,949	1,830
Total liabilities	6,346	2,151
TOTAL EQUITY AND LIABILITIES	38,726	33,622
 Net assets per share attributable to ordinary equity owners of the Company (sen)	75.73	73.60

Note:

- 1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

	Attributable to Equity Holders of the Company				
	Share Capital RM'000	Share Premium RM'000	<u>Non-Distributable</u> Fair value Adjustment Reserve RM'000	<u>Distributable</u> Retained Profits RM'000	Total Equity RM'000
Balance as at 1.1.2013	21,379	2,667	32	6,477	30,555
Dividends	-	-	-	(4,276)	(4,276)
Total comprehensive income for the financial year	-	-	(6)	5,198	5,192
At 31 December 2013 (<i>Audited</i>)	21,379	2,667	26	7,399	31,471
Balance as at 1.1.2014	21,379	2,667	26	7,399	31,471
Total comprehensive income for the financial period	-	-	3	906	909
Balance as at 31.03.2014 (<i>Unaudited</i>)	21,379	2,667	29	8,305	32,380

Note:

- 1) The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

	Current Year To Date Ended 31-Mar-2014 (Unaudited) RM'000	Preceding Year To Date Ended 31-Mar-2013 (Unaudited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,248	1,595
Adjustments for		
- Depreciation	118	106
- Gain on disposal of property, plant and equipment	-	(47)
- Interest income	(96)	(55)
- Interest expense	3	-
Operating profit before working capital changes	1,273	1,599
Changes in working capital		
Inventories	(861)	(965)
Receivables	(3,054)	395
Payables	4,319	794
Net cash generated from operations	1,677	1,823
Interest received	96	55
Interest paid	(3)	-
Taxation paid	(466)	(282)
Net cash flows from operating activities	1,304	1,596
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of investment/property, plant and equipment	-	70
Purchase of property, plant and equipment	(390)	(116)
Net cash flows from investing activities	(390)	(46)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Hire Purchase Loan	99	-
Repayment of hire purchase liabilities	(12)	(4)
Net cash used in financing activities	87	(4)
Net Changes In Cash And Cash Equivalents	1,001	1,546
Cash And Cash Equivalents At The Beginning Of The Period	14,763	15,057
Cash And Cash Equivalents At The End Of The Period	15,764	16,603
Analysis of Cash And Cash Equivalents		
Deposits with licensed banks	13,602	13,788
Cash and bank balances	3,195	3,816
	16,797	17,604
Less: Deposits pledged with licensed banks	(1,033)	(1,001)
	15,764	16,603

Note:

- 1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2014

(a) NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of reporting preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Appendix 9B of the Bursa Malaysia Securities Berhad ACE Market Listing Requirements.

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Company for the FYE 31 December 2013 and the accompanying explanatory notes attached to the interim financial report.

A2. Summary of significant accounting policies

The accounting policies and methods of computation adopted by SCC and its subsidiary companies ("SCC Group" or "Group") in the preparation of this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2013.

The application of the following new/revised MFRSs, Issues Committee ("IC") Interpretations, amendments to MFRSs and IC Interpretations, issued by the Malaysian Accounting Standards Board ("MASB"), which are mandatory and will be effective for the financial periods as stated below, will have no material impact on the financial statements of the Group and of the Company:

<u>New MFRSs</u>		Effective for financial periods commencing on or after
MFRS 9	Financial Instruments	To be announced by MASB
 <u>Amendments/Improvements to MFRSs</u>		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 July 2014
MFRS 2	Share-based Payment	1 July 2014
MFRS 3	Business Combinations	1 July 2014
MFRS 7	Financial Instruments: Disclosures	Applies when MFRS 9 is applied
MFRS 10	Consolidation Financial Statement	1 January 2014
MFRS 12	Disclosures of Interests in Other Entities	1 January 2014
MFRS 13	Fair Value Measurement	1 July 2014
MFRS 116	Property, Plant and Equipment	1 July 2014
MFRS 119	Employee Benefits	1 July 2014
MFRS 124	Related Party Disclosures	1 July 2014
MFRS 127	Separate Financial Statements	1 January 2014
MFRS 132	Financial Instruments: Presentation	1 January 2014
MFRS 136	Impairment of Assets	1 January 2014
MFRS 138	Intangible Assets	1 July 2014
MFRS 139	Financial Instruments: Recognition and Measurement	1 January 2014
MFRS 139	Financial Instruments: Recognition and Measurement	Applies when MFRS 9 is applied
MFRS 140	Investment Property	1 July 2014
<u>New IC Int</u>		
<u>IC Int 21</u>	Levies	1 January 2014

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

A2. Summary of significant accounting policies (con'd)

MFRS, Amendments to MFRS and IC Interpretation that is applicable to the Group but not yet effective

The Group did not adopt the following standards that have been issued by the Malaysian Accounting Standards Board as these are effective for financial period beginning on or after 1 January 2015:

- MFRS 9 Financial Instruments (effective from 1 January 2015)

A3. Auditors' report

There was no qualification on the audited financial statements of the Group for the FYE 31 December 2013.

A4. Seasonal or cyclical factors

The operations of the Group were not significantly affected by seasonal or cyclical factors during the current quarter and current year to date under review.

A5. Items of unusual nature and amount

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter and current year to date under review.

A6. Material changes in estimates

There were no changes in the estimates that had a material effect in the current quarter and period to date results.

A7. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current quarter and current year to date under review.

A8. Dividends paid

There was no dividend paid during the financial period ended 31 March 2014 and preceding year's corresponding period ended 31 March 2013.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

A9. Segmental information

Segmental information of the Group's revenue is as follows:

	Animal Health Products RM'000	Food Service Equipme RM'000	Food Supplies RM'000	Others RM'000	Total RM'000	Inter- segment Elimination RM'000	Consolidated RM'000
RESULTS FOR THE QUARTER ENDED 31 March 2014							
REVENUE							
External revenue	3,767	5,110	42	-	8,919	-	8,919
Inter-segment							
- sales	31	-	724	-	755	(755)	-
- management fees received	-	-	-	357	357	(357)	-
- dividend received	-	-	-	4,813	4,813	(4,813)	-
Total revenue	3,798	5,110	766	5,170	14,844	(5,924)	8,919
RESULTS							
Segment profit	377	645	128	4,701	5,851	(4,945)	906

	Animal Health Products RM'000	Food Service Equipme RM'000	Food Supplies RM'000	Others RM'000	Total RM'000	Inter- segment Elimination RM'000	Consolidated RM'000
RESULTS FOR THE CURRENT QUARTER ENDED 31 March 2013							
REVENUE							
External revenue	3,711	6,275	29	-	10,015	-	10,015
Inter-segment							
- sales	-	-	129	-	129	(129)	-
- dividend	-	-	-	4,590	4,590	(4,590)	-
- management fees received	-	-	-	399	399	(399)	-
Total revenue	3,711	6,275	158	4,989	15,134	(5,118)	10,015
RESULTS							
Segment profit	780	910	37	4,035	5,762	(4,590)	1,172

A10. Valuation of property, plant and equipment

There was no valuation of property, plant and equipment in the current quarter under review.

A11. Capital commitments

As at the balance sheet date, there was no outstanding capital commitments not provided for in the interim financial report.

A12. Material subsequent event

There was no material subsequent event.

A13. Changes in the composition of the Group

There was no change in the composition of the Group for the current quarter under review.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

A14. Contingent liabilities and contingent assets

There were no contingent liabilities and contingent assets, which upon becoming enforceable may have a material effect on the net assets, profits or financial position of the Group for the current quarter and current year to date under review since the last annual balance sheet date.

A15. Significant related party transactions

Save as disclosed in the Audited Financial Statements for the FYE 31 December 2013, there were no other significant related party transactions for the current quarter under review.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. Review of performance

The comparison of the current year 1st quarter revenue against previous year 1st quarter revenue is set out below:

	Current Quarter Ended 31-Mar-14 RM'000	Corresponding Quarter ended 31-Mar-13 RM'000	Variance RM'000
Revenue - Animal Health Product Division	3,767	3,711	56
- Food Service Equipment Division	5,110	6,275	(1,165)
- Food Supplies Division	42	29	13

The Group achieved revenue of RM8.92 million for the current quarter ended 31 March 2014 as compared to RM10.02 million in the preceding year quarter ended 31 March 2013. The decrease in revenue by approximately 10.95% compared to the preceding year corresponding quarter was mainly due to reasons as explained below.

During the current quarter ended 31 March 2014, Animal Health Product Division recorded revenue of RM3.77 million as compared to RM3.71 million in the preceding year quarter ended 31 March 2013. The increase of approximately 1.62% was due to reputation of orders received during the current quarter.

During the current quarter ended 31 March 2014, Food Service Equipment Division recorded revenue of RM5.11 million as compared to RM6.30 million in the preceding year quarter ended 31 March 2013. The decrease of approximately 18.89% was due to the lower demand in equipment during the current quarter.

During the current quarter ended 31 March 2014, Food Supplies Division recorded revenue of RM0.04 million as compared to RM0.03 million in the preceding year quarter ended 31 March 2013. The increase of approximately 33.33% was due to the increase in our customers' orders during the current quarter.

B2. Material changes in the profit before taxation for the current quarter as compared to the immediate preceding quarter

For current quarter ended 31 March 2014, the Group achieved a profit before tax of approximately RM1.25 million as compared to RM2.77 million in the immediate preceding quarter ended 31 December 2013. The declined in profit before taxation of RM1.52 million, representing a decrease of approximately 54.87% was mainly due to higher administrative and other operating expenses of approximately RM2.47 million in the current quarter as compare to RM1.34 million in the immediate preceding quarter. The key reason of the increase in administrative and other operating expenses was mainly due to increase in staff expenses during FPE 2014.

B3. Prospects

The Group continues focus in promoting the product of Animal Health Product Division and Food Service Equipment Division, the performance of these two divisions are expected to remain stable and resilient. The Food Supplies Division is expected to grow at a rapid rate and we foresee it will become a major contributor to the Group's revenue by end of the year.

Barring any unforeseen circumstances, the Board of Directors is optimistic of the Group's prospect in the future.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

B4. Profit forecast

No profit forecast has been issued by the Group previously in any public document.

B5. Taxation

	Current Quarter Ended 31-Mar-14 RM'000	Corresponding Quarter Ended 31-Mar-13 RM'000	Current Year-To-Date Ended 31-Mar-14 RM'000	Corresponding Year-To-Date Ended 31-Mar-13 RM'000
Income tax:				
- Current year	342	423	342	423
- (Over) / under provision for tax in prior year	-	-	-	-
	342	423	342	423
Deferred tax:				
- Relating to origination and reversal of temporary difference	-	-	-	-
	342	423	342	423

The Group's effective tax rate for the current quarter 31 March 2014 and current year to date ended 31 March 2014 was 27.40% which was higher than the statutory rate due to certain non tax-deductible expenses.

B6. Status of corporate proposal

There is no corporate proposal announced but not completed at a date not earlier than 7 days from the date of this quarterly report.

B7. Utilisation of IPO Proceeds

The status of utilisation of the IPO proceeds is as follows:

Purpose	Proposed utilisation RM'000	Revised utilisation as per announcement dated 23 July 2012 RM'000	Actual utilisation RM'000	Intended revised timeframe for utilisation from the listing date* as per announcement dated 29 July 2013 (Months)	Balance/ (Deviation)		Explanations
					Amount RM'000	%	
Capital Expenditures	2,000	2,000	1,146	48	854	42.70%	(1)
Program development expenditure	3,000	-	-	-	-	-	-
Working capital	2,291	5,291	3,799	48	1,492	28.20%	(1)
Estimated listing expenses	1,380	1,380	1,380	Upon listing	-	-	-
Total	8,671	8,671	6,325		2,346	27.05%	

Notes:

* SCC Holdings Berhad was listed on 3rd August 2010.

(1) As at the date of this report, the IPO proceeds is expected to be utilised within the estimated revised time frame and the Group does not expect any material deviation in its utilisation of IPO proceeds.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

B8. Group borrowings and debt securities

The Group's borrowings as 31 March 2014 were as follow:-

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short term borrowings:-</u>			
Hire purchase payables	62	-	62
	<u>62</u>	<u>-</u>	<u>62</u>
<u>Long term borrowings:-</u>			
Hire purchase payables	267	-	267
	<u>267</u>	<u>-</u>	<u>267</u>
Total borrowings	<u>329</u>	<u>-</u>	<u>329</u>

All the Group's borrowings are denominated in Ringgit Malaysia.

B9. Material litigation

There are no material litigations during the current quarter under review.

B10. Dividend

- (a) The Directors declared a single tier tax exempt interim dividend of 5 sen per ordinary share and a special single tier tax exempt interim dividend of 5 sen per ordinary share amounting to RM4,275,700.00 in respect of the financial year ending 31 December 2014.
- (b) The entitlement date is 4 July 2014 and date of payment for the single tier tax exempt interim dividend and a special single tier tax exempt interim dividend in respect of the financial year ending 31 December 2014 is 30 July 2014.

B11. Earnings per share

The basic and diluted earnings per share is calculated based on the Group's profit after tax attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

	Current Quarter Ended 31-Mar-14	Corresponding Quarter Ended 31-Mar-13	Current Year-To-Date Ended 31-Mar-14	Corresponding Year-To-Date Ended 31-Mar-13
Group's profit after tax attributable to the equity holders of the Company (RM'000)	906	1,172	906	1,172
Weighted average number of ordinary shares in issue ('000)	42,757	42,757	42,757	42,757
Earnings per share (sen)				
- basic	2.12	2.74	2.12	2.74
- diluted	2.12	2.74	2.12	2.74

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

B12. Supplementary information on the disclosure of realised and unrealised profit

The amounts of realised and unrealised profits included in the retained profit of the Group are as follows:

	Unaudited As at 31-Dec-13 RM'000	Audited As at 31-Dec-13 RM'000
Total retained profits of the Group		
- Realised	20,592	19,552
- Unrealised	(52)	(52)
	20,540	19,500
Add: Consolidation adjustments	(12,235)	(12,101)
At 31 March	8,305	7,399

B13. Profit for the year

Profit for the current quarter ended 31 December 2013 and current year to date ended 31 December 2013 was arrived at after crediting / (charging) the following:

	Current Quarter Ended 31-Mar-14 RM'000	Current Year to Date Ended 31-Mar-14 RM'000
Interest income	96	96
Other income including investment income	91	91
Interest expense	(3)	(3)
Depreciation and amortization	(118)	(118)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Gain on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Foreign exchange gain /(loss)	2	2
Gain / (loss) on derivatives	-	-
Exceptional items (with details)	-	-

B14. Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 27 May 2014.

By order of the board
SCC Holdings Berhad

Wong Keo Rou (MAICSA 7021435)
Company Secretary
Kuala Lumpur
Date: 27 May 2014