

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Quarter Ended 30-Jun-2014 RM'000 Unaudited	Preceding Year Corresponding Quarter Ended 30-Jun-2013 RM'000 Unaudited	Current Year to Date Ended 30-Jun-2014 RM'000 Unaudited	Preceding Year To Date Ended 30-Jun-2013 RM'000 Audited
Revenue	11,070	8,866	19,989	18,881
Cost of sales	(5,856)	(4,445)	(10,431)	(9,944)
Gross profit	5,214	4,421	9,558	8,937
Other income	216	248	405	397
Administrative and other operating expenses	(2,525)	(2,509)	(5,000)	(4,981)
Selling and distribution expenses	(740)	(906)	(1,429)	(1,398)
Operating profit	2,165	1,254	3,534	2,955
Depreciation	(140)	(126)	(258)	(232)
Finance costs	(4)	(1)	(6)	(1)
Profit before taxation	2,021	1,127	3,270	2,722
Taxation	(504)	(294)	(846)	(717)
Profit for the period	1,517	833	2,424	2,005
Other comprehensive income	2	2	5	0
Total comprehensive income for the period	1,519	835	2,429	2,005
Profit after taxation attributable to the equity holders of the Company	1,517	833	2,424	2,005
Total comprehensive income attributable to the equity holders of the Company	1,519	835	2,429	2,005
Weighted average no. of ordinary shares in issue ('000)	42,757	42,757	42,757	42,757
Earnings per share (sen):				
- Basic	3.55	1.95	5.67	4.69
- Diluted	3.55	1.95	5.67	4.69

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 30 JUNE 2014**

	UNAUDITED As at 30-Jun-2014 RM'000	AUDITED As At 31-Dec-2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	5,310	4,478
Investment securities	46	40
Goodwill on consolidation	8	8
	5,364	4,526
Current Assets		
Inventories	4,131	3,850
Trade receivables	9,674	8,724
Other receivables, deposits and prepayments	172	667
Tax recoverable	98	59
Fixed Deposits placed with licensed banks	9,372	11,404
Cash and bank balances	8,064	4,392
	31,511	29,096
TOTAL ASSETS	36,875	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	9,823	7,399
Reserve	31	26
Total equity	33,900	31,471
Non current liabilities		
Deferred tax liabilities	130	130
Hire purchase payable	267	191
	397	321
Current liabilities		
Trade payables	99	430
Other payables, deposits and accruals	1,872	826
Hire purchase payables	41	51
Tax payables	566	523
	2,578	1,830
Total liabilities	2,975	2,151
TOTAL EQUITY AND LIABILITIES	36,875	33,622
 Net assets per share attributable to ordinary equity owners of the Company (sen)	 79.29	 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 SECOND QUARTER ENDED 30 JUNE 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	-	-	5	2,424	2,429
Balance as at 30.06.2014 (<i>Unaudited</i>)	21,379	2,667	31	9,823	33,900

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 SECOND QUARTER ENDED 30 JUNE 2014**

	Current Year To Date Ended 30-Jun-2014 (Unaudited) RM'000	Preceding Year To Date Ended 30-Jun-2013 (Unaudited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,270	2,722
Adjustments for		
- Depreciation	258	232
- Gain on disposal of property, plant and equipment	-	(124)
- Interest income	(107)	(171)
- Interest expense	4	1
Operating profit before working capital changes	3,425	2,660
Changes in working capital		
Inventories	(281)	(886)
Receivables	(561)	(5,244)
Payables	820	6,802
Net cash generated from operations	3,403	3,332
Interest received	107	171
Interest paid	(4)	(1)
Taxation paid	(840)	(600)
Net cash flows from operating activities	2,666	2,902
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of investment/property, plant and equipment	-	153
Purchase of property, plant and equipment	(1,093)	(541)
Net cash flows from investing activities	(1,093)	(388)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Hire Purchase Loan	99	270
Repayment of hire purchase liabilities	(32)	(8)
Net cash used in financing activities	67	262
Net Changes In Cash And Cash Equivalents	1,640	2,776
Cash And Cash Equivalents At The Beginning Of The Period	14,763	15,057
Cash And Cash Equivalents At The End Of The Period	16,403	17,833
Analysis of Cash And Cash Equivalents		
Deposits with licensed banks	9,372	16,021
Cash and bank balances	8,064	2,813
	17,436	18,834
Less: Deposits pledged with licensed banks	(1,033)	(1,001)
	16,403	17,833

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 SECOND QUARTER ENDED 30 JUNE 2014

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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 SECOND QUARTER ENDED 30 JUNE 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

- (a) There was no dividend paid during the financial period ended 30 June 2014 and preceding year's corresponding period ended 30 June 2013.
- (b) 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 was paid on 30 July 2014.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2014

A9. Segmental information

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

	Animal Health Products RM'000	Food Service Equipment RM'000	Supplies RM'000	Food Manufacturing RM'000	Others RM'000	Total RM'000	Inter- segment Elimination RM'000	Consolidated RM'000
RESULTS FOR THE QUARTER ENDED 30 JUNE 2014								
REVENUE								
External revenue	3,975	3,593	3,448	53	-	11,070	-	11,070
Inter-segment								
- sales		-		667	-	667	(667)	-
- management fees received	-	-		-	442	442	(442)	-
- dividend received	-	-		-		-	-	-
Total revenue	3,975	3,593	3,448	720	442	12,179	(1,109)	11,070
RESULTS								
Segment profit	452	658	631	2	(27)	1,716	(199)	1,517
	Animal Health Products RM'000	Food Service Equipment RM'000	Supplies RM'000	Food Manufacturing RM'000	Others RM'000	Total RM'000	Inter- segment Elimination RM'000	Consolidated RM'000
RESULTS FOR THE CURRENT QUARTER ENDED 30 JUNE 2013								
REVENUE								
External revenue	4,246	1,639	2,935	46	-	8,866	-	8,866
Inter-segment								
- sales	-	-		73	-	73	(73)	-
- management fees received	-	-			353	353	(353)	-
- dividend received	-	-		-		-	-	-
Total revenue	4,246	1,639	2,935	119	353	9,292	(426)	8,866
RESULTS								
Segment profit	373	200	359	46	(108)	833	-	833

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 SECOND QUARTER ENDED 30 JUNE 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 SECOND QUARTER ENDED 30 JUNE 2014

B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. Review of performance

The comparison of the current year 2nd quarter revenue against previous year 2nd quarter revenue is set out below:

	Current Quarter Ended 30-Jun-14 RM'000	Corresponding Quarter ended 30-Jun-13 RM'000	Variance RM'000
Revenue - Animal Health Product Division	3,975	4,246	(271)
- Food Service Equipment Division	7,041	4,574	2,467
- Food Manufacturing Division	53	46	7

The Group achieved revenue of RM11.07 million for the current quarter ended 30 June 2014 as compared to RM8.87 million in the preceding year quarter ended 30 June 2013. The increase in revenue by approximately 24.80% compared to the preceding year corresponding quarter was mainly due to reasons as explained below.

During the current quarter ended 30 June 2014, Animal Health Product Division recorded revenue of RM3.98 million as compared to RM4.25 million in the preceding year quarter ended 30 June 2013. The decrease of approximately 6.59% was due to customer reduce orders during the current quarter.

During the current quarter ended 30 June 2014, Food Service Equipment Division recorded revenue of RM7.04 million as compared to RM4.57 million in the preceding year quarter ended 30 June 2013. The increase of approximately 54.01% was due to increased demand for our food service equipment as a result of new outlet openings and newly secured projects by our customers.

During the current quarter ended 30 June 2014, Food Manufacturing Division recorded revenue of RM0.05 million as compared to RM0.04 million in the preceding year quarter ended 30 June 2013. The increase of approximately 15.22% was due to the increase in our customers' orders during the current quarter.

	Current Year to date ended 30-Jun-14 RM'000	Preceding Year to date ended 30-Jun-13 RM'000	Variance RM'000
Revenue - Animal Health Product Division	7,742	7,957	(215)
- Food Service Equipment Division	12,151	10,849	1,302
- Food Manufacturing Division	95	75	20

The Group achieved revenue of RM19.99 million for the current year to date ended 30 June 2014 as compared to RM18.88 million in the preceding year to date ended 30 June 2013. The increase in revenue by approximately 5.88% compared to the preceding year to date was mainly due to reasons as explained below.

During the current year to date ended 30 June 2014, Animal Health Product Division recorded revenue of RM7.74 million as compared to RM7.96 million in the preceding year ended 30 June 2013. The decrease of approximately 2.76% was due to customer reduce orders during the current year to date under review.

During the current year to date ended 30 June 2014, Food Service Equipment Division recorded revenue of RM12.15 million as compared to RM10.85 million in the preceding year ended 30 June 2013. The increase of approximately 11.98% was due to increased demand for our food service equipment as a result of new outlet openings and newly secured projects by our customers.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2014

B1. Review of performance (con'd)

During the current year to date ended 30 June 2014, Food Manufacturing Division recorded revenue of RM0.10 million as compared to RM0.08 million in the preceding year ended 30 June 2013. The increase of approximately 25% 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 30 June 2014, the Group achieved a profit before tax of approximately RM2.02 million as compared to RM 1.13 million in the immediate preceding quarter ended 31 March 2014. The increase in profit before taxation of RM0.89 million, representing an increase of approximately 78.76% was mainly due to increased in revenue and cost saving from selling and distribution expenses during the current quarter under review.

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.

B4. Profit forecast

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

B5. Taxation

	Current Quarter Ended 30/6/2014 RM'000	Preceding Year Corresponding Quarter Ended 30/6/2013 RM'000	Current Year-To-Date Ended 30/6/2014 RM'000	Preceding Year- To-Date Ended 30/6/2013 RM'000
Income tax:				
- current year	504	294	846	717
- (Over) / under provision of tax in prior year	-	-	-	-
	504	294	846	717
Deferred tax				
- Relating to origination and reversal of temporary difference	-	-	-	-
- (Over) /under provision of tax in prior year	-	-	-	-
	504	294	846	717

The Group's effective tax rate for the current quarter 30 June 2014 and current year to date ended 30 June 2014 was 26.10% and 26.34% respectively 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.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2014

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	1,666	48	334	16.70%	(1)
Program development expenditure	3,000	-	-	-	-	-	-
Working capital	2,291	5,291	4,704	48	587	11.09%	(1)
Estimated listing expenses	1,380	1,380	1,380	Upon listing	-	-	-
Total	8,671	8,671	6,325		921	10.62%	

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.

B8. Group borrowings and debt securities

The Group's borrowings as 30 June 2014 were as follow:-

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short term borrowings:-</u>			
Hire purchase payables	41	-	41
	<u>41</u>	<u>-</u>	<u>41</u>
<u>Long term borrowings:-</u>			
Hire purchase payables	267	-	267
	<u>267</u>	<u>-</u>	<u>267</u>
Total borrowings	<u>308</u>	<u>-</u>	<u>308</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.

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2014

B10. Dividend

- (a) No dividend was proposed or declared for the current financial period ended 30 June 2014.
- (b) Dividend declared during the current financial year to date ended 30 June 2014 were 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 which was paid on 30 July 2014.
- (c) Dividend declared during the preceding year's corresponding period to date ended 30 June 2013 were 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 2013 which was paid on 31 July 2013.

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 30-June-14	Corresponding Quarter Ended 30-June-13	Current Year-To-Date Ended 30-June-14	Corresponding Year-To-Date Ended 30-June-13
Group's profit after tax attributable to the equity holders of the Company (RM'000)	1,517	833	2,429	2,005
Weighted average number of ordinary shares in issue ('000)	42,757	42,757	42,757	42,757
Earnings per share (sen)				
- basic	3.55	1.95	5.67	4.69
- diluted	3.55	1.95	5.67	4.69

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 30-June-14 RM'000	Audited As at 31-Dec-13 RM'000
Total retained profits of the Group		
- Realised	22,145	19,552
- Unrealised	(52)	(52)
	22,093	19,500
Add: Consolidation adjustments	(12,270)	(12,101)
At 30 June	9,823	7,399

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2014

B13. Profit for the year

Profit for the current quarter ended 30 June 2014 and current year to date ended 30 June 2014 was arrived at after crediting / (charging) the following:

	Current Quarter Ended 30-Jun-14 RM'000	Current Year to Date Ended 30-Jun-14 RM'000
Interest income	11	107
Other income including investment income	192	283
Interest expense	(1)	(4)
Depreciation and amortization	(140)	(258)
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)	13	15
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 26 August 2014.

By order of the board
SCC Holdings Berhad

Wong Keo Rou (MAICSA 7021435)
Company Secretary
Kuala Lumpur
Date: 26 August 2014