

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 31 MARCH 2016**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Quarter Ended</u> <u>31-Mar-2016</u> <u>RM'000</u> <u>Unaudited</u>	<u>Preceding Year Corresponding Quarter Ended</u> <u>31-Mar-2015</u> <u>RM'000</u> <u>Unaudited</u>	<u>Current Year to Date Ended</u> <u>31-Mar-2016</u> <u>RM'000</u> <u>Unaudited</u>	<u>Preceding Year To Date Ended</u> <u>31-Mar-2015</u> <u>RM'000</u> <u>Unaudited</u>
<b>Revenue</b>	16,660	13,932	16,660	13,932
Cost of sales	(10,123)	(8,126)	(10,123)	(8,126)
<b>Gross profit</b>	6,537	5,806	6,537	5,806
Other income	143	154	143	154
Administrative and other operating expenses	(2,919)	(2,684)	(2,919)	(2,684)
Selling and distribution expenses	(1,391)	(891)	(1,391)	(891)
<b>Operating profit</b>	2,370	2,385	2,370	2,385
Depreciation	(164)	(146)	(164)	(146)
Allowance for impairment	-	(2)	-	(2)
Finance costs	(2)	(3)	(2)	(3)
<b>Profit before taxation</b>	2,204	2,234	2,204	2,234
Taxation	(659)	(729)	(659)	(729)
<b>Profit for the period</b>	1,545	1,505	1,545	1,505
Other comprehensive income	4	9	4	9
<b>Total comprehensive income for the period</b>	1,549	1,514	1,549	1,514
Profit after taxation attributable to the equity holders of the Company	1,545	1,505	1,545	1,505
Total comprehensive income attributable to the equity holders of the Company	1,549	1,514	1,549	1,514
Weighted average no. of ordinary shares in issue ('000)	42,757	42,757	42,757	42,757
Earnings per share (sen):				
- Basic	3.61	3.52	3.61	3.52
- Diluted	3.61	3.52	3.61	3.52

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 2015 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 2016**

	<b>UNAUDITED</b> As at <b>31-Mar-2016</b> RM'000	<b>AUDITED</b> As At <b>31-Dec-2015</b> RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	5,352	5,436
Investment securities	71	67
Goodwill on consolidation	8	8
	<u>5,431</u>	<u>5,511</u>
<b>Current Assets</b>		
Inventories	7,824	7,475
Trade receivables	13,234	13,571
Other receivables, deposits and prepayments	893	813
Tax recoverable	-	37
Other investment	12,343	8,249
Fixed Deposits placed with licensed banks	860	200
Cash and bank balances	3,328	5,866
	<u>38,482</u>	<u>36,211</u>
<b>TOTAL ASSETS</b>	<u>43,913</u>	<u>41,722</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	21,379	21,379
Share premium	2,667	2,667
Retained profits	13,372	11,827
Reserve	55	51
<b>Total equity</b>	<u>37,473</u>	<u>35,924</u>
<b>Non current liabilities</b>		
Deferred tax liabilities	167	167
Hire purchase payable	91	91
	<u>258</u>	<u>258</u>
<b>Current liabilities</b>		
Trade payables	3,301	2,961
Other payables, deposits and accruals	2,001	1,653
Hire purchase payables	68	90
Tax payables	812	836
	<u>6,182</u>	<u>5,540</u>
<b>Total liabilities</b>	<u>6,440</u>	<u>5,798</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>43,913</u>	<u>41,722</u>
Net assets per share attributable to ordinary equity owners of the Company (sen)	87.64	84.02

Note:

- 1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financials for the FYE 31 December 2015 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 2016**

	Attributable to Equity Holders of the Company				
	<b>Share Capital RM'000</b>	<b>Share Premium RM'000</b>	<b>Non-Distributable Fair value Adjustment Reserve RM'000</b>	<b>Distributable Retained Profits RM'000</b>	<b>Total Equity RM'000</b>
Balance as at 1.1.2015	21,379	2,667	37	9,697	33,780
Dividends	-	-	-	(4,276)	(4,276)
Total comprehensive income for the financial year	-	-	14	6,406	6,420
At 31 December 2015 ( <i>Audited</i> )	21,379	2,667	51	11,827	35,924
Balance as at 1.1.2016	21,379	2,667	51	11,827	35,924
Total comprehensive income for the financial period	-	-	4	1,545	1,549
Balance as at 31.03.2016 ( <i>Unaudited</i> )	21,379	2,667	55	13,372	37,473

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 2015 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 2016**

	<b>Current Year To Date Ended 31-Mar-2016 (Unaudited) RM'000</b>	<b>Preceding Year To Date Ended 31-Mar-2015 (Unaudited) RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,204	2,234
Adjustments for		
- Depreciation	164	146
- Allowance for impairment	-	2
- Fair value gain on financial assets	(94)	-
- Interest income	(5)	(105)
- Interest expense	2	3
<b>Operating profit before working capital changes</b>	<b>2,271</b>	<b>2,280</b>
Changes in working capital		
Inventories	(348)	669
Receivables	257	(8,542)
Payables	687	7,324
<b>Net cash generated from operations</b>	<b>2,867</b>	<b>1,731</b>
Interest received	5	105
Interest paid	(2)	(3)
Taxation refund	-	61
Taxation paid	(647)	(399)
<b>Net cash flows from operating activities</b>	<b>2,223</b>	<b>1,495</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net (purchase) / withdrawal of other investments	(4,000)	-
Purchase of property, plant and equipment	(79)	(202)
<b>Net cash flows from investing activities</b>	<b>(4,079)</b>	<b>(202)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase liabilities	(22)	(20)
<b>Net cash used in financing activities</b>	<b>(22)</b>	<b>(20)</b>
<b>Net Changes In Cash And Cash Equivalents</b>	<b>(1,878)</b>	<b>1,273</b>
<b>Cash And Cash Equivalents At The Beginning Of The Period</b>	<b>6,066</b>	<b>14,996</b>
<b>Cash And Cash Equivalents At The End Of The Period</b>	<b>4,188</b>	<b>16,269</b>
<b>Analysis of Cash And Cash Equivalents</b>		
Deposits with licensed banks	860	7,129
Cash and bank balances	3,328	9,140
	<b>4,188</b>	<b>16,269</b>

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 2015 and the accompanying explanatory notes attached to the interim

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016

(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 2015 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 2015.

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	1 January 2018
MFRS 15	Revenue from contracts with Customers	1 January 2018
<u>Amendments/Improvements to MFRSs</u>		
MFRS 5	Non-current Asset Held for Sale and Discontinued Operations	1 January 2016
MFRS 7	Financial Instruments: Disclosures	1 January 2016
MFRS 10	Consolidation Financial Statement	Deferred / 1 January 2016
MFRS 11	Joint Arrangements	1 January 2016
MFRS 12	Disclosures of Interests in Other Entities	1 January 2016
MFRS 101	Presentation of Financial Statements	1 January 2016
MFRS 116	Property, Plant and Equipment	1 January 2016
MFRS 119	Employee Benefits	1 January 2016
MFRS 127	Separate Financial Statements	1 January 2016
MFRS 128	Investments in Associates and Joint Ventures	Deferred / 1 January 2016
MFRS 138	Intangible Assets	1 January 2016
MFRS 141	Agriculture	1 January 2016

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.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016

**A3. Auditors' report**

There was no qualification on the audited financial statements of the Group for the FYE 31 December 2015.

**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 2016 and preceding year's corresponding period ended 31 March 2015.

**A9. Segmental information**

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

	Animal Health Products RM'000	Foodservice Equipment RM'000	Food Supplies RM'000	Food Manufacturing RM'000	Others RM'000	Total RM'000	Inter-segment Elimination RM'000	Consolidated RM'000
<b>RESULTS FOR THE QUARTER ENDED 31 March 2016</b>								
<b>REVENUE</b>								
External revenue	7,351	4,203	5,018	87	-	16,660	-	16,660
Inter-segment								
- sales	-	-	-	824	-	824	(824)	-
- management fees received	-	-	-	-	897	897	(897)	-
- dividend received	-	-	-	-	2,718	2,718	(2,718)	-
<b>Total revenue</b>	<b>7,351</b>	<b>4,203</b>	<b>5,018</b>	<b>911</b>	<b>3,615</b>	<b>21,100</b>	<b>(4,439)</b>	<b>16,660</b>
Segment profit	425	660	788	(76)	2,482	4,280	(2,735)	1,545

	Animal Health Products RM'000	Foodservice Equipment RM'000	Food Supplies RM'000	Food Manufacturing RM'000	Others RM'000	Total RM'000	Inter-segment Elimination RM'000	Consolidated RM'000
<b>RESULTS FOR THE CURRENT QUARTER ENDED 31 March 2015</b>								
<b>REVENUE</b>								
External revenue	6,745	3,628	3,483	76	-	13,932	-	13,932
Inter-segment								
- sales	-	-	-	710	-	710	(710)	-
- dividend	-	-	-	-	5,500	5,500	(5,500)	-
- management fees received	-	-	-	-	590	590	(590)	-
<b>Total revenue</b>	<b>6,745</b>	<b>3,628</b>	<b>3,483</b>	<b>786</b>	<b>6,090</b>	<b>20,732</b>	<b>(6,800)</b>	<b>13,932</b>
Segment profit	1,140	637	612	99	4,869	7,358	(5,855)	1,505

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016**

**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.

**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 2015, there were no other significant related party transactions for the current quarter under review.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016

**B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS**

**B1. Review of performance**

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

	<b>Current Quarter Ended 31-Mar-16 RM'000</b>	<b>Corresponding Quarter ended 31-Mar-15 RM'000</b>	<b>Variance RM'000</b>
Revenue - Animal Health Product Division	7,351	6,745	606
- Foodservice Equipment Division	9,222	7,111	2,111
- Food Manufacturing Division	87	76	11

The Group achieved revenue of RM16.66 million for the current quarter ended 31 March 2016 as compared to RM13.93 million in the preceding year quarter ended 31 March 2015. The increase in revenue by approximately 19.60% compared to the preceding year corresponding quarter was mainly due to reasons as explained below.

During the current quarter ended 31 March 2016, Animal Health Product Division recorded revenue of RM7.35 million as compared to RM6.75 million in the preceding year quarter ended 31 March 2015. The increase of approximately 8.89% was due to the additional demand from customers.

During the current quarter ended 31 March 2016, Foodservice Equipment Division recorded revenue of RM9.22 million as compared to RM7.11 million in the preceding year quarter ended 31 March 2015. The increase of approximately 29.68% was due to the overall increased of sales in equipment and food supplies during the current quarter.

During the current quarter ended 31 March 2016, Food Manufacturing Division recorded revenue of RM0.09 million as compared to RM0.08 million in the preceding year quarter ended 31 March 2015. The increase of approximately 12.5% 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 2016, the Group achieved a profit before tax of approximately RM2.20 million as compared to RM 3.55 million in the immediate preceding quarter ended 31 December 2015. The decreased in profit before taxation of RM1.35 million, representing an decrease of approximately 38.03% was mainly due to the increase in administrative and other operating expenses by approximately RM2.09 million from approximately RM0.83 million in the immediate preceding quarter ended 31 December 2015 to approximately RM2.92 million in the current quarter ended 31 March 2016. The increase in administrative and other operating expenses was mainly due to provision in staff expenses during current quarter.

**B3. Prospects**

Year 2016 starts with a less volatile Ringgit Malaysia against US Dollar exchange rate which eased us in pricing decisions and better cost control, even though it is still costlier than what it is during Q1 2015.

From market responses and customers' budgets and plans, we could sense the markets are slowly bouncing back to life after a miserable 2015. The consumers are getting used to GST effect, and beginning to return to their pre-GST spending behavior.



QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016

**B3. Prospects (contn'd)**

With export market starts to bear fruits and revenue of FSED and AHPD products and services picking up, we foresee further growth of SCC business in all divisions for 2016 and expect even better performance compared with what we achieved in 2015.

Barring any unforeseeable 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 31-03-16 RM'000	Preceding Year Corresponding Quarter Ended 31-03-15 RM'000	Current Year-To-Date Ended 31-03-16 RM'000	Preceding Year-To-Date Ended 31-03-15 RM'000
Income tax:				
- current year	659	729	659	729
- (Over) / under provision of tax in prior year	-	-	-	-
	<u>659</u>	<u>729</u>	<u>659</u>	<u>729</u>
Deferred tax				
- Relating to origination and reversal of temporary difference	-	-	-	-
- (Over) /under provision of tax in prior year	-	-	-	-
	<u>659</u>	<u>729</u>	<u>659</u>	<u>729</u>

The Group's effective tax rate for the current quarter 31 March 2016 and current year to date ended 31 March 2016 was 32.64% which was higher than the statutory rate due to certain non tax-deductible expenses.

**B6. Status of corporate proposal**

On 29 April 2015, SCC proposed to undertake a special issue of 6,109,000 new ordinary shares of RM0.50 each in SCC ("Special Issue Shares"), representing approximately 12.5% of its enlarged issued and paid-up share capital to Bumiputera investors to be identified and/or approved by Ministry of International Trade and Industry at an issue price to be determined after obtaining all relevant approvals ("Proposed Special Issue"). To date, the Company has obtained all relevant approvals for the Proposed Special Issue.

On 26 May 2016, Kenanga Investment Bank Berhad had, on behalf of the Board of Directors of SCC, announced that the issue price has been fixed at RM2.09 per Special Issue Share.

Barring any unforeseen circumstances, the Proposed Special Issue is expected to be completed in June 2016.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016

**B7. Group borrowings and debt securities**

The Group's borrowings as 31 March 2016 were as follow:-

	Secured RM'000	Unsecured RM'000	Total RM'000
<b><u>Short term borrowings:-</u></b>			
Hire purchase payables	68	-	68
	<u>68</u>	<u>-</u>	<u>68</u>
<b><u>Long term borrowings:-</u></b>			
Hire purchase payables	91	-	91
	<u>91</u>	<u>-</u>	<u>91</u>
Total borrowings	<u>159</u>	<u>-</u>	<u>159</u>

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

**B8. Material litigation**

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

**B9. Dividend**

- (a) The Directors declared a single tier tax exempt interim dividend of 5 sen per ordinary share amounting to RM2,137,850.00 in respect of the financial year ending 31 December 2016.
- (b) The entitlement date is 9 June 2016 and date of payment for the single tier tax exempt interim dividend in respect of the financial year ending 31 December 2016 is 30 June 2016.

**B10. 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-16 RM'000	Corresponding Quarter Ended 31-Mar-15 RM'000	Current Year-To-Date Ended 31-Mar-16 RM'000	Corresponding Year -To -Date Ended 31-Mar-15 RM'000
Group's profit after tax attributable to ordinary equity holders of the parent(RM)	1,545	1,505	1,545	1,505
Weighted average number of ordinary shares	42,757	42,757	42,757	42,757
Earnings per share (sen)	3.61	3.52	3.61	3.52

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2016

**B11. 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-Mar-16 RM'000	Audited As at 31-Mar-15 RM'000
Total retained profits of the Group		
- Realised	25,792	23,673
- Unrealised	(192)	(400)
	<b>25,600</b>	<b>24,073</b>
Add: Consolidation adjustments	(12,228)	(12,246)
At 31 March	<b>13,372</b>	<b>11,827</b>

**B12. Profit for the year**

Profit for the current quarter ended 31 March 2016 was arrived at after crediting / (charging) the following:

	Current Quarter Ended 31-Mar-16 RM'000	Current Year to Date Ended 31-Mar-16 RM'000
Interest income	(2)	(2)
Other income including investment income	147	147
Interest expense	-	-
Depreciation and amortization	(164)	(164)
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)	(3)	(3)
Gain / (loss) on derivatives	-	-
Exceptional items (with details)	-	-

**B13. 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 May 2016.

By order of the board  
SCC Holdings Berhad

Wong Keo Rou (MAICSA 7021435)  
Company Secretary  
Kuala Lumpur  
Date: 26 May 2016