

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DECEMBER 2015**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31 December 2015 RM'000	Preceding Period Corresponding Quarter Ended 31 December 2014 RM'000	Current Year To date Ended 31 December 2015 RM'000	Preceding year To date Ended 31 December 2014 RM'000
Revenue	4,597	8,598	24,535	36,608
Cost of sales	(2,775)	(6,072)	(17,443)	(27,307)
<b>Gross profit</b>	<b>1,822</b>	<b>2,526</b>	<b>7,092</b>	<b>9,301</b>
Other income	30	146	1,991	202
Administration expenses	(3,308)	(2,296)	(8,697)	(7,578)
Selling and distribution costs	(91)	(199)	(522)	(907)
Finance costs	(251)	(194)	(1,422)	(1,202)
<b>Loss before taxation</b>	<b>(1,798)</b>	<b>(17)</b>	<b>(1,558)</b>	<b>(184)</b>
Taxation	370	177	(37)	(165)
<b>Net loss for the financial year, representing total comprehensive loss for the financial year</b>	<b>(1,428)</b>	<b>160</b>	<b>(1,595)</b>	<b>(349)</b>
<b>Total comprehensive loss attributable to :</b>				
Equity owners of the Company	(1,425)	160	(1,592)	(349)
Non controlling interests	(3)	-	(3)	-
	<b>(1,428)</b>	<b>160</b>	<b>(1,595)</b>	<b>(349)</b>
<b>Weighted average number of ordinary shares in issue ('000)</b>	333,301	333,301	333,301	333,301
<b>Loss per share (LPS) attributable to the equity holders of the Company (sen)</b>	<b>(0.43)</b>	<b>0.05</b>	<b>(0.48)</b>	<b>(0.10)</b>

**Note:**

- 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 2014 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2015**

	<b>Unaudited As at 31 December 2015 RM'000</b>	<b>Audited As at 31 December 2014 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	62,764	58,509
<b>Current assets</b>		
Inventories	12,503	13,100
Trade receivables	5,828	7,322
Other receivables, deposits and prepayments	594	2,774
Tax recoverable	577	848
Fixed deposits	1,397	381
Cash and bank balances	971	917
	<b>21,870</b>	<b>25,342</b>
Non-current asset held for sale	-	10,200
<b>TOTAL ASSETS</b>	<b>84,634</b>	<b>94,051</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current Liabilities</b>		
Trade payables	1,630	1,919
Other payables and accruals	2,820	4,937
Hire purchase payable	824	971
Bank borrowings	4,391	8,386
	<b>9,665</b>	<b>16,213</b>
<b>Non-current liabilities</b>		
Hire purchase payables	695	1,597
Bank borrowings	18,078	18,251
Deferred tax liabilities	1,882	2,157
	<b>20,655</b>	<b>22,005</b>
<b>Total liabilities</b>	<b>30,320</b>	<b>38,218</b>
<b>Equity attributable to owners of the Company</b>		
Share capital	33,330	33,330
Non-controlling interest	46	-
Share premium	7,763	7,763
Merger deficit	(9,535)	(9,535)
Revaluation reversve	3,041	8,560
Retained profits	19,669	15,715
<b>Total equity</b>	<b>54,314</b>	<b>55,833</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>84,634</b>	<b>94,051</b>
<b>Net assets per share attributable to equity holders of the Company (RM)</b>	<b>0.16</b>	<b>0.17</b>

**Note:**

- The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

	<----- Attributable to Equity Holders of the Company ----->						Total RM'000
	Share Capital RM'000	Non- Controlling RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Distributable Retained Profits RM'000	
<b>Current year to date ended 31 December 2015</b>							
As at 1 January 2015	33,330	-	7,763	8,560	(9,535)	15,715	55,833
Loss for the year, representing total comprehensive loss for the financial year	-	-	-	-	-	(1,595)	(1,595)
Realisation of revaluation reserve	-	-	-	(5,560)	-	5,560	-
Effect of change in tax rate on revaluation reserve	-	-	-	41	-	(11)	30
Non-Controlling Interest	-	46	-	-	-	-	46
<b>As at 31 December 2015</b>	<b>33,330</b>	<b>46</b>	<b>7,763</b>	<b>3,041</b>	<b>(9,535)</b>	<b>19,669</b>	<b>54,314</b>
<b>Preceding year to date ended 31 December 2014</b>						<b>19,671</b>	<b>(2)</b>
Balance as at 1 January 2014	33,330	-	7,763	-	(9,535)	16,064	47,622
Loss for the year, representing total comprehensive loss for the financial year	-	-	-	-	-	(349)	(349)
Revaluation of landed properties	-	-	-	8,560	-	-	8,560
<b>Balance as at 31 December 2014</b>	<b>33,330</b>	<b>-</b>	<b>7,763</b>	<b>8,560</b>	<b>(9,535)</b>	<b>15,715</b>	<b>55,833</b>

**Note :**

- The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

	<b>Unaudited Current Quarter To-date Ended 31 December 2015 RM'000</b>	<b>Audited Preceding Year To-date Ended 31 December 2014 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(1,558)	(184)
Adjustments:-		
Depreciation of property, plant and equipment	4,741	4,495
Fair value loss/(gain) of financial asset at fair value through profit or loss	-	63
Gain on disposal of financial assets at fair value through profit or loss	-	(71)
Gain on disposal of property, plant and equipment	(239)	(29)
Gain on disposal of non-current assets held for sale	(1,560)	-
Property, plant and equipment written off	161	15
Capital work in progress written off	24	-
Write down of inventory value	1,318	-
Impairment loss on trade debtors	163	-
Interest income	(21)	(21)
Interest expenses	1,249	1,202
Operating profit before working capital changes	4,278	5,470
(Increase)/decrease in working capital:		
Inventories	(721)	(2,792)
Receivables, deposits and prepayment	3,511	(2,628)
Payables and accruals	(2,406)	(39)
Cash generated from operations	4,662	11
Interest received	21	21
Interest paid	(1,249)	(1,202)
Tax refund	617	17
Tax paid	(628)	(935)
<b>Net cash from/(used in) operating activities</b>	<b>3,423</b>	<b>(2,088)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Disposal of subsidiaries	46	-
Purchase of property, plant and equipment	(9,331)	(6,106)
Proceeds from disposal of financial assets at fair value through profit and loss	-	2,130
Proceeds from disposal of non-current assets held for sale	11,760	-
Proceeds from disposal of property, plant and equipment	389	29
<b>Net cash from/(used in) investing activities</b>	<b>2,864</b>	<b>(3,947)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net drawdown/(repayment) of term loans	(884)	2,553
Net change in banker acceptance	-	743
Repayment of finance lease payables	(1,049)	(1,614)
Decrease/(Increase) in fixed deposits pledged	(1,016)	72
<b>Net cash from/(used in) financing activities</b>	<b>(2,949)</b>	<b>1,754</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>3,338</b>	<b>(4,281)</b>
<b>Cash and cash equivalents at beginning of the financial year</b>	<b>(3,385)</b>	<b>896</b>
<b>Cash and cash equivalents at end of the financial year</b>	<b>(47)</b>	<b>(3,385)</b>
<b><u>Cash and Cash Equivalents at end of the year comprise the followings:</u></b>		
Fixed deposits with licenced banks	1,397	381
Cash and bank balances	971	917
Bank overdraft	(1,018)	(4,302)
	1,350	(3,004)
Less: Fixed deposit pledged with licensed bank	(1,397)	(381)
	(47)	(3,385)

**Note:**

- The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2014 and the accompanying explanatory notes attached to this interim financial statement.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED (“FYE”) 31 DECEMBER 2015**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS134):**

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with MFRS134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Company for the financial year ended (“FYE”) 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

**A2. Summary of significant accounting policies**

During the financial year, the Group have adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial year:

**Adoption of new and amended standards**

During the financial year, the Group and the Company have adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial year:

Amendments to MFRS 119                      Defined Benefits Plans: Employee Contributions  
Annual Improvements to MFRSs 2010 – 2012 Cycle  
Annual Improvements to MFRSs 2011 – 2013 Cycle

Adoption of above amendments to MFRSs did not have any significant impact on the financial statements of the Group and the Company.

**Standards issued but not yet effective**

The Group and the Company have not applied the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and the Company:

		Effective dates for financial periods beginning on or after
MFRS 14	Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 101	Disclosure Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants	1 January 2016
Amendments to MFRS 127	Equity Method in Separate Financial Statements	1 January 2016
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2016
Annual Improvements to MFRSs 2012–2014 Cycle		1 January 2016
Amendments to MFRS 10,	Investment Entities: Applying the Consolidation	1 January 2016

MFRS 12 and MFRS 128	Exception	
MFRS 15	Revenue from Contracts with Customers	1 January 2018
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The Group and the Company intend to adopt the above MFRSs when they become effective.

The initial application of the abovementioned MFRSs are not expected to have any significant impacts on the financial statements of the Group and the Company except as mentioned below:

MFRS 9 *Financial Instruments* (IFRS 9 issued by IASB in July 2014)

MFRS 9 (IFRS 9 issued by IASB in July 2014) replaces earlier versions of MFRS 9 and introduces a package of improvements which includes a classification and measurement model, a single forward looking ‘expected loss’ impairment model and a substantially reformed approach to hedge accounting. MFRS 9 when effective will replace MFRS 139 *Financial Instruments: Recognition and Measurement*.

MFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through other comprehensive income and fair value through profit or loss. The basis of classification depends on the entity’s business model and the contractual cash flow characteristics of the financial asset. Investments in equity instruments are required to be measured at fair value through profit or loss with the irrevocable option at inception to present changes in fair value in other comprehensive income not recycling. There is now a new expected credit losses model that replaces the incurred loss impairment model used in MFRS 139. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in other comprehensive income, for liabilities designated at fair value through profit or loss. MFRS 9 relaxes the requirements for hedge effectiveness by replacing the bright line hedge effectiveness tests. It requires an economic relationship between the hedged item and hedging instrument and for the ‘hedged ratio’ to be the same as the one management actually use for risk management purposes. Contemporaneous documentation is still required but is different to that currently prepared under MFRS 139.

The adoption of MFRS 9 will result in a change in accounting policy. The Group is currently examining the financial impact of adopting MFRS 9.

MFRS 15 *Revenue from Contracts with Customers*

MFRS 15 replaces MFRS 118 Revenue, MFRS 111 *Construction Contracts* and related IC Interpretations. The Group is in the process of assessing the impact of this Standard. The Standard deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity’s contracts with customers.

Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The core principle in MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to the customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

**A3. Auditors’ report**

There was no qualification on the Audited Financial Statements of Hiap Huat Holdings Berhad and its subsidiaries (“Group”) for the FYE 31 December 2014.

**A4. Seasonal or cyclical factors**

The principal businesses of the Group were not significantly affected by seasonal or cyclical factors during the current financial quarter 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 financial quarter under review.

**A6. Material changes in estimates**

There were no changes in the estimates of amount reported in prior financial period that had a material effect in the current financial quarter under review.

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

There were no issuances, cancellation, repurchases, resale and repayments of debt and equity securities in the current financial quarter under review.

**A8. Dividends paid**

No interim or final dividends were declared or paid in the current financial quarter under review.

**A9. Segmental information**

No segment reporting is prepared as the principal activities of the Group are predominantly carried out in Malaysia and are engaged in a single business segment of manufacturing, recycling and refining all kinds of petroleum based products.

**A10. Valuation of property, plant and equipment**

The property, plant and equipment are stated at cost/valuation less accumulated depreciation and impairment losses. There was no revaluation of property, plant and equipment for the current quarter and financial year to date. The valuation of property, plant and equipment of the Group have been brought forward without amendment from the financial statements for the year ended 31 December 2014.

**A11. Capital commitments**

There are no capital commitments as at the reporting date that have not been reflected in these interim financial statements.

**A12. Material subsequent event**

There are no material events subsequent to the end of the current financial quarter under review that have not been reflected in these interim financial statements.

**A13. Significant event during the period**

There were no significant events during the current financial quarter under review that have not been reflected in these interim financial statements.

**A14. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review.

**A15. 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 financial period to date.

**A16. Related party transaction**

Save as disclosed below, there were no other related party transactions for the current financial quarter and the financial year to date:

	Current Quarter ended 31 December		Cumulative Quarter ended 31 December	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Shareholder:				
- Allowance	17	17	64	64
Director and Shareholder:				
- Rental	27	-	61	-

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

**B1. Review of Performance**

**Performance for the FYE 31 December 2015 versus the corresponding quarter in the FYE 31 December 2014**

	Current Quarter ended 31 December		Cumulative Quarter ended 31 December	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Revenue	4,597	8,598	24,535	36,608
Loss before taxation	(1,798)	(17)	(1,558)	(184)

The Group's revenue for the current quarter three (3) months ended 31 December 2015 ("4Q2015") was recorded lower by approximately RM4.00 million, representing a decrease of 46.53% as compared to the preceding year corresponding quarter ended 31 December 2014 ("4Q2014"). Contrary, the gross profit margin for the 4Q2015 has increased by approximately 10.25% from 29.38% recorded in 4Q2014. This was mainly due to product mix and cost saving measures in the production.

The administrative expenses incurred for 4Q2015 were higher by 44.08%. This was mainly contributed by the write down of inventory value amounted RM1.32 million in line with the current low oil price. Meanwhile, selling and distribution costs have dropped by 54.27% aligned with the decrease in sales for 4Q2015.

Resultant from the slowdown in sales coupled with the write down of inventory, the Group has incurred a loss before taxation for the current quarter under review.

For the twelve (12) months financial year ended ("FYE") 31 December 2015, the Group's revenue has



decreased by RM12.07 million, representing a decrease of approximately 32.98% as compared to the FYE 31 December 2014. The decrease in revenue was mainly due to the decrease in the average selling price in correspondence to the decrease in global oil prices and further impacted by the decline in demand for our recycled oil products.

The Group's gross profit margin has increased marginally by 3.5% from 25.41% recorded in the FYE 31 December 2014. The improvement in gross profit margins was mainly due to cost savings measures implemented by the Company.

The administrative expenses for the FYE 31 December 2015 has increased by 14.77% as compared to the preceding financial year. This was mainly due to the write down of inventory value.

Meanwhile, selling and distribution costs were reported lower by 42.45% in view of the decrease in transportation cost aligned with the decrease in sales for the FYE 31 December 2015.

In view of the declining in revenue and the write down of inventory value for the FYE 31 December 2015, the Group's loss before taxation was recorded higher by RM1.38 million as compared to the preceding financial year of RM 0.18 million.

## B2. Comparison with preceding quarter's results

	Financial Quarter Ended		Variance RM'000
	31.12.2015 RM'000	30.09.2015 RM'000	
Revenue	4,597	5,613	(1,020)
Loss before tax	(1,798)	(417)	(1,163)

The Group's revenue has decreased by RM1.02 million, representing a decrease of 18.10% from RM5.61 million recorded for the preceding quarter ended 30 September 2015 ("3Q2015"). The decrease in revenue was mainly due to the decrease in the sale of recycled oil products which accounted for 41.81% of the Group's revenue and recycled paints & solvents products accounted for 8.16% of the Group's revenue by 38.55% and 22.52% respectively. Contrary, the revenue from scheduled waste collection has reported a marginal increase of 19.46%.

The gross profit margin has increased from 25.58% in the 3Q2015 to 39.63% in the 4Q2015 mainly due to the higher gross profit margins contributed from the sale of recycled oil products and the cost saving measures implemented by the Company.

Resulting from the decline in sales and the write down of inventory value, the Group's loss before taxation were recorded higher by RM1.16 million as compare to 4Q2015.

## B3. Prospects

The outlook for the financial year ending 2016 remains challenging due to the weak oil prices and uncertainty of global economy. This in turn may affect the demand for the Group's products and services and correspondingly assert a downward pressure on the Group's revenue and margins. Nonetheless, the Group is constantly undertaking continuous enhancements in production efficiencies, overhead and production cost management. In addition, the Group intends to enhance its product offerings, which is expected to generate better sales and profitability.

## B4. Profit guarantee or profit forecast

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

**B5. Taxation**

	Current Quarter ended 31 December		Cumulative Quarter ended 31 December	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Taxation	370	177	(37)	(165)

There is no provision for taxation for the current quarter arising from a reversal of an overprovision of taxation during the current financial year.

The Group's effective tax rate for the cumulative quarter under review was higher than the statutory tax rate due to losses in certain subsidiaries which are not allowed to be set off against taxable profits of the profit making subsidiaries.

**B6. Status of corporate proposals**

Save as disclosed below, there are no other corporate proposals announced but not completed as at the date of this announcement:

- i. On 28 November 2014, Hiap Huat proposed to undertake a private placement of new ordinary shares of RM0.10 each in Hiap Huat ("Hiap Huat Shares"), representing up to 10% of the issued and paid-up capital of the company ("Proposed Private Placement").

The proposed private placement is proposed to be implemented pursuant to a prior approval obtained pursuant to section 132D of the Companies Act, 1965 from shareholders of Hiap Huat in a general meeting held on 26 June 2014.

The company had on 27 January 2015 submitted an application to Bursa Malaysia Securities Berhad ("Bursa Securities") for the listing of and quotation for up to 33,330,000 new Hiap Huat Shares pursuant to the Proposed Private Placement.

On 10 March 2015, Bursa Securities had approved of the listing of and quotation of up to 33,330,000 new Hiap Huat shares (excluding treasury shares) to be issued pursuant to be Proposed Private Placement subject to the following conditions:

- a) Hiap Huat and Hong Leong Investment Bank Berhad ("HLIB") must fully comply with the relevant provisions under the Bursa Securities ACE Market Listing Requirements ("ACE LR") pertaining to the implementation of the Proposed Private Placement;
- b) Hiap Huat and HLIB to inform Bursa Securities upon completion of the Proposed Private Placement; and
- c) Hiap Huat to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Private placement is completed.

On 24 August 2015, the Company had submitted an application to Bursa Securities for an extension of time until 9 March 2016 to complete the implementation of the Proposed Private Placement, which was approved on 2 September 2015.

The Proposed Private Placement is expected to be completed by the first quarter of 2016.

**B7. Group borrowings and debt securities**

The Group's borrowings as at 31 December 2015 are as follows:

	<b>Current Quarter Ended 31.12.2015 RM'000</b>
<b>Short term borrowings</b>	
Secured:	
Bank overdraft	1,018
Hire purchases	824
Term loans	3,373
	<u>5,215</u>
<b>Long term borrowings</b>	
Secured:	
Hire purchases	695
Term loans	18,078
	<u>18,773</u>
<b>Total borrowings</b>	<u><u>23,988</u></u>

**B8. Off balance sheet financial instruments**

The Group does not have off balance sheet financial instruments as at the date of this report.

**B9. Material litigation**

The Group is not engaged in any material litigation, claim or arbitration, either as plaintiff or defendant, and the Directors of Hiap Huat do not have any knowledge of proceedings pending or threatened against Hiap Huat and/or its subsidiaries, or of any fact likely to give rise to any proceeding, which might materially and adversely affect the financial position or business of the Group as at the date of this report.

**B10. Dividends**

No dividends has been declared or recommended in respect of the current financial quarter under review.

**B11. Retained and unrealised profits/(losses)**

	<b>As at 31.12.2015 RM'000</b>	<b>As at 31.12.2014 RM'000</b>
Total retained profits of the Group		
- Realised	19,345	17,663
- Unrealised	(1,883)	(2,157)
	<u>17,462</u>	<u>15,506</u>
Add: Consolidated adjustments	2,207	209
Total retained profits as per Statements of Financial Position	<u><u>19,669</u></u>	<u><u>15,715</u></u>

**B12. Loss per share**

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

	Current Quarter ended 31 December		Cumulative Quarter ended 31 December	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Group's comprehensive (loss)/income attributable to equity holders of the Company (RM'000)	(1,199)	160	(1,388)	(349)
Weighted average number of ordinary shares ('000)	333,301	333,301	333,301	333,301
(Loss)/Earning per share (sen)				
- Basic	(0.36)	0.05	(0.42)	(0.10)

*Note:*

*Diluted loss per share is not disclosed herein as it is not applicable to the Group.*

**B13. Loss for the year**

	Current Quarter ended 31 December		Cumulative Quarter ended 31 December	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Loss before taxation is arrived at after charging/(crediting):-				
Interest income	(8)	(8)	(21)	(21)
Interest expenses	78	226	1,249	1,202
Depreciation of property, plant and equipment	1,277	1,212	4,741	4,495
Provision for doubtful debts	-	-	-	-
Provision for and write off of inventories	-	-	-	-
(Gain)/Loss on disposal of quoted or unquoted investments	-	-	-	-
Write down of inventory value	1,318	-	1,318	-
Allowance for doubtful debts	163	-	163	-
Realised foreign exchange (gain)/loss	9	-	9	(3)
(Gain)/Loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

**B14. Authority for issue**

The interim financial statements were reviewed by the Audit Committee of the Company and duly authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 29 February 2016.

By order of the Board of Directors

CHAN SAY HWA  
Group Managing Director

29 February 2016