

CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013

		CURRENT QUARTER 30/09/13	PRECEDING CORRESPONDING QUARTER 30/09/12	CUMULATIVE QUARTER ENDED 30/09/13	CUMULATIVE QUARTER ENDED 30/09/12
Note		RM'000	RM'000	RM'000	RM'000
	REVENUE	13,192	7,930	33,374	28,370
	COST OF SALES	(10,106)	(7,172)	(27,491)	(22,571)
	GROSS PROFIT	<u>3,086</u>	<u>758</u>	<u>5,883</u>	<u>5,799</u>
	OTHER INCOME	50	84	251	390
	ADMINISTRATIVE EXPENSES	(2,270)	(2,419)	(6,864)	(7,068)
	SELLING AND DISTRIBUTION EXPENSES	(221)	(159)	(436)	(530)
	OTHER EXPENSES	-	(130)	-	(112)
	FINANCE COST	(19)	-	(26)	-
	(LOSS)/PROFIT BEFORE TAX	<u>626</u>	<u>(1,866)</u>	<u>(1,192)</u>	<u>(1,521)</u>
	TAX EXPENSE	19 (7)	(4)	(7)	(10)
	NET (LOSS)/PROFIT FOR THE PERIOD	<u>619</u>	<u>(1,870)</u>	<u>(1,199)</u>	<u>(1,531)</u>
	OTHER COMPREHENSIVE INCOME				
	Foreign currency translation difference	679	(427)	916	(37)
		<u>679</u>	<u>(427)</u>	<u>916</u>	<u>(37)</u>
	TOTAL COMPREHENSIVE (LOSS)/ INCOME FOR THE PERIOD	<u>1,298</u>	<u>(2,297)</u>	<u>(283)</u>	<u>(1,568)</u>
	(Loss)/Profit attributable to:				
	Owners of the parent	619	(1,870)	(1,199)	(1,531)
	Non-controlling interests	-	-	-	-
		<u>619</u>	<u>(1,870)</u>	<u>(1,199)</u>	<u>(1,531)</u>
	Total comprehensive loss attributable to:				
	Owners of the parent	1,298	(2,297)	(283)	(1,568)
	Non-controlling interests	-	-	-	-
		<u>1,298</u>	<u>(2,297)</u>	<u>(283)</u>	<u>(1,568)</u>
	(Loss)/Earnings per share (sen)				
	Basic	26 0.53	(1.59)	(1.02)	(1.30)
	Diluted	26 0.35	N/a	N/a	N/a

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to this interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2013

	Note	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
		<u>As at 30/09/2013</u>	<u>As at 31/12/12</u>
		<u>RM'000</u>	<u>RM'000</u>
ASSETS			
Non-current assets			
Intangible assets		2,900	1,756
Property, plant and equipment		11,631	13,005
		<u>14,531</u>	<u>14,761</u>
Current assets			
Inventories		3,618	2,917
Trade receivables		10,583	9,500
Other receivables and prepayment		3,887	1,050
Cash and bank balances		2,010	4,654
		<u>20,098</u>	<u>18,121</u>
TOTAL ASSETS		<u>34,629</u>	<u>32,882</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		29,350	29,350
Share premium		3,420	3,420
Unappropriated profit		4,741	5,940
Other reserves		(14,546)	(15,462)
TOTAL EQUITY		<u>22,965</u>	<u>23,248</u>
Non-current liabilities			
Deferred tax liabilities		674	651
Term loan		1,457	-
		<u>2,131</u>	<u>651</u>
Current liabilities			
Trade payables		5,172	5,790
Other payables		3,453	3,150
Term loan		908	-
Tax payables		-	43
		<u>9,533</u>	<u>8,983</u>
TOTAL LIABILITIES		<u>11,664</u>	<u>9,634</u>
TOTAL EQUITY AND LIABILITIES		<u>34,629</u>	<u>32,882</u>
Net assets per share attributable to owners of the parent (RM)		<u>0.20</u>	<u>0.20</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to this interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 2RD QUARTER ENDED 30 SEPTEMBER 2013

Cumulative quarter ended 30 September 2013

	ATTRIBUTABLE TO OWNERS OF THE PARENT						TOTAL RM'000
	Non distributable			Distributable			
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	MERGER DEFICIT RM'000	WARRANT RESERVE RM'000	CURRENCY FLUCTUATION RESERVE RM'000	UNAPPROPRIATED PROFITS RM'000	
Balance as at 01.01.2013	29,350	3,420	(22,246)	5,400	1,384	5,940	23,248
Total comprehensive profit/ (loss) for the current quarter	-	-	-	-	916	(1,199)	(283)
Balance as at 30.09.2013	29,350	3,420	(22,246)	5,400	2,300	4,741	22,965

Cumulative quarter ended 30 September 2012

	ATTRIBUTABLE TO OWNERS OF THE PARENT						TOTAL RM'000
	Non distributable			Distributable			
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	MERGER DEFICIT RM'000	WARRANT RESERVE RM'000	CURRENCY FLUCTUATION RESERVE RM'000	UNAPPROPRIATED PROFITS RM'000	
Balance as at 01.01.2012	29,350	3,420	(22,246)	5,400	1,136	8,340	25,400
Total comprehensive loss for the current quarter	-	-	-	-	(37)	(1,531)	(1,568)
Balance as at 30.09.2012	29,350	3,420	(22,246)	5,400	1,099	6,809	23,832

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to this interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013

	CURRENT FINANCIAL YEAR 30/9/2013 RM'000	PRECEDING YEAR CORRESPONDING YEAR 30/9/2012 RM'000
OPERATING ACTIVITIES		
(Loss)/Profit before tax	(1,192)	(1,521)
Adjustments for:		
Depreciation	1,974	1,982
Written off of plant, property & equipment	11	317
Amortisation of intangible assets	409	4
Interest expenses	26	(17)
Interest income	(5)	-
Unrealised gain on foreign exchange	24	66
Operating loss before working capital changes	<u>1,247</u>	<u>831</u>
Changes in working capital:-		
Inventories	(719)	(1,542)
Receivables	(3,565)	(10)
Payables	(293)	1,499
CASH USED IN OPERATIONS	<u>(3,330)</u>	<u>778</u>
Tax paid	(76)	(324)
NET CASH USED IN OPERATING ACTIVITIES	<u>(3,406)</u>	<u>454</u>
INVESTING ACTIVITIES		
Intangible	(1,459)	(907)
Purchase of property, plant and equipment	(311)	(734)
Sales proceed from disposal of plant, property & equipment	182	-
Interest expenses	(20)	-
Interest received	5	17
NET CASH USED IN INVESTING ACTIVITIES	<u>(1,603)</u>	<u>(1,624)</u>
FINANCING ACTIVITIES		
Long term loan	2,310	-
NET CASH GENERATED FROM FINANCING ACTIVITIES	<u>2,310</u>	<u>-</u>
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		
Net changes	(2,699)	(1,170)
Brought forward	4,654	8,434
Effects of exchange translation differences on cash and cash equivalents	55	108
Carried forward	<u>2,010</u>	<u>7,372</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to this interim financial statements.)

Unaudited financial results of MClean and its subsidiaries (the “Group”) for period ended 30 September 2013.

Explanatory notes to the quarterly report and for the financial period ended 30 September 2013

1. Basis of preparation

The Condensed Interim Financial Statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) No 134: Interim Financial Reporting and Paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012. The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

2. Significant Accounting Policies

Significant accounting policies and methods of computation adopted for the condensed interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2012 except for the adoption of the new/ revised MFRS mentioned below.

2.1 Adoption of MFRS, Amendments to MFRS and IC Interpretation

On 1 January 2013, the Group adopted the following new and amended MFRSs and IC Interpretation which are mandatory for annual financial periods beginning on or after 1 January 2013:

MFRS 10: Consolidated Financial Statements
MFRS 11: Joint Arrangements
MFRS 12: Disclosure of Interest in Other Entities
MFRS 13: Fair Value Measurement
MFRS 119 Employee Benefits (IAS 19 as amended by IASB in June 2011)
MFRS 127: Separate Financial Statements (IAS 27 as amended by IASB in May 2011)
MFRS 128: Investment in Associates and Joint Ventures (IAS 28 as amended by IASB in May 2011)
Amendment to MFRS 1: First-time adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 7: Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10: Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11: Joint Arrangement: Transition Guidance
Amendments to MFRS 12: Disclosure of Interest in Other Entities: Transition Guidance
Amendments to MFRS 101: Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 116: Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 132: Financial Instruments: Presentations (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 134: Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)
IC Interpretation 20: Stripping Costs in the Production Phase of a Surface Mine

The adoption of the above standards and amendments are not expected to have any impact on the financial statements of the Group, except for the following:

Amendments to MFRS 101 Presentation of Items of Other Comprehensive Income

The amendments to MFRS 101 Presentation of Items of Other Comprehensive Income changes the grouping of items presented in other comprehensive income. Items that could be reclassified to profit or loss at a future point in time (for example, exchange differences on translation of foreign operations) are presented separately from items which will never be reclassified to profit or loss (for example, actuarial gains and losses on defined benefit plans).

The adoption of Amendments MFRS 101 has no financial impact on the Group’s financial statements.

2.2 MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective

The following MFRSs, Amendments to MFRSs and IC Interpretation issued by the MASB are relevant to the Group, however, they have not been early adopted in this set of financial statements.

Amendments effective for annual periods beginning on or after 1 January 2014

Amendments to MFRS 10: Consolidated Financial Statements: Investment Entities

Amendments to MFRS 12: Disclosure of Interest in Other Entities: Investment Entities

Amendments to MFRS 127: Separate Financial Statements: Investment Entities

Amendments to MFRS 132: Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities

MFRS and Amendments effective for annual periods beginning on or after 1 January 2015

MFRS 9: Financial Instruments (IFRS 9 issued by IASB in November 2009)

MFRS 9: Financial Instruments (IFRS 9 issued by IASB in October 2010)

The Directors anticipate that the adoption of above new/revised MFRS, amendments to MFRS and IC Interpretations will have no material impact on the financial statements of the Group in the period of initial application.

3. Audit Report of the Preceding Audited Financial Statements

The auditors have expressed an unqualified opinion on the Company’s statutory consolidated financial statements for the financial year ended 31 December 2012 in their report dated 26 April 2013.

4. Seasonal or Cyclical Factors

Our Group’s revenue is not significantly affected by the seasonal or cyclical factors for the quarter under review. Demand usually increases during the second half of the year.

5. Unusual Items

There was no item which is unusual because of its nature, size, or incidence that has affected the assets, liabilities, equity, net income or cash flow of the Group for the current financial quarter under review.

6. Material Changes in Estimates

The were no changes in estimate of amounts reported that has a material impact in the current financial quarter under review.

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)
(Company No: 893631-T)**

7. Changes in Debts and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs and share cancellation, for the current financial quarter under review.

8. Dividend Paid

There were no dividends paid during the quarter under review.

9. Segmental Reporting

The segmental result of the Group for the current and previous financial year-to-date under review is set out below:

Geographical information		
Revenue information based on the geographical location of customers are as follows:-		
Location	9 Months Ended	9 Months Ended
	30.09.2013	30.09.2012
	RM'000	RM'000
People's Republic of China	11,619	11,252
Malaysia	3,767	2,745
Singapore	20,727	18,009
Others	3,273	2,321
Inter segment	(6,012)	(5,957)
	33,374	28,370

Current quarter ended 30.09.2013	Technical Assembly Services RM'000	Plastic Injection Moulding RM'000	Precision Cleaning RM'000	Elimination RM'000	Total RM'000
Revenue:-					
External customers	1,889	1,779	9,524	-	13,192
Inter segment	-	-	2,645	(2,645)	-
Total revenue	1,889	1,779	12,169	(2,645)	13,192
Results:-					
Segment results	240	361	2,485	-	3,086
Unallocated amounts:					
Other income					50
Other corporate expenses					(2,510)
Profit before tax					626

MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)
(Company No: 893631-T)

Current quarter ended 30.09.2012	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:-					
External customers	-	663	7,267	-	7,930
Inter segment	-	-	1,723	(1,723)	-
Total revenue	-	663	8,990	(1,723)	7,930
Results:-					
Segment results	-	(63)	821	-	758
Unallocated amounts:					
Other income					84
Other corporate expenses					(2,708)
Profit before tax					(1,866)

Cumulative quarter ended 30.09.2013	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:-					
External customers	4,620	3,809	24,945	-	33,374
Inter segment	-	-	5,906	(5,906)	-
Total revenue	4,620	3,809	30,851	(5,906)	33,374
Results:-					
Segment results	586	493	4,804	-	5,883
Unallocated amounts:					
Other income					251
Other corporate expenses					(7,326)
Loss before tax					(1,192)

Cumulative quarter ended 30.09.2012	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue:-					
External customers	-	2,395	25,975	-	28,370
Inter segment	-	-	5,958	(5,958)	-
Total revenue	-	2,395	31,933	(5,958)	28,370
Results:-					
Segment results	-	(136)	5,935	-	5,799
Unallocated amounts:					
Other income					476
Other corporate expenses					(7,796)
Profit before tax					(1,521)

It was not practicable to separate out the segment assets and liabilities for its business segments as the assets and liabilities were jointly used by all business segments.

10. Valuation of Property, Plant and Equipment

The Group does not own any properties or real estate. As at 30 September 2013, all the Group’s plant and equipment were stated at cost less accumulated depreciation.

11. Material Events Subsequent to the End of the Current Financial Quarter

There were no material events subsequent to the end of the reporting quarter that have not been reflected in the quarter under review.

12. Changes in the Composition of the Group

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

13. Contingent Liabilities and Contingent Assets

(a) Contingent liabilities

There were no contingent liabilities as at the end of current financial quarter.

(b) Contingent assets

There were no contingent assets as at the end of current financial quarter.

14. Capital Commitment

There was no capital commitment as at the end of the current financial quarter.

15. Review of Performance

Comparison between Current Financial Quarter / Year-to-date Ended 30 September 2013 and Previous Corresponding Quarter / Year-to-date Ended 30 September 2012

A summary of the Group’s performance is set out below:-

	3 Months Ended							
	30.09.2013				30.09.2012			
	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Total	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Total
	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000
Revenue	1,889	1,779	9,524	13,192	-	663	7,267	7,930
Gross profit/(loss)	240	361	2,485	3,086	-	(63)	821	758
Profit/(loss) before tax				626	-			(1,866)

Technical Assembly Services Division

Technical assembly services only commenced in the last quarter of year 2012.

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)
(Company No: 893631-T)**

Plastic Injection Moulding Division

Revenue from plastic injection moulding was higher in 2013 as compared with the previous year corresponding quarter due to the previous year was affected by the weak economic conditions in Europe, this resulted in significantly lower orders for the Group’s mould manufacturing from clients

Plastic Injection moulding division contributed RM361,000 gross profits as compared with a loss of RM 63,000 in the previous year corresponding quarter.

Precision Cleaning Division

Revenue from precision cleaning was approximately 31% higher than preceding year corresponding quarter mainly due to increase in precision cleaning sales in China.

A large part of the increase in precision cleaning sales were from the higher margin Cleanroom Assembly sales. This has a favourable impact to the precision cleaning division profit margin which increased from approximately 11% to 26%.

Overall, the Group reported a profit before tax of RM 626,000 as compared with a loss before tax of RM 1.87 million in the previous year corresponding quarter.

Comparison between Current Period-to-date Ended 30 September 2013 and Previous Corresponding Period-to-date Ended 30 September 2012

	9 Months Ended							
	30.09.2013				30.09.2012			
	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Total	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Total
	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000
Revenue	4,620	3,809	24,945	33,374	-	2,395	25,975	28,370
Gross profit/(loss)	586	493	4,804	5,883	-	(136)	5,935	5,799
Loss before tax				(1,192)	-			(1,521)

Technical Assembly Services Division

Technical assembly services only commenced in the last quarter of year 2012.

Plastic Injection Moulding Division

Revenue from plastic injection moulding relatively higher in 2013 as compared with the previous year corresponding quarter due to the previous year was affected by the weak economic conditions in Europe, this resulted in significantly lower orders for the Group’s mould manufacturing from clients

Plastic Injection moulding division contributed RM493,000 gross profits as compared with a loss of RM 136,000 in the previous year corresponding quarter.

Precision Cleaning Division

Revenue from precision cleaning was approximately 4% lower than preceding year corresponding period.

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)
(Company No: 893631-T)**

The gross profit margin for the precision cleaning division decreases from approximately 23% to 19%, due primarily to the following:-

- a) increase fixed overhead costs such as rent , depreciation and amortization charges totaling RM 248,000
- b) net increase in direct labour cost component of approximately RM 275,000

Overall, the Group reported a loss before tax of RM 1.19 million as compared with a loss before tax of RM 1.52 million in the previous year corresponding period.

16. Material Changes in the Quarterly Results as Compared with the Immediate Preceding Quarter

	3 Months Ended							
	30.09.2013				30.06.2013			
	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Total	Technical Assembly Services	Plastic Injection Moulding	Precision Cleaning	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	1,889	1,779	9,524	13,192	1,139	1,104	7,593	9,836
Gross profit	240	361	2,485	3,086	154	96	1,239	1,489
Profit/(loss) before tax				626				(808)

Technical Assembly Services Division

Revenue from Technical Assembly Services was 65% higher than immediate preceding quarter as there were more completed modules delivered. Gross profit margin is relatively stable at about 13%.

Plastic Injection Moulding Division

Revenue from plastic injection moulding was 61% higher than the immediate preceding quarter

Plastic Injection moulding division contributed RM361,000 gross profits as compared with a profit of RM 96,000 in the immediate preceding quarter.

Precision Cleaning Division

The Group’s revenue from Precision Cleaning has increased by 25% in the current financial quarter as compared to the immediate preceding quarter.

The GP margin for the precision cleaning division increase from approximately 16% to 26% mainly due to a increase in higher margin Cleanroom Assembly sales.

Taking into account the abovementioned, the Group register a profit before tax of RM626,000 as compared to a loss before tax of RM 808,000 in the immediate preceding quarter.

Statement of financial position

During the quarter under review , the Group had placed several yearly deposits totaling about RM2.2 million with the Custom Authority in China. The increase in such deposits is in line with the Group’s increase in business activities that require products being taken out from free trade zones. These deposits are refundable upon completion of the business activities which need to be completed within a year.

17. Future Prospects

The Group continues to be affected by the reduction in the global demand for HDD even though we continue to maintain our market share of the HDD cleaning segment. However, we are making steady progress in the non HDD industry as we were recently appointed as:

- 1) The sole cleaning supplier for a LED cassettes supplier, and
- 2) The supplier for clean bulk packaging for a contract manufacturer.

In addition an interested party is presently conducting the necessary due diligence on one of the Group’s non-performing business segments. We anticipate the divestment of this non-performing business segment to be finalized by the end of this year.

Barring any unforeseen circumstances, the successful implementation of the non HDD cleaning services and the divestment of this non-performing business segment will contribute positively to the Group's financial performance.

18. Variance of Profit Forecast and Shortfall in Profit Guarantee

The Group has not issued any profit forecast or profit guarantee for the current financial quarter .

19. Tax Expense

The tax expense for the current quarter and financial period to date ended 30 September 2013 includes an underprovision of tax in prior year.

20. Status of Corporate Proposals

There is no corporate proposal announced but not completed as at the date of this report.

21. Group Borrowings and Debt Securities

The Group’s borrowings as at 30 September 2013 presented as follows:-

	RM’000
Long Term Borrowings	
Unsecured:-	
Term loan	1,457
Short Term Borrowings	
Unsecured:-	
Term loan	908

The total borrowings denominated in foreign and local currency as at 30 September 2013 are: -

	RM’000
Foreign currency – SGD 912,463 @ RM2.5917/SGD1	2,365

22. Realised and Unrealised Retained Profits

	Cumulative year to date ended 30/09/2013 RM'000	Cumulative year to date ended 31/12/2012 RM'000
Total retained profits of the Group:		
- Realised	6,497	5,014
- Unrealised	24	(854)
	6,521	4,160
Consolidated adjustments	1,780	1,780
	4,741	5,940

23. Off Balance Sheet Financial Instruments

As at 30 September 2013, the Group is a party to two foreign currency forward contracts totalling USD300,000 at a rate between 1.257 to 1.2725. Had the contract been settled at the financial position date, the effect on the exchange exposure is an increase in the profit of RM 8,030.

24. Material Litigation

There was no pending material litigation from 1 January 2013 up to the date of this quarterly announcement.

25. Dividend Payable

There was no dividend payable or proposed during the current quarter ended 30 September 2013.

26. (Loss)/Earnings Per Share

Basic

The calculation of the basic LPS/EPS is based on the net profit divided by the weighted average number of ordinary shares of RM0.25 each in issue.

	3rd Quarter Ended		Cumulative Quarter Ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Net profit for the period attributable to owners of the parent (RM'000)	619	(1,870)	(1,199)	(1,531)
Weighted average number of ordinary shares in issue ('000)	117,400	117,400	117,400	117,400
Basic LPS/EPS (sen)	0.53	(1.59)	(1.02)	(1.30)

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)
(Company No: 893631-T)**

Diluted

The calculation of the diluted EPS is based on the net profit divided by the weighted average number of ordinary shares after adjustments for the effects of all dilutive potential ordinary shares of RM0.25 each arising from the exercise of 58,700,000 Warrants-in-issue .

	3rd Quarter Ended		Cumulative Quarter Ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Weighted average number of ordinary shares in issue ('000)	176,100	176,100	176,100	176,100
Diluted EPS (sen)	0.35	Not applicable ⁽¹⁾	Not applicable ⁽¹⁾	Not applicable ⁽¹⁾

(1) Not applicable as, due to the losses, there is an anti-dilutive effect from the assumed exercise of the Warrants-in-issue.

27. Notes to the Condensed Consolidated Statement to Comprehensive Income

Loss before tax is arrived at after charging/ (crediting) the following items:-

	Current Quarter Ended 30 September 2013	Year-to-date Ended 30 September 2013
	RM'000	RM'000
(a) Interest income	(1)	(5)
(b) Other income including investment income	(51)	(100)
(c) Interest expenses	20	26
(d) Depreciation and amortization	807	2,384
(e) Provision for and write off of receivables	-	-
(f) Provision for and write off of inventories	-	-
(g) Gain or loss on disposal of quoted and unquoted investment or properties	-	-
(h) Impairment of assets	-	-
(i) Foreign exchange gain	3	(155)
(j) Gain or loss on derivatives	-	-
(k) Plant, property & equipment written off	-	11