

SUMATEC RESOURCES BERHADCompany No. 428355-D
(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2015**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Mar-15 RM'000	Preceding Year Corresponding Quarter 31-Mar-14 RM'000	Current Year To Date 31-Mar-15 RM'000	Preceding Year Corresponding Period 31-Mar-14 RM'000
Revenue	27,978	13,743	27,978	13,743
Other income	7,855	-	7,855	-
Operating expenses	<u>(6,321)</u>	<u>(8,868)</u>	<u>(6,321)</u>	<u>(8,868)</u>
Operating profit	29,512	4,875	29,512	4,875
Finance costs	<u>(8,529)</u>	<u>(23)</u>	<u>(8,529)</u>	<u>(23)</u>
Profit before taxation	20,983	4,852	20,983	4,852
Tax expense	<u>(1,250)</u>	<u>(116)</u>	<u>(1,250)</u>	<u>(116)</u>
Profit for the financial period	19,733	4,736	19,733	4,736
Other comprehensive income				
- Foreign currency translation differences for foreign operations	<u>(296)</u>	<u>(265)</u>	<u>(296)</u>	<u>(265)</u>
Total comprehensive income for the period	<u>19,437</u>	<u>4,471</u>	<u>19,437</u>	<u>4,471</u>
Profit for the financial period attributable to:				
Owners of the Company	<u>19,733</u>	4,736	<u>19,733</u>	4,736
Non-controlling interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net profit for the financial period	<u>19,733</u>	<u>4,736</u>	<u>19,733</u>	<u>4,736</u>
Total comprehensive income for the financial period attributable to:				
Owners of the Company	<u>19,437</u>	4,471	<u>19,437</u>	4,471
Non-controlling interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the financial period	<u>19,437</u>	<u>4,471</u>	<u>19,437</u>	<u>4,471</u>
Earnings per share				
(a) <i>Basic earnings per share (sen)</i>	<u>0.57</u>	<u>0.15</u>	<u>0.57</u>	<u>0.15</u>
(b) <i>Diluted earnings per share(sen)</i>	<u>0.56</u>	<u>0.14</u>	<u>0.56</u>	<u>0.14</u>

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes to this interim financial report.

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INTERIM FINANCIAL REPORT**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2015**

	31-Mar-15	AUDITED 31-Dec-14
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,639	4,788
Intangible assets	301,801	301,869
Trade and other receivables	192,908	190,494
Total non-current assets	<u>499,348</u>	<u>497,151</u>
Current assets		
Trade and other receivables	145,066	159,970
Amount due from associated company	5,635	5,635
Tax recoverable	26	26
Cash and bank balances	539	1,384
Fixed deposits with licensed bank	230	230
Total current assets	<u>151,496</u>	<u>167,245</u>
Non-current assets classified as held for sale	17,000	17,000
TOTAL ASSETS	<u><u>667,844</u></u>	<u><u>681,396</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company:		
Share capital	487,577	487,577
Other reserves	330,087	329,379
Accumulated losses	(186,631)	(206,364)
	<u>631,033</u>	<u>610,592</u>
Non-controlling interests	(31)	(31)
Total equity	<u>631,002</u>	<u>610,561</u>
LIABILITIES		
Non-current liability		
Deferred tax liabilities	331	331
Other payables	-	37,881
Total non-current liabilities	<u>331</u>	<u>38,212</u>
Current liabilities		
Trade and other payables	12,126	9,488
Term loans and short-term borrowings	22,635	22,635
Tax payable	1,750	500
Total current liabilities	<u>36,511</u>	<u>32,623</u>
Total liabilities	<u>36,842</u>	<u>70,835</u>
TOTAL EQUITY AND LIABILITIES	<u><u>667,844</u></u>	<u><u>681,396</u></u>
 NET ASSETS PER SHARE (RM)	 0.181	 0.175

The condensed statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2015

	Attributable to owners of the Company						Distributable Accumulated losses RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Non-distributable									
	Share Capital RM'000	Share Premium RM'000	Warrant reserve RM'000	Employee share option reserve RM'000	Capital reserve RM'000	Translation reserve RM'000				
Balance as at 1 January 2014	431,896	86,579	142,609	3,809	17,187	-	(255,297)	426,783	(198)	426,585
Total comprehensive income for the financial year	-	-	-	-	-	-	48,904	48,904	-	48,904
Foreign currency translation difference	-	-	-	-	-	95	-	95	-	95
Transfer to share premium for share options exercised	-	5,700	-	(5,700)	-	-	-	-	-	-
Realised upon subsidiaries written off	-	-	-	-	-	-	-	-	167	167
Transactions with owners:										
Issuance of shares	43,203	74,063	-	-	-	-	-	117,266	-	117,266
Share issuance expenses	-	(10,465)	-	-	-	-	-	(10,465)	-	(10,465)
Exercise of ESOS	12,460	9,256	-	-	-	-	-	21,716	-	21,716
Employee share options	-	-	-	6,270	-	-	-	6,270	-	6,270
Conversion of warrants	18	5	(29)	-	-	-	29	23	-	23
Total transactions with owners	55,681	72,859	(29)	6,270	-	-	29	134,810	-	134,810
Balance as at 31 December 2014	487,577	165,138	142,580	4,379	17,187	95	(206,364)	610,592	(31)	610,561
Balance as at 1 January 2015	487,577	165,138	142,580	4,379	17,187	95	(206,364)	610,592	(31)	610,561
Total comprehensive income for the financial period	-	-	-	-	-	-	19,733	19,733	-	19,733
Foreign currency translation difference	-	-	-	-	-	(296)	-	(296)	-	(296)
Transactions with owners:										
Issuance of shares	-	-	-	-	-	-	-	-	-	-
Employee share options	-	-	-	1,004	-	-	-	1,004	-	1,004
Total transactions with owners	-	-	-	1,004	-	-	-	1,004	-	1,004
Balance as at 31 March 2015	487,577	165,138	142,580	5,383	17,187	(201)	(186,631)	631,033	(31)	631,002

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes to this interim financial report.

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(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2015**

	31-Mar-15 RM'000	31-Mar-14 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	20,983	4,852
Adjustments for:		
Depreciation of property, plant and equipment	173	33
Amortisation of intangible assets	69	-
Interest expenses	8,529	23
Interest income	(6)	-
Unrealised loss/ (gain) on foreign exchange	(7,850)	-
Share option granted under ESOS	1,004	4,468
Operating profit before changes in working capital	22,902	9,376
Changes in working capital:-		
Trade and other receivables	20,254	(18,492)
Trade and other payables	(43,991)	8,126
Cash (used in)/generated from operations	(835)	(990)
Interest (paid)/ received	(10)	(23)
Tax refund/(paid)/recovered	-	43
Net cash (used in)/generated from operating activities	(845)	(970)
CASH FLOWS FROM INVESTING ACTIVITY		
Purchase of property, plant and equipment	-	(10)
Net cash used in investing activity	-	(10)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	3,416
(Repayment)/Drawdown of loans and other borrowings	-	(602)
Repayment of finance lease payables	-	(26)
Net cash from financing activities	-	2,788
NET INCREASE IN CASH AND CASH EQUIVALENTS	(845)	1,808
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	1,614	5,065
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	769	6,873
CASH AND CASH EQUIVALENTS		
Cash and bank balances	539	6,643
Fixed deposits with licensed bank	230	230
	769	6,873

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes to this interim financial report.

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**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FINANCIAL PERIOD ENDED 31/3/2015**

		Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31-Mar-15 RM'000	Preceding Year Corresponding Quarter 31-Mar-14 RM'000	Current Year To Date 31-Mar-15 RM'000	Preceding Year Corresponding 31-Mar-14 RM'000
1	Revenue	27,978	13,743	27,978	13,743
2	Gain/(Loss) before tax	20,983	4,852	20,983	4,852
3	Gain/(Loss) for the period	19,733	4,736	19,733	4,736
4	Gain/(Loss) attributable to ordinary equity holders of the parent	19,437	4,471	19,437	4,471
5	Basic earnings per share (sen)	0.57	0.15	0.57	0.15
6	Proposed/declared dividend per share (sen)	-	-	-	-

		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7	Net assets per share attributable to ordinary equity holders of the parent (RM)	0.181	0.175
Remarks:			

ADDITIONAL INFORMATION

		Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31-Mar-15 RM'000	Preceding Year Corresponding Quarter 31-Mar-14 RM'000	Current Year To Date 31-Mar-15 RM'000	Preceding Year Corresponding Period 31-Mar-14 RM'000
1	Gross interest income	6	-	6	-
2	Gross interest expense	(8,529)	(23)	(8,529)	(23)

Note : The above information is for the Exchange internal use only.

INTERIM FINANCIAL REPORT

A. NOTES TO THE INTERIM FINANCIAL REPORT**A1 Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Company and the Group for the financial year ended 31 December 2014. The explanatory notes attached to the 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 2014.

The financial information presented in this interim report has been prepared in accordance with the accounting policies used in preparing the annual consolidated financial statements for the year ended 31 December 2014.

The Group has not applied the following MFRSs that have been issued but not yet effective:

Standards issued but not yet effective:*Effective for annual periods
beginning on or after*

MFRS 9	Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
MFRS 10	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)	1 January 2016
MFRS 10	Investment Entities: Applying the Consolidation Exception (Amendments to MFRS 10, MFRS 12 and MFRS 128)	1 January 2016
MFRS 11	Accounting for Acquisitions of Interests in Joint Operations (Amendments to MFRS 11)	1 January 2016
MFRS 12	Investment Entities: Applying the Consolidation Exception (Amendments to MFRS 10, MFRS 12 and MFRS 128)	1 January 2016
MFRS 14	Regulatory Deferral Accounts	1 January 2016
MFRS 15	Revenue from Contracts with Customers	1 January 2017
MFRS 101	Disclosure Initiative (Amendments to MFRS 101)	1 January 2016
MFRS 116	Clarification of Acceptable Methods of Depreciation and Amortisation (Amendments to MFRS 116 and MFRS 138)	1 January 2016
MFRS 116	Agriculture: Bearer Plants (Amendments to MFRS 116 and MFRS 141)	1 January 2016
MFRS 119	Defined Benefit Plans: Employee Contributions (Amendments to MFRS 119)	1 July 2014
MFRS 127	Equity Method in Separate Financial Statements (Amendments to MFRS 127)	1 January 2016

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A1 Basis of preparation (continued)

MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)	1 January 2016
MFRS 128	Investment Entities: Applying the Consolidation Exception (Amendments to MFRS 10, MFRS 12 and MFRS 128)	1 January 2016
MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation (Amendments to MFRS 116 and MFRS 138)	1 January 2016
MFRS 141	Agriculture: Bearer Plants (Amendments to MFRS 116 and MFRS 141)	1 January 2016
	Annual improvements to MFRSs 2010-2012 Cycle	1 July 2014
	Annual Improvements to MFRSs 2011-2013 Cycle	1 July 2014
	Annual Improvements to MFRSs 2012-2014 Cycle	1 July 2014

The initial application of the above standards, amendments and interpretation are not expected to have material financial impacts to the financial statements. The financial effects of the above MFRSs are still being assessed due to the complexity of these new MFRSs and Amendments to MFRSs, and their proposed changes.

A2 Audit report of preceding annual financial statement

The audited financial statements of the Company and the Group for the year ended 31 December 2014 were not subject to qualification.

A3 Seasonal or cyclical factors

The operations of the Group are not subject to seasonal or cyclical fluctuations.

A4 Unusual items

There were no unusual items that affected the assets, liabilities, equity, net income and cash flows of the Group during the quarter under review.

A5 Material changes in estimates

There were no material changes in estimates of amount reported during the quarter under review.

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A6 Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy backs, share cancellations, share held as treasury shares and resale of treasury shares during the current quarter under review.

A7 Dividend paid

There were no dividends paid during the quarter under review.

A8 Segment Information

The Group is principally involved in the upstream oil & gas activities.

	Current Quarter ended	
	31 March 2015	
	Revenue	Profit/(loss) before tax
	RM'000	RM'000
Oil & Gas Development and Production	27,978	20,985
Others	-	(2)
	27,978	20,983

A9 Valuation of property, plant and equipment

There were no changes to the valuation of property, plant and equipment brought forward from the preceding annual audited financial statements.

A10 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the current financial quarter, which are likely to substantially affect the results of the operations of the Group for the current quarter.

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A11 Changes in the composition of the Group

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

A12 Contingent liabilities

The Company has given corporate guarantees amounting to RM471 million to suppliers, licensed banks and financial institution for banking facility granted to the associate companies, investments in which are currently held for sale. Consequently, the Company is liable for the amount of banking facilities utilized by the associate companies totaling RM271 million.

A13 Capital commitments

There outstanding capital commitments as at 31 March 2015 are as follows:

	RM'000
Approved and contracted for – property, plant and equipment	<u>267</u>

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B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance

The Group's turnover for the current quarter has more than doubled to RM27.97 million compared to RM13.74 million as registered in the corresponding quarter last year. This was in line with the increase in level of activities in the upstream oil and gas operations. With the higher revenue as well as unrealised gains on foreign exchange, Group's profit before taxation has also increased by RM16.13 million to RM20.98 million from RM4.85 million previously.

B2 Variation of results against preceding quarter

	Current Year Quarter 31-Mar-2015 RM'000	Immediate Preceding Quarter 31-Dec-2014 RM'000
Revenue	27,978	28,809
Profit before tax	20,983	23,019

Compared to the immediate preceding quarter ended 31 December 2014, the Group's turnover for the current quarter decreased marginally by RM0.83 million. Group's profit before tax decreased slightly to RM21 million.

B3 Prospects

The market conditions in the oil and gas industry are forecasted to continue to be challenging for the rest of 2015. Although oil prices had recovered by almost 37% from the low in January this year and touched the USD68 per barrel mark in May, its short to medium term direction is still fairly uncertain. The Company will continue to be guided by its capex spending strategy on drilling new oil wells, upgrading surface facilities and drilling appraisal wells for the natural gas and gas condensate reserves. The extent of the field development work actually carried out however, will depend on the rate of recovery in oil price. Barring unforeseen circumstances, the Board is cautiously optimistic that the strategies for the field development work will yield growth in production volume in 2015.

B4 Forecast profit

The Company has not issued any profit forecast for the financial year under review.

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B5 Taxation

	Current Year Quarter 31-Mar-15 RM'000	Current year to date 31-Mar-15 RM'000
Current tax	<u>1,250</u>	<u>1,250</u>

The effective tax rate of the Group for the financial year ended 31 December 2014 is lower than the statutory tax rate, mainly due to utilization of unabsorbed business losses brought forward from prior years.

B6 Unquoted investments and/or properties

There were no purchases or sales of unquoted securities during the financial quarter under review and financial year to date.

B7 Quoted securities

There were no purchases or sales of quoted securities during the financial quarter under review and financial year to date.

B8 a) Status of corporate proposals**i) DISPOSAL OF SHARES IN SEMUA INTERNATIONAL SDN BHD (“SISB”)**

On 21 December 2012, the Company entered into a sale and purchase agreement with third parties to dispose its 51% equity interest, representing 64,496,272 ordinary shares of Semua International Sdn. Bhd. (“SISB”) for a total sales consideration of RM18,800,000, comprising its entire shipping division.

On 19 July 2013, the Company received RM1.8 million (“1st Tranche Consideration”), representing the disposal value of 2% equity interest in SISB from the purchaser.

The 2nd Tranche Consideration of RM17 million, representing the disposal value of the remaining 49% equity interest in SISB, together with interest thereon at the rate of 6% per annum (interest shall be payable half yearly) shall be paid within 24 months, or earlier, from 31 January 2013, i.e. the date the last approval was obtained from the CLO bondholders. However, the third parties are unable to fulfill the settlement obligation to CLO bondholders.

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The Company has entered into preliminary negotiation with a potential buyer and the Directors expect negotiation to be finalised and the sale to be completed in 2015.

ii) PROPOSED ACQUISITION OF 100% EQUITY IN BORNEO ENERGY OIL & GAS LTD

The Company had on 11 July 2014 entered into a Framework Agreement with Abu Talib Bin Abdul Rahman and Dr Murat Safin (“Vendors”) for the purpose of pursuing the proposed acquisition of 100% of the issued and paid up capital in Borneo Energy Oil & Gas Ltd (“BORNEO”), comprising 100 ordinary shares of USD1.00 each from the Vendors.

On 8 September 2014, the Company executed the share purchase agreement (“SPA”) with the Vendors for a purchase price of USD350.0 million to be satisfied by a combination of cash and ordinary shares in SUMATEC (“SUMATEC Shares”) (“Proposed Acquisition”).

The purchase consideration of USD350.0 million comprises of:-

- (a) USD250.0 million for the Buzachi Neft Oilfields with a proved and probable oil reserves of 68.86 million barrels of oil at USD3.63 per barrel of oil; and
- (b) USD100.0 million for the Ancillary Assets. Ancillary Assets comprise:-
 - (i) the non-current assets of Buzachi Neft (which includes but is not limited to oil and gas wells, processing facilities, roads and artificial islands, buildings and constructions machinery and equipment and vehicles) with a net book value of USD75.9 million based on its unaudited financial statements for the financial year ended 31 December 2013; and
 - (ii) Limestone Production Quarry which is worth at least USD25.0 million. Under the terms of the SPA, SUMATEC shall appoint an independent valuer to value the Limestone Production Quarry to confirm the value of the Limestone Production Quarry to be at least USD25.0 million.

In addition, under the terms of the SPA, SUMATEC shall acquire BORNEO and Buzachi Neft free from all indebtedness and encumbrances (including but not limited to borrowings, trade payables and tax liabilities).

In conjunction with the Proposed Acquisition, the Board of SUMATEC proposes to undertake the following:-

- (a) Proposed renounceable rights issue of up to 2,298,582,440 new SUMATEC Shares (“Rights Shares”) together with up to 2,298,582,440 free detachable warrants (“Rights Warrants”) at an indicative issue price of RM0.40 per Rights Share on the basis of one (1)

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Rights Share for every two (2) SUMATEC Shares held together with one (1) Rights Warrants for every one (1) Rights Shares subscribed (“Proposed Rights Issue with Warrants”);

- (b) Proposed increase in the authorised share capital of the Company from RM1,000,000,000 comprising 7,142,857,143 SUMATEC Shares to RM2,000,000,000 comprising 14,285,714,286 SUMATEC Shares (“Proposed IASC”); and
- (c) Proposed amendments to the Memorandum and/or Articles of Association of the Company to facilitate the Proposed IASC (“Proposed Amendments”).

The listing application for the Proposed Acquisition and Proposed Rights Issue with Warrants has been submitted to Bursa Malaysia Securities Berhad on 17 October 2014.

On 9 January 2015, the Company entered into a supplemental agreement with the Vendors to reduce the Purchase Price for the Proposed Acquisition by USD60.0 million to USD290.0 million, of which cash payment is USD210.0 million and the balance USD80.0 million is by way of issuance of 1,217,391,305 Consideration Shares to the Vendors at an issue price of RM0.23 per share.

The revised terms for the other proposals are as follows:-

- (a) The Proposed Rights Issue with Warrants will be a renounceable rights issue of up to 5,517,521,495 new Rights Shares together with up to 2,758,760,747 Rights Warrants at an indicative issue price of RM0.20 per Rights Share on the basis of six (6) Rights Share for every five (5) SUMATEC Shares held together with one (1) Rights Warrant for every two (2) Rights Shares subscribed; and
- (b) The Proposed IASC from RM1,000,000,000 comprising 7,142,857,143 SUMATEC Shares to RM5,000,000,000 comprising 35,714,285,714 SUMATEC Shares.

On 23 February 2015, Bursa Securities had approved the followings:

- (a) Admission to the Official List of the Main Market of Bursa Securities and the listing and quotation for up to 2,758,760,747 Rights Warrants to be issued together with the Rights Shares pursuant to the Proposed Rights Issue with Warrants;
- (b) Listing of and quotation for:
 - 1,217,391,305 Consideration Shares to be issued pursuant to the Proposed Acquisition;
 - Up to 5,517,521,495 new Rights Shares to be issued pursuant to the Proposed Rights Issue with Warrants;
 - Up to 2,758,760,747 new Sumatec Shares to be issued pursuant to the full exercise of the Rights Warrants;

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- Up to 1,379,173 additional Warrants A pursuant to the Rights Adjustments;
- Up to 6,591,070 additional Warrants B pursuant to the Rights Adjustments; and
- Up to 7,970,243 new Sumatec Shares to be issued pursuant to the full exercise of additional Warrants A and additional Warrants B.

On 8 April 2015, the shareholders of the Company at the Company's Extraordinary General Meeting approved the Proposed Acquisition, Proposed Rights Issues with Warrants, Proposed IASC and Proposed Amendments.

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B9 Group borrowings and debt securities

The Group does not have or issue any debt securities during the quarter under review. The Group's borrowings as at 31 March 2015 are as follows:

	RM'000
Secured:	
- Short Term	22,635
- Long Term	-
	<u>22,635</u>

All Group borrowings are denominated in Ringgit Malaysia.

B10 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk issued during the quarter under review.

B11 Material litigation

Save as disclosed below, the Company and its subsidiaries are not engaged in any material litigation, claims or arbitration either as plaintiff or defendant, and the Directors of the Company do not have any knowledge of any proceedings, pending or threatened against the Company and its subsidiaries or of any facts likely to give rise to any proceedings which might adversely and materially affect the position or business of the Company and its subsidiaries as at the date of this announcement.

Kuala Lumpur High Court – winding up petition number 28NCC-209-03/2014

Sumatec Corporation Sdn Bhd (“SCSB”) v Greentech Chemical Sdn Bhd (“GCSB”) (formerly known as Himpunan Sari Sdn Bhd)

SCSB had on 18 March 2014 presented a petition to wind-up GCSB for its failure to pay RM10,299,285.90 to SCSB as at 20 June 2012 pursuant to a turnkey engineering, procurement, construction and commissioning contract to build a biodiesel plant at the Telok Kalong Industrial Estate in Terengganu. The petition was heard on 17 June 2014 where the Court ordered GCSB to be wound up.

Current Status: SCSB's solicitors will file in a proof of debt in due course.

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INTERIM FINANCIAL REPORT**B12 Dividends**

No dividend has been recommended during the quarter under review.

B13 Earnings per share (sen)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Mar-15	Preceding Year Corresponding Quarter 31-Mar-14	Current Year To Date 31-Mar-15	Preceding Year Corresponding Period 31-Mar-14
Basic earnings per share				
Net profit attributable to shareholders (RM'000)	19,733	4,736	19,733	4,736
Number of ordinary shares at the beginning of the period ('000)	3,482,695	3,084,968	3,482,695	3,084,968
Weighted average increase in Share Capital ('000)	-	4,628	-	4,628
Weighted average number of shares at the end the period ('000)	3,482,695	3,089,596	3,482,695	3,089,596
Basic earnings per share (sen)	0.57	0.15	0.57	0.15
Diluted earnings per share				
Weighted average number of shares ('000)	3,482,695	3,089,596	3,482,695	3,089,596
Effect of warrants ('000)	43,855	248,313	43,855	248,313
Weighted average number of ordinary shares - diluted ('000)	3,526,550	3,337,909	3,526,550	3,337,909
Diluted earnings per share (sen)	0.56	0.14	0.56	0.14

SUMATEC RESOURCES BERHAD

Company No. 428355-D
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

B14 Disclosure of realised and unrealised loss

	Group RM'000	Company RM'000
Total accumulated losses of the Company and the Group		
- Realised	(186,526)	(243,718)
- Unrealised	(105)	(2,841)
	<hr/> (186,631)	<hr/> (246,559)

The disclosure of realized and unrealized loss above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad and should not be applied for any other purposes.

The interim financial statements were approved for issue by the Board of Directors in accordance with Directors' resolution dated 26th May 2015.

By order of the Board

Lim Seck Wah (MAICSA 0799845)
M. Chandrasegaran A/L S. Murugasu (MAICSA 0781031)
Company Secretaries
Kuala Lumpur.
26th May 2015.