Condensed Unaudited Consolidated Statement of Comprehensive Income
Quarterly report on unaudited consolidated results
For the financial period ended 31 July 2015

	3 months quarter ended 31.7.2015 RM'000 (Unaudited)	3 months quarter ended 31.7.2014 RM'000 (Unaudited)	Cumulative 6 months 31.7.2015 RM'000 (Unaudited)	Cumulative 6 months 31.7.2014 RM'000 (Unaudited)
Revenue	57,344	38,502	109,924	74,825
Cost of sales	(50,620)	(36,023)	(97,145)	(70,403)
Gross profit	6,724	2,479	12,779	4,422
Other operating income	611	147	1,109	483
Selling expenses	(681)	(495)	(1,169)	(901)
Administrative expenses	(1,645)	(1,531)	(3,627)	(3,190)
Finance costs	(33)	(4)	(57)	(11)
Profit before taxation	4,976	596	9,035	803
Taxation	31	34	63	113
Net profit for the financial period	5,007	630	9,098	916
Other comprehensive profit for the finanical period, net of tax	181	-	361	-
Total comprehensive profit for the financial period	5,188	630	9,459	916
Profit attributable to:				
Owners of the parent	5,007	630	9,098	916
Total comprehensive profit attribute to:				
Owners of the parent	5,188	630	9,459	916
Profit per ordinary share attributable to owners of the parent (cent)				
- Basic	1.15	0.11	2.10	0.15
- Diluted	1.15	0.11	2.10	0.15

The Condensed Unaudited Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the financial year ended 31 January 2015.

Condensed Unaudited Consolidated Statement of Financial Position
As at 31 July 2015

	As at 31.7.2015 RM'000 (Unaudited)	As at 31.01.2015 RM'000 (Audited)
Assets		
Property, plant and equipment	67,910	64,057
Total non-current assets	67,910	64,057
Inventories	18,714	22,063
Trade and other receivables	32,426	26,463
Tax recoverable	36	44
Fixed deposits	5,000	-
Cash and bank balances	13,648	10,070
Total current assets	69,824	58,640
Total assets	137,734	122,697
Equity		
Share capital	43,414	43,301
Reserves	61,616	52,068
Total equity attributable to owners of the parent	105,030	95,369
Liabilities		
Loans and borrowings	19	24
Deferred tax liabilities	1,559	1,622
Total non-current liabilities	1,578	1,646
Trade and other payables	26,198	22,303
Derivatives	279	174
Amount owing to a director	36	36
Loans and borrowings	4,613	3,169
Total current liabilities	31,126	25,682
Total liabilities	32,704	27,328
Total equity and liabilities	137,734	122,697
Net assets per share attributable to owners of the parent (sen)	24	22

The Condensed Unaudited Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2015.

Condensed Unaudited Consolidated Statement of Changes in Equity
For the financial period ended 31 July 2015

	Attributable to owners of the parent							
	Non-Distributable						Distributable	
	Share Capital RM'000	Revaluation Reserves RM'000	Share-based Option Reserve RM'000	Share Premium RM'000	Warrant Reserves RM'000	Other Reserves RM'000	Accumulated (Losses)/Profit RM'000	Total RM'000
At 1 February 2015	43,301	10,776	4,490	11,121	10,609	11,319	3,753	95,369
Profit net of tax	-	-	-	-	-	-	9,098	9,098
Realisation of revaluation reserve	-	(361)	-	-	-	-	361	-
Total comprehensive income for the financial year	-	(361)	-	-	-	-	9,459	9,098
Conversion of warrant	113	-	-	551	(101)	-	-	563
At 31 July 2015	43,414	10,415	4,490	11,672	10,508	11,319	13,212	105,030
At 1 February 2014	118,405	11,498	-	-	10,609	11,319	(115,520)	36,311
Total comprehensive income for the financial period	-	-	-	-	-	-	916	916
At 31 July 2014	118,405	11,498	-	-	10,609	11,319	(114,604)	37,227

The Condensed Unaudited Consolidated Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2015.

Condensed Unaudited Consolidated Statement of Cash Flow
For the financial period ended 31 July 2015

	6 months ended 31.7.2015 RM'000 (Unaudited)	6 months ended 31.7.2014 RM'000 (Unaudited)
Cash flows from operating activities		
Profit before taxation	9,035	803
Adjustments for:		
Non-cash items	3,051	2,845
Interest expense	57	11
Interest income	(38)	(74)
Operating profit before working capital changes	12,105	3,585
Changes in working capital:		
Net change in current assets	(2,614)	(6,375)
Net change in current liabilities	5,338	(2,432)
Cash generated from/(used in) operations	14,829	(5,222)
Interest paid	(55)	(9)
Tax refund/(paid)	9	(3)
Net cash generated from/(used in) operating activities	**14,783**	**(5,234)**
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,812)	(8,601)
Proceeds from disposal of property, plant and equipment	13	72
Interest received	38	74
Net cash used in investing activities	**(6,761)**	**(8,455)**
Cash flows from financing activities		
Warrant conversion	563	-
Repayment of hire purchase	(5)	(9)
Interest paid	(2)	(2)
Net cash generated from/(used in) financing activities	**556**	**(11)**
Net changes in cash and cash equivalents	8,578	(13,700)
Cash and cash equivalents at beginning of the financial year	10,070	19,060
Cash and cash equivalents at end of the financial year	**18,648**	**5,360**
Cash and cash equivalents comprise:		
Cash and bank balances	13,648	5,360
Fixed deposits	5,000	-
	18,648	**5,360**

The Condensed Unaudited Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statement for the financial year ended 31 January 2015.

Notes to the unaudited interim financial report

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRSs") 134: Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (" Bursa Securities"). The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 January 2015. These interim financial statements contain selected explanatory notes which provide explanations of events and transaction that are significant to an understanding of the changes in the financial position and performance of the Company.

2. Summary of Significant accounting Policies

The significant accounting policies adopted are consistent with the audited financial statements for the financial year ended 31 January 2015.

2.1 New MFRSs, Amendments/Improvements to MFRSs and New IC Interpretations ("IC Int")

(a) Adoption of New, Amendments/Improvements to MFRSs and New IC Int

The Group and the Company had adopted the following amendments/improvements to MFRSs and new IC Int that are mandatory for the current financial year:-

Amendments/Improvements to MFRSs

MFRS 10	Consolidated Financial Statements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 127	Separate Financial Statements
MFRS 132	Financial Instruments: Presentation
MFRS 136	Impairment of Assets
MFRS 139	Financial Instruments: Recognition and Measurement

New IC Int

IC Int 21	Levies

The adoption of the above amendments/improvements to MFRSs and new IC Int do not have any effect on the financial statements of the Group and of the Company except for those as discussed below:-

Amendments to MFRS 10 Consolidated Financial Statements, MFRS 12 Disclosure of Interests in Other Entities and MFRS 127 Separate Financial Statements

Amendments to MFRS 10 introduces an exception to the principle that all subsidiaries shall be consolidated. The amendments define an investment entity and require a parent that is an investment entity to measure its investment in particular subsidiaries at fair value thorough profit or loss in accordance with MFRS 139 Financial Instruments: Recognition and Measurement instead of consolidating those subsidiaries in its consolidated financial statements. Consequently, new disclosure requirements related to investment entities are introduced in amendments to MFRS 12 and MFRS 127.

2. Summary of Significant accounting Policies (Continued)

New MFRSs, Amendments/Improvements to MFRSs and New IC Interpretations ("IC Int")

(a) Adoption of New, Amendments/Improvements to MFRSs and New IC Int

In addition, amendments to MFRS 127 also clarifies that if a parent is required, in accordance with paragraph 31 of MFRS 10, to measure its investment in a subsidiary at fair value through profit or loss in accordance with MFRS 139, it shall also account for its investment in that subsidiary in the same way in its separate financial statements.

Amendments to MFRS 132 Financial Instruments: Presentation

Amendments to MFRS 132 does not change the current offsetting model in MFRS 132. The amendments clarify the meaning of 'currently has a legally enforceable right of set-off', that the right of set-off must be available today (not contingent on a future event) and legally enforceable for all counterparties in the normal course of business. The amendments clarify that some gross settlement mechanisms with features that are effectively equivalent to net settlement will satisfy the MFRS 132 offsetting criteria. This Amendments only impacts the presentation in the financial statements but has no impact on the financial results and positions of the Group and of the Company.

Amendments to MFRS 136 Impairment of Assets

Amendments to MFRS 136 clarifies that disclosure of the recoverable amount (based on fair value less costs of disposal) of an asset or cash generating unit is required to be disclosed only when an impairment loss is recognised or reversed. In addition, there are new disclosure requirements about fair value measurement when impairment or reversal of impairment is recognised.

Amendments to MFRS 139 Financial Instruments: Recognition and Measurement

Amendments to MFRS 139 provides relief from discontinuing hedge accounting in a situation where a derivative, which has been designated as a hedging instrument, is novated to effect clearing with a central counterparty as a result of laws or regulation, if specific conditions are met. As a result of the amendments, continuation of hedge accounting is permitted if as a consequence of laws or regulations, the parties to hedging instrument agree to have one or more clearing counterparties replace their original counterparty and the changes to the terms arising from the novation are consistent with the terms that would have existed if the novated derivative were originally cleared with the central counterparty.

2. Summary of Significant accounting Policies (Continued)

New MFRSs, Amendments/Improvements to MFRSs and New IC Interpretations ("IC Int")

(a) Adoption of New, Amendments/Improvements to MFRSs and New IC Int

IC Int 21 Levies

IC Int 21 addresses the accounting for a liability to pay a government levy (other than income taxes and fine or other penalties that imposed for breaches of the legislation) if that liability is within the scope of MFRS 137 Provisions, Contingent Liabilities and Contingent Assets. This interpretation clarifies that an entity recognises a liability for a levy when the activity that triggers the payment of the levy, as identified by the relevant legislation, occurs. It also clarifies that a levy liability is recognised progressively only if the activity that triggers payment occurs over a period of time, in accordance with the relevant legislation. For a levy that is triggered upon reaching a minimum threshold, the interpretation clarifies that no liability should be recognised before the specific minimum threshold is reached. The adoption of IC Int 21 has no significant impact to the financial statements of the Group and of the Company.

3. Audit qualifications

The auditors' reports on the financial statements of the Company for the financial year ended 31 January 2015 were not subject to any qualification.

4. Seasonal or cyclical factors

The Group's operations were not affected by seasonal or cyclical factors.

5. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial year to-date because of their nature, size, or incidence.

6. Changes in estimates

There were no significant changes in financial estimates reported in prior years that would materially affect the current year report.

7. Debt and equity securities

There were no issuance and repayment of debts and equity securities, share buy-backs, shares cancellations, shares held as treasury shares and resale of treasury shares for the current financial year. In current financial quarter, there were 1.13 million of warrants exercised and converted into shares.

8. Operating segments

The Group's operating segments for the 6 months period ended 31 July 2015 are as follows:

	Manufacturing RM'000	Investment holding RM'000	Others RM'000	Total RM'000
Revenue				
Total	108,791	-	14,452	123,243
Inter segment	(13,319)	-	-	(13,319)
External	95,472	-	-	109,924
Results				
Segment profit / (loss)	11,787	(356)	613	12,044
Interest Income				7
Finance costs				(57)
Depreciation				(2,959)
Profit before taxation				9,035
Taxation				63
Net profit for the period				9,098

8. Operating segments (Continued)

The Group's operating segments for the 6 months period ended 31 July 2014 is as follows:

	Manufacturing RM'000	Investment holding RM'000	Others RM'000	Total RM'000
Revenue				
Total	77,253	-	-	77,253
Inter segment	(2,428)	-	-	(2,428)
External	74,825	-	-	74,825
Results				
Segment profit / (loss)	4,062	(301)	(134)	3,628
Interest Income				74
Finance costs				(11)
Depreciation				(2,887)
Profit before taxation				804
Taxation				113
Net loss for the period				916

9. Property, plant and equipment

Property, plant and equipment are stated at valuation/cost less accumulated depreciation and impairment losses. During the current period, plant & machinery, factory buildings and lands are carried at valuation less impairment.

10. Material Events

There was no material event subsequent to the end of the current year ended 31 January 2015 until the date of this report.

11. Changes in composition of the Group

There were no changes in the composition of the Group during the current financial year to-date.

12. Contingent assets and contingent liabilities

The Company does not have any material contingent liabilities and contingent assets for the current financial period.

13. Capital Commitments

As at 31 July 2015, the Company is not aware of any material commitments contracted or known to be contracted by the Group, which upon becoming enforceable may have a material impact on the profits or net assets of the Group:

	31.07.15
	RM'000
Property, plant and equipment	
- approved and contracted for	12,863
- approved but not contracted for	2,845
	15,708

The capital commitments are in relation to the acquisition of a piece of land and plant layout modification amounted to RM 6.5 million and RM 9.2 million respectively.

14. Review of performance

As compared to the corresponding quarter in preceding year, the group revenue was higher by RM 18.8 million (49% higher) due to sales volume increased substantially following the increased in productivity. The gross profits margin was improved from 6.4% to 11.7% resulting from the continuous improvements on operational effectiveness and efficiencies. Besides upgrading on the machineries' competencies, on-going trainings are provided to staff to equip them with technical knowledge and skills on their sections of works. The Group able to maintain a better cash flow which lead to a relatively low gearing ratio.

15. Variation of results against preceding quarter

The Group recorded a higher turnover of RM4.8 million, which was 9.1% higher than the turnover in the preceding quarter. The administrative expenses was lower by RM 0.3 million due to lower loss on foreign currency by RM 0.5 million whereas additional RM 0.2 million professional fees was incurred on PN 17 upliftment and Annual General Meeting.

16. Current year prospects

Despite the current backdrop of a sluggish economy, the Group is able to maintain its sustainable growth. The focus on speciality gloves has slightly cushion the Group on the nitrile gloves price war. To alleviate the impact of gas hike and raw material price fluctuation, the Group acts proactively to roll out plans on materials handling improvements and energy savings. Plant layout modifications are carrying out stage by stage to maximise flexibility of production facilities at lowest cost of production.

17. Profit forecast or profit guarantee

The Group did not publish any profit forecast or issue any profit guarantee during the reporting year.

18. Profit before taxation

This is arrive at after crediting/(charging):

	3 months ended 31.07.15 (RM'000)	3 months ended 31.07.14 (RM'000)	Cumulative 6 months ended 31.07.15 (RM'000)	Cumulative 6 months ended 31.07.14 (RM'000)
Interest income	35	16	38	74
Interest expense	(33)	(4)	(57)	(11)
Depreciation	(1,497)	(1,415)	(2,959)	(2,887)
Gain/ (Loss) on Foreign Exchange				
- realised	617	174	802	310
- unrealised	515	-	(15)	-
Fair value loss on derivatives	(384)	-	(105)	-
Plant and equipment written off	-	-	-	30

Save as above, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

19. Taxation

	3 months ended 31.07.15	Cumulative 6 months ended 31.07.15
Deferred taxation	31	63

20. Landed properties

There was no disposal of any landed properties for the current financial year.

21. Quoted investment

There were no purchases or sales of quoted securities for the current financial year.

22. Status of corporate proposal announced

The Group has regularised its financial condition and level of operations and no longer triggers any of the criteria under Paragraph 2.1 of Practice Note 17 ("PN17") of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

After due consideration of all facts and circumstances of the matter, Bursa Securities has decided to approve the Company's application for an early upliftment from being classified as a PN17 company. IRCB will be uplifted from being classified as a PN17 company effective from 9.00 a.m., Monday, 13 July 2015.

23. Borrowings

The Group have the following borrowings as at 31 July 2015.

	31.07.15 RM’000	31.01.15 RM’000
Secured:		
Short term borrowings	4,613	3,150
Long term borrowings	19	43
	4,632	3,193

24. Material litigation

i) The Company, together with its wholly-owned subsidiary, Comfort Rubber Gloves Industries Sdn Bhd (CRGISB) (collectively known as “the Defendants”) had been served with Writ of Summons by Tan Keng Beng (“Plaintiff A”) on his own behalf and as Executor of the Estate of Tan Koon Poon @ Tan Koon Pun, collectively known as the Plaintiffs, on 25 November 2013. The Writ of Summons arose from the Plaintiffs' claim ("the Claim") that the Defendants have failed, neglected and refused to transfer/sell the motor vehicles, belonging to CRG, to the Plaintiffs and gratuity payment of twelve (12) months’ salary amounting to RM480,000 to Plaintiff A, as purportedly approved at the Directors' Meeting of the Company.

The particulars of the Claim under the Writ of Summons are as follows:

a) Specific performance of the agreement between the Plaintiffs and the Company for the transfer of motor vehicles; In the event the Defendants refuse to abide to transfer the motor vehicles within seven (7) days after the service of the Writ of Summons, the Pengarah Jabatan Pengangkutan Jalan would be authorised to execute the transfer forms and/or any other form of transfer of the motor vehicles from CRGISB into the Plaintiffs' names;
b) The sum of RM480,000 being gratuity payment of salary to Plaintiff A;
c) An interest rate of 8% on RM480,000 from the date of the Writ of Summons until the date of realisation;
d) Costs; and
e) Such further and other relief as the Court deems fit and proper to grant.

The court has transferred the case from Sessions Court to High Court and no date at the High Court as of now. On 2nd June 2015 the High Court made the following order:-

(i) Application for amendment is allowed as we as the Defendant have the right to amend our defence and counter claim as we deem fit;
(ii) The Plaintiff’s solicitors in opposing our application to amend has acted on misconceived facts and points of law;
(iii) The Plaintiff’s claim of costs of RM50,000.00 to allow to amend is done on bad faith and they are not entitled to any cost.

The Defendant’s solicitor attended the Court for Case Management on 13 July 2015, the Plaintiff’s solicitor informed the Court that their client Tan Keng Beng has been adjudicated a bankrupt on 8 June 2015. According to the Bankruptcy Order dated 8 June 2015 where it shows that AmBank (M) Berhad is the party who made him a bankrupt.

The Court has fixed the case management date on 2nd October 2015.

25. Retained earnings

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Malaysia") issued a directive to all listed issuers pursuant to paragraphs 2.06 and 2.23 of the Bursa Securities Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the retained earnings as at the end of the reporting year, into realised and unrealised profits or losses.

The breakdown of the retained earnings of the Group into realised and unrealised profits or losses, pursuant to the directive, is as follows:

	31.07.15 RM'000	31.01.15 RM'000
Total retained earnings of the Group:		
- Realised	34,273	70,751
- Unrealised	241	2,076
Consolidated adjustments	(21,302)	(69,074)
Total accumulated gain as per statement of financial position	13,212	3,753

The determination of realised and unrealised profits / (losses) is based on the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysia Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits / (losses) above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad and should not be applied for other purposes.

26. Dividend Payable

The Directors do not recommend any payment of dividend for the current financial year to-date.

27. Earnings per share

	3 months ended 31.07.15	3 months ended 31.07.14	Cumulative 6 months ended 31.07.15	Cumulative 6 months ended 31.07.14
Net profit for the year (RM'000)	5,007	630	9,098	916
Weighted average no. of ordinary shares for basic earnings per share computation ('000)	434,134	592,026	434,134	592,026
Earnings per ordinary share attributable to owners of the parent (cent)				
- Basic	1.15	0.11	2.10	0.15
- Diluted	1.15	0.11	2.10	0.15

The diluted earnings per share is the same as basic earnings per share as the exercise price of warrants is above the average market price of the ordinary shares during the financial period.