**PETALING TIN BERHAD**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for FINANCIAL PERIOD ENDED 30 JUNE 2013**

**(The figures have not been audited)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| INDIVIDUAL QUARTER | |  | CUMULATIVE QUARTER | |
| **(Unaudited)**  CURRENT  YEAR QUARTER | PRECEDING  YEAR  CORRESPONDING QUARTER |  | **(Unaudited)**  CURRENT  YEAR TO DATE | PRECEDING YEAR  CORRESPONDING YEAR TO DATE |
|  |  |  |  |  |
| 30 JUN 13 | 30 JUN 12 |  | 30 JUN 13 | 30 JUN12 |
| **RM'000** | **RM’000** |  | **RM'000** | **RM’000** |
|  |  |  |  |  |

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Revenue |  | 3,070 | 3,082 |  | 4,261 | 5,957 |
|  |
| Gross Profit |  | 537 | 1,578 |  | 1,008 | 2,767 |
|  |
| Other Operating Income |  | 76 | 90 |  | 245 | 152 |
|  |
| Operating Expenses |  | (2,920) | (1,387) |  | (4,602) | (3,362) |
|  |
| (Loss) / Profit from Operations |  | (2,307) | 281 |  | (3,349) | (443) |
|  |
| Finance Expenses |  | (75) | (98) |  | (162) | (200) |
|  |
| Share of Profits and Losses of Associated Companies |  | - | - |  | - | - |
|  |
| (Loss)/ Profit Before Taxation |  | (2,382) | 183 |  | (3,511) | (643) |
|  |
| Taxation |  | 107 | 15,227 |  | 107 | 15,194 |
|  |
| Net (Loss) / Profit Attributable to Shareholders of the Company |  | (2,275) | 15,410 |  | (3,404) | 14,551 |

|  |
| --- |
| (Loss) / Earning Per Share (sen) |
|  |
| - Basic |  | (0.66) | 4.46 |  | (0.98) | 4.21 |
|  |  |  |  |  |  |  |
| - Fully Diluted |  | N/A | N/A |  | N/A | N/A |

The

(The Condensed Consolidated Statement of Comprehensive Income Interim Report should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012)

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **PETALING TIN BERHAD**  **CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2013** | | | | | | | | | | |
|  | | | | | |  |  |  | |
| **(Unaudited)**  CURRENT  FINANCIAL  YEAR TO DATE  AS AT |  | **(Audited)**  PRECEDING FINANCIAL  YEAR  AS AT | | |
| 30 JUN 2013 |  | 31 DEC 2012 | | |
| **RM’000** |  | **RM’000** | | |
|  | ASSETS | | |  |  |  | | |
|  |  | | |  |  |  | | |
|  | Non- Current Assets | | |  |  |  | | |
|  |  | Property, Plant & Equipment | | 273 |  | 256 | | |
|  |  | Investment in Associated Companies | | - |  | - | | |
|  |  | Investment Properties | | 155,527 |  | 155,527 | | |
|  |  | Land held for Property Development | | 245,569 |  | 245,561 | | |
|  |  |  | | 401,369 |  | 401,344 | | |
|  | Current Assets | | |  |  |  | | |
|  |  | Inventories | | 1,788 |  | 4,754 | | |
|  |  | Trade & Other Receivables | | 12,733 |  | 17,779 | | |
|  |  | Accrued Billings in respect of property  development costs | | 7,003 |  | 7,912 | | |
|  |  | Cash and Cash Equivalents | | 9,860 |  | 6,415 | | |
|  |  |  | | 31,384 |  | 36,860 | | |
|  |
|  | Total Assets | | | 432,753 |  | 438,204 | | |
|  |
|  | EQUITY AND LIABILITIES | |
|  |  | |
|  |  | Share Capital | 346,103 | |  | 346,103 | | |
|  |  | Treasury Shares | (68) | |  | (68) | | |
|  |  | Reserves | 23,578 | |  | 26,982 | | |
|  | Total Equity | | 369,613 | |  | 373,017 | | |
|  |
|  | Non- Current Liabilities | | |
|  |  | Deferred Taxation | | 34,410 |  | 34,545 | | |
|  |  | Long Term Borrowings | | 1,748 |  | 2,526 | | |
|  |  | | | 36,158 |  | 37,071 | | |
|  | Current Liabilities | | |
|  |  | Payables | | 6,998 |  | 10,379 | | |
|  |  | Provision | | 5,462 |  | 3,203 | | |
|  |  | Borrowings | | 1,362 |  | 1,138 | | |
|  |  | Taxation | | 13,160 |  | 13,396 | | |
|  |  |  | | 26,982 |  | 28,116 | | |
|  | Total Liabilities | | | 63,140 |  | 65,187 | | |
|  |  | | |  |  |  | | |
|  | Total Equity and Liabilities | | | 432,753 |  | 438,204 | | |
|  |
|  | Net Assets Per Share (RM) | | | 1.07 |  | 1.08 | | |

(The Condensed Consolidated Statement of Financial Position Interim Report should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012)

**PETALING TIN BERHAD**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ended 30 JUNE 2013**

**(The figures have not been audited)**



(The Condensed Consolidated Statement of Changes in Equity Interim Report should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012)

**PETALING TIN BERHAD**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FINAncial PERIOD ended 30 JUNE 2013**

**(The figures have not been audited)**

|  |  |  |
| --- | --- | --- |
| **(Unaudited)**  CURRENT  FINANCIAL  YEAR TO DATE  ENDED |  | **(Audited)**  PRECEDING FINANCIAL  YEAR  ENDED |
| 30 JUN 2013 |  | 31 DEC 2012 |
| RM’000 |  | **RM’000** |

**Cash Flows from Operating Activities**

|  |  |  |  |
| --- | --- | --- | --- |
| Loss before taxation | (3,511) |  | (484) |

|  |
| --- |
| Adjustment for:- |
| Non-Cash Items | 841 |  | 1,642 |
| Non-Operating Items | 90 |  | (555) |

|  |  |  |  |
| --- | --- | --- | --- |
| Operating (Loss) / Profit before Working Capital Changes | (2,580) |  | 603 |

Changes in Working Capital

|  |  |  |
| --- | --- | --- |
| Decrease in Inventories | 2,966 | 2,104 |
| (Increase) / Decrease in Land & Development Expenditure | (8) | 10,753 |
| Decrease / (Increase) in Trade & Other Receivables | 5,954 | (9,226) |
| Decrease in Trade & Other Payables | (1,943) | (735) |

|  |  |  |  |
| --- | --- | --- | --- |
| Cash Generated From Operations | 4,389 |  | 3,499 |

|  |  |  |  |
| --- | --- | --- | --- |
| Infrastructure works incurred | - |  | (89) |
| Tax Paid | (264) |  | (424) |
| Interest Received | 72 |  | 73 |
| Interest Paid | (162) |  | (384) |

|  |  |  |  |
| --- | --- | --- | --- |
| Net Cash Generated From Operating Activities | 4,035 |  | 2,675 |

**Cash Flows from Investing Activities**

|  |  |  |  |
| --- | --- | --- | --- |
| Costs Incurred on Investment properties | - |  | (239) |
| Purchase of Property, Plant & Equipment | (36) |  | (43) |
| Proceed from Disposal of Property, Plant & equipment | - |  | 864 |
|  | (36) |  | 582 |

|  |  |  |
| --- | --- | --- |
| **Cash Flow from Financing Activities** |  |  |
| Repayment of Loans | (526) | (994) |
| Repayment of Finance Lease Liabilities | (28) | (94) |
|  | (554) | (1,088) |

|  |  |  |  |
| --- | --- | --- | --- |
| Net Increase in Cash & Cash Equivalents | 3,445 |  | 2,169 |

|  |  |  |  |
| --- | --- | --- | --- |
| Cash & Cash Equivalents at Beginning of the Year | 6,415 |  | 4,246 |

|  |  |  |  |
| --- | --- | --- | --- |
| Cash & Cash Equivalents at End of the Period /Year | 9,860 |  | 6,415 |

(The Condensed Consolidated Statement of Cash Flow Interim Report should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012)

**PETALING TIN BERHAD**

**QUARTERLY REPORT ENDED 30/6/13**

**Notes**

1. **Basis of Preparation**

**Statement of compliance**

The interim financial statement is unaudited and has been prepared in compliance with FRS 134- Interim Financial Reporting and Appendix 9B Part A of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those adopted in the last audited annual financial statement except for the adoption of amendments to FRSs and IC Interpretations :

Effects for financial periods beginning on or after 1 July 2012:

|  |  |
| --- | --- |
| Amendment to FRS 101 | Presentation of Items of Other Comprehensive Income |

The adoption of the above FRSs did not have any significant financial impact on the Group.

**Malaysian Financial Reporting Standards (MFRS Framework)**

|  |  |
| --- | --- |
|  |  |

On 19 November 2011, the Malaysian Accounting Standard Board (MBSB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venture (herein called ‘Transitioning Entities’).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first financial statements for the quarter ending 31 March 2014.

**2. Qualification of Financial Statements**

The Group’s audited financial statements for the preceding financial year ended 31 December 2012 was not subject to any qualification.

1. **Seasonality or Cyclicality Factors**

The Group’s current quarter and financial period to date performance were not affected nor influenced by seasonal or cyclical factors.

**4. Items of Unusual Nature and Amount**

There were no items affecting the assets, liabilities, equity, net income, or cash flow of the Group that are unusual because of their nature, size or incidence for the quarter and financial year to date.

1. **Changes in Estimates**

There were no changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter and financial year to date.

**PETALING TIN BERHAD**

**QUARTERLY REPORT ENDED 30/6/13**

1. **Issuance and Repayment of Debt and Equity Securities**

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial year to date.

1. **Dividends Paid**

There were no dividends paid during the current quarter and financial year to date.

1. **Segmental Reporting**

**Analysis by Business Segment**

**Current Quarter Ended 30 June 2013**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Property Development** | **Other Operations** | **Total Before Elimination** | **Elimination** | **Consolidated** |
|  | RM’000 | **RM’000** | **RM’000** | **RM’000** | **RM’000** |
| **Revenue** |  |  |  |  |  |
| External revenue | 3,150 | 1,111 | 4,261 | - | 4,261 |
| Inter-segment revenue | - | 1,881 | 1,881 | (1,881) | - |
|  | 3,150 | 2,992 | 6,142 | (1,881) | 4,261 |
|  |  |  |  |  |  |
| **Results** |  |  |  |  |  |
| Segment loss before taxation | (2,662) | (849) | (3,511) | - | (3,511) |
| Interest expense | (11) | (151) | (162) | - | (162) |
| Depreciation | - | (20) | (20) | - | (20) |
| Interest income | 48 | 24 | 72 | - | 72 |
| Income taxes | 133 | (26) | 107 | - | 107 |

**Preceding Years Corresponding Quarter Ended 30 June 2012**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Property Development** | **Other Operations** | **Total Before Elimination** | **Elimination** | **Consolidated** |
|  | RM’000 | **RM’000** | **RM’000** | **RM’000** | **RM’000** |
| **Revenue** |  |  |  |  |  |
| External revenue | 4,559 | 1,398 | 5,957 | - | 5,957 |
| Inter-segment revenue | - | 2,015 | 2,015 | (2,015) | - |
|  | 4,559 | 3,413 | 7,972 | (2,015) | 5,957 |
|  |  |  |  |  |  |
| **Results** |  |  |  |  |  |
| Segment (loss) /Profit before taxation | (647) | 4 | (643) | - | (643) |
| Interest expense | (8) | (192) | (200) | - | (200) |
| Depreciation | - | (18) | (18) | - | (18) |
| Interest income | 33 | 4 | 37 | - | 37 |
| Income taxes | 15,224 | (30) | 15,194 | - | 15,194 |

The geographical analysis is not presented as the Group’s operations are based in Malaysia.

**PETALING TIN BERHAD**

**QUARTERLY REPORT ENDED 30/6/13**

1. **Valuation of Property, Plant and Equipment**

The values of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

1. **Material Events**

There were no material events subsequent to the second quarter ended 30 June 2013 till the date of this report that have not been reflected in the financial statements for the said period.

**11. Changes in the Composition of the Group**

There were no changes in the composition of the Group for the current quarter and financial year to date.

**12. Changes in Contingent Liabilities and Contingent Assets**

There was no contingent asset that had arisen since the last annual reporting date. There were also no changes in the contingent liabilities since the last annual reporting date.

**13. Capital Commitment**

There were no capital commitment for the purchase of property, plant and equipment not provided for in the interim financial statements.

1. **Subsequent Event**

There were no material events subsequent to the end of the current quarter till the date of this report.

**PETALING TIN BERHAD**

**QUARTERLY REPORT ENDED 30/6/13**

**Additional information required by the Bursa Malaysia’s Listing Requirement**

**1. Review of Performance of the Company and its Principal Subsidiaries**

For the current year to date ended 30 June 2013, the Group generated total revenue of RM4,260,600 and a loss before taxation of RM3,511,241 as compared to the total revenue of RM5,957,044 and a loss before taxation of RM642,996 for the previous corresponding financial period to date. The revenue for the current year to date was mainly contributed by sale of shop office inventories at Pusat Bandar Senawang of RM3,150,000 and rental income from its investment properties amounted to RM1,110,600.

1. **Material Changes in the Current Quarter Result Compared to the Results of the Preceding Reporting Quarter**

The Group has recorded a loss before taxation of RM2,381,739 for the current quarter ended 30 June 2013 as compared to a loss before taxation of RM1,129,502 for the previous quarter ended 31 March 2013.

The higher loss before taxation for the current quarter is mainly due to provision of liquidated and ascertained damages in respect of the residential development project at Sungai Buloh, and quit rent and assessment incurred during the current quarter.

**3. Current Year Prospects**

The Group expects to generate revenue from its commercial developments at Sungai Buloh, and shall continue to embark on unlocking development value from its existing land banks.

**4. Profit Forecast and Profit Guarantee**

Not applicable as the Group did not announce any forecast results or undertake any profit guarantee in respect of the financial year.

**5. Taxation**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Current  Quarter  Ended  30 Jun 13  **RM’000** | Preceding Year Corresponding Quarter Ended  30 Jun 12  **RM’000**  RM’000M’000 | Current  Year to date  30 Jun 13  **RM’000** | Preceding Year  Corresponding  Year to date  30 Jun 12  **RM’000** |
| Taxation comprises the followings: |  |  |  |  |
| Malaysian Taxation based on results for the period / year  Originating Temporary Differences  Over Provision for Taxation | -  107  - | -  2  15,225 | (28)  135  - | (33)  2  15,225 |
| Tax Credit | 107 | 15,227 | 107 | 15,194 |
|  |  |  |  |  |

**PETALING TIN BERHAD**

**QUARTERLY REPORT ENDED 30/6/13**

**6. Status of Corporate Proposals**

As at the date of this report, the rescue exercise duly approved by the shareholders at an Extraordinary General Meeting held on 20 August 1999 has been completed, save and except for the transfer of land title of the Ulu Kelang Project, which is in progress. The Group has on 6 November 2009 submitted to the Authorities the application for subdivision of individual titles for the Ulu Kelang Project.

**7. Group Borrowings and Debt Securities**

Total Group borrowings as at 30 June 2013 are as follow:

|  |  |
| --- | --- |
| Secured | RM’000 |
| *Long Term Borrowings* |  |
| Total outstanding term loan liabilities | 3,052 |
| Repayment due within the next 12 months | (1,350) |
| Total outstanding long term loan liabilities | 1,702 |
|  |  |
| Total outstanding hire purchase liabilities | 58 |
| Repayment due within the next 12 months | (12) |
| Total outstanding long term hire purchase liabilities | 46 |
| Total Long Term Borrowings | 1,748 |
|  |  |
| *Short Term Borrowings* |  |
| Total outstanding term loan liabilities | 1,350 |
| Total outstanding hire purchase liabilities | 12 |
| Total Short Term Borrowings | 1,362 |

The above borrowings are denominated in Ringgit Malaysia.

**8. Cash and Cash Equivalents**

|  |  |  |
| --- | --- | --- |
|  | Current  Quarter  Ended  30 Jun 13 | Preceding Financial Year Ended  30 Jun 12 |
|  | **RM’000** | **RM’000** |
|  |  |  |
| Fixed Deposits with licensed banks | 1,084 | 1,084 |
| Cash and Bank Balances | 410 | 461 |
| Cash held under housing development accounts | 3,160 | 4,527 |
| Short term funds | 5,206 | 343 |
| Cash & Cash Equivalents at End of Period / Year | 9,860 | 6,415 |

The fixed deposits with licensed banks are pledged as security for bank guarantee facilities granted to the Group and hence, are not freely available for general used.

**9. Dividend**

There was no dividend proposed or declared for the current quarter and financial year to date.

**PETALING TIN BERHAD**

**QUARTERLY REPORT ENDED 30/6/13**

1. **(Loss) / Earning Per Share**

The calculation of basic loss per share for the current quarter and financial year to date are based on the Group loss after tax of RM2,274,488 for the current quarter and RM3,404,392 for the financial year to date divided by 345,830,979 shares, being the weighted average ordinary shares in issue excluding the weighted average treasury shares held by the Company.

The calculation of basic earning per share for the preceding year corresponding quarter and financial year to date are based on the Group profit after tax of RM15,409,685 for the preceding year corresponding quarter and RM14,550,737 for the corresponding financial year to date divided by 345,830,979 shares, being the weighted average ordinary shares in issue excluding the weighted average treasury shares held by the Company.

By Order of The Board

**PETALING TIN BERHAD**

**LAM HOI KHONG**

**Chief Financial Officer**

Petaling Jaya, Selangor

29 August 2013