

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

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 (BMSB).

The interim financial statements should be read in conjunction with the Group's financial statements for the year ended 31 Mar 2015. 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 Mar 2015.

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the company for the financial year ended 31 Mar 2015 except for the following standards, amendments to published standards and interpretations to existing standards which are applicable:

- Amendments to MFRS 132 'Offsetting Financial Assets and Financial Liabilities'
- Amendments to MFRS 136 'Recoverable Amount Disclosures for Non-Financial Assets'
- Amendments to MFRS 139 'Novation of Derivatives and Continuation of Hedge Accounting'
- Amendments to MFRS 10, MFRS 12 and MFRS 127 'Investment entities'
- IC Interpretation 21 'Levies'
- Amendments to MFRS 119 'Defined Benefit Plans: Employee Contributions'

The application of the standards and amendments to the standards do not have a material impact to the financial statements of the Group and the Company.

A2. Audit Report of the preceding annual Financial Statements

The audit report of the Group's preceding annual Financial Statements was not subject to any qualification.

A3. Comments about Seasonal or Cyclical Factors

One of the products that the ALCOM Group manufactures and sells is finstock (both bare and coated). This product is supplied to air conditioner manufacturers, in which sector demand is increasingly subject to seasonal changes.

A4. Unusual items affecting assets, liabilities, equity, net income, or cash flow

During the quarter under review, there were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group.

A5. Material changes in estimates

There were no significant changes in estimates that have had a material effect on the financial year-to-date results.

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)

Quarterly Report on Consolidated Results for the Fourth Quarter Ended 30 June 2015

A6. Debt and Equity Securities

The Company did not do any share buy-back during the quarter under review. There was therefore no movement on the 2,079,000 treasury shares held by the Company during the quarter under review.

In the same quarter, the Company did not issue or repay any debt or equity securities.

A7. Dividends paid

There was no dividend paid during the quarter ending 30 June 2015.

A8. Segmental information

The ALCOM Group is solely involved in the manufacturing of aluminium products and operates within Malaysia. Revenues are based on the regions in which the customers are located.

	Malaysia RM'000	Asia RM'000	Other Regions RM'000	Total RM'000
Revenue				
Quarter Ended 30 June 2015	20,531	37,779	10,576	68,886
3 months Ended 30 June 2015	20,531	37,739	10,576	68,886
Total Assets				
As at 30 June 2015	214,061			214,061

* Revenue in the Malaysia segment included sales to customers in the Licensed Manufacturing Warehouse and Free Trade Zone areas amounted to RM5.0 million for the current quarter.

A9. Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment for the current financial quarter under review.

A10. Capital Commitments

Authorised capital expenditure for property, plant and equipment not provided for in the financial statements were as follows:-

	Group
	30 June 2015
	RM'000
- Contracted	915
- Not Contracted	511
Total Capital Commitment	<u>1,426</u>

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)
Quarterly Report on Consolidated Results for the Fourth Quarter Ended 30 June 2015

A11. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the quarter in which this report is made.

A12. Changes in the composition of the Group

Not applicable.

A13. Changes in contingent liabilities or contingent assets

The ALCOM Group had no contingent liabilities or contingent assets as at end of the quarter.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BMSB

B1. Review of Group Performance

For the quarter under review, the Group registered a revenue of RM68.9 million which represented a 4.2% increase over the corresponding quarter of the preceding year. The higher average aluminium prices coupled with the strengthening of the USD contributed to this increase as this was against a backdrop of a 6.5% drop in shipment volume for the same period.

The Group registered a profit before tax of RM0.3 million for the quarter ending 30 June 2015 as compared a loss before tax of RM1.4 million recorded in the corresponding quarter of the preceding year. Despite the comparatively better performance profitability, the result for the quarter was affected by highly competitive pricing pressures.

Cash reserves at the end of the quarter under review stood at RM45.9million as compared to RM45.3million at the end of the corresponding quarter of the previous year.

B2. Material Changes in Profit before Taxation for the Quarter as Compared With the Preceding Quarter

The Group recorded a profit before tax of RM0.3 million for the current quarter under review as compared to a profit before tax of RM3.4 million registered in the preceding quarter. The result was impacted by lower shipments offset partially by a better sales mix and lower fixed costs. In addition, in the preceding quarter, there was a one-off inventory adjustment gain pursuant to the annual inventory physical count.

B3. Commentary on Prospects

The performance of the Group is expected to move in tandem with the competitive business environment where growth in the markets we serve has shown signs of slowing in the next financial quarter. Recovery is anticipated in the following quarters depending on the global economic landscape. Against this backdrop, the Group will continue to maintain its strategy to focus on optimising its products sales mix whilst exploring potential new markets for its core products. At the same time, improvement initiatives and cost reduction measures will be continued at all levels and functions within the group.

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)

Quarterly Report on Consolidated Results for the Fourth Quarter Ended 30 June 2015

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Profit for the Period

Profit for the period is arrived at after charging/(crediting):-

	Quarter ended 30 June 2015 RM'000	Year To Date 30 June 2015 RM'000
Interest income	205	205
Other income	98	98
Interest expenses	(10)	(10)
Depreciation and amortization	(2,967)	(2,967)
Provision for and write-off receivables	(54)	(54)
Provision for and write-off inventories	(75)	(75)
Gain or loss on Disposal	-	-
Impairment of assets	-	-
Foreign exchange gain or (loss)	(515)	(515)
Gain/(Loss) on Derivatives	486	486
Exception items	-	-

B6. Taxation

	Quarter ended		Year To Date	
	30 June 2015 RM'000	30 June 2014 RM'000	30 June 2015 RM'000	30 June 2014 RM'000
Current Tax				
- current year	(84)	(78)	(84)	(78)
- under provision in prior years	-	-	-	-
Deferred Taxation				
- Origination and reversal of temporary differences	(135)	255	(135)	255
	(219)	177	(219)	177

The effective tax rate of the Group for the current quarter was higher than the statutory tax rate due mainly to the increased deferred tax liability for the period under review.

B7. Status of Corporate Proposal

Not applicable.

B8. Group borrowings

As at quarter ending 30 June 2015, the ALCOM Group had no bank borrowings.

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)

Quarterly Report on Consolidated Results for the Fourth Quarter Ended 30 June 2015

B9. Derivative Financial Instruments

As at 30 June 2015, total contract value and fair value of the Group's outstanding forward foreign exchange contracts stood as follows :-

Types of Derivatives (Foreign Exchange Contracts)	Contract/Notional Value RM'000	Fair Value RM'000
Less than 1 year		
- Payable	1,471	1,471
- Receivable	32,745	33,398

B10. Changes in Material Litigation

Not applicable.

B11. Dividend Payable

On 21 July 2015, ALCOM announced an interim single tier dividend of 5% in respect of the financial year ending 31 March 2016. The dividend amounted to approximately RM6.61 million is to be paid on 20th Aug 2015.

B12. Earnings Per Share

	Quarter ended 30 June 2015	Quarter ended 30 Jun 2014	3 months ended 30 Jun 2015	3 months ended 30 Jun 2014
Net Profit/(Loss) attributable to shareholders (RM'000)	36	(1,241)	36	(1,241)
Weighted average number of ordinary shares in issue (000)	132,252	132,252	132,252	132,252
Basic earnings(loss) per share (sen)	0.03	(0.94)	0.03	(0.94)

B13. Realised and Unrealised Profit and Losses Disclosure

The determination of Realised and Unrealised Profits or Losses is prepared in accordance with Guidance on 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, as issued by the Malaysian Institute of Accountants and at the directive of Bursa Malaysia Securities Berhad:

	Group RM'000	Company RM'000
Total retained profits before consolidated adjustments		
- Realised	39,503	18,527
- Unrealised	4,279	3,847
Total Retained Profits as per consolidated accounts	43,782	23,374
Less: Consolidation adjustments	(15,253)	-
Total Retained Profits as per Financial Statements:	<u>28,529</u>	<u>23,374</u>

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)
Quarterly Report on Consolidated Results for the Fourth Quarter Ended 30 June 2015

B14. Authorization of Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 26 August 2015.

**BY ORDER OF THE BOARD
BERNARD GOMEZ
DIRECTOR, FINANCE
BUKIT RAJA, KLANG
26 AUGUST 2015**