

Quarterly report on consolidated results for the third financial quarter ended 31st March 2013.  
The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.03.2013 RM'000	Quarter Ended 31.03.2012 RM'000	Year To Date Ended 31.03.2013 RM'000	Year To Date Ended 31.03.2012 RM'000
Revenue	8,909	10,396	28,485	30,824
Cost of Sales	<u>(6,644)</u>	<u>(6,588)</u>	<u>(20,632)</u>	<u>(19,784)</u>
Gross Profit	2,265	3,808	7,853	11,040
Other Operating Income	48	103	151	688,726
Selling and Distribution Costs	(128)	(379)	(555)	(1,159)
Administrative Expenses	(2,173)	(2,042)	(6,601)	(5,882)
Other Expenses	-	-	(703)	(180)
Finance Costs	<u>(43)</u>	<u>(80)</u>	<u>(141)</u>	<u>(198)</u>
<b>(Loss)/Profit Before Tax</b>	(31)	1,410	4	692,347
Tax Expense	<u>(22)</u>	<u>(238)</u>	<u>(404)</u>	<u>(1,027)</u>
<b>(Loss)/Profit for the Period from Continuing Operations</b>	(53)	1,172	(400)	691,320
<b>Discontinued operations</b>				
Loss for the Period from Discontinued Operations, net of tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,422)</u>
<b>(Loss)/Profit for the Period</b>	<u>(53)</u>	<u>1,172</u>	<u>(400)</u>	<u>658,898</u>
<b>Other Comprehensive Income, net of tax</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Comprehensive Income for the Period</b>	<u><u>(53)</u></u>	<u><u>1,172</u></u>	<u><u>(400)</u></u>	<u><u>658,898</u></u>
<b>(Loss)/Profit Attributable to :</b>				
Equity holders of the Company				
- From Continuing Operations	(53)	1,172	(400)	691,333
- From Discontinued Operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,422)</u>
	<u>(53)</u>	<u>1,172</u>	<u>(400)</u>	<u>658,911</u>
Non-Controlling Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>(13)</u>
	<u><u>(53)</u></u>	<u><u>1,172</u></u>	<u><u>(400)</u></u>	<u><u>658,898</u></u>
Basic earnings per share attributable to equity holders of the Company (sen)				
- From Continuing Operations	(0.04)	0.83	(0.28)	486.85
- From Discontinued Operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>(22.83)</u>
	<u>(0.04)</u>	<u>0.83</u>	<u>(0.28)</u>	<u>464.02</u>
<b>Total Comprehensive Income Attributable to:</b>				
Equity holders of the Company				
- From Continuing Operations	(53)	1,172	(400)	691,333
- From Discontinued Operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,422)</u>
	<u>(53)</u>	<u>1,172</u>	<u>(400)</u>	<u>658,911</u>
Non-Controlling Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>(13)</u>
	<u><u>(53)</u></u>	<u><u>1,172</u></u>	<u><u>(400)</u></u>	<u><u>658,898</u></u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2012 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited as at 31.03.2013 RM'000	Audited as at 30.06.2012 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	8,826	9,148
Intangible Assets	19	-
Other Investments	3,010	10
Deferred Tax Assets	446	446
	<u>12,301</u>	<u>9,604</u>
<b>Current Assets</b>		
Inventories	16,379	14,508
Trade Receivables	9,673	9,927
Other Receivables	1,234	1,713
Current Tax Assets	810	664
Short Term Funds	72,506	-
Deposits Placed with Financial Institutions	9,119	86,123
Cash and Bank Balances	2,275	2,639
	<u>111,996</u>	<u>115,574</u>
<b>TOTAL ASSETS</b>	<u>124,297</u>	<u>125,178</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share Capital	71,000	71,000
Reserves	44,731	45,131
	<u>115,731</u>	<u>116,131</u>
<b>Non-Controlling Interests</b>	989	989
<b>Total Equity</b>	<u>116,720</u>	<u>117,120</u>
<b>Non-Current Liabilities</b>		
Bank Borrowings	281	281
Hire Purchase and Lease Creditors	46	92
Retirement Benefit Obligations	668	620
Deferred Tax Liabilities	1	1
	<u>996</u>	<u>994</u>
<b>Current Liabilities</b>		
Trade Payables	2,613	2,224
Other Payables	1,913	2,606
Hire Purchase and Lease Creditors	47	31
Bank Borrowings	1,986	2,200
Current Tax Liabilities	22	3
	<u>6,581</u>	<u>7,064</u>
<b>Total Liabilities</b>	<u>7,577</u>	<u>8,058</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>124,297</u>	<u>125,178</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.82	0.82

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2012 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<----- Attributable to owners of the Company ----->			Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
	<----- Non-Distributable ----->	Share Premium	Distributable Retained Profits			
<b>9 months ended 31st March 2013</b>	Share Capital RM'000	Share Premium RM'000	Retained Profits RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
At 1st July 2012	71,000	2,147	42,984	116,131	989	117,120
Total Comprehensive Income for the Period	-	-	(400)	(400)	-	(400)
At 31st March 2013	<u>71,000</u>	<u>2,147</u>	<u>42,584</u>	<u>115,731</u>	<u>989</u>	<u>116,720</u>
<b>9 months ended 31st March 2012</b>						
At 1st July 2011	142,000	2,147	45,238	189,385	1,056	190,441
Total Comprehensive Income for the Period	-	-	658,911	658,911	(13)	658,898
Dividend Paid	-	-	(660,655)	(660,655)	-	(660,655)
Changes in Interest in Subsidiaries	-	-	(250)	(250)	(55)	(305)
At 31st March 2012	<u>142,000</u>	<u>2,147</u>	<u>43,244</u>	<u>187,391</u>	<u>988</u>	<u>188,379</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2012 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current Year To Date Ended 31.03.2013 RM'000	Corresponding Year To Date Ended 31.03.2012 RM'000
Profit Before Taxation From:		
From Continuing Operations	4	692,347
From Discontinued Operations	-	(30,238)
Profit Before Taxation	<u>4</u>	<u>662,109</u>
Adjustments for :-		
Depreciation	454	7,454
Interest Income	(439)	(749)
Provision for Retirement Benefits	66	102
Allowance for Doubtful Debts	-	1,491
Property, Plant and Equipment Written Off	1	-
Impairment Loss on Investment Properties	-	180
Fair Value Adjustments on Derivative Instruments	-	(55)
Gain on Disposal of Subsidiaries	-	(710,856)
(Gain)/Loss on Disposal of Property, Plant and Equipment	(1)	766
Operating Profit Before Working Capital Changes	<u>85</u>	<u>(39,558)</u>
Changes in Working Capital		
Net Change in Current Assets	(1,138)	(6,839)
Net Change in Current Liabilities	(303)	22,102
Tax Paid	(531)	(3,943)
Cash Generated from Operating Activities	<u>(1,887)</u>	<u>(28,238)</u>
Retirement Benefits Paid	(18)	(44)
Interest Paid	-	(2,874)
Interest Received	439	749
Net Cash From Operating Activities	<u>(1,466)</u>	<u>(30,407)</u>
Investing Activities		
Equity Investments	-	(304)
Other Investments	(3,000)	(13,656)
Purchase of Property, Plant and Equipment	(133)	-
Purchase of Trademark/Patent	(19)	-
Disposal of Subsidiaries, net of cash and cash equivalents	-	750,118
Dividend Paid	-	(660,655)
Uplift of Fixed Deposits	-	1,966
Proceeds from Sale of Property, Plant and Equipment	1	309
Net Cash Used in Investing Activities	<u>(3,151)</u>	<u>77,778</u>
Financing Activities		
Drawdown of Bank Borrowings	4,605	48,589
Drawdown of Hire Purchase and Lease Creditors	-	750
Repayment of Bank Borrowings	(4,820)	(5,720)
Repayment of Hire Purchase and Lease Creditors	(30)	(1,436)
Net Cash From Financing Activities	<u>(245)</u>	<u>42,183</u>
Net Change in Cash and Cash Equivalents	(4,862)	89,554
Cash and Cash Equivalents at beginning of financial year	88,762	68,854
Cash and Cash Equivalents at end of financial period	<u>83,900</u>	<u>158,408</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	9,119	12,470
Cash and Bank Balances	2,275	74,331
Short Term Funds	72,506	72,231
Bank Overdraft	-	(624)
	<u>83,900</u>	<u>158,408</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2012 and the accompanying explanatory notes attached to the interim financial statements.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### A1 Basis of Preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B 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 Group for the financial year ended 30th June 2012.

The Group has adopted the MFRS framework issued by the MASB effective for annual periods commencing on or after 1 January 2012. This MFRS framework was introduced by the MASB in order to converge Malaysia's existing Financial Reporting Standards ("FRS") framework with the International Financial Reporting Standards ("IFRS") framework issued by the International Accounting Standards Board.

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 30th June 2012 except for the adoption of the new MFRS framework.

The Group has applied MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards* in preparing the first MFRS framework interim financial report. In preparing this interim financial report, the Group's opening statement of financial position was prepared as at 1st July 2011 which is the Group's date of transition to MFRSs. The transition to the MFRS Framework did not have any material impact on the financial statements of the Group.

### A2 Audit Report of the Preceding Annual Financial Statements

The auditors' report on the financial statements of the Group for the financial year ended 30th June 2012 was not subject to any qualification.

### A3 Seasonal or Cyclical Factors

The Group's business operations are affected by macroeconomic cycles.

### A4 Nature and Amount of Unusual Items

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

### A5 Nature and Amount of Changes in Estimates

There were no significant changes in estimates of amounts reported in prior quarter that have a material impact on the current financial quarter.

### A6 Debt and Equity Securities

The Group was not involved in any issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter.

### A7 Dividends Paid

There was no dividend paid in the current quarter ended 31st March 2013.

Dividends paid to-date are tabulated below:-

Financial Year	Description	Payment Date	Gross Dividend (%)	Net Dividend (%)	Amount Paid RM'000
2008	First & final dividend, less tax at 25%	11.11.2008	4%	3%	3,888
2009	Interim dividend, less tax at 25%	20.02.2009	2%	1.5%	1,944
	Final dividend, less tax at 25%	26.10.2009	5%	3.75%	5,325
2010	Interim dividend, less tax at 25%	02.03.2010	4%	3%	4,260
	Final dividend, less tax at 25%	19.11.2010	7%	5.25%	7,455
2011	Interim dividend, less tax at 25%	08.03.2011	5%	3.75%	5,325
	Final dividend, less tax at 25%	18.11.2011	7%	5.25%	7,455
	Special Dividend, Single Tier	09.12.2011	RM4.60 per share	-	653,200
	Total				<u>688,852</u>

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**A8 Segment Information**

For management purposes, the Group is organized into two major business segments, namely tap-ware and sanitary ware and investments holdings/others. Inter-segment transactions are entered into in the normal course of business and are based on negotiated and mutually agreed terms.

	3 months ended 31st March 2013		
	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
<b>Segments revenues and results</b>			
Revenue	8,258	651	8,909
Operating Profit/(Loss)	188	(176)	12
Profit/(Loss) Before Tax	148	(179)	(31)
<b>Segments assets</b>			
Total Assets	37,772	86,525	124,297

	3 months ended 31st March 2012		
	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
<b>Segments revenues and results</b>			
Revenue	8,646	1,750	10,396
Operating Profit	481	1,009	1,490
Profit Before Tax	405	1,005	1,410
<b>Segments assets</b>			
Total Assets	37,958	159,473	197,431

**A9 Property, Plant and Equipment**

The valuations of land and buildings have been brought forward, without amendment from the annual financial report for the financial year ended 30th June 2012.

**A10 Subsequent Material Events**

As at the date of this report, there was no material event subsequent to the balance sheet date that affect the results of the Group for the financial year to-date.

**A11 Changes in the Composition of the Group**

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

**A12 Discontinued Operations**

On 21st July 2011, the Company disposed off its entire equity interest in Permanis Sdn. Bhd. and its subsidiaries, which are engaged in selling, bottling and distribution of beverages, for cash consideration of RM820 million. The disposal was completed on 11th November 2011.

Analysis of the results of the discontinued operations are as follows:

	Preceding Year for the period from 1.07.2011 to 31.10.2011 RM'000
Revenue	199,268
Cost of Sales	(122,454)
Gross Profit	76,814
Other Operating Income	1,723
Selling and Distribution Costs	(50,740)
Administrative Expenses	(13,721)
Other Expenses	(41,600)
Finance Costs	(2,714)
Loss Before Tax	(30,238)
Tax Expense	(2,184)
Loss for the Period	(32,422)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**A13 Changes in Contingent Liabilities**

The contingent liabilities of the Company are as follows:-

	As at 31.03.2013 RM'000
Unsecured :-	
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>2,267</u>
(ii) Hire purchase and lease facilities granted to subsidiaries	<u>-</u>

**A14 Capital Commitments**

Capital expenditure in respect of purchase of property, plant and equipment:-

	As at 31.03.2013 RM'000
Approved but not contracted for	<u>-</u>
Contracted but not provided	<u>-</u>

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF  
BURSA MALAYSIA SECURITIES BERHAD**
**B1 Review of Performance**

The Group performance for the quarter under review against the corresponding quarter of the previous financial year is tabled below:-

Description	3rd Qtr 2013 RM'000	3rd Qtr 2012 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	8,909	10,396	(1,487)	-14%
(Loss)/Profit before tax	(31)	1,410	(1,441)	-102%
(Loss)/Profit after tax	(53)	1,172	(1,225)	-105%

For the current quarter, the Group recorded revenue of RM8.91 million and a loss before tax of RM31 thousand, compared to revenue of RM10.40 million and profit before tax of RM1.41 million recorded in the corresponding quarter last year. The revenue for the previous corresponding quarter was supported by management fees received from Permanis Sdn Bhd and short term investment income received from the placement of sale proceeds prior to the completion of the capital reduction exercise.

**B2 Variation of Results Against Preceding Quarter**

Description	3rd Qtr 2013 RM'000	2nd Qtr 2013 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	8,909	9,789	(880)	-9%
(Loss)/Profit before tax	(31)	99	(130)	-131%
Loss after tax	(53)	(47)	(6)	13%

For the current quarter, the Group posted revenue lower than the preceding quarter due to short trading days as most of the retailers and project sites were closed for the long festive season. The loss before tax for the current quarter was largely due to a one-off administration charge incurred.

**B3 Current Year Prospects**

The Group has proven its capability to drive successful transformation and extensive growth of its investee companies in the past. It aims to explore opportunities to replicate its successes through new investments.

In addition, the Group will also focus on driving its remaining continuing operations, namely, its Tap and Sanitary Ware Division.

**B4 Profit Forecast**

Not applicable as no profit forecast was published.

**B5 Tax Expense**

Taxation for continuing operations comprises:

	Quarter Ended		Year To Date Ended	
	31.03.2013 RM'000	31.03.2012 RM'000	31.03.2013 RM'000	31.03.2012 RM'000
Taxation comprises:-				
- Income Tax	22	238	404	1,027
- Deferred Tax	-	-	-	-
	<u>22</u>	<u>238</u>	<u>404</u>	<u>1,027</u>

The Group's effective tax rate for the current quarter is higher than the statutory tax rate mainly due to certain expenses not allowed for tax deduction.



**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF  
BURSA MALAYSIA SECURITIES BERHAD**
**B6 Corporate Proposal**

On 3rd April, 2013, on behalf of the Board of Directors, Maybank Investment Bank Berhad announced that the Company has entered into a conditional Share Sale and Purchase Agreement with Lee Cheang Mei and Fung Heen Choon for the Proposed Acquisition of a total of 1,800,000 ordinary shares of RM1.00 each, representing 100% of the entire issued and paid-up share capital of Continental Resources Sdn Bhd (173543-U) for a purchase consideration of RM42 million to be satisfied by way of RM20 million in cash and issuance of 20 million new ordinary shares of RM0.50 each of the Company at an issue price of RM1.10 per share. ("Proposed Acquisition").

The Proposed Acquisition would result in a significant change in the business direction of the Company and as such, will require the approval of the Securities Commission Malaysia, Bursa Malaysia Berhad, shareholders and any other relevant authorities.

**B7 Bank Borrowings**

Details of the Group's bank borrowings as at 31st March 2013 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	1,986	-	1,986
Non-Current	281	-	281
	<u>2,267</u>	<u>-</u>	<u>2,267</u>

**B8 Derivative Financial Instruments**

There were no recognised financial instruments as at 31st March 2013.

**B9 Changes in Material Litigation**

There were no changes in the material litigations of the Group since the previous quarterly report date up to the date of this report.

**B10 Dividend**

The Board of Directors do not recommend any dividend for the period ended 31st March 2013.

**B11 Earnings Per Share**

	Quarter Ended		Year To Date Ended	
	31.03.2013 RM'000	31.03.2012 RM'000	31.03.2013 RM'000	31.03.2012 RM'000
(Loss)/Profit attributable to equity holders of the Company				
- From Continuing Operations	(53)	1,172	(400)	691,333
- From Discontinued Operations	-	-	-	(32,422)
	<u>(53)</u>	<u>1,172</u>	<u>(400)</u>	<u>658,911</u>
Weighted average number of ordinary shares in issue ('000)	142,000	142,000	142,000	142,000
	Sen	Sen	Sen	Sen
Basic earnings per share attributable to equity holders of the Company				
- From Continuing Operations	(0.04)	0.83	(0.28)	486.85
- From Discontinued Operations	-	-	-	(22.83)
	<u>(0.04)</u>	<u>0.83</u>	<u>(0.28)</u>	<u>464.02</u>

**PART C - DISCLOSURE OF REALISED AND UNREALISED PROFITS OR LOSSES**

**C1** Total retained profits/(accumulated losses) as at 31st March 2013 as at the end of the reporting period may be analysed as follows:

	As at 31.03.2013 RM'000
Total Retained Profits/(Accumulated Losses) of C.I. Holdings Berhad and its subsidiaries:	
- Realised	(120,546)
- Unrealised	460
	<u>(120,086)</u>
Less: Consolidation Adjustments	162,670
Total Group Retained Profits as per Consolidation Accounts	<u>42,584</u>