



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

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.12.2013 RM'000	Quarter Ended 31.12.2012 RM'000	Year To Date Ended 31.12.2013 RM'000	Year To Date Ended 31.12.2012 RM'000
Revenue	9,200	9,789	19,153	19,576
Cost of Sales	<u>(6,667)</u>	<u>(7,026)</u>	<u>(13,724)</u>	<u>(13,989)</u>
Gross Profit	2,533	2,763	5,429	5,587
Other Operating Income	25	43	39	104
Selling and Distribution Costs	(188)	(185)	(392)	(427)
Administrative Expenses	(2,190)	(2,287)	(4,294)	(4,428)
Other Expenses	(2)	(185)	(234)	(703)
Finance Costs	<u>(49)</u>	<u>(50)</u>	<u>(92)</u>	<u>(98)</u>
Profit Before Tax	129	99	456	35
Tax Expense	<u>(64)</u>	<u>(146)</u>	<u>(175)</u>	<u>(381)</u>
Profit/(Loss) for the Period	65	(47)	281	(346)
Other Comprehensive Income, net of tax	-	-	-	-
Total Comprehensive Income for the Period	<u>65</u>	<u>(47)</u>	<u>281</u>	<u>(346)</u>
Profit/(Loss) Attributable to :				
Equity holders of the Company	65	(47)	281	(346)
Non-Controlling Interest	-	-	-	-
	<u>65</u>	<u>(47)</u>	<u>281</u>	<u>(346)</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>0.05</u>	<u>(0.03)</u>	<u>0.20</u>	<u>(0.24)</u>
Total Comprehensive Income Attributable to:				
Equity holders of the Company	65	(47)	281	(346)
Non-Controlling Interest	-	-	-	-
	<u>65</u>	<u>(47)</u>	<u>281</u>	<u>(346)</u>

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2013 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Unaudited as at 31.12.2013 RM'000	Audited as at 30.06.2013 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	8,765	9,080
Intangible Assets	19	19
Other Investments	3,119	3,085
Deferred Tax Assets	436	436
	<u>12,339</u>	<u>12,620</u>
Current Assets		
Inventories	19,859	16,746
Trade Receivables	9,430	11,172
Other Receivables	2,129	1,256
Current Tax Assets	137	202
Short Term Funds	73,545	-
Deposits Placed with Financial Institutions	6,622	81,622
Cash and Bank Balances	791	1,415
	<u>112,513</u>	<u>112,413</u>
TOTAL ASSETS	<u><u>124,852</u></u>	<u><u>125,033</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	71,000	71,000
Reserves	44,883	44,602
	<u>115,883</u>	<u>115,602</u>
Non-Controlling Interests	<u>985</u>	<u>985</u>
Total Equity	<u><u>116,868</u></u>	<u><u>116,587</u></u>
Non-Current Liabilities		
Hire Purchase and Lease Creditors	293	332
Retirement Benefit Obligations	678	624
Deferred Tax Liabilities	134	134
	<u>1,105</u>	<u>1,090</u>
Current Liabilities		
Trade Payables	1,774	1,958
Other Payables	1,802	2,558
Hire Purchase and Lease Creditors	75	74
Bank Borrowings	3,151	2,748
Current Tax Liabilities	77	18
	<u>6,879</u>	<u>7,356</u>
Total Liabilities	<u><u>7,984</u></u>	<u><u>8,446</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>124,852</u></u>	<u><u>125,033</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.82	0.81

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2013 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	<----- Attributable to owners of the Company ----->				Non-Controlling Interest	Total Equity
	<----- Non-Distributable ----->		Distributable			
	Share Capital	Share Premium	Retained Profits	Total	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
6 months ended 31st December 2013						
At 1st July 2013	71,000	2,147	42,455	115,602	985	116,587
Total Comprehensive Income for the Period	-	-	281	281	-	281
At 31st December 2013	<u>71,000</u>	<u>2,147</u>	<u>42,736</u>	<u>115,883</u>	<u>985</u>	<u>116,868</u>
6 months ended 31st December 2012						
At 1st July 2012	71,000	2,147	42,984	116,131	989	117,120
Total Comprehensive Income for the Period	-	-	(346)	(346)	-	(346)
At 31st December 2012	<u>71,000</u>	<u>2,147</u>	<u>42,638</u>	<u>115,785</u>	<u>989</u>	<u>116,774</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2013 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current Year To Date Ended 31.12.2013 RM'000	Corresponding Year To Date Ended 31.12.2012 RM'000
Profit Before Taxation	456	35
Adjustments for :-		
Depreciation	328	303
Interest Income	(267)	(363)
Provision for Retirement Benefits	54	66
Fair Value Adjustment on Other Investment Property, Plant and Equipment Written Off	(34)	-
Gain on Disposal of Property, Plant and Equipment	-	1
Operating Profit Before Working Capital Changes	<u>537</u>	<u>41</u>
Changes in Working Capital		
Net Change in Current Assets	(2,244)	(1,046)
Net Change in Current Liabilities	(940)	(375)
Tax Refund/(Paid)	(51)	(409)
Cash Used in Operating Activities	<u>(2,698)</u>	<u>(1,789)</u>
Interest Received	267	363
Net Cash Used In Operating Activities	<u>(2,431)</u>	<u>(1,426)</u>
Investing Activities		
Other Investment	-	(2,990)
Purchase of Property, Plant and Equipment	(13)	(121)
Purchase of Trademark/Patent	-	(19)
Proceeds from Sale of Property, Plant and Equipment	-	1
Net Cash Used in Investing Activities	<u>(13)</u>	<u>(3,129)</u>
Financing Activities		
Drawdown of Bank Borrowings	5,095	2,730
Repayment of Bank Borrowings	(4,406)	(2,532)
Repayment of Hire Purchase and Lease Creditors	(38)	(20)
Net Cash From Financing Activities	<u>651</u>	<u>178</u>
Net Change in Cash and Cash Equivalents	(1,793)	(4,377)
Cash and Cash Equivalents at beginning of financial year	82,488	88,762
Cash and Cash Equivalents at end of financial period	<u>80,695</u>	<u>84,385</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	6,622	9,619
Short Term Funds	73,545	3,112
Cash and Bank Balances	791	71,965
Bank Overdraft	(263)	(311)
	<u>80,695</u>	<u>84,385</u>

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2013 and the accompanying explanatory notes attached to the interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1 Basis of Preparation

The condensed consolidated 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 condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30th June 2013. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to and understanding of the changes in the financial position and performance of the Group since the year ended 30th June 2013.

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 2013 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 Dividend Paid

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

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 December 2013			
	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results			
Revenue	8,586	614	9,200
Operating Profit/(Loss)	381	(203)	178
Profit/(Loss) Before Tax	337	(208)	129
Segments assets			
Total Assets	39,047	85,805	124,852

3 months ended 31st December 2012			
	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results			
Revenue	9,119	670	9,789
Operating Profit/(Loss)	556	(407)	149
Profit/(Loss) Before Tax	509	(410)	99
Segments assets			
Total Assets	38,257	86,770	125,027

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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 2013.

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 Changes in Contingent Liabilities

The contingent liabilities of the Company are as follows:-

As at
31.12.2013
RM'000

Unsecured :-

Guarantees given by the Company to financial institutions in respect of:-

(i) Banking facilities granted to subsidiaries

3,021

(ii) Hire purchase and lease facilities granted to subsidiaries

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A13 Capital Commitments

There were no material capital commitments as at the date of this report.

**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	2nd Qtr 2014 RM'000	2nd Qtr 2013 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	9,200	9,789	(589)	-6%
Profit before tax	129	99	30	-30%
Profit/(Loss) after tax	65	(47)	112	-238%

For the current quarter, the Group recorded revenue of RM9.2 million and a profit before tax of RM129 thousand, compared to revenue of RM9.79 million and profit before tax of RM99 thousand recorded in the corresponding quarter last year. The lower revenue for the current quarter was due to lower sales of tap ware and sanitary ware during the quarter under review due to slow down of public projects and less private projects launches.

B2 Variation of Results Against Preceding Quarter

Description	2nd Qtr 2014 RM'000	1st Qtr 2014 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	9,200	9,953	(753)	-8%
Profit before tax	129	327	(198)	61%
Profit after tax	65	216	(151)	-70%

For the current quarter, the Group posted lower revenue as compare to the preceeding quarter due to lower contribution from retail segment as most of the renovation and replacement orders were made in the preceeding quarter for the two major festive seasons.

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	
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Taxation comprises:-				
- Income Tax	64	146	175	381
- Deferred Tax	-	-	-	-
	<u>64</u>	<u>146</u>	<u>175</u>	<u>381</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 ("MIBB") announced that the Company has entered into a conditional Share Sale and Purchase Agreement ("SPA") with Lee Cheang Mei and Fung Heen Choon ("Vendors") 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").

On 17th July 2013, MIBB has submitted the applications to the Securities Commission Malaysia ("SC") to seek the approval of the SC for the Proposed Acquisition and the resultant equity structure of the Company upon completion of the Proposed Acquisition.

On 8th November 2013, on behalf of the Board of Directors, MIBB announced that the Company and the Vendors have, vide a letter dated 8th November 2013, mutually agreed to extend the conditions precedent period for a further period of six (6) months from 3rd October 2013 for the satisfaction of all the conditions precedent to the SPA.

On 17th December 2013 on behalf of the Board of Directors, MIBB announced that the Securities Commission Malaysia had, via its letter dated 16th December 2013, granted its approval for the Proposed Acquisition, subject to the CRSB to comply with the following with regard to its properties:

Property	Condition of approval
Lot 2239, Jalan Rajawali, Batu 9 Kampung Kebun Baru, Teluk Panglima Garang Kuala Langat, Selangor Darul Ehsan	CRSB is to rectify all unapproved buildings/ structures/extensions within 6 months from the date of the SC's approval letter

The SC has also informed that the Proposed Acquisition has been approved under the equity requirement for public companies.

On 23rd December 2013, MIBB has submitted the application to Bursa Malaysia Securities Berhad for additional listing application in relation to the Proposed Acquisition and approval was granted vide its letter dated 31st December 2013 for the listing and quotation for the 20,000,000 new CIH Shares to be issued at an issue price of RM1.10 per CIH Share.

The Proposed Acquisition would result in a significant change in the business direction of the Company and as such, will require the approval of all relevant authorities and its shareholders at an Extraordinary General Meeting.

B7 Bank Borrowings

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

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	3,151	-	3,151
Non-Current	-	-	-
	<u>3,151</u>	<u>-</u>	<u>3,151</u>

B8 Derivative Financial Instruments

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

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
Loss attributable to equity holders of the Company (RM'000)	65	(47)	281	(346)
Weighted average number of ordinary shares in issue ('000)	142,000	142,000	142,000	142,000
Basic earnings per share (sen)	0.05	(0.03)	0.20	(0.24)

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD****PART C - DISCLOSURE OF REALISED AND UNREALISED PROFITS OR LOSSES**

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

	As at 31.12.2013 RM'000
Total Retained Profits/(Accumulated Losses) of C.I. Holdings Berhad and its subsidiaries:	
- Realised	(120,889)
- Unrealised	318
	<u>(120,571)</u>
Less: Consolidation Adjustments	163,307
Total Group Retained Profits as per Consolidation Accounts	<u><u>42,736</u></u>