

Quarterly report on consolidated results for the second financial quarter ended 31st December 2015.
The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.12.2015 RM'000	Quarter Ended 31.12.2014 RM'000	Year To Date Ended 31.12.2015 RM'000	Year To Date Ended 31.12.2014 RM'000
Revenue	346,535	110,131	634,964	197,674
Cost of Sales	<u>(324,289)</u>	<u>(100,360)</u>	<u>(580,673)</u>	<u>(181,029)</u>
Gross Profit	22,246	9,771	54,291	16,645
Other Operating Income	1,721	98	6,827	181
Selling and Distribution Costs	(5,570)	(2,022)	(18,467)	(3,746)
Administrative Expenses	(7,943)	(4,093)	(13,056)	(7,719)
Finance Costs	<u>(195)</u>	<u>(206)</u>	<u>(317)</u>	<u>(470)</u>
Profit Before Tax	10,259	3,548	29,278	4,891
Tax Expense	<u>(2,676)</u>	<u>(1,279)</u>	<u>(7,893)</u>	<u>(1,776)</u>
Profit for the Period	7,583	2,269	21,385	3,115
Other Comprehensive Income, net of tax	-	-	-	-
Total Comprehensive Income for the Period	<u>7,583</u>	<u>2,269</u>	<u>21,385</u>	<u>3,115</u>
Profit Attributable to :				
Equity holders of the Company	6,415	2,269	16,483	3,115
Non-Controlling Interest	<u>1,168</u>	<u>-</u>	<u>4,902</u>	<u>-</u>
	<u>7,583</u>	<u>2,269</u>	<u>21,385</u>	<u>3,115</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>3.96</u>	<u>1.40</u>	<u>10.17</u>	<u>1.92</u>
Total Comprehensive Income Attributable to:				
Equity holders of the Company	6,415	2,269	16,483	3,115
Non-Controlling Interest	<u>1,168</u>	<u>-</u>	<u>4,902</u>	<u>-</u>
	<u>7,583</u>	<u>2,269</u>	<u>21,385</u>	<u>3,115</u>

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2015 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Unaudited as at 31.12.2015 RM'000	Audited as at 30.06.2015 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	48,856	46,835
Intangible Assets	11,261	11,261
Other Investments	10	10
Prepayment	2,200	2,200
Deferred Tax Assets	288	288
	<u>62,615</u>	<u>60,594</u>
Current Assets		
Inventories	36,470	26,283
Trade Receivables	235,777	101,745
Other Receivables	15,951	8,578
Current Tax Assets	223	234
Derivative Financial Assets	907	-
Deposits Placed with Financial Institutions	7,659	34,210
Cash and Bank Balances	28,468	18,611
	<u>325,455</u>	<u>189,661</u>
TOTAL ASSETS	<u><u>388,070</u></u>	<u><u>250,255</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	81,000	81,000
Reserves	82,773	66,290
	<u>163,773</u>	<u>147,290</u>
Non-Controlling Interests	<u>13,464</u>	<u>8,562</u>
Total Equity	<u><u>177,237</u></u>	<u><u>155,852</u></u>
Non-Current Liabilities		
Long Term Loans	7,742	4,962
Hire Purchase and Lease Creditors	943	824
Retirement Benefit Obligations	784	739
Deferred Tax Liabilities	2,308	797
	<u>11,777</u>	<u>7,322</u>
Current Liabilities		
Trade Payables	69,652	38,296
Other Payables	29,902	15,650
Derivative Financial Liabilities	-	1,579
Hire Purchase and Lease Creditors	170	213
Bank Borrowings	92,301	29,517
Current Tax Liabilities	7,031	1,826
	<u>199,056</u>	<u>87,081</u>
Total Liabilities	<u><u>210,833</u></u>	<u><u>94,403</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>388,070</u></u>	<u><u>250,255</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.01	0.91

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 2015 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 RM'000	Total Equity RM'000
	<----- Non-Distributable ----->		Distributable	Total		
6 months ended 31st December 2015	Share Capital RM'000	Share Premium RM'000	Retained Profits RM'000	RM'000		
At 1st July 2015	81,000	14,147	52,143	147,290	8,562	155,852
Acquisition of Subsidiary	-	-	-	-	-	-
Total Comprehensive Income for the Period	-	-	16,483	16,483	4,902	21,385
At 31st December 2015	<u>81,000</u>	<u>14,147</u>	<u>68,626</u>	<u>163,773</u>	<u>13,464</u>	<u>177,237</u>
6 months ended 31st December 2014						
At 1st July 2014	81,000	14,147	39,893	135,040	1,262	136,302
Total Comprehensive Income for the Period	-	-	3,115	3,115	-	3,115
At 31st December 2014	<u>81,000</u>	<u>14,147</u>	<u>43,008</u>	<u>138,155</u>	<u>1,262</u>	<u>139,417</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 2015 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current Year To Date Ended 31.12.2015 RM'000	Corresponding Year To Date Ended 31.12.2014 RM'000
Profit Before Taxation	29,278	4,891
Adjustment for :-		
Non-Cash Items	1,694	(63)
Non-Operating Items	(2,548)	2,302
Operating Profit Before Working Capital Changes	<u>28,424</u>	<u>7,130</u>
Changes in Working Capital		
Net Change in Current Assets	(151,592)	(2,611)
Net Change in Current Liabilities	45,607	7,301
Tax Paid	(1,166)	(2,694)
Cash (Used In)/From Operating Activities	<u>(78,727)</u>	<u>9,126</u>
Retirement Benefits Paid	-	(43)
Interest Received	101	987
Net Cash (Used In)/From Operating Activities	<u>(78,626)</u>	<u>10,070</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(3,777)	(624)
Proceeds from Sale of Property, Plant and Equipment	69	12
Uplifts of Fixed Deposit	5,010	-
Net Cash From/(Used In) Investing Activities	<u>1,302</u>	<u>(612)</u>
Financing Activities		
Drawdown of Bank Borrowings	153,402	28,329
Repayment of Bank Borrowings	(88,293)	(39,226)
Drawdown of Hire Purchase and Lease Creditors	201	-
Repayment of Hire Purchase and Lease Creditors	(125)	(42)
Net Cash From/(Used In) Financing Activities	<u>65,185</u>	<u>(10,939)</u>
Net Change in Cash and Cash Equivalents	(12,139)	(1,481)
Cash and Cash Equivalents at beginning of financial year	47,769	71,848
Cash and Cash Equivalents at end of financial period	<u>35,630</u>	<u>70,367</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	7,659	10,641
Short Term Funds	-	54,737
Cash and Bank Balances	28,468	9,434
Bank Overdraft	(497)	(383)
	<u>35,630</u>	<u>74,429</u>
Less: Fixed Deposits With Maturity Periods More Than 3 Months	-	(4,062)
	<u>35,630</u>	<u>70,367</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 2015 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 2015. 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 2015.

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 2015 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 2015.

A8 Segment Information

For management purposes, the Group is organized into three major business segments, namely edible oil products, tapware 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 2015			
	Edible oil products RM'000	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	335,861	10,674	-	346,535
Operating Profit/(Loss)	10,560	192	(298)	10,454
Profit/(Loss) Before Tax	10,401	161	(303)	10,259
Segments assets				
Total Assets	343,939	40,324	3,807	388,070

	3 months ended 31st December 2014			
	Edible oil products RM'000	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	99,219	10,411	501	110,131
Operating Profit/(Loss)	3,852	396	(494)	3,754
Profit/(Loss) Before Tax	3,691	356	(499)	3,548
Segments assets				
Total Assets	83,354	39,685	62,038	185,077

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 2015.

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 31.12.2015 RM'000
Unsecured :-	
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>100,043</u>
(ii) Hire purchase and lease facilities granted to subsidiaries	<u>-</u>

A13 Capital Commitments

	As at 31.12.2015 RM'000
Authorised and contracted for	<u>7,726</u>
Authorised but not contracted for	<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	2nd Qtr 2016 RM'000	2nd Qtr 2015 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	346,535	110,131	236,404	215%
Profit before tax	10,259	3,548	6,711	189%
Profit after tax	7,583	2,269	5,314	234%

For the current quarter, the Group recorded revenue of RM346.54 million, an increase of 215% compared to revenue of RM110.13 million recorded in the corresponding quarter last year. The higher revenue for the current quarter and the increase in the profit after tax of RM7.58 million as compared to the profit after tax of RM2.27 million was mainly attributable to the edible oil products division.

Included in other income is an amount of RM1.14 million arising from the net realised and unrealised gain on foreign exchange.

B2 Variation of Results Against Preceding Quarter

Description	2nd Qtr 2016 RM'000	1st Qtr 2016 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	346,535	260,092	86,443	33%
Profit before tax	10,259	19,018	(8,759)	-46%
Profit after tax	7,583	13,802	(6,219)	-45%

For the current quarter, the Group posted higher revenue as compared to the preceeding quarter mainly due to an increase from sales in the edible oil products division. The decrease in profit after tax of RM7.58 million as compared to the preceeding quarter profit after tax of RM13.80 million was due to lower foreign exchange gain during the quarter under review and higher administrative expenses attributed to higher banking facility fees, agency fees, patent registration fees and professional fees.

B3 Current Year Prospects

The Group will continue with its expansion plans for revenue growth for its edible oil operations and with smart partnership tie-up with property developers for the tap-ware and sanitary ware divisions to enhance shareholders' value .

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	
	31.12.2015 RM'000	31.12.2014 RM'000	31.12.2015 RM'000	31.12.2014 RM'000
Taxation comprises:-				
- Income Tax	1,452	1,113	6,383	1,651
- Deferred Tax	1,224	166	1,510	125
	<u>2,676</u>	<u>1,279</u>	<u>7,893</u>	<u>1,776</u>

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

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

There were no new corporate proposals during the current financial quarter under review.

B7 Bank Borrowings

Details of the Group's bank borrowings as at 31st December 2015 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	92,301	-	92,301
Non-Current	7,742	-	7,742
	<u>100,043</u>	<u>-</u>	<u>100,043</u>

B8 Derivative Financial Instruments

The derivative forward currency contracts were entered into with the objective of managing and hedging the Group's exposure to currency risk for receivables which are denominated in a currency other than the functional currency of the Group.

The derivatives below are initially recognised at fair value on the dates the derivative contracts are entered into and are subsequently re-measured at fair value through profit and loss to the financial statements. The resulting gain or loss from re-measurement is recognised in profit or loss to the financial statements.

The details of the foreign currency forward contracts are as follows:-

Type of Derivatives	Quarter Ended		Year To Date Ended	
	31.12.2015 RM'000	31.12.2014 RM'000	31.12.2015 RM'000	31.12.2014 RM'000
Forward Contracts (US Dollar)				
Contract/Notional Value	139,715	17,508	240,579	51,126
Fair Value	(6,876)	(1,314)	907	(1,961)

B9 Material Litigation

There were no 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 2015.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
Profit attributable to equity holders of the Company (RM'000)	6,415	2,269	16,483	3,115
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	3.96	1.40	10.17	1.92

**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 2015 as at the end of the reporting period may be analysed as follows:

	As at 31.12.2015 RM'000
Total Retained Profits/(Accumulated Losses) of C.I. Holdings Berhad and its subsidiaries:	
- Realised	(75,407)
- Unrealised	<u>(4,219)</u>
	(79,626)
Less: Consolidation Adjustments	<u>148,252</u>
Total Group Retained Profits as per Consolidation Accounts	<u><u>68,626</u></u>