



FACB INDUSTRIES INCORPORATED BERHAD (48850-K)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND
OTHER COMPREHENSIVE INCOME For The Third Quarter Ended 31 March 2014**
(The figures have not been audited)

	Current Quarter Ended 31/03/2014 RM'000	Comparative Quarter Ended 31/03/2013 RM'000	9 Months Cumulative To Date 31/03/2014 RM'000	9 Months Cumulative To Date 31/03/2013 RM'000
Continuing Operations				
Revenue	12,129	10,290	45,749	28,757
Direct operating costs	(9,318)	(6,689)	(33,126)	(18,290)
Gross profit	2,811	3,601	12,623	10,467
Other income	1,032	936	66,313	4,184
Operating expenses	(4,312)	(4,320)	(13,693)	(11,685)
Finance costs	-	(2)	-	(10)
Share of results of associates	463	831	2,854	3,047
(Loss)/Profit before taxation	(6)	1,046	68,097	6,003
Taxation	(247)	123	(90)	(4,688)
Net (loss)/profit for the period from continuing operations	(253)	1,169	68,007	1,315
Discontinued Operations				
(Loss)/Profit from discontinued operations, net of tax (Note A12)	(20)	(9,275)	110	(14,130)
Net (loss)/profit for the period	(273)	(8,106)	68,117	(12,815)
Other comprehensive income				
Changes in fair value of available- for-sale ("AFS") investments	3,392	-	(7,157)	-
Exchange differences on translation of foreign operations	-	1	3	(4)
Total comprehensive income for the period	3,119	(8,105)	60,963	(12,819)
(Loss)/Profit attributable to:				
Owners of the parent	(397)	(8,188)	66,645	(13,779)
Non-controlling interests	124	82	1,472	964
	(273)	(8,106)	68,117	(12,815)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND
OTHER COMPREHENSIVE INCOME For The Third Quarter Ended 31 March 2014 (Cont'd)**
(The figures have not been audited)

	Current Quarter Ended 31/03/2014 RM'000	Comparative Quarter Ended 31/03/2013 RM'000	9 Months Cumulative To Date 31/03/2014 RM'000	9 Months Cumulative To Date 31/03/2013 RM'000
Total comprehensive income attributable to:				
Owners of the parent	2,995	(8,187)	59,491	(13,783)
Non-controlling interests	124	82	1,472	964
	<u>3,119</u>	<u>(8,105)</u>	<u>60,963</u>	<u>(12,819)</u>
(Loss)/Earnings per share for (loss)/profit attributable to owners of the parent (sen):				
From continuing operations	(0.46)	0.88	79.38	(0.49)
From discontinued operations	(0.01)	(10.64)	0.07	(15.94)
	<u>(0.47)</u>	<u>(9.76)</u>	<u>79.45</u>	<u>(16.43)</u>
Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2013)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**As At 31 March 2014**

	Unaudited As At 31/03/2014 RM'000	Audited As At 30/06/2013 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	5,919	6,725
Capital work-in-progress	-	1,133
Associates	19,485	19,894
Available-for-sale investments	30,567	41
Deferred tax assets	1,000	1,000
	56,971	28,793
Current Assets		
Inventories	16,246	17,611
Trade and other receivables	17,324	54,801
Deposits, cash and bank balances	148,803	59,931
	182,373	132,343
Asset classified as held for sale	-	35,029
	182,373	167,372
Total Assets	239,344	196,165
EQUITY AND LIABILITIES		
Equity		
Share capital	85,163	85,163
Share premium	28,989	28,989
Treasury shares	(1,225)	(1,225)
Other reserves	(2,627)	5,510
Retained earnings	100,557	35,841
Equity attributable to owners of the parent	210,857	154,278
Non-controlling interests	16,729	15,181
Total equity	227,586	169,459
Non-Current Liability		
Deferred tax liabilities	192	1,601
	192	1,601
Current Liabilities		
Trade and other payables	10,528	24,129
Tax liabilities	1,038	976
	11,566	25,105
Total liabilities	11,758	26,706
Total Equity and Liabilities	239,344	196,165
Net Assets per share (RM)	2.51	1.84

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2013)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Period Ended 31 March 2014

(The figures have not been audited)

	← Attributable to Owners of the Parent →					Total	Non-controlling Interests	Total Equity
	Share Capital	Treasury Shares	Share Premium	Other Reserves	Retained Earnings			
In RM'000								
Balance at 30 June 2013	85,163	(1,225)	28,989	5,510	35,841	154,278	15,181	169,459
Net profit for the period	-	-	-	-	66,645	66,645	1,472	68,117
Other comprehensive income								
- Changes in fair value of AFS investments	-	-	-	(7,157)	-	(7,157)	-	(7,157)
- Exchange differences on translation of foreign operations	-	-	-	3	-	3	-	3
Total comprehensive income for the period	-	-	-	(7,154)	66,645	59,491	1,472	60,963
Dividends paid	-	-	-	-	(2,013)	(2,013)	-	(2,013)
Dividend to non-controlling interest of a subsidiary	-	-	-	(16)	-	(16)	(169)	(185)
Derecognition of a subsidiary	-	-	-	(967)	84	(883)	245	(638)
Balance at 31 March 2014	85,163	(1,225)	28,989	(2,627)	100,557	210,857	16,729	227,586
Balance at 30 June 2012	85,163	(1,225)	28,989	4,831	43,813	161,571	22,657	184,228
Net (loss)/profit for the period	-	-	-	-	(13,779)	(13,779)	964	(12,815)
Other comprehensive income	-	-	-	(4)	-	(4)	-	(4)
Total comprehensive income for the period	-	-	-	(4)	(13,779)	(13,783)	964	(12,819)
Transfer	-	-	-	24	(24)	-	-	-
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	(1,579)	(1,579)
Acquisition of non-controlling interest	-	-	-	-	-	-	(6,990)	(6,990)
Discount on acquisition of non-controlling interest	-	-	-	280	-	280	-	280
Balance at 31 March 2013	85,163	(1,225)	28,989	5,131	30,010	148,068	15,052	163,120

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2013)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**For The Period Ended 31 March 2014***(The figures have not been audited)*

	Current Period Ended 31/03/2014 RM'000	Comparative Period Ended 31/03/2013 RM'000
Cash Flows from Operating Activities		
Profit/(Loss) before taxation from - continuing operations	68,097	6,003
- discontinued operations	83	(14,019)
Adjustments for :-		
Share of results of associates	(2,854)	(3,047)
Depreciation of property, plant and equipment	469	3,020
Impairment loss on trade receivables	87	184
Interest expense	-	693
Interest income	(3,772)	(2,497)
Inventories written down	-	1,479
Gain on disposal of an associate	-	(1,373)
Gain on disposal of property, plant and equipment	(60,973)	-
Other non-cash items	(1,117)	737
Operating profit/(loss) before working capital changes	20	(8,820)
Net changes in current assets	2,174	44,324
Net changes in current liabilities	(11,332)	5,752
Cash (used in)/generated from operations	(9,138)	41,256
Interest received	3,098	491
Income tax paid	(1,458)	(376)
Interest paid	-	(693)
Net cash (used in)/from operating activities	(7,498)	40,678
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(442)	(330)
Capital work-in-progress incurred	-	(439)
Proceeds from disposal of property, plant and equipment	96,269	52
Proceed from disposal of investment in an associate	-	1,373
Acquisition of shares from non-controlling interest	-	(6,710)
Dividend received from associates	2,587	3,141
Net cash outflows on derecognition of a subsidiary	(8)	-
Net cash from/(used in) investing activities	98,406	(2,913)
Cash Flows from Financing Activities		
Repayment of borrowings	-	(31,180)
Dividends paid	(2,013)	-
Dividends paid to non-controlling interests by subsidiaries	(169)	(1,578)
Net cash used in financing activities	(2,182)	(32,758)
Net increase in cash and cash equivalents	88,726	5,007
Effects of exchange rate changes	146	(182)
Cash and cash equivalents at beginning of the period	59,931	25,113
Cash and cash equivalents at end of the period	148,803	29,938
Cash and cash equivalents comprise :-		
Cash and bank balances	8,120	5,536
Deposits with licensed financial institutions	140,683	17,759
Cash and cash equivalents classified as held for sale	-	6,643
	148,803	29,938

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2013)

NOTES (IN COMPLIANCE WITH MFRS 134)**A1 Basis of Preparation**

The unaudited condensed consolidated interim financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 on Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The unaudited condensed consolidated interim financial statements also comply with IAS 34 on Interim Financial Reporting issued by International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2013.

The explanatory notes 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.

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2013 except for the following:-

(i) Adoption of New and Revised MFRSs, Amendments to MFRSs and IC Interpretations which are effective for financial period beginning 1 January 2013

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119 (2011)	Employee Benefits
MFRS 127 (2011)	Separate Financial Statements
MFRS 128 (2011)	Investments in Associates and Joint Ventures
MFRS 3	Business Combinations (IFRS 3 issued by IASB in March 2004)
MFRS 127	Consolidated and Separate Financial Statements (IAS 27 revised by IASB in December 2003)
Amendments to MFRS 1	Government Loans
Amendments to MFRS 7	Disclosures – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10, 11 and 12	Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine

Amendments to MFRSs and IC Interpretation contained in the document entitled “Annual Improvements 2009-2011 Cycle”

NOTES (IN COMPLIANCE WITH MFRS 134)**A1 Basis of Preparation (cont'd)****(ii) MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective**

The following are the MFRSs, Amendments to MFRSs and IC Interpretation that have been issued by the MASB but are not yet effective, and have yet to be adopted by the Group:-

		Effective for annual periods beginning on or after
Amendments to MFRS 10, 12 and 127	Investment Entities	1 January 2014
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21	Levies	1 January 2014
Amendments to MFRS 119	Defined Benefit Plans: Employee Contributions	1 July 2014
Amendments to MFRSs contained in the document entitled "Annual Improvements 2010-2012 Cycle"		1 July 2014
Amendments to MFRSs contained in the document entitled "Annual Improvements 2011-2013 Cycle"		1 July 2014
MFRS 9 (IFRS 9 (2009))	Financial Instruments (IFRS 9 issued by IASB in November 2009)	to be announced by MASB
MFRS 9 (IFRS 9 (2010))	Financial Instruments (IFRS 9 issued by IASB in October 2010)	to be announced by MASB

The adoption of the above MFRSs, Amendments to MFRSs and IC Interpretation is not expected to have any significant impact on the interim financial report in the period of initial application.

A2 Qualification of Financial Statements

The Group's most recent annual audited financial statements for the year ended 30 June 2013 was not qualified.

A3 Seasonal or Cyclical Factors

The Group's operations for the current quarter and financial year-to-date were not materially affected by any seasonal or cyclical factors.

A4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter and financial year-to-date.

A5 Nature and Amount of Changes in Estimates

There were no changes in estimates of amounts reported in the previous interim period of the current financial year or changes in estimate of amounts reported in the previous financial years which have a material effect in the current quarter or the current financial year-to-date.

NOTES (IN COMPLIANCE WITH MFRS 134)**A6 Debt and Equity Securities**

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 31 March 2014, total shares repurchased were 1,279,700 and all the shares repurchased were held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

A7 Dividend Paid

(a) No dividend was paid during the current quarter.

(b) Total net dividend paid during the current financial year-to-date was 3.2% per ordinary share less 25% tax amounting to RM2,013,186 in respect of financial year ended 30 June 2013.

A8 Reportable Segments

	<u>Steel</u>	<u>Bedding</u>	<u>All Other Segments</u>	<u>Eliminations</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
For Current Period					
Ended 31 March 2014					
Revenue from					
continuing operations:					
External revenue	16,220	29,529	-	-	45,749
Inter-segment revenue	-	-	32	(32)	-
	<u>16,220</u>	<u>29,529</u>	<u>32</u>	<u>(32)</u>	<u>45,749</u>
Revenue from					
discontinued operations					
	-	-	1,156	-	1,156
Total	<u>16,220</u>	<u>29,529</u>	<u>1,188</u>	<u>(32)</u>	<u>46,905</u>
Results from continuing operations:					
Interest income	27	51	3,691	-	3,769
Depreciation	209	255	1	-	465
Reportable segment (loss)/profit					
before taxation					
	(1,823)	2,020	65,046	-	65,243
Share of results of associates	-	(9)	2,863	-	2,854
(Loss)/Profit before taxation	<u>(1,823)</u>	<u>2,011</u>	<u>67,909</u>	<u>-</u>	<u>68,097</u>
Profit before taxation from					
discontinued operation					
	-	-	83	-	83
Total	<u>(1,823)</u>	<u>2,011</u>	<u>67,992</u>	<u>-</u>	<u>68,180</u>
For Comparative Period					
Ended 31 March 2013					
Revenue from					
continuing operations:					
External revenue	1,079	27,678	-	-	28,757
Inter-segment revenue	-	-	62	(62)	-
	<u>1,079</u>	<u>27,678</u>	<u>62</u>	<u>(62)</u>	<u>28,757</u>
Revenue from					
discontinued operations					
	68,609	5,702	11,343	-	85,654
Total	<u>69,688</u>	<u>33,380</u>	<u>11,405</u>	<u>(62)</u>	<u>114,411</u>

NOTES (IN COMPLIANCE WITH MFRS 134)**A8 Reportable Segments (cont'd)**

	<u>Steel</u>	<u>Bedding</u>	<u>All Other Segments</u>	<u>Eliminations</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
For Comparative Period Ended 31 March 2013					
Results from continuing operations:					
Interest income	5	50	2,407	-	2,462
Depreciation	509	312	-	-	821
Reportable segment (loss)/profit before taxation	(1,719)	2,293	2,382	-	2,956
Share of results of associates	-	237	2,810	-	3,047
(Loss)/Profit before taxation	(1,719)	2,530	5,192	-	6,003
(Loss)/Profit before taxation from discontinued operations	(12,628)	(1,877)	486	-	(14,019)
Total	(14,347)	653	5,678	-	(8,016)

A9 Material Events Subsequent to the End of the Quarter under Review

There was no material event from the end of the quarter under review to 22 May 2014 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report) that has not been reflected in the current quarter and financial year-to-date.

A10 Effect of Changes in the Composition of the Group

There was no changes in the composition of the Group during the current quarter and financial year-to-date.

A11 Changes in Contingent Liabilities or Contingent Assets

There was no contingent liabilities or contingent assets as at the date of this report which may have a material impact on the financial position of the Group.

A12 Discontinued Operations

In the previous financial year, the Group completed the disposal of its 100% equity interest in Kanzen Tetsu Sdn Bhd ("KTSB") and 51% equity interest in Dreamland Qingdao Pte Ltd ("DQ"). The comparative results of KTSB and DQ have been represented to show the discontinued operations, net of tax separately from continuing operations in the Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income.

Nantong Dreamland Steel Products Co Ltd ("NDSP"), a 55%-owned subsidiary of Dreamland Spring Sdn Bhd ("DSS"), had ceased its operation in the previous financial year. The result of NDSP is presented separately in the Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income as "Profit/(Loss) from discontinued operations, net of tax".

During the current financial period under review, Dreamland Xian Pte Ltd ("DX"), a 52%-owned subsidiary of DSS, had been derecognised as the Group no longer governs the financial and operating policies of DX.

NOTES (IN COMPLIANCE WITH MFRS 134)**A12 Discontinued Operations (cont'd)**

The results of the discontinued operations were as follows:-

	Current Quarter Ended <u>31/03/2014</u> RM'000	Comparative Quarter Ended <u>31/03/2013</u> RM'000	9 Months Cumulative To Date <u>31/03/2014</u> RM'000	9 Months Cumulative To Date <u>31/03/2013</u> RM'000
Revenue	1	17,808	1,156	85,654
(Loss)/Profit before taxation	(47)	(9,295)	83	(14,019)
Taxation	27	20	27	(111)
Net (loss)/profit for the period from discontinued operations	(20)	(9,275)	110	(14,130)

The cashflows attributable to the discontinued operations were as follows:-

	Current Period Ended <u>31/03/2014</u> RM'000	Comparative Period Ended <u>31/03/2013</u> RM'000
Net cash from operating activities	1,014	27,850
Net cash from investing activities	117	23
Net cash used in financing activities	(169)	(31,278)
Total cash flows	962	(3,405)

The effect of derecognition of DX on the financial position of the Group was as follows:-

	RM'000
Property, plant and equipment	1,645
Inventories	(107)
Trade and other receivables	376
Cash and bank balances	8
Trade and other payables	(2,285)
Tax liabilities	(4)
Net assets and liabilities	(367)
Add : Non-controlling interest	245
Less : Realisation of translation reserve	(883)
Share of net assets and liabilities	(1,005)
Gain on derecognition of a subsidiary	1,005
Less : Cash and bank balances derecognised	(8)
Net cash outflows on derecognition of a subsidiary	(8)

NOTES (IN COMPLIANCE WITH MFRS 134)**A13 Other Events**

On 16 July 2013, Kanzen Kagu Sdn Bhd, a wholly owned subsidiary of FACB Industries Incorporated Berhad ("FACBII") completed the disposal of a parcel of leasehold industrial land erected upon with two detached factories and other supporting structures ("the Property") for a total cash consideration of RM97.00 million.

FACBII had on 30 July 2013 mutually agreed with Karambunai Corp Bhd ("KCB") and Dapan Holdings Sdn Bhd ("DHSB") to extend the cut-off date until 31 January 2014 to fulfil the conditions as set out in the settlement agreement dated 6 December 2012 entered into between FACBII, KCB and DHSB in relation to the Proposed Capitalisation of debt owing by DHSB to FACBII. The Proposed Capitalisation of debt owing by DHSB to FACBII to be fully satisfied via the issuance of new ordinary shares of RM0.10 each in KCB to FACBII was approved by the shareholders by way of poll at the Extraordinary General Meeting held on 27 September 2013.

On 28 October 2013, FACBII announced that the debt settlement of RM37,683,036 owing by DHSB to FACBII has been fully settled via the issuance and allotment of a total of 339,181,242 Settlement Shares by KCB to FACBII, which were listed on the Main Market of Bursa Malaysia Securities Berhad with effect from 28 October 2013, marking the completion of the capitalisation of debt owing by DHSB to FACBII.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B1 Performance Review for Continuing Operations****(a) Current Quarter vs Preceding Year Comparative Quarter**

For the current quarter, the Group reported a loss before taxation of RM0.01 million on the back of RM12.13 million in revenue compared with profit before taxation of RM1.05 million and revenue of RM10.29 million registered in the preceding year comparative quarter.

The bedding operations in Malaysia recorded a loss before taxation on the back of a reduction in revenue mainly due to lower dealers' sales. Lower gross profit margin and increased marketing expenses resulted in the loss. The stainless steel fitting operation recorded loss before taxation due to weak selling price and low delivery. Lower profit contribution from associates in China due to lower profit from power plant operations and loss in the bedding business.

(b) Current Period vs Preceding Year Comparative Period

For the nine month period ended 31 March 2014, the Group reported a profit before taxation of RM68.10 million compared with RM6.00 million in the comparative period of the preceding financial year. Revenue increased by 59% to RM45.75 million whilst gross profit margin was reduced to 28% against that of 36% in the comparative period.

The bedding operations in Malaysia reported revenue growth of 7%. A lower profit before taxation was recorded due to lower gross profit margin and higher marketing expenses. The stainless steel fitting operation posted a loss before taxation due to weak demand and soft selling price. Profits from associates in China decreased because of loss performance in bedding business. Included in current period was a gain from disposal of the Property as disclosed in note A13.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B2 Material Change in the Profit Before Taxation as compared with the Immediate Preceding Quarter**

The Group registered lower revenue of RM12.13 million for the current quarter compared with RM18.38 million registered in the immediate preceding quarter ended 31 December 2013 mainly due to lower bedding business activities in current quarter. A loss before taxation of RM0.01 million against profit before taxation of RM4.46 million in the preceding quarter was recorded as a result of loss suffered in both the stainless steel and bedding operations while lower profit contribution recorded from associates in China.

B3 Current Year Prospects

The Group foresees positive results in the remaining quarter of the financial year ending 30 June 2014.

B4 Achievability of Forecast Profit

This note is not applicable.

B5 Variance of Actual Profit from Forecast Profit or Profit Guarantee

This note is not applicable.

B6 Notes to the Condensed Consolidated Statement of Profit and Loss

(Loss)/Profit before taxation is arrived at after charging/(crediting):-

	Current Quarter Ended <u>31/03/2014</u> RM'000	Comparative Quarter Ended <u>31/03/2013</u> RM'000	9 Months Cumulative To Date <u>31/03/2014</u> RM'000	9 Months Cumulative To Date <u>31/03/2013</u> RM'000
<u>Continuing Operations:</u>				
Depreciation of property, plant and equipment	151	125	465	821
Gain on disposal of property, plant and equipment	-	-	(61,123)	-
Gain on disposal of an associate	-	(1,373)	-	(1,373)
Gain on derecognition of a subsidiary	-	-	(1,005)	-
(Gain)/Loss on foreign exchange	113	22	(327)	164
Impairment loss on trade receivables	77	78	87	184
Interest income	(1,153)	(861)	(3,769)	(2,462)

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B6 Notes to the Condensed Consolidated Statement of Profit and Loss (cont'd)**

(Loss)/Profit before taxation is arrived at after charging/(crediting):-

	Current Quarter Ended <u>31/03/2014</u> RM'000	Comparative Quarter Ended <u>31/03/2013</u> RM'000	9 Months Cumulative To Date <u>31/03/2014</u> RM'000	9 Months Cumulative To Date <u>31/03/2013</u> RM'000
<u>Discontinued Operations:</u>				
Bad debts written off	-	-	-	417
Depreciation of property, plant and equipment	(3)	674	4	2,199
(Gain)/Loss on disposal of property, plant and equipment	(12)	(51)	150	(40)
Loss on foreign exchange	1	24	4	123
Interest expense	-	119	-	693
Interest income	(1)	(14)	(3)	(35)
Inventories written down	-	1,479	-	1,479
Net fair value gain on derivatives	-	(19)	-	(99)

Apart from the above, there was no impairment of assets and exceptional item for the current quarter and financial year-to-date.

B7 Taxation

Taxation comprises the following:-

	Current Quarter Ended <u>31/03/2014</u> RM'000	Comparative Quarter Ended <u>31/03/2013</u> RM'000	9 Months Cumulative To Date <u>31/03/2014</u> RM'000	9 Months Cumulative To Date <u>31/03/2013</u> RM'000
<u>Current tax</u>				
Current year - Malaysia	162	443	1,351	1,249
- Foreign	327	-	390	334
Overprovision in prior year - Malaysia	(242)	(566)	(242)	(566)
<u>Deferred tax</u>				
Reversal of temporary differences	-	-	(1,409)	3,671
Tax expense/(credit) from continuing operations	247	(123)	90	4,688
Discontinued operations:				
<u>Current tax</u>				
Current year - Malaysia	-	(21)	-	(17)
- Foreign	(27)	1	(27)	128
	(27)	(20)	(27)	111
Total tax expense/(credit)	220	(143)	63	4,799

The effective tax rate of the Group (excluding the share of results of associates) for the current period to date was lower than the statutory rate due principally to certain income which is not subject to tax.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B8 Status of Corporate Proposals**

There was no outstanding corporate proposal that has been announced but not completed as at the date of this quarterly report.

B9 Group Borrowing

There was no borrowing as at 31 March 2014.

B10 Derivative Financial Instruments

The Group has no outstanding derivative financial instruments as at 31 March 2014.

B11 Changes in Material Litigation

The Group is not engaged in any material litigation as at the date of this report which will have a material effect on the financial position of the Group.

B12 Dividend Proposed or Declared

No interim dividend has been recommended by the Board of Directors in respect of the current quarter and financial year-to-date.

B13 (Loss)/Earnings per Share

The (loss)/earnings per share (basic) for the current quarter and financial year-to-date are calculated by dividing the Group's net (loss)/profit for the period attributable to owners of the parent with the weighted average number of shares in issue (excluding treasury shares) of 83,882,800.

	Current Quarter Ended <u>31/03/2014</u> RM'000	Comparative Quarter Ended <u>31/03/2013</u> RM'000	9 Months Cumulative To Date <u>31/03/2014</u> RM'000	9 Months Cumulative To Date <u>31/03/2013</u> RM'000
Net (loss)/profit attributable to owners of the parent				
- continuing operations	(385)	738	66,585	(408)
- discontinued operations	(12)	(8,926)	60	(13,371)
	<u>(397)</u>	<u>(8,188)</u>	<u>66,645</u>	<u>(13,779)</u>

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B14 Realised and Unrealised Profits or Losses**

	As at <u>31/03/2014</u> RM'000	As at <u>31/03/2013</u> RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	96,963	29,242
- Unrealised	429	(1,849)
	<u>97,392</u>	<u>27,393</u>
Total share of retained profits from associates		
- Realised	3,205	2,664
- Unrealised	-	-
	<u>100,597</u>	<u>30,057</u>
Consolidation adjustments	(40)	(47)
Total Group retained profits as per unaudited consolidated financial statements	<u>100,557</u>	<u>30,010</u>

By Order of the Board
FACB INDUSTRIES INCORPORATED BERHAD

LEE BOO TIAN (LS 0007987)
 Group Company Secretary

Kuala Lumpur
 Date : 28 May 2014