



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

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME For The Fourth Quarter Ended 30 June 2014**
(The figures have not been audited)

	Current Quarter Ended 30/06/2014 RM'000	Comparative Quarter Ended 30/06/2013 RM'000	Current Year Ended 30/06/2014 RM'000	Comparative Year Ended 30/06/2013 RM'000
Continuing Operations				
Revenue	15,124	13,309	60,873	42,066
Direct operating costs	(10,988)	(10,331)	(44,114)	(28,621)
Gross profit	4,136	2,978	16,759	13,445
Other income	1,083	10,659	67,396	14,843
Operating expenses	(4,224)	(6,821)	(17,917)	(18,506)
Finance costs	-	6	-	(4)
Share of results of associates	146	950	3,000	3,997
Profit/(Loss) before taxation	1,141	7,772	69,238	13,775
Taxation	(532)	(1,238)	(622)	(5,926)
Net profit/(loss) for the period from continuing operations	609	6,534	68,616	7,849
Discontinued Operations				
(Loss)/Profit from discontinued operations, net of tax (Note A12)	(9)	(923)	101	(15,053)
Net profit/(loss) for the period	600	5,611	68,717	(7,204)
Other comprehensive income				
Changes in fair value of available- for-sale ("AFS") investments	-	-	(7,157)	-
Exchange differences on translation of foreign operations	451	898	454	894
Total comprehensive income for the period	1,051	6,509	62,014	(6,310)
Profit/(Loss) attributable to:				
Owners of the parent	342	5,809	66,987	(7,970)
Non-controlling interests	258	(198)	1,730	766
	600	5,611	68,717	(7,204)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME For The Fourth Quarter Ended 30 June 2014 (Cont'd)**
(The figures have not been audited)

	Current Quarter Ended 30/06/2014 RM'000	Comparative Quarter Ended 30/06/2013 RM'000	Current Year Ended 30/06/2014 RM'000	Comparative Year Ended 30/06/2013 RM'000
Total comprehensive income attributable to:				
Owners of the parent	589	6,301	60,080	(7,482)
Non-controlling interests	462	208	1,934	1,172
	1,051	6,509	62,014	(6,310)
Earnings/(Loss) per share for profit/(loss) attributable to owners of the parent (sen):				
From continuing operations	0.41	7.53	79.79	7.04
From discontinued operations	-	(0.60)	0.07	(16.54)
	0.41	6.93	79.86	(9.50)
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 30 June 2014**

	Unaudited As At 30/06/2014 RM'000	Audited As At 30/06/2013 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	5,788	6,725
Capital work-in-progress	-	1,133
Associates	20,006	19,894
Available-for-sale investments	30,567	41
Deferred tax assets	956	1,000
	57,317	28,793
Current Assets		
Inventories	14,929	17,611
Trade and other receivables	16,685	54,801
Deposits, cash and bank balances	151,685	59,931
	183,299	132,343
Asset classified as held for sale	-	35,029
	183,299	167,372
Total Assets	240,616	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	(2,364)	5,510
Retained earnings	100,899	35,841
Equity attributable to owners of the parent	211,462	154,278
Non-controlling interests	16,978	15,181
Total equity	228,440	169,459
Non-Current Liability		
Deferred tax liabilities	122	1,601
	122	1,601
Current Liabilities		
Trade and other payables	11,392	24,129
Tax liabilities	662	976
	12,054	25,105
Total liabilities	12,176	26,706
Total Equity and Liabilities	240,616	196,165
Net Assets per share (RM)	2.52	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 Year Ended 30 June 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 year	-	-	-	-	66,987	66,987	1,730	68,717
Other comprehensive income								
- Changes in fair value of AFS investments	-	-	-	(7,157)	-	(7,157)	-	(7,157)
- Exchange differences on translation of foreign operations	-	-	-	250	-	250	204	454
Total comprehensive income for the year	-	-	-	(6,907)	66,987	60,080	1,934	62,014
Dividends paid	-	-	-	-	(2,013)	(2,013)	-	(2,013)
Dividend to non-controlling interest of a subsidiary	-	-	-	-	-	-	(382)	(382)
Derecognition of a subsidiary	-	-	-	(967)	84	(883)	245	(638)
Balance at 30 June 2014	85,163	(1,225)	28,989	(2,364)	100,899	211,462	16,978	228,440
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 year	-	-	-	-	(7,970)	(7,970)	766	(7,204)
Other comprehensive income	-	-	-	489	-	489	405	894
Total comprehensive income for the year	-	-	-	489	(7,970)	(7,481)	1,171	(6,310)
Transfer	-	-	-	36	(36)	-	-	-
Dividends to non-controlling interests of subsidiaries	-	-	-	-	-	-	(1,849)	(1,849)
Acquisition of non-controlling interest	-	-	-	-	-	-	(6,990)	(6,990)
Discount on acquisition of non-controlling interest	-	-	-	280	-	280	-	280
Disposal of a subsidiary	-	-	-	(126)	34	(92)	192	100
Balance at 30 June 2013	85,163	(1,225)	28,989	5,510	35,841	154,278	15,181	169,459

(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 Year Ended 30 June 2014

	Unaudited Current Year Ended 30/06/2014 RM'000	Audited Comparative Year Ended 30/06/2013 RM'000
Cash Flows from Operating Activities		
Profit/(Loss) before taxation from - continuing operations	69,238	13,775
- discontinued operations	73	(14,912)
Adjustments for :-		
Share of results of associates	(3,000)	(3,997)
Depreciation of property, plant and equipment	619	3,176
Impairment loss on trade receivables	215	218
Interest expense	-	707
Interest income	(4,963)	(3,550)
Inventories written down	-	1,587
Gain on disposal of an associate	-	(1,373)
Gain on disposal of subsidiaries	-	(7,739)
Gain on disposal of property, plant and equipment	(60,970)	(46)
Other non-cash items	(1,018)	1,293
Operating profit/(loss) before working capital changes	194	(10,861)
Net changes in current assets	2,815	46,883
Net changes in current liabilities	(10,475)	7,541
Cash (used in)/generated from operations	(7,466)	43,563
Interest received	4,294	842
Income tax paid	(2,676)	(1,009)
Interest paid	-	(707)
Net cash (used in)/from operating activities	(5,848)	42,689
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(462)	(1,372)
Capital work-in-progress incurred	-	(1,133)
Proceeds from disposal of property, plant and equipment	96,271	772
Proceed from disposal of investment in an associate	-	1,373
Acquisition of shares from non-controlling interest	-	(6,710)
Dividend received from associates	4,145	4,661
Net cash outflows on derecognition of a subsidiary	(8)	-
Proceeds from disposal of subsidiaries, net of cash disposed	-	27,593
Net cash from investing activities	99,946	25,184
Cash Flows from Financing Activities		
Repayment of borrowings	-	(31,180)
Dividends paid	(2,013)	-
Dividends paid to non-controlling interests by subsidiaries	(382)	(1,849)
Net cash used in financing activities	(2,395)	(33,029)
Net increase in cash and cash equivalents	91,703	34,844
Effects of exchange rate changes	51	(26)
Cash and cash equivalents at beginning of the year	59,931	25,113
Cash and cash equivalents at end of the year	151,685	59,931
Cash and cash equivalents comprise :-		
Cash and bank balances	6,230	4,254
Deposits with licensed financial institutions	145,455	55,677
	151,685	59,931

(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/Improvements 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/Improvements to MFRSs and IC Interpretation issued but not yet effective**

The following are the MFRSs, Amendments/Improvements 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 14	Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 116 and 138	Clarifications of Acceptable Methods of Depreciation and Amortisation	1 January 2016
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/Improvements 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 ended 30 June 2014 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 ended 30 June 2014.

NOTES (IN COMPLIANCE WITH MFRS 134)**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 ended 30 June 2014.

A6 Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities during the current quarter. As at 30 June 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 ended 30 June 2014 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

	Steel	Bedding	All Other Segments	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
For Current Year					
Ended 30 June 2014					
Revenue from					
continuing operations:					
External revenue	20,915	39,958	-	-	60,873
Inter-segment revenue	-	-	43	(43)	-
	20,915	39,958	43	(43)	60,873
Revenue from					
discontinued operations	-	-	1,179	-	1,179
Total	20,915	39,958	1,222	(43)	62,052
Results from continuing operations:					
Interest income	28	66	4,865	-	4,959
Depreciation	283	332	1	-	616
Reportable segment (loss)/profit					
before taxation	(2,730)	3,075	65,893	-	66,238
Share of results of associates	-	(59)	3,059	-	3,000
(Loss)/Profit before taxation	(2,730)	3,016	68,952	-	69,238
Profit before taxation from					
discontinued operation	-	-	73	-	73
Total	(2,730)	3,016	69,025	-	69,311

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 Year Ended 30 June 2013					
Revenue from					
continuing operations:					
External revenue	4,792	37,274	-	-	42,066
Inter-segment revenue	-	-	77	(77)	-
	<u>4,792</u>	<u>37,274</u>	<u>77</u>	<u>(77)</u>	<u>42,066</u>
Revenue from discontinued operations	68,608	7,095	15,259	-	90,962
Total	<u>73,400</u>	<u>44,369</u>	<u>15,336</u>	<u>(77)</u>	<u>133,028</u>
Results from continuing operations:					
Interest income	15	68	3,431	-	3,514
Depreciation	557	397	-	-	954
Reportable segment (loss)/profit before taxation	(3,678)	3,588	9,868	-	9,778
Share of results of associates	-	837	3,160	-	3,997
(Loss)/Profit before taxation	<u>(3,678)</u>	<u>4,425</u>	<u>13,028</u>	<u>-</u>	<u>13,775</u>
(Loss)/Profit before taxation from discontinued operations	<u>(12,628)</u>	<u>(1,918)</u>	<u>(366)</u>	<u>-</u>	<u>(14,912)</u>
Total	<u>(16,306)</u>	<u>2,507</u>	<u>12,662</u>	<u>-</u>	<u>(1,137)</u>

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 21 August 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 ended 30 June 2014.

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 ended 30 June 2014.

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.

NOTES (IN COMPLIANCE WITH MFRS 134)**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 re-presented to show the discontinued operations, net of tax separately from continuing operations in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income.

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

During the current financial year under review, Dreamland Xian Pte Ltd (“DX”), a 52%-owned subsidiary of DSS, was derecognised and ceased to be the subsidiary of DSS and the Group on the deregistration of DX.

The results of the discontinued operations were as follows:-

	Current Quarter Ended <u>30/06/2014</u> RM'000	Comparative Quarter Ended <u>30/06/2013</u> RM'000	Current Year Ended <u>30/06/2014</u> RM'000	Comparative Year Ended <u>30/06/2013</u> RM'000
Revenue	23	5,308	1,179	90,962
(Loss)/Profit before taxation	(10)	(893)	73	(14,912)
Taxation	1	(30)	28	(141)
Net (loss)/profit for the period from discontinued operations	(9)	(923)	101	(15,053)

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

	Current Year Ended <u>30/06/2014</u> RM'000	Comparative Year Ended <u>30/06/2013</u> RM'000
Net cash from operating activities	982	28,435
Net cash from investing activities	119	7
Net cash used in financing activities	(172)	(31,548)
Total cash flows	929	(3,106)

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

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)

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 recorded a lower profit before taxation of RM1.14 million on the back of RM15.12 million in revenue compared with profit before taxation of RM7.77 million and revenue of RM13.31 million registered in the preceding year comparative quarter.

The bedding operations in Malaysia registered improvement in revenue whilst profit before taxation was slightly lower due to higher marketing expenses incurred. The stainless steel fitting operation recorded higher revenue from increased sales volume. It incurred loss before taxation due to weak selling price. Lower profit contribution from associates in China due to lower profit from power plant operations and loss in the bedding business. The higher profit before taxation in preceding year comparative quarter was derived from the gains on disposal of subsidiaries.

(b) Current Year vs Preceding Year

For the financial year ended 30 June 2014, the Group reported a profit before taxation of RM69.24 million compared with RM13.78 million in the preceding year. Revenue rose by 45% to RM60.87 million whilst gross profit margin was reduced to 28% against that of 32% in the preceding year.

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

B2 Material Change in the Profit Before Taxation as compared with the Immediate Preceding Quarter

The Group reported higher revenue of RM15.12 million for the current quarter compared with RM12.13 million in the immediate preceding quarter ended 31 March 2014 from both the bedding and stainless steel operations. Profit before taxation of RM1.14 million against loss before taxation of RM0.01 million in the preceding quarter was recorded due to improved result in bedding operation and reduced loss suffered in the stainless steel operation. Associates in China contributed lower profit from the power generation business.

B3 Prospects of Next Financial Year

The Group expects the prospects of the coming financial year to be challenging. The bedding and stainless steel fitting operations will focus on growing their customer base and cost management to deliver sales and positive results respectively in the competitive environment.

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.

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

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

	Current Quarter Ended <u>30/06/2014</u> RM'000	Comparative Quarter Ended <u>30/06/2013</u> RM'000	Current Year Ended <u>30/06/2014</u> RM'000	Comparative Year Ended <u>30/06/2013</u> RM'000
<u>Continuing Operations:</u>				
Depreciation of property, plant and equipment	151	133	616	954
Gain on disposal of property, plant and equipment	-	(6)	(61,123)	(6)
Gain on disposal of an associate	-	-	-	(1,373)
Gain on disposal of subsidiaries	-	(7,738)	-	(7,738)
Gain on derecognition of a subsidiary	-	-	(1,005)	-
Loss/(Gain) on foreign exchange	133	(373)	(194)	(209)
Impairment loss on trade receivables	128	34	215	218
Impairment loss on amount owing by an associate	-	623	-	623
Inventories written down	-	108	-	108
Inventories written off	-	203	-	203
Interest income	(1,190)	(1,053)	(4,959)	(3,515)
<u>Discontinued Operations:</u>				
Bad debts written off	-	-	-	417
Depreciation of property, plant and equipment	(1)	23	3	2,222
Loss/(Gain) on disposal of property, plant and equipment	3	-	153	(40)
Loss on foreign exchange	1	23	5	146
Interest expense	-	14	-	707
Interest income	(1)	-	(4)	(35)
Inventories written down	-	-	-	1,479
Net fair value gain on derivatives	-	-	-	(99)

Apart from the above, there was no impairment of assets and exceptional item for the current quarter and financial year ended 30 June 2014.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B7 Taxation**

Taxation comprises the following:-

	Current Quarter Ended <u>30/06/2014</u> RM'000	Comparative Quarter Ended <u>30/06/2013</u> RM'000	Current Year Ended <u>30/06/2014</u> RM'000	Comparative Year Ended <u>30/06/2013</u> RM'000
<u>Current tax</u>				
Current year - Malaysia	636	1,388	1,987	2,637
- Foreign	(16)	418	374	752
(Over)/Underprovision in prior year - Malaysia	(85)	42	(327)	(524)
- Foreign	23	-	23	-
<u>Deferred tax</u>				
Reversal of temporary differences	(26)	(610)	(1,435)	3,061
Tax expense/(credit) from continuing operations	532	1,238	622	5,926
Discontinued operations:				
<u>Current tax</u>				
Current year - Malaysia	-	-	-	(17)
- Foreign	(1)	30	(28)	158
	(1)	30	(28)	141
Total tax expense/(credit)	531	1,268	594	6,067

The effective tax rate of the Group (excluding the share of results of associates) for the current quarter was higher than the statutory rate due principally to certain expenses not being deductible for tax purposes. As for the financial year ended 30 June 2014, the effective tax rate of the Group (excluding the share of results of associates) was lower than the statutory rate due principally to certain income which is not subject to tax.

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 30 June 2014.

B10 Derivative Financial Instruments

The Group has no outstanding derivative financial instruments as at 30 June 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 ended 30 June 2014.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BMSB**B13 Earnings/(Loss) per Share**

The earnings/(loss) per share (basic) for the current quarter and financial year ended 30 June 2014 are calculated by dividing the Group's net profit/(loss) 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>30/06/2014</u> RM'000	Comparative Quarter Ended <u>30/06/2013</u> RM'000	Current Year Ended <u>30/06/2014</u> RM'000	Comparative Year Ended <u>30/06/2013</u> RM'000
Net profit/(loss) attributable to owners of the parent				
- continuing operations	346	6,315	66,931	5,907
- discontinued operations	(4)	(506)	56	(13,877)
	<u>342</u>	<u>5,809</u>	<u>66,987</u>	<u>(7,970)</u>

B14 Realised and Unrealised Profits or Losses

	As at <u>30/06/2014</u> RM'000	As at <u>30/06/2013</u> RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	98,980	34,927
- Unrealised	338	(987)
	<u>99,318</u>	<u>33,940</u>
Total share of retained profits from associates		
- Realised	1,639	1,942
- Unrealised	-	-
	<u>100,957</u>	<u>35,882</u>
Consolidation adjustments	(58)	(41)
Total Group retained profits as per unaudited consolidated financial statements	<u>100,899</u>	<u>35,841</u>

By Order of the Board

FACB INDUSTRIES INCORPORATED BERHAD

LEE BOO TIAN (LS 0007987)

Group Company Secretary

Kuala Lumpur

Date : 27 August 2014