



HEXZA CORPORATION BERHAD (8705-K)

Condensed Consolidated Statement of Comprehensive Income For the financial period ended 31 March 2016

(The figures have not been audited)

| | 3 months period ended | | 9 months cumulative | |
|--|-----------------------|---------------------|---------------------|---------------------|
| | 31-Mar-16 RM'000 | 31-Mar-15 RM'000 | 31-Mar-16 RM'000 | 31-Mar-15 RM'000 |
| Revenue | 32,690 | 35,850 | 106,609 | 113,008 |
| Operating expenses | (31,598) | (32,590) | (95,832) | (98,200) |
| Interest expense | (5) | (6) | (14) | (20) |
| Interest income | 1,626 | 465 | 4,869 | 889 |
| Profit before taxation | <u>2,713</u> | <u>3,719</u> | <u>15,632</u> | <u>15,677</u> |
| Taxation | (1,084) | (1,156) | (2,895) | (3,607) |
| Profit for the period | <u>1,629</u> | <u>2,563</u> | <u>12,737</u> | <u>12,070</u> |
| Other comprehensive income: | | | | |
| Net fair value changes in available-for-sale financial assets | - | 123 | (2,235) | (2,440) |
| Reclassification of gain/(loss) on disposal of available-for-sale financial assets | - | 424 | (20) | 264 |
| Total comprehensive income for the period | <u>1,629</u> | <u>3,110</u> | <u>10,482</u> | <u>9,894</u> |
| Profit attributable to:- | | | | |
| - Owners of the Company | 1,279 | 2,312 | 11,884 | 10,735 |
| - Non-Controlling Interests | 350 | 251 | 853 | 1,335 |
| | <u>1,629</u> | <u>2,563</u> | <u>12,737</u> | <u>12,070</u> |
| Total comprehensive income attributable to:- | | | | |
| - Owners of the Company | 1,279 | 2,859 | 9,629 | 8,559 |
| - Non-Controlling Interests | 350 | 251 | 853 | 1,335 |
| | <u>1,629</u> | <u>3,110</u> | <u>10,482</u> | <u>9,894</u> |
| Earnings per share | | | | |
| Basic/Diluted (based on RM0.50 each ordinary share - sen) | 0.6 | 1.2 | 5.9 | 5.4 |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statement for the year ended 30th June 2015)



HEXZA CORPORATION BERHAD (8705-K)

Condensed Consolidated Statement of Financial Position as at 31 March 2016

(The figures have not been audited)

| | AS AT 31-Mar-16 RM'000 | AS AT 30-Jun-15 RM'000 |
|--|------------------------------|------------------------------|
| ASSETS | | |
| Non-current Assets | | |
| Property, plant and equipment | 45,812 | 58,338 |
| Finance Lease Receivables | 22,492 | - |
| Other investments | 66,385 | 46,825 |
| Identifiable intangible assets | 2,129 | 2,129 |
| Deferred tax assets | 333 | 358 |
| Total non-current assets | 137,151 | 107,650 |
| Current Assets | | |
| Inventories | 16,250 | 21,793 |
| Trade & other receivables | 27,833 | 32,649 |
| Finance Lease Receivables | 4,695 | - |
| Current tax assets | 22 | 1 |
| Other assets | - | 20,014 |
| Cash and cash equivalents** | 46,312 | 62,150 |
| | 95,112 | 136,607 |
| Non-current asset classified as held for sale | 10,339 | - |
| Total current assets | 105,451 | 136,607 |
| TOTAL ASSETS | 242,602 | 244,257 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners of the Company | | |
| Share capital | 100,190 | 100,190 |
| Reserves | 118,455 | 117,844 |
| | 218,645 | 218,034 |
| Non-Controlling Interests | 7,650 | 6,797 |
| Total equity | 226,295 | 224,831 |
| Non-current liabilities | | |
| Deferred tax liabilities | 8,272 | 8,488 |
| Total non-current liabilities | 8,272 | 8,488 |
| Current liabilities | | |
| Trade & other payables | 7,445 | 10,231 |
| Current tax liabilities | 590 | 707 |
| Total current liabilities | 8,035 | 10,938 |
| TOTAL LIABILITIES | 16,307 | 19,426 |
| TOTAL EQUITY AND LIABILITIES | 242,602 | 244,257 |
| Net assets per ordinary share of 50 sen each attributable to ordinary equity holders of the parent (RM) | 1.09 | 1.09 |

** Cash and cash equivalents include funds placed in trust funds which are held on a short term basis, do not have a fixed maturity tenure and are readily convertible into cash.

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statement for the year ended 30th June 2015)



HEXZA CORPORATION BERHAD (8705-K)

Condensed Consolidated Statements of Changes in Equity For the financial period ended 31 March 2016

(The figures have not been audited)

| | ← Attributable to Owners of the Company → | | | | | |
|---|---|--|---------------------------------------|----------------------------------|------------------------------|----------------|
| | Share Capital | Non- Distributable Investments Revaluation Reserve | Distributable Retained Earnings | Total Shareholders' Equity | Non-Controlling Interests | |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 9 months ended 31 March 2016: | | | | | | |
| Balance as of 1 July 2015: | 100,190 | 2,259 | 115,585 | 218,034 | 6,797 | 224,831 |
| Total comprehensive income for the period | - | (2,255) | 11,884 | 9,629 | 853 | 10,482 |
| Dividend | - | - | (9,018) | (9,018) | - | (9,018) |
| Balance as of 31 March 2016 | 100,190 | 4 | 118,451 | 218,645 | 7,650 | 226,295 |
| 9 months ended 31 March 2015: | | | | | | |
| Balance as of 1 July 2014: | 100,190 | 5,692 | 109,562 | 215,444 | 6,567 | 222,011 |
| Total comprehensive income for the period | - | (2,176) | 10,735 | 8,559 | 1,335 | 9,894 |
| Dividend | - | - | (8,015) | (8,015) | (607) | (8,622) |
| Balance as of 31 March 2015 | 100,190 | 3,516 | 112,282 | 215,988 | 7,295 | 223,283 |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statement for the year ended 30th June 2015)



HEXZA CORPORATION BERHAD (8705-K)

Condensed Consolidated Statement of Cash Flows For the financial period ended 31 March 2016

(The figures have not been audited)

| | 9 months ended | |
|---|----------------------|----------------------|
| | 31-Mar-16 RM'000 | 31-Mar-15 RM'000 |
| Cash flows from operating activities | | |
| Profit before taxation | 15,632 | 15,677 |
| Adjustments for: | | |
| Depreciation and amortisation | 2,900 | 3,478 |
| Allowance for diminution in value of quoted shares | 804 | - |
| Gain on disposal of property, plant & equipments | (126) | - |
| Property, plant and equipment written off | 5 | 5 |
| Interest expense | 14 | 20 |
| Dividend income | (1,834) | (1,903) |
| Net gain arising from financial assets designated as at FVTPL | (406) | (775) |
| Interest income | (4,869) | (889) |
| Cumulative (gain) / loss reclassified from equity on disposal of available-for-sale investments | (20) | 264 |
| Loss / (Gain) on disposal of available-for-sale investments | 43 | (249) |
| Operating profit before changes in working capital | <u>12,143</u> | <u>15,628</u> |
| Changes in working capital | | |
| Net change in current assets | 6,509 | 2,853 |
| Net change in current liabilities | <u>(2,948)</u> | <u>(7,200)</u> |
| Cash from operating activities | <u>15,704</u> | <u>11,281</u> |
| Dividends received | 1,834 | 1,903 |
| Interest received | 2,116 | 1,668 |
| Income tax paid | (3,438) | (2,292) |
| Interest paid | (14) | (20) |
| Income tax refunded | <u>214</u> | <u>51</u> |
| Net cash from operating activities | 16,416 | 12,591 |
| Cash flows from/(used in) investing activities | | |
| Purchase of available-for-sale investments | (23,065) | (458) |
| Purchase of investments | - | (10,901) |
| Purchase of property, plant and equipment | (730) | (178) |
| Proceeds from disposal of property, plant and equipment | 136 | - |
| Proceeds from disposal of available-for-sale investments | <u>423</u> | <u>2,760</u> |
| Net cash (used in) investing activities | (23,236) | (8,777) |
| Cash flows (used in) financing activities | | |
| (Repayment of) short-term borrowings | - | (3,600) |
| Dividend paid to owners of the Company | (9,018) | (8,015) |
| Dividend paid to minority shareholders | - | (608) |
| Net cash (used in) financing activities | <u>(9,018)</u> | <u>(12,223)</u> |
| Net (decrease) in cash and cash equivalents | <u>(15,838)</u> | <u>(8,409)</u> |
| Cash and cash equivalents at beginning of financial period | 62,150 | 73,265 |
| Cash and cash equivalents at end of financial period | <u><u>46,312</u></u> | <u><u>64,856</u></u> |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statement for the year ended 30th June 2015)